

## Purpose

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.

## Product

### MFO Maritime Fund

A Sub-Fund of MFO RAIF V.C.I.C. PLC (the "Fund").

**ISIN:** CYF000002016, **Bloomberg Ticker:** MFOMARF CY Equity

**CySEC's Registration Number:** RAIF47\_2

**Manufacturer:** MFO Asset Management Ltd ("AIFM")

Call +357 22 692 030 or visit <http://www.mfoasset.com> for more information.

The Cyprus Securities and Exchange Commission ("CySEC") is responsible for supervising MFO Asset Management Ltd in relation to this Key Information Document. MFO Asset Management Ltd is authorised in Cyprus and regulated by CySEC. This Key Information Document is accurate as at 31/01/2023.

**You are about to purchase a product that is not simple and may be difficult to understand.**

## What is this product?

**Type:** Investor shares of a Sub-Fund of an Open-Ended Umbrella Registered Alternative Investment Fund, namely MFO RAIF V.C.I.C. PLC, as provided in the Alternative Investment Fund Law, or in any other law which replaces or amends it. The RAIF is not authorised by CySEC and this registration into the RAIF's Register is not equivalent to authorisation by CySEC.

**Term:** The Sub-Fund is set up for an indefinite period but may be liquidated in accordance with section 18 of the Fund's Prospectus.

**Objectives:** The investment objective of the Sub-Fund is to achieve attractive, medium to long-term investment returns to investors, by income return in the form of dividends or from capital appreciation, by investing in a portfolio of private companies operating in the maritime industry. Private companies in the maritime sector will mainly focus on minority interests of ship management companies and vessel owning companies with the ability of investing without limitation in other maritime companies deemed by the Manufacturer to be in line with the Sub-Fund's investment objective. The Sub-Fund may invest more than 50% of its NAV in a single private company. The Sub-Fund is actively managed without any benchmark reference.

**Depositary:** Eurobank Cyprus Ltd.

**SFDR Classification:** Article 6

**Intended Retail Investor:** The Sub-Fund is suitable for Professional and Well-Informed investors, who have a medium to long-term investment horizon seeking to achieve primarily capital appreciation and to a lesser extent income generation mainly through exposure to private companies operating in the maritime industry. Investors in this Sub-Fund must be willing to assume a medium-high level of investment risk.


**Subscriptions and Redemption:** Investor can subscribe or redeem their Investor Shares on an annual basis at the applicable Net Asset Value calculated based on the provisions of the Fund's Prospectus. There is a redemption notice period of at least 180 calendar days, and the Manufacturer has the right to accept redemptions up to 10% of investors' shares on each redemptions day.

**Distribution Policy:** The Directors of the Fund may declare dividends in respect of any Investor Shares out of the net income and net realized capital gains (Net Distributable Income) meaning after the payment of or making appropriate provisions (if any) for costs and expenses, as well as working capital requirements of the Sub-Fund, attributable to the said Investor Shares in their absolute discretion were they consider it appropriate to do so.

**Further Information:** You can get further information annual about this Fund, including the Prospectus, latest annual report, any subsequent half-yearly report and the latest NAV, from the AIFM at 66 Akropoleos Avenue, 1<sup>st</sup> Floor, Acropolis Tower, 2012, Strovolos, Nicosia. They are available free of charge in English.

## What are the risks and what could I get in return?

### Risk Indicator



Lower risk Higher risk

The risk indicator assumes you keep the product for 5 years. You may not be able to sell your product easily or you may have to sell at a price that significantly impacts on how much you get back.

of movements in the markets or because we are not able to pay you. We have classified this product as risk class 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact our capacity to pay you.

This product does not include any protection from future market performance, so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment. For a full disclosure of risks entailed by investing in this Product please refer to the “Risk Factors” section of its Prospectus.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose value because

## Performance Scenarios

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of a suitable benchmark over the last 10 years. Markets could develop very differently in the future. What you get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

Recommended holding period: 5 years			
Example Investment: EUR 10,000			
Scenarios		If you exit after	
		1 year	5 years
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress scenario	What you might get back after costs (€)	6,790	8,014
	Average return each year	-32.10%	-4.33%
Unfavourable scenario	What you might get back after costs (€)	7,069	8,860
	Average return each year	-29.31%	-2.39%
Moderate scenario	What you might get back after costs (€)	10,764	13,416
	Average return each year	7.64%	6.05%
Favourable scenario	What you might get back after costs (€)	19,077	18,734
	Average return each year	90.77%	13.38%

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back. The stress scenario shows what you might get back in extreme market circumstances. This type of scenario occurred between 2013 and 2022. An appropriate proxy was used to calculate the performance of the product.

## What happens if MFO Asset Management Ltd is unable to pay out?

MFO Asset Management Ltd is the management company of the Fund. The Fund is operating with a depositary in accordance with section 26 of the AIF Law and section 23 of the AIFM Law. The depositary of the Fund is Eurobank Cyprus Ltd. The Fund does not offer any guaranteed returns and is not covered by any guaranteed compensation scheme. Investors can lose the whole of their investments. The Sub Fund’s assets are segregated from those of the External Manager and from other sub-funds.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how affect your investment.

### Costs 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, and how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods. We have assumed:

- In the first year you will 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;
- EUR 10,000 is invested.

Scenarios	If you exit after 1 year	If you exit after 5 years
<b>Total Costs</b>	100	691
<b>Annual Cost Impact*</b>	1.0%	1.1%

\* This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 7.1% before costs and 6% after costs.

### Composition costs

One-off costs upon entry or exit		If you exit after 5 year
<b>Entry costs</b>	We do not charge an entry fee.	€ -
<b>Exit costs</b>	We do not charge an exit fee.	€ -
Ongoing costs taken each year		
<b>Management fees and other administrative or operating costs</b>	1% of the value of your investment per year.	€ 100
<b>Transaction costs</b>	0.00% of the value of your investment per year. This is an estimate of the costs when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	€ -
Incidental costs taken under specific conditions		
<b>Performance fees</b>	There is no performance fee for this product.	€ -

## How long should I hold it and can I take money out early?

### Recommended holding period: 5 years

The Sub Fund is designed for medium to long term investments based on the time required for private equity market to mature and the Manufacturer to achieve an optimum exit strategy. You can disinvest according to Fund Prospectus without penalty. Refer to the "What are the costs?" section for the impact of the costs on your investment return when you exit.

## How can I complain?

The External Manager has a Complaints Policy through which investors can submit their complaint. Details about the Complaints Policy of the External Manager can be found at <https://www.mfoasset.com/cms/cmspages/policy>.

## Other relevant information

**Further Information:** Refer to "What is this Product" section for how you can find additional relevant documents for this product.

**Tax Legislation:** The product is subject to the tax legislation of the Republic of Cyprus, which may have an impact on your personal tax position.

**Reference Currency:** Euro

### Past performance & Previous performance scenarios:

Past performance over the last year and previous performance scenario calculations are available upon request, free of charge.

**Liability:** MFO Asset Management Ltd may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Fund's Prospectus.