

# 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.

## SIM US High Yield Fund (the "Fund"), a sub-fund of the Candoris ICAV (the "ICAV")

ISIN: IE00BF1XKR94 Euro hedged Institutional Class (Cap) - as per Supplement

This Fund is managed by KBA Consulting Management Limited (the "Manager")

## Objectives and Investment Policy

The Fund's investment objective is to seek: (i) high current income; and (ii) capital appreciation. The Fund seeks to implement its investment objective by primarily investing in a diversified portfolio of fixed income securities which may be fixed and/or floating rate, of any maturity and that are generally rated below investment grade (i.e. rated as Ba or lower by Moody's Investors Service, Inc. or BB or lower by Standard & Poor's Ratings Services or Fitch, Inc.) or deemed to be below investment grade by Strategic Income Management, LLC (the "Investment Manager") or unrated. These types of securities are commonly referred to as "high yield" or "junk" fixed income securities.

The Fund has no limitations regarding the maturities of the fixed income securities or the market capitalization of the issuers in which it invests or whether those fixed income securities are rated or unrated. The securities in which the Fund invests may be issued by corporates, governments, international agencies, or supranational entities. The Fund will typically allocate, under normal circumstances, at least 80% of the Fund's net assets in non-investment grade or unrated fixed income securities and/or financial derivative instruments that provide exposure to non-investment grade or unrated fixed income securities, namely fixed income futures and credit default swaps. The Fund will focus on making investments in securities of U.S. issuers but may also invest in the securities of issuers in any country globally, and up to 35% of the net assets of the Fund may be exposed to non-US issuers. The Fund will also utilize currency futures and forwards for hedging purposes with the aim of decreasing risk by hedging the Fund's

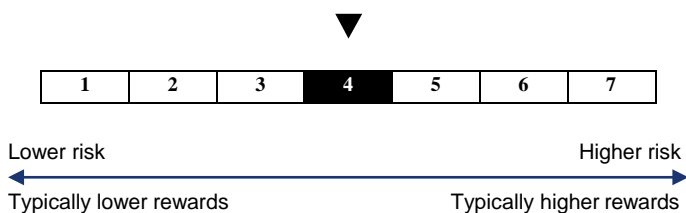
currency exposure on non-US Dollar denominated investments and also to implement the share class currency hedging arrangements. While the Fund will predominantly take long positions up to 100% of the Net Asset Value of the Fund, it may also take short positions when in the opinion of the Investment Manager, opportunities exist to meet the Fund's investment objective through the use of short currency future, currency forward positions, short treasury future positions and by selling or purchasing credit default swaps.

The Investment Manager has three principals in selecting investments in issuers. First, in selecting its investments the Investment Manager seeks to gain exposure to issuers operating in industries with positive long-term trends. Second, the Investment Manager seeks to avoid investing in issuers operating in industries it considers ill-suited to high levels of leverage. Finally, the Investment Manager analyzes investments from the perspective of a chief financial officer of that issuer. The resulting selections comprise the Fund's "core" portfolio which tends to be less capital intensive and less cyclical overall than the general high yield market. In addition to this "core" portfolio, the Investment Manager will also opportunistically seek to invest in issuers operating in "out-of-favor" industries. The Investment Manager has also historically invested about one-third of the portfolio in "smaller issuers", that is, issuers with total bonds outstanding of \$500 million (or currency equivalent) or less.

You can sell your participation in this Fund on any business day in Ireland on which the value is calculated.

The Fund does not declare dividends in respect of this class of Shares.

## Risk and Reward Profile



The Fund is ranked in risk and reward category 4  
Why is the Fund in this Category? This indicator is based on historical data of the Investment Manager and may not be a reliable indication for the future risk profile of the Fund. The risk category shown is not guaranteed to remain unchanged and may shift over time. Even the lowest category 1 does not mean a risk free investment. As the Fund was approved by the Central Bank of Ireland (the "Central Bank") on 28 August 2017 there is insufficient history to provide a useful indication of the risk and reward profile for the Fund. The Fund offers no guarantee or protection. The following risks may not be adequately captured by the risk and reward indicator:

- General Risk;

- Convertible Securities Risk;
- Distressed Investment Risk;
- Dividend Risk;
- Floating Rate Securities Risk;
- Non-US Investing Risk;
- High Yield Securities Risk;
- Illiquid and Unlisted Securities Risk;
- Interest Rate Risk;
- Loan Interests Risk;
- Market Timing Risk;
- Municipal Securities Risk;
- Prepayment and Extension Risk;
- US Government Securities Risk and Government Sponsored Enterprises Risk;

For a detailed explanation of these risk factors, please refer to the section entitled "Risk Factors" in the ICAV's prospectus (the "Prospectus") and the Supplement (the "Supplement").

## Charges

One-off charges taken before or after you invest:	
Entry charge	See ADL
Exit charge	None
This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.	
Charges taken from the fund over a year:	
Ongoing charge	0.83%
Charges taken from the fund under certain specific conditions:	
Performance fee	None

### ADL (Anti-Dilution Levy):

In calculating the subscription price per Share for the Fund the Manager may adjust the subscription price by adding an Anti-Dilution Levy. This Levy will typically be up to 0.40% of the Net Asset Value per Share, but may in exceptional or distressed market conditions be up to 2% of the Net Asset Value per Share.

### Fees and Expenses:

The charges you pay are used to pay the costs of operating the Fund, which include the costs of marketing and distributing it. These charges reduce the potential growth of your investment. The Fund's annual report for each financial year will include details on the exact charges made. The ongoing charges figure may vary from year to year and excludes portfolio transaction costs.

**More detailed information about the charges can be found in the "Fees and Expenses" section of the Prospectus and Supplement.**

## Past Performance

As the Fund was authorised on 28 August 2017, there is insufficient data to provide a useful indication of past performance to investors.

The base currency of this fund is US Dollar.

## Practical Information

**Investment Manager:** The Investment Manager is regulated by the Securities and Exchange Commission, the US based supervisor.

**Depository:** RBC Investor Services Bank S.A., Dublin Branch, a branch of a company incorporated with limited liability in Luxembourg.

**Umbrella Fund:** The ICAV is an umbrella Fund with segregated liability between sub-funds. This means that the holdings of the Fund are maintained separately under Irish law from the holdings of other sub-Funds of the ICAV and your investment in the Fund will not be affected by any claims against any other sub-fund of the ICAV. It is possible to exchange your shares in the fund for shares in other sub-Funds of the ICAV. Details on exchanges of shares are provided in the Prospectus. An exit charge may apply.

**Tax legislation:** The Fund is subject to the tax laws and regulations of Ireland. 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 and Supplement.

**Remuneration Policy:** 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. Directors of the ICAV 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 and Supplement for the Fund.

Copies of the **Prospectus, Supplement and the latest annual and half-yearly report** in English are available free of charge from:

<https://www.candoris.nl/>

The **Net Asset Value** per share can be found on **Bloomberg**.

**Other practical information can be found in the Prospectus and Supplement.**