

KEY INFORMATION DOCUMENT

This document provides you with key information about this investment product. It is not marketing material. The 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 with other products.

Open ended fund BRD DIVERSO

A.S.F. reg. no. CSC06FDIR/400056/27.08.2008
 A.S.F. decision no. 1713/27.08.2008
 The fund is denominated in RON and issues two classes of fund units.
 Class A, denominated in RON, ISIN: ROFDIN000150
 Class E, denominated in EURO, ISIN: ROFDIN0002H8

The competent authority: the Financial Supervisory Authority (A.S.F.)
 Document date: 28.02.2024

Manager: **BRD Asset Management S.A.I. S.A.**, part of the financial group BRD - Groupe Societe Generale.
 Reg. no. with the A.S.F. PJR05SAIR/400010/26.02.2003
 Decision no. 527/30.03.2001 of the C.N.V.M. (the National Romanian Securities Commission)
 Registered with the Trade Register Office under no. J40/7066/2000,
 Tax Identification Number 13236071
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WHAT IS THIS PRODUCT?

Fund type: FDI BRD Diverso is an undertaking for collective investment in transferable securities (UCITS). The Fund is not a structured UCITS as defined in Article 14(e) of the EU Delegated Regulation no. 2017/653, and it is not a complex financial instrument within the meaning of the EU Directive 2014/65 on markets in financial instruments and amending Directive 2002/92/EC and Directive 2011/61/EU.

The period: This product does not have a predetermined duration, but the recommended minimum duration is three years. However, fund units may be redeemed at any time.

Objectives: The valorisation of capital invested on equity, bond and monetary instrument markets and in bank deposits, seeking to obtain favourable returns subject to favourable developments in the markets where the Fund invests, but also to limit losses in case of unfavourable developments in the markets, by applying an investment strategy known in the literature as Constant Proportion Portfolio Insurance (CPPI). The objective of limiting losses means that the aim of BRD Asset Management, without offering any guarantees, will be for the net asset value per unit for the class in RON not to drop below 90% of the maximum value recorded during the 12 months prior to the current date.

Instruments: Fund assets are invested in a flexible way in two main segments:

- The low-risk segment, primarily composed of bank deposits, bonds, as well as fund units issued by investment funds that invest chiefly in such assets;
- The high-risk segment, primarily composed of shares and fund units issued by investment funds with equity exposure. The aim of the Fund will be for most shares in this segment to be shares listed in Romania. The Fund does not expressly track any index.

The weightings of these two segments will vary depending on developments in the markets where the Fund invests. The Fund does not distribute any dividends, and gains from investment made are reinvested in the Fund and included in the value of the fund unit, which is published each working day.

The Fund may also invest in other categories of instruments, such as bonds and derivatives. The instruments in which the Fund invests should not affect an investor's ability to redeem units on demand.

Markets: Fund investment is not limited to the Romanian market, since investment in instruments traded on regulated markets/admitted to official EU, EEA or non-Member States stock exchange listing are also targeted.

Investor type: Taking into account Fund objectives and the Investment Policy, it is addressed to investors with a moderate risk profile who are interested in investing on the capital market and who also want to limit potential capital losses.

Other information: The Fund Depository is BRD - Groupe Societe Generale. Fund documents and reports, as well as the latest values of fund units may be found at: www.brdam.ro.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?


The risk indicator assumes you keep the product for the minimum recommended period of 3 years. The actual risk can be significantly higher if you keep the product for a shorter period than the minimum recommended and you may receive a smaller amount than the one invested. The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely

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It is that the product will lose money because of movements in the markets or because we are not able to pay you. We have classified this product as 3 (medium-low) out of 7. This rates the potential losses from future performance at a medium-low level and poor market conditions are unlikely, to impact the Fund's capacity to pay you.

The Fund is denominated in RON but also has classes in other currencies and their return may vary depending on the fluctuations of these currencies against the national currency.

The risks relevant for the Fund are not included in the synthetic risk indicator (ISR):

The liquidity risk - is related to the ability to meet payment obligations when they are due without incurring unacceptable costs. The Fund's investment will be made on different markets whose liquidity may vary. The conditions of reduced or null liquidity at a given time on one or more of these markets may have a negative impact on the fund unit value, especially in case of significant changes in its asset.

The operational risk - is the risk of a loss determined either by the use of inadequate processes, systems or human resources or that did not fulfil their function properly, or by external events and actions.

The likely estimated impact of the Fund's sustainability risks is medium.

This product does not include any protection against future market performance and therefore you may lose all or part of your investment. The tax legislation of the individual investor's home Member State may have an impact on the actual remuneration.

| Recommended holding period: 3 years Investment example: EUR 10 000/RON 50 000 | | If you redeem after 1 year | | If you redeem after 3 years (recommended period) | |
|--|---|----------------------------|-------------------|--|-------------------|
| | | Class A | Class E | Class A | Class E |
| <i>Scenarios</i> | | | | | |
| Minimum | There is no minimum guaranteed return. You could lose some or all of your investment. | | | | |
| Stress | What amount can you receive after deducting costs | RON 36,630 | EUR 7,570 | RON 39,270 | EUR 8,190 |
| | Average return every year | -26.7% | -24.3% | -7.7% | -6.4% |
| Unfavourable | What amount can you receive after deducting costs | RON 45,490 | EUR 9,090 | RON 47,840 | EUR 9,510 |
| | Average return every year | -9.0% | -9.1% | -1.5% | -1.7% |
| Moderate | What amount can you receive after deducting costs | RON 51,230 | EUR 10,180 | RON 57,110 | EUR 10,700 |
| | Average return every year | 2.5% | 1.8% | 4.5% | 2.3% |
| Favourable | What amount can you receive after deducting costs | RON 58,550 | EUR 11,310 | RON 62,610 | EUR 11,790 |
| | Average return every year | 17.1% | 13.1% | 7.8% | 5.6% |

The figures shown include all costs of the product itself; but may not include all costs you pay to your advisor or distributor. The figures do not take into account your tax situation, which can also affect the amount you receive. What will you get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over the last 10 years. The unfavourable scenario occurred between 01.01.2022-30.06.2023 (class A, class E), for the recommended investment period. The moderate scenario took place between 01.06.2020-31.05.2023 (class A), 01.04.2018-31.03.2021 (class E) for the recommended investment period. The favourable scenario occurred between 01.12.2016-29.11.2019 (class A), 01.02.2019-31.01.2022 (class E) for the recommended investment period. Markets could perform very differently in the future. The crisis scenario shows what you can achieve in extreme market circumstances.

WHAT HAPPENS IF BRD ASSET MANAGEMENT S.A.I IS UNABLE TO PAY OUT?

This product is not covered by any guarantee scheme. There is a potential risk of not obtaining the expected return and even of losing the initial investment. This risk arises from the financial instruments held in the Fund's portfolio, as a result of adverse changes in the creditworthiness of the counterparty or the issuer of a financial instrument, as they may end up not fulfilling their obligations on time or in their entirety.

According to the specific legislation, the assets of the funds are separated from the assets of the Manager, BRD Asset Management S.A.I., and are not affected in the event of the Manager's potential inability to pay.

WHAT ARE THE COSTS?

The person selling you this product may charge you other costs. In this case, it will provide you with information on those costs and show you the impact of all costs on your investment over time.

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you own the product and the product performance. The amounts shown here are illustrations based on an example of an invested amount and on different possible investment periods.

Costs over time

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods, we have assumed the product performs as shown in the moderate scenario
- The amount of EUR 10 000/RON 50 000 per year is invested

| | If you redeem after 1 year | | If you redeem after 5 years (recommended period) | |
|---------------------|----------------------------|---------|--|-----------|
| | Class A | Class E | Class A | Class E |
| Total costs | RON 1,217 | EUR 243 | RON 6,810 | EUR 1,288 |
| Annual cost impact* | 2.4% | | 2.4% every year | |

*This illustrates how costs reduce your return each year over the holding period. For example, it shows that if you exit at maturity your average return per year is projected to be 6.9% (class A) / 4.7% (class E) before costs and 4.5% (class A) / 2.3% (class E) after costs.

Composition of costs

| | | If you redeem after 1 year | |
|---|--|----------------------------|---------|
| | | Class A | Class E |
| <i>One-off costs upon entry or exit</i> | | | |
| Entry costs | At the time of publication of the document we do not charge a subscription fee | 0 | 0 |
| Exit costs | At the time of publication of the document we do not charge a redemption fee | 0 | 0 |
| <i>Ongoing costs (taken each year)</i> | | | |
| Management fees and other administrative or operating costs | 2.0% of the value of your investment per year. The costs include the management fee as per the prospectus and the recurring costs we charge you every year to manage your investment. This is an estimate based on actual costs over the last year. | RON 1,009 | EUR 202 |
| Transaction costs | 0.4% of the value of your investment per year. The impact of purchase and sale costs of the product's supporting investment. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell. | RON 207 | EUR 41 |
| <i>Incidental costs taken under specific conditions</i> | | | |
| Performance fees | There are no performance fees for this product | 0 | 0 |

HOW LONG SHOULD I HOLD IT AND CAN I WITHDRAW THE MONEY EARLY?

The recommended holding period: 3 years. The minimum recommended period is chosen based on the investment policy. This period has no contractual nature, the moment of subscription and redemption belong exclusively to you. The redemption in a short period of time can affect the expected return. No additional fees or redemption penalties are charged regardless of the investment period.

HOW CAN I SUBMIT A COMPLAINT?

Any complaint regarding the product, the creator of this product, BRD Asset Management S.A.I., or the person selling this product can be submitted by the following means:

- At any of the distributor's units, BRD - Groupe Societe Generale S.A.;
- At the registered office of BRD Asset Management S.A.I.S.A. or by post, to the same address;
- By e-mail, brdamoffice@brd.ro, or via the website of the management company, <https://www.brdam.ro/>, the "Contact" section, choosing the "Petition" section.

You can find more information on our website, the "Documents" section:

https://www.brdam.ro/assets/pdf/Anexa_nr_5_informare_investitori.pdf

OTHER RELEVANT INFORMATION

The prospectus of the Fund, as well as other legal documents regarding the Fund and information on the previous performance of the Fund over a period of 10 years are available on the Manager's website, <https://www.brdam.ro/assets/pdf/KID/PerformantaFonduri.pdf>, at any distribution point of BRD - Groupe Societe Generale and by contacting, by e-mail, at brdamoffice@brd.ro. The announcements and notifications regarding the Fund's activity will be published in the "Bursa" Newspaper or the "Ziarul Financiar" Newspaper. BRD Asset Management S.A.I. S.A. withholds the tax owed by the customer for the gains obtained following the redemption of the fund units, according to the legal tax provisions in force from 1st January 2023.