

## Key investor information

*This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.*

### Target 2025, a compartment of NEF

**Class: D (Distribution) LU1728555555**

NEF is an umbrella and multi manager Fund managed by Nord Est Asset Management S.A.

## Objectives and investment policy

The Fund will mainly invest in global bonds issued by public and private bodies with an average maturity not exceeding December 31, 2025, and the maturity of individual holdings not exceeding December 31, 2026.

To achieve the management objective up to 100% of the portfolio may be invested in fixed rate or floating rate bonds, other negotiable debt securities and money market instruments from all economic sectors.

The Fund is managed actively in line with the investment policy and objectives. It is not managed in reference to a benchmark.

The Fund may invest:

- up to 75% in HY bonds,
- up to 30% in convertible bonds,
- up to 50% in corporate and government bonds in emerging countries.

Financial techniques and instruments for hedging and/or investment purposes may be used. At least 95% of investments in other currencies will be hedged in Euro.

During the period from the initial date of subscription and until the minimum asset amount under management within the Fund reaches the level of 10 million Euros, the Fund shall invest in money market securities.

From 1 January 2025 once the securities maturity is reached the Fund will be automatically invested in cash/money market instruments or bonds with maturity in line with the residual limit of the investment universe. Accordingly, from 1 January 2025, the Fund may invest up to 100% in cash/money market instruments. No later than the first quarter of 2026 the Fund will be merged into a sub-fund of NEF.

The Fund aims to pay out a dividend on an annually basis and for the first time in January 2019.

Investors can buy or sell units of the Fund every day which is a bank business day in Luxembourg. From March 31, 2021 the Fund will be closed to all buys, subscriptions, and switches in (but not to sales, redemptions and switches out which will be subject to a redemption or switching fee) until maturity date.

Recommendation: this Fund may not be appropriate for investors who plan to withdraw their money before the end date (first quarter of 2026).

## Risk and reward profile

With lower risk, With higher risk,

←—————→

potentially lower rewards potentially higher rewards

1	2	3	4	5	6	7
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This indicator represents the annual historical volatility of the Fund over a 5-year period.

Due to a lack of sufficient historical data, the risk indicator incorporates simulated data from a benchmark portfolio.

Risk Category 3 reflects limited potential gains and/or losses for the portfolio. This is due to investments in bonds and high yield bonds without geographic constraints.

Historical data such as that used to calculate the synthetic indicator cannot be considered as a reliable indication of the Fund's future risk profile.

The risk category associated with the Fund is not guaranteed and may change over time. The lowest risk category does not mean "risk free".

Your initial investment is not guaranteed.

Significant risk(s) for the Fund not taken into account in this indicator include the following:

**Credit risk and interest rate risk:** The Fund invests in bonds, cash or other money market instruments. There is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are rated as sub-investment grade. An increase in interest rates may cause the value of fixed-income securities held by the Fund to decline. Bond prices and yields have an inverse relationship, when the price of a bond falls the yield rises.

**Risk linked to the use of derivative instruments:** The Fund uses derivative instruments, which means financial instruments whose value depends on those of an underlying asset. Therefore, fluctuations in the price of an underlying asset, even if minor, could lead to significant variations in the price of the corresponding derivative instrument. With the use of over-the-counter derivatives, there is a risk that the counterparty to the transactions will wholly or partially fail to honour its contractual obligations. This may result in a financial loss to the Fund.

**"High yield" bonds risk:** The Fund will invest in sub-investment grade bonds. These bonds may produce a higher level of income than investment grade bonds but at a higher risk to your capital.

**Emerging market risk:** A Fund which invests in emerging markets rather than more developed countries may encounter difficulties when buying and selling investments. Emerging markets are also more likely to experience political uncertainty and investments held in these countries may not have the same protection as those held in more developed countries.

**Risk linked to the holding of convertible bonds:** Convertible bonds are hybrid securities between debt and equity, which in principle allow holders to convert their interest in bonds into shares of the issuing company at a specified future date. Investment in convertibles will result in greater volatility than bond investments in standard bonds.

**Derivative for hedging purpose:** The use of derivatives for hedging in a rising market may restrict potential gains.

For a comprehensive description of the risks, please see the "Risk factors" section of the prospectus.

## Charges

The charges and commissions are used to cover the Fund's operating costs, including marketing and distribution of units. These charges reduce the potential growth of your investment.

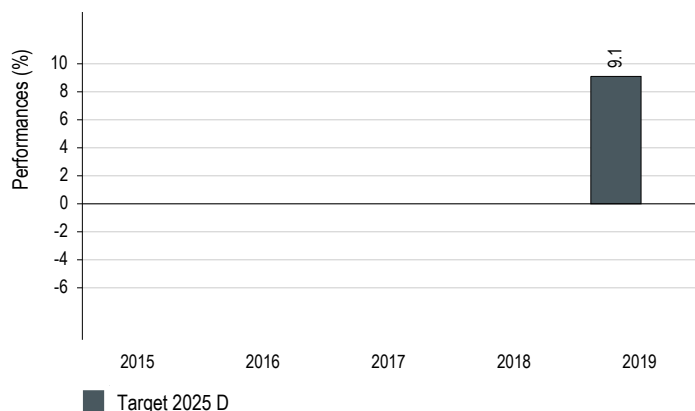
One-off charges taken before or after you invest	
Entry charge	None
Exit charge	2.00% for the 4 first years and 1.00% for the remaining term
Any charges shown are the maximum that might be taken out of your money before it is invested.	
Charges taken from the Fund over a year	
Ongoing charges	1.25%
Charges taken from the Fund under specific conditions	
Performance fee	None

The entry and exit charges shown are maximum rates. In certain cases, the charges paid may be lower.

Ongoing charges are based on the charges for the previous year, ending on 31 December 2019. This percentage may vary from year to year. It excludes outperformance charges and intermediation charges, with the exception of entry and exit charges paid by the Fund when it buys or sells shares of another Fund.

**For more information about Fund charges, please refer to the relevant sections of the prospectus, which is available at [www.neam.lu](http://www.neam.lu).**

## Past performance



The performance figures shown in the bar chart are not a reliable indication of future performance.

Annualised performance is calculated after deducting all charges taken from the Fund, taking into consideration the reinvested net dividends.

Fund creation date: 28 March 2018

Share class launch date: 2 May 2018

Base currency: Euro.

## Practical information

Depository: CACEIS Bank, Luxembourg Branch

The latest prospectus and the latest periodic regulatory information, as well as all other practical information, are available, free of charge, from Nord Est Asset Management S.A., 5 Allée Scheffer, L-2520 Luxembourg, Grand Duchy of Luxembourg.

The Fund consists of compartments, its latest consolidated annual report is also available from the Management Company.

The Fund offers other share classes for the categories of investors defined in its prospectus.

The net asset value is available on request at the Fund's registered office and on the website [www.neam.lu](http://www.neam.lu).

The details of the Management Company's remuneration policy, including amongst other things, a description of how the remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefit, are available on the following website:

<http://neam.lu/document/remuneration-policy/>.

A paper copy of the remuneration policy will be made available free of charge to the investors of the Company upon request to the Management Company.

Depending on your tax regime, any capital gains and income arising from the ownership of units in the Fund may be subject to taxation. We advise you to consult your financial advisor for more information on taxation.

**NEF is an Umbrella Fund:** the assets and liabilities of each sub-fund are legally required to be separate and independent from both those of the other sub-funds and those of the management company.

**NEF is a Multimanager Fund:** the management of each sub-fund is assigned to specialised managers, as specified in the prospectus.

Nord Est Asset Management S.A. may only be held liable on the basis of statements contained in this document that are misleading, inaccurate or inconsistent with the relevant sections of the Fund's prospectus.

The Fund is authorised in Luxembourg and is supervised by the Commission de Surveillance du Secteur Financier (CSSF).

Nord Est Asset Management S.A. is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

This key investor information is accurate as at 19 February 2020.