

# Key Information Document



ZEST MEDITERRANEUS ABSOLUTE VALUE FUND (THE "SUB-FUND"), A SUB-FUND OF ZEST ASSET MANAGEMENT SICAV (THE "FUND")

Class: I - ISIN: LU1216091261

## 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

|                       |   |
|-----------------------|---|
| Name:                 | ZEST ASSET MANAGEMENT SICAV - Zest Mediterranean Absolute Value Fund - I              |
| Dividend Policy:      | Accumulative  |
| Product manufacturer: | FundPartner Solutions (Europe) S.A. (the "Management Company"), part of Pictet Group. |
| ISIN:                 | LU1216091261  |
| Website:              | www.zest-funds.com  |

Call +352 467171-1 for more information

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for supervising FundPartner Solutions (Europe) S.A. in relation to this Key Information Document.

This PRIIP is authorised in Luxembourg.

FundPartner Solutions (Europe) S.A. is authorised in Luxembourg and regulated by The Commission de Surveillance du Secteur Financier (CSSF).

This key information document is accurate as at 1<sup>st</sup> January 2023.

## What is this product?

### TYPE OF PRODUCT

The product is a Sub-Fund of ZEST ASSET MANAGEMENT SICAV, an Undertaking for Collective Investment in Transferable Securities (UCITS) incorporated as a variable capital investment company (SICAV) under the laws of Luxembourg.

### TERM

The Sub-Fund is established for an unlimited duration. However, the Fund may at any time be dissolved by a resolution of the general meeting of shareholders subject to the quorum and majority requirements applicable for amendments to the Articles. And, in the event that for any reason the value of the net assets in the Sub-Fund or Class has decreased to an amount below EUR 10 million or the equivalent in any other Reference Currency, respectively such amount determined by the board of directors to be the minimum level for such Class to be operated in an economically efficient manner, or if a change in the economic or political situation relating to the Sub-Fund or Class concerned would have material adverse consequences on the investments of the Sub-Fund or Class or in order to proceed to an economic rationalization, the board of directors may decide to compulsorily redeem all the Shares issued in the Sub-Fund or Class at the Net Asset Value per Share (taking into account actual realization prices of investments and realization expenses) calculated on the Valuation Day at which such decision shall take effect.

### OBJECTIVES

The Sub-Fund aims to seek a consistent, absolute return while placing emphasis on the preservation of capital in the medium term.

The Sub-Fund is actively managed without reference to any benchmark.

In order to achieve its investment objective, the Sub-Fund intends to invest principally in long and synthetic short positions on equity and equity related securities (including, but not limited to, convertible bonds, equity linked notes, low exercise price warrants and warrants on equities) of issuers, that are incorporated under the laws of, and/or have their registered office in, and/or that derive the predominant part of their economic activity from European countries even if listed elsewhere.

The Investment Manager will provide a broad diversification through the asset class with a view to exploit pricing anomalies which occur from time to time. The Sub-Fund will also take net long or net short positions without any corresponding hedges. The Sub-Fund may allocate up to 100% to equities.

On an ancillary basis, the Sub-Fund may be invested in assets other than those referred to in the core policy, such as debt instruments (issued by corporate or state issuers), fixed income securities, money market instruments, according to the Investment Manager's expectations. The allocation will be done either directly or indirectly through other UCITS and/or UCIs, including UCITS/UCIs which are established as Exchange Traded Funds, whose investment policy is in line with that of the Sub-Fund.

However, the Sub-Fund will not invest:

- more than 10% of its assets in units or shares of other UCITS and/or UCIs (including those established as Exchange Traded Funds) in order to be eligible as a coordinated UCITS, within the meaning of the Law of 2010;
- more than 10% of its net assets in contingent convertible bonds; and
- directly in ABS/MBS. It shall however be mentioned that this ABS/MBS restriction that apply to direct investment in this asset class is waived for:
  - indirect investments such as target funds (i.e. no look-through);
  - investment in Exchange Traded Commodities (ETC) when seeking exposure to commodity markets (according to the Law of 2010, CSSF Circulars and without any possibility of deliverable commodities) when such ETC are structured as ABS or MBS. In any case, such investments in ETC (whatever their structuration being) will not exceed 10% of the net's assets of the Sub-Fund.

The Sub-Fund will not use total return swap.

The Sub-Fund may also hold ancillary liquid assets (i.e. bank deposits at sight, such as cash held in current accounts with a bank accessible at any time) up to 20% of its net assets for treasury purposes. The aforementioned limit shall only be temporarily breached for a period of time strictly necessary when, because of exceptionally unfavourable market conditions, circumstances so require and where such breach is justified having regard to the interests of the Shareholders.

The Sub-Fund may also hold on ancillary basis money markets instruments dealt in on the money market.

The Sub-Fund issues only accumulation shares (shares in which any income earned is added to the share price).

### INTENDED RETAIL INVESTORS

The product is reserved for professional investors. The product is compatible with investors who may bear capital losses and who do not need capital guarantee. The product is compatible with clients looking for growing their capital and who wish to hold their investment over 1 year.

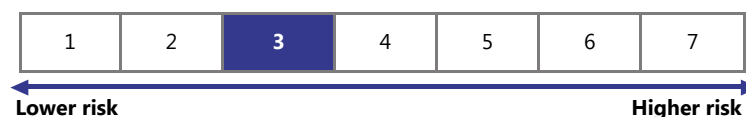
## OTHER INFORMATION

The Depository is Pictet & Cie (Europe) S.A..

The net asset value per share is available on [www.fundsquare.net](http://www.fundsquare.net), at the registered office of the Fund, from the management company and on [www.zest-funds.com](http://www.zest-funds.com).

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

### Risk indicator



The risk indicator assumes you keep the product for 1 year.

The actual risk can vary significantly if your cash in at an early stage and you may get back less.

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 money because of movements in the markets or because we are not able to pay you.

### Performance scenarios

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. What you will 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 and a suitable proxy over the last 10 years. Markets could develop very differently in the future.

| Recommended holding period (RHP):<br>Example investment |  | 1 year<br>EUR 10,000        |   |
|---|--|-----------------------------|---|
|   |  | If you exit after<br>1 year |   |
| <b>Scenarios</b>  |  |                             |   |
| <b>Minimum</b>  | <b>There is no minimum guaranteed return. You could lose some or all of your investment.</b> |                             |   |
| <b>Stress scenario</b>                                  | <b>What you might get back after costs</b><br>Average return each year                       | EUR 9,700<br>-3.0%          |   |
| <b>Unfavourable scenario</b>                            | <b>What you might get back after costs</b><br>Average return each year                       | EUR 7,870<br>-21.3%         | This type of scenario occurred for an investment in the proxy between April 2015 and April 2016.                  |
| <b>Moderate scenario</b>                                | <b>What you might get back after costs</b><br>Average return each year                       | EUR 10,060<br>0.6%          | This type of scenario occurred for an investment in the proxy between January 2015 and January 2016.              |
| <b>Favourable scenario</b>                              | <b>What you might get back after costs</b><br>Average return each year                       | EUR 13,560<br>35.6%         | This type of scenario occurred for an investment in the proxy then the product between April 2020 and April 2021. |

The stress scenario shows what you might get back in extreme market circumstances.

## What happens if FundPartner Solutions (Europe) S.A. is unable to pay out?

FundPartner Solutions (Europe) S.A. is not making any payment to you in relation to this Sub-Fund and you would still be paid in case of a default from FundPartner Solutions (Europe) S.A..

The Sub-Fund's assets are held with Pictet & Cie (Europe) S.A. and are segregated from the assets of other Sub-Funds of the Fund. The assets of the Sub-Fund cannot be used to pay the debts of 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 they 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, 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 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.

- EUR 10,000 is invested

We have classified this product as 3 out of 7, which is a medium-low risk class.

This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact our capacity to pay you.

**Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.**

Please refer to the prospectus for more information on the specific risks relevant to the PRIIP not included in the summary risk indicator.

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.

|                                 |                                 |
|---------------------------------|---------------------------------|
| <b>Investment of EUR 10,000</b> | <b>If you exit after 1 year</b> |
| <b>Total costs</b>              | EUR 651                         |
| <b>Annual cost impact (*)</b>   | 6.5%                            |

(\*) 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 0.6% after costs.

#### Composition of costs

| <b>One-off costs upon entry or exit</b>                     |   | <b>If you exit after 1 year</b> |
|---|---|---------------------------------|
| Entry costs   | Up to 3.00% of the amount you pay in when entering this Investment.   | Up to EUR 300                   |
| Exit costs  | We do not charge an exit fee for this product.  | EUR 0                           |
| <b>Ongoing costs taken each year</b>                        |   |                                 |
| Management fees and other administrative or operating costs | 1.69% of the value of your investment per year. This is an estimate based on actual costs over the last year.   | EUR 169                         |
| Transaction costs   | 0.94% 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 product. The actual amount will vary depending on how much we buy and sell.                               | EUR 94                          |
| <b>Incidental costs taken under specific conditions</b>     |   |                                 |
| Performance fees  | 20.00% of the performance of the NAV per Share exceeding the High Water Mark (paid quarterly). The actual amount will vary depending on how well your investment performs. The aggregated cost estimation above includes the average over the last 5 years. | EUR 67                          |

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

#### Recommended holding period (RHP): 1 year.

The RHP was chosen to provide a consistent return less dependent on market fluctuations.

A redemption order is executed at the redemption price ruling on a Business Day (a full business day on which banks are fully open in Luxembourg), the application for the redemption of shares must reach the Administration Agent (FundPartner Solutions (Europe) S.A.) before 12:00 p.m. (Luxembourg time) on the Business Day preceding the relevant Business Day.

## How can I complain?

In the event a natural or legal person wishes to file a complaint with the Fund in order to recognize a right or to redress a harm, the complainant should address a written request that contains description of the issue and the details at the origin of the complaint, either by email or by post, in an official language of their home country to the following address:

FundPartner Solutions (Europe) S.A.,  
15 Avenue J.F. Kennedy,  
L-1855 Luxembourg  
[pfcs.lux@pictet.com](mailto:pfcs.lux@pictet.com)

## Other relevant information

More detailed information on this Sub-Fund, such as the prospectus, the statutes as well as the latest annual and semi annual report, can be obtained free of charge, in English from the central administrator, the distributors, the product manufacturer or online at [www.fundsquare.net](http://www.fundsquare.net).

The past performance over the last 7 years and the previous performance scenarios are available on website [www.zest-funds.com](http://www.zest-funds.com).

Swiss representative: FundPartner Solutions (Suisse) S.A., 60 route des Acacias, 1211 Geneva, Switzerland.

Swiss Paying Agent: Banque Pictet & Cie S.A., 60 route des Acacias, 1211 Geneva, Switzerland.