



EDMOND
DE ROTHSCHILD

EDMOND DE ROTHSCHILD FUND INCOME EUROPE



**JULIEN
DE SAUSSURE**
*Lead portfolio
manager
Corporate debt
portfolio manager*

Regularity: an asset you can
always count on for the future



KEY POINTS

**Targets consistent return
by investing primarily
in European businesses
offering stable, regular and
sustainable cash flows**

**A balanced risk level
thanks to the construction
of a diversified portfolio
of equities and bonds**

**Seeks to control the
performance and volatility
over a full economic
cycle in exchange for
a risk of capital loss**

**Combines the expertise
of several complementary
management teams to
achieve a single objective**

**SFDR Classification
Article 8****

Edmond de Rothschild Fund Income Europe is a sub-fund of the Luxembourg-registered SICAV authorised by the CSSF and approved for marketing in France, Germany, Italy, Luxembourg, Spain and Switzerland.

* The fund managers presented in this document may not be the same over the entire life of the product.

1. This performance objective is based on the realisation of market assumptions set by the management company. In no way does it constitute a promise of returns.

** The investment policy of a fund may change over time and therefore its classification under the Sustainable Finance Disclosure Regulation (SFDR) may change. If you have any doubts about the SFDR classification of a fund, please contact your usual adviser. Article 8: Funds promoting environmental and social characteristics.

MARKETING COMMUNICATION: This is a marketing communication.

Please refer to the UCITS prospectus and the Key Information Document before making any final investment decision.

► **Edmond de Rothschild Fund Income Europe is a diversified fund that seeks to generate regular income of 4%¹ p.a. by investing in European equities and bonds denominated in euros. The fund is suited to investors wanting regular income through investment in a diversified portfolio of European companies (equities and bonds).**

AN INCOME APPROACH FOCUSED ON GENERATING RETURN

The fund benefits from a vast investment universe and favours companies that generate, according to the analyses of the management company, stable and regular cash flow.

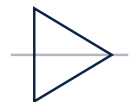
The yield of these companies, via their coupon (bonds) and their dividends (equities) is thus the main source of value added of the fund.

And each stage of the management process (allocation, securities selection and hedging of risks) endeavours to reinforce this approach.

A FOCUSED AND MULTI-SPECIALIST TEAM

The fund benefits from all of the expertise of Edmond de Rothschild Asset Management.

ALLOCATION



HEDGING

SELECTION

The allocation defines the equity and bond portions of the portfolio on the one hand, as well as the categories within the bond component (between corporates and financials, for example), in line with the allocation strategy of Edmond de Rothschild Asset Management.

The securities selection focuses on finding companies that are capable of providing steady income over a full cycle.

Lastly, hedging strategies, set up through the use of derivative instruments, also enable the portfolio's exposure to be optimised in order to limit the risks by offering protection in the event of a market downturn, according to the management team's expectations.

AN OPTIMISED SOURCE OF INCOME

The fund offers share classes that distribute annual income that may include semi-annual payouts. The latter consist of coupons and dividends received as well as any potential capital gains generated each year. The fund also has accumulation share classes.

A MANAGEMENT PROCESS FOCUSED ON RETURN

The management team first carries out a screening that aims to separate out, the equities based on the shareholder return (through the payment of dividends or share buybacks) and bonds issued by companies that favour debt control. Following this screening the management team undertakes a fundamental analysis of the companies in order to limit the universe to a selection of securities.

The managers make sure that the portfolio's allocation is consistent with the market view of Edmond de Rothschild Asset Management.

The hedging strategies, via the use of derivatives, then seek to reinforce the cautious positioning of the portfolio, reduce *drawdowns*² and lock in a part of the performance depending on opportunities and the managers' expectations.

The investment process described above involves various internal management restrictions put in place by the management team. This is the current process, which could change over time.
2. Maximum loss.

Top-down

ALLOCATION

- ▶ Equities vs. Credit vs. Cash
- ▶ Gross vs. net equity
- ▶ High yield vs. financial debt
- ▶ Financial debt vs. investment grade corporate hybrids

Bottom-up

SECURITIES SELECTION

- ▶ Quantitative and liquidity filters
- ▶ Stock-picking with a specific process focused on income
- ▶ Bond selection based on our in-house credit expertise

HEDGING

- ▶ Systematic and tactical hedging of equities
- ▶ Tactical hedging of the credit basket
- ▶ Bespoke macro hedging

FUND CHARACTERISTICS*

Inception date: 31 December 2013

ISIN codes: A share: LU0992632538 / I share:

LU0992632371

Currency: EUR

Allocation of income: A and I shares: Accumulation

Subscription fee: A Share: Max. 2% / I Share: None

Subscription tax (paid to the Luxembourg regulator): A share: 0.05% / I share: 0.01%

Total management fees: A share: Max. 1.30% / I share:

Max. 0.65%

Exit fees: N/A

Eligible investors: A share: All investors / I share:

Institutional investors

Minimum initial subscription: A share: 1 share / I share:

EUR 500,000

Valuation frequency: Daily

Recommended investment horizon: > 5 years

*Shares described herein are the main euro-denominated shares. The fund also has shares in USD, CHF, GBP. Please ask your sales contact for any further information. Please note that not all costs and share classes are disclosed in this document. Please refer to the KID/prospectus for further details.

PRINCIPAL INVESTMENT RISKS

Risk indicator:

1	2	3	4	5	6	7
---	---	---	---	---	---	---

This sub-fund is in risk category 3. The risk indicator rates this UCI on a scale of 1 to 7. This indicator makes it possible to assess the level of risk of this product compared to other UCIs and the mention of a category 1 does not mean that the investment is risk-free. Moreover, it indicates the probability that this product will record losses in the event of market movements or our inability to pay you. This indicator assumes that you keep the product until the end of the recommended investment period of this fund. The actual risk may be very different if you decide to exit before the end of the recommended investment period of this fund.

The risks described below are not exhaustive:

Risk of capital loss: The sub-fund does not guarantee or protect the capital invested. Investors may not get back the full amount invested in the sub-fund. Unitholders are informed that the performance objective is provided for informational purposes only and in no way may it constitute an obligation for the management company to achieve a specific result. **Credit risk:** In the case of a credit event, default or deterioration in the quality of the bond issuers (for example a rating downgrade), the value of the debt securities in which the sub-fund is invested could

decrease, which could lead to a drop in the net asset value of the sub-fund. The use of high-yield securities, limited to 100% of the net assets of the sub-fund, could lead to a greater risk of a drop in the net asset value: these securities carry a higher risk of default. The sub-fund should be considered speculative and is specifically intended for investors who are aware of the risks of investing in securities with a low or no rating. **Credit risk related to investing in high-yield securities:** The UCITS can invest in the issues of countries or companies that are rated outside the investment grade category according to a rating agency (rating below BBB- on Standard & Poor's scale or an equivalent rating of another independent rating agency) or deemed equivalent by our investment firm. These speculative grade issues carry a higher risk of issuer default. **Equity risk:** The value of an equity can fluctuate due to factors that are specific to the issuing company, as well as exterior political or economic factors. Changes in equity markets, as well as in convertible bond markets where growth is partly linked to that of the underlying equities, can lead to significant fluctuations in net assets which can have a negative impact on the net asset value of the UCITS.

October 2024. This document is issued by Edmond de Rothschild Asset Management (France). Non-contractual document designed for information purposes only. Reproduction or use of its contents is strictly prohibited without the permission of the Edmond de Rothschild Group. The information contained in this document does not constitute an offer or solicitation to trade in any jurisdiction in which such offer or solicitation is unlawful or in which the person making such offer or solicitation is not qualified to act. This document does not constitute and should not be construed as investment, tax or legal advice, nor as a recommendation to buy, sell or continue to hold any investment. The Edmond de Rothschild Group shall not be held liable for any investment or divestment decision taken on the basis of the information contained in this document. The funds presented may not be registered and/or authorized for sale in your country of residence. If you have any doubts about your ability to subscribe to this fund, please contact your professional advisor. The figures, comments, forward looking statements and other information contained in this presentation reflect the Edmond de Rothschild Group's view of the markets, their development and their regulations, taking into account its expertise, the economic context and the information available to date. They may no longer be relevant on the day the investor reads them. Consequently, the Edmond de Rothschild Group shall not be held responsible for the quality or accuracy of economic information and data obtained from third parties. Any investment involves specific risks. Investors are therefore advised to ensure that any investment is suitable for their personal circumstances by seeking independent advice where appropriate. In addition, investors should read the Key Information Document (KID) and/or any other document required by local regulations, which is provided prior to any subscription and is available in French and in English on the website www.edmond-de-rothschild.com under the "Fund Center" tab or free of charge on request. A summary of investors' rights in French and English can be obtained at the following link: www.edmond-de-rothschild.com/SiteCollectionDocuments/LegalWebPartSite-Document/Luxembourg/EN/EDRAM-Luxembourg-EN-Investors-rights.pdf. The management company may decide to cease marketing this Fund in accordance with Article 93a of Directive 2009/65/EC and Article 32a of Directive 2011/61/EU. "Edmond de Rothschild Asset Management" or "EdRAM" is the trade name of the asset management entities of the Edmond de Rothschild Group. Source of information: unless otherwise indicated, the sources used in this document are those of the Edmond de Rothschild Group. Copyright Edmond de Rothschild. All rights reserved. The SICAV is registered at the CNMV under number 229.

GLOBAL DISTRIBUTOR AND SUB INVESTMENT MANAGER

EDMOND DE ROTHSCHILD

ASSET MANAGEMENT (FRANCE)

47 rue du Faubourg Saint-Honoré / FR - 75401 Paris Cedex 08

Public limited company with a Management Board and

Supervisory Board and a capital of 11,033,769 euros

AMF approval number GP 04000015

332.652.536 R.C.S. Paris

MANAGEMENT COMPANY

EDMOND DE ROTHSCHILD

ASSET MANAGEMENT (LUXEMBOURG)

4 rue Robert Stumper / LU - 2557 Luxembourg

www.edmond-de-rothschild.com