

# Mondrian Funds plc

## 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. This fund is managed by KBA Consulting Management Limited (the **Manager**).

### Mondrian Global Fixed Income Fund - a sub-fund of Mondrian Funds plc - EUR Hedged - ISIN IE00BD87QT41

#### Objectives and Investment Policy

The Mondrian Global Fixed Income Fund (the **Fund**) aims to generate current income consistent with the preservation of principal.

The Fund intends to invest primarily in a global portfolio of fixed and/or floating rate debt securities denominated in any currency and issued by governmental and supranational issuers located throughout the world that may provide the potential for capital appreciation. The debt securities the Fund invests in will generally be rated BBB- or better by Standard & Poor's or Baa3 or better by Moody's Investors Service or if unrated, be deemed to be of comparable quality by the Investment Manager. The Fund may invest in a broad range of debt securities, including government, municipal, sovereign and supranational bonds and other debt securities, instruments and obligations issued by governments, their agencies, instrumentalities or political subdivisions and supranational entities. Types of bonds the Fund may invest in but is not limited to are zero coupon bonds and inflation-linked bonds.

A supranational entity is an entity established or financially supported by the national government of one or more countries to promote reconstruction or development. Examples included, among others, the International Bank for Reconstruction and Development (more commonly known as the World Bank) the European Economic Community, the European Investment Bank, the Inter-American Development Bank and the Asian Development Bank. Debt securities of issuers within a given country may be denominated in the currency of such country, the currency of another country or in a multinational currency such as the Euro.

Currency considerations carry a special risk for a portfolio of international debt securities. The Investment Manager primarily uses a purchasing power parity approach to evaluate currency risk. In this regard, the Fund may carry out hedging activities, and may invest in forward foreign currency contracts to hedge currency risks associated with the purchase of individual securities denominated in a particular currency. The Investment Manager will only carry out such hedging if it is cost effective to do so. The Fund will not automatically hedge positions at portfolio level.

The Fund may buy and sell currencies on a spot and forward basis, subject to the limits and restrictions adopted by the Central Bank from time to time, to reduce the risks of adverse changes in exchange rates, as well as to enhance the return of the Fund by gaining an exposure to a particular foreign currency. A forward currency exchange contract, which involves an obligation to

purchase or sell a specific currency at a future date at a price set at the time of the contract, reduces the Fund's exposure to changes in the value of the currency it will deliver and increases its exposure to changes in the value of the currency it will receive for the duration of the contract. The effect on the value of the Fund is similar to selling securities denominated in one currency and purchasing securities denominated in another currency. A contract to sell currency would limit any potential gain, which might be realised if the value of the hedged currency increases. The Fund may enter into these contracts to hedge against exchange risk, to increase exposure to a currency or to shift exposure to currency fluctuations from one currency to another.

The Fund's investment performance will be measured against the FTSE World Government Bond Index hedged in Euro terms. In order to seek to take advantage of specific investment opportunities, the Investment Manager has discretion to vary the weightings of bonds to that of the benchmark and invest in bonds which are not included in the benchmark. By way of example, as at 31 December 2021, the Fund's active share (a measure of how the Fund's composition differs from that of the benchmark) was 96.52%.

Any income that may arise in the Fund will be reinvested in the Fund.

You can buy or sell shares daily (but not on weekends or bank holidays in the UK or Ireland). Orders to buy can be made by submitting a request by 5:00p.m. (Irish time), 3 business days in advance, to the administrator. Orders to sell can be made by submitting a request by 5:00p.m. (Irish time), 2 business days in advance to the administrator.

Investment in the Fund may be suitable for investors with a medium to long term investment horizon. For full investment objectives and policy details, please refer to the section entitled "Investment Objectives and Policies of the Funds" in the Supplement to the Prospectus for the Fund.

**Share Class Hedging:** The Fund maintains in respect of the Euro Hedged share class a minimum currency hedge of 85% of the Net Asset Value of the Fund attributable to those shares by selling non Euro denominated currencies forward into the Euro or into another currency or currencies (a cross hedge) if the Investment Manager believes that a different currency offers a better hedge. A maximum of 15% of the Fund attributable to the Euro Hedged share class may at the option of the Investment Manager remain unhedged if the Investment Manager considers that a particular currency offers good value.

#### Risk and Reward Profile

**Lower Risk** ← **Higher Risk**  
Typically lower rewards      Typically higher rewards

1	2	3	4	5	6	7
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The risk and reward indicator is based on historical data and may not be a reliable indication for the future. The risk and reward category shown is not guaranteed to remain unchanged and may change over time.

The lowest category does not mean that a share class is risk free and your initial investment is not guaranteed. The Fund is in category 3 because of the moderate to low range and frequency of price movements of the underlying investments the Fund invests in. The value of your investment in the Fund may be affected by the following risks:

- As the Fund invests in debt securities (e.g. bonds) it is subject to credit risk (the risk of a bond issuer failing to pay), liquidity risk and interest rate risk (the risk of changes in interest rates).
- The Fund's investments may be in currencies other than the Euro. The impact of this is that as the value of a currency rises or falls it can have a positive or negative impact on the value of the Fund's investments.
- The Fund can invest in financial derivative instruments. These instruments have additional risks such as legal risk or liquidity risk (the

inability to sell the contract due to lack of buyers in the market). These risks can have adverse impacts on the overall value of the Fund.

- For a complete overview of all risks attached to this Fund, refer to the section entitled “Risk Factors” in the Fund’s Supplement and the Mondrian Funds plc Prospectus.

## Charges for this Fund

The charges you pay are used to pay the costs of running the Fund including the marketing and distributing of the Fund. These charges reduce the potential growth of your investment.

One off Charges taken before or after you invest	
<b>Entry Charge</b>	Nil
<b>Exit Charge</b>	Nil
This is the maximum that might be taken out of your money before it is invested (subscription charge) or paid back to you (redemption charge)	
Charges taken from the fund over the year	
<b>Ongoing Charge</b>	0.595%
Charges taken from the fund under certain conditions	
<b>Performance Fee</b>	Nil

The Ongoing Charge does not include Fund transaction costs and may vary from year to year.

The Ongoing Charge is estimated and includes the Management Fee and administrative expenses. The Ongoing Charge includes an administrative expenses cap of 0.145%.

For more information please refer to the section entitled “Fees and Expenses” in the Supplement to the Prospectus for the Fund.

## Past Performance



- Share Class Launch Date: 23 November 2016
- Past performance of the Share Class is calculated in EUR
- Performance is calculated after the deduction of ongoing charges and is inclusive of gross income reinvested
- The Share Class’s performance is measured against the FTSE World Government Bond Index hedged in Euro terms
- Past performance is not a guide to future performance

## Practical Information

**Depositary** Northern Trust Fiduciary Services (Ireland) Limited

**Umbrella Fund** The Fund is a sub-fund of Mondrian Funds plc, an umbrella fund with segregated liability between sub-funds, established as an open ended investment company with variable capital under the laws of Ireland as a public limited company. This means that the assets and liabilities of each sub-fund are segregated by law.

**Further Information** Further information regarding the Fund, including the Fund’s Supplement and the Mondrian Funds plc Prospectus, latest annual report and any subsequent half-yearly report can be obtained free of charge in English from Northern Trust International Fund Administration Services (Ireland) Limited. The most recent share price of the Fund is available daily on Bloomberg. The Prospectus and periodic reports are prepared for Mondrian Funds plc as a whole.

**Tax Legislation** As at the date of this document, the Fund is not subject to Irish tax on its income or capital gains. Investors should seek professional advice as to the personal tax impact of an investment in the Fund under the laws of the jurisdiction in which they may be subject to tax.

**Liability Statement** The Manager 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 Prospectus.

**Purchases/Sales of shares** Investors can buy and sell shares daily (buy orders must be made 3 business days in advance, sell orders must be made 2 business days in advance) (but not on weekends or bank holidays in the UK or Ireland). Further information is available from the Administrator, Northern Trust International Fund Administration Services (Ireland) Limited.

**Remuneration** Details of the up-to-date remuneration policy of the Manager, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits are available on [www.kbassociates.ie](http://www.kbassociates.ie) and a paper copy will be made available free of charge upon request.