

# Key Information Document SproutBridge Equity Fund

## Purpose

This document provides you with essential information about this investment product. It's not marketing material. This information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it to other products.

## Product

Product Name	SproutBridge Equity Fund
PRIIP Developer	SproutBridge B.V.
Website	<a href="http://www.sproutbridge.nl">www.sproutbridge.nl</a>
Call for more information	+ 31 85 060 4417
Competent authority	Dutch Authority for the Financial Markets (AFM)
Production date EID	22 September 2023

WARNING: YOU ARE ABOUT TO BUY A PRODUCT THAT IS NOT SIMPLE AND MAY BE DIFFICULT TO UNDERSTAND.

What kind of product is this?

### Kind of product

The SproutBridge Equity Fund ("**Fund**") is a mutual fund (FGR) incorporated under the laws of the Netherlands, which is governed by the Terms of Management and Legal Ownership ("**Terms**"). The Fund is an investment institution within the meaning of Article 1:1 of the Financial Supervision Act. The manager of the Fund is SproutBridge B.V. ("**Manager**"). The legal owner of the Fund is Stichting Legal Owner SproutBridge Equity Fund ("**Legal Owner**").

### Maturity of product

The Fund does not have an expiry date. Subscriptions and redemptions to the Fund are possible on a quarterly basis. The manager can only dissolve the Fund if all participations have been closed. The Fund may be dissolved on the terms and conditions prescribed in the Terms and Conditions, including by a joint decision of the Manager and the Legal Owner.

## Objectives

- The Fund aims to achieve an average return of more than 6% per annum (over a period of 3-5 years) from the execution of the strategy.
- The Fund invests in listed shares, and possibly in warrants obtained from corporate actions. In addition, the Fund may temporarily invest in reputable money market-oriented investment funds or value-retaining ETFs. Currency derivatives can be used to a limited extent to hedge currency risk.
- The Fund's strategy is to purchase undervalued equities out of global investment universe. This is done through various equity strategies such as the selection of quality stocks, (deep) value stocks, and stocks that have the potential to have a dampening effect in a down market. The assets of the Fund are invested in accordance with the strategy set out in the Information Memorandum.
- The Fund takes a long-term approach focused on value growth. The return on your investment in the Fund is directly related to the value of the underlying products, minus the cost of selling (see 'What are the costs?').
- The recommended period of possession is 8 years. The relationship between the return on your investment, how it is affected and how long you hold your investment is described below (see 'How long should I hold it and can I withdraw my money sooner?')
- Any distributions, such as dividends or interest, are in principle not paid out but reinvested. The investment gains or losses are divided proportionally to the number of participations.
- The base currency of the Fund shall be euro. Shares in the Fund are in principle purchased in the currency of the listed share. This currency difference can affect the performance of your stocks.
- Further information on the objectives of the Fund and the risks involved is contained in the Fund's information memorandum.

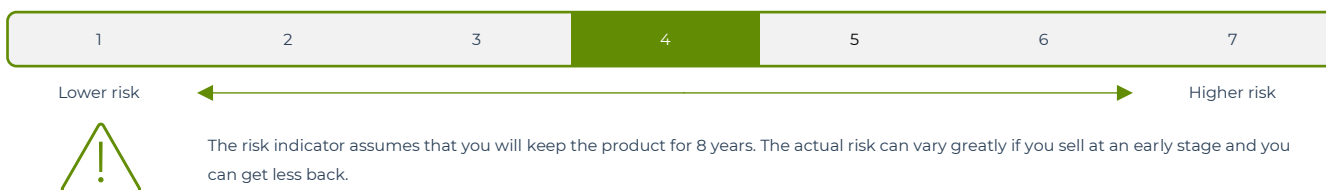
## Retail Investor Target

An investor must participate in the Fund for a minimum of € 100,000. The product is suitable for investors:

- who have some to significant experience in investing;
- who are willing to take the risk of (significant) depreciation and can bear that risk;
- who do not require immediate income from this investment;
- who intend to hold their investment in the Fund for a longer period; and
- who accept limited liquidity from their investment (exit is only possible once per quarter).

What are the risks and what can I get in return?

### Risico-indicator



The Summary Risk Indicator (SRI) is a guideline for the level of risk of this product compared to other products. The indicator shows how likely it is that investors will incur losses with this product due to market developments or because there is no money for payment. The product developer has classified this product in class 4 out of 7; That's a medium-sized risk class. This means that the potential losses on future performance are estimated to be medium, and there is a chance that you will not be able to be paid out due to a bad market. Because this product is not protected against future market performance, you may lose all or part of your investment.

### Performance scenarios (one-time deposit)

The table below shows how much you can get back on your investment in the Fund when it is held for 1 and 8 years (recommended period of ownership). What you will receive in the end depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. Markets may develop very differently in the future. The worst, moderate and favourable scenarios illustrate the worst, average and best performance of a backtest of the Fund's strategy over the past 13 years. The stress scenario shows what you could get back in extreme market conditions.

Recommended ownership period:	8 years	Recommended ownership period ▾	
Example investment:	EUR 10,000	If you exit after 1 year	If you exit after 8 years
Minimal	There is no minimum guaranteed return. You may lose all or part of your investment.		
Stress scenario	What you could get back after charges	€6,810	€4,450
	Average return per year	-31,9%	-9,6%
Unfavorable scenario	What you could get back after charges	€8,500	€8,810
	Average return per year	-15,0%	-1,6%
Moderate scenario	What you could get back after charges	€10,420	€20,430
	Average return per year	4,2%	9,3%
Favorable scenario	What you could get back after charges	€12,730	€23,500
	Average return per year	27,3%	11,3%

The amounts shown include all costs of the Fund itself but may not include all fees paid by you to your adviser or distributor. The amounts do not take into account your personal tax situation, which can also affect how much you get back.

### What happens if the fund is unable to pay out?

If the Fund has repurchased participation rights at the request of a participant, there is a risk that the Fund will not (fully) comply with the obligation to pay out the amount owed to that participant. The loss incurred in that case is not covered by a compensation or guarantee scheme. In certain cases, there is a restriction on the repurchase of participation rights. More information can be found in paragraph 11.8 of the Fund's information memorandum.

## What are the costs?

The person who advises you on this product or sells you this product may charge you other fees. In this case, they will provide you with information about these costs and how they affect your investment.

### Costs over time

The tables show the amounts that will be taken out of your investment to cover different types of costs. These amounts vary depending on how much you invest, how long you hold the investment and how well the Fund performs. The amounts shown here are illustrations based on an example of an investment amount and different possible investment periods. We assume that:

- The first year you get back the invested amount (0% annual return).
- For the other periods of ownership, we assume that the product performs as in the moderate scenario.
- € 10,000 invested.

Fee table	If you exit after 1 year	If you exit after 8 years
Total Costs	€ 403	€3,760
Effect of the costs per year*	4,03%	3,34% p.a.

\*This illustrates how the cost decreases your returns each year during the period of ownership. This shows, for example, that if you exit after the recommended period of ownership, your average return per year is estimated to be 12.7% before costs and 9.3% after costs.

### Composition of costs

Type of costs	Type of costs	Description	If you exit after 1 year
One-time fee for entry or exit	Entry Fees	1.5% of the amount you pay when you enter this investment.	€ 150
	Exit fees	1.5% of your investment if you exit the Fund, and 3% of your investment if you exit within 12 months.	€ 148
Running costs	Management fees and other administrative or operating costs	0.6% of the value of your investment per year. Any underlying product costs are included herein, with the exception of transaction fees which will be included hereunder.	€ 60
	Transaction costs	0.45% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the Fund. The actual amount will vary depending on how much we buy and sell.	€ 45
Incidental costs	Performance fee	33% of the gross return achieved above the hurdle rate of 6%, using the high water mark principle. 'Gross' means after deduction of ongoing costs, but before deduction of the performance fee. The actual amount will vary depending on the performance of your investment.	-

How long do I have to keep it and can I get money out of it sooner?

**Recommended minimum period of ownership: 8 years**

The manager recommends an investment period of at least 8 years. This recommended period of ownership is the minimum period during which the Fund's investment strategy is best suited and sufficient time is allowed to achieve the targeted returns. The Fund does not have a minimum lock-up period. It is possible to get in and/or out once a quarter. Participants can only sell their participations back to the Fund itself and cannot transfer them to third parties. Investors must participate in the Fund for at least €100,000 and can obtain additional participations for a minimum deposit of €25,000 per deposit. In addition, the total amount invested may never be less than € 100,000 per participant (with the exception of depreciation as a result of a decrease in market prices), as the Manager is subject to the conditions of the light regime. An exit fee of 1.5% to 3.0% may be charged if an investor leaves the Fund.

How can I make a complaint?

A complaint about the Fund or Manager can be submitted as follows:

- via the website: [www.sproutbridge.nl](http://www.sproutbridge.nl)
- via e-mail: [info@sproutbridge.nl](mailto:info@sproutbridge.nl)
- by post : Fokkerstraat 16 Unit 3.11, 3833LD Leusden, The Netherlands

The aim is to process your complaint within two weeks.

Other Useful Information

For more information on the product, please refer to the Fund's information memorandum, the Terms and Conditions and, where available, the Fund's recent annual reports. Here you can find more information about the Fund's investment objectives, returns, risks and costs. These documents can be requested free of charge by e-mail from Manager [info@sproutbridge.nl](mailto:info@sproutbridge.nl).

In addition, you will be referred to [www.sproutbridge.nl](http://www.sproutbridge.nl) for the Fund's performance and previous performance scenarios since its inception in 2023.