

January 2013

## 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.

### YCAP Corporate Opportunity Fund (the "Sub-fund"),



A Sub-fund of the YCAP Credit Fundamental (the "Fund")

Class A: LU0707820147

The Sub-Fund is a mutual fund managed by MDO Management Company S.A. (the "Management Company"). YCAP Asset Management (Europe) S.A. is acting as the Investment Manager.

### Objectives and Investment Policy

**Objective** The Sub-fund seeks long-term (5 years) growth of capital. The Sub-fund's investment objective is to maximize total return through investment in bonds, credit default swaps, shares and share options.

**Portfolio Securities** The Sub-fund's portfolio will comprise at least of fifty (50) per cent of liquid and investment grade rated corporate bonds (AAA – BBB-). The remainder of the Sub-Funds portfolio will be invested to enhance performance by taking directional, relative value and structural positions in credit default swaps, shares, share options and corporate bonds. The Sub-fund can also invest into non-investment grade rated bonds to take a positive directional view on an asset. The Sub-fund may also hold, on an ancillary basis, liquid assets and money market instruments. These investments include bank deposits and call money. Currency risk may be hedged using currency

futures while interest rate risk may be hedged using government bond futures.

**Investment Process** The investments will be based on the Investment Manager's fundamental analysis. This requires a high standard of reporting on an on-going basis for the enterprises into which the Sub-fund is invested.

**Designed for** Investors who understand the risks of the Sub-fund and intend to invest for at least 5 years.

You can buy and sell your units on the 15th calendar day and on the last Business Day of each calendar month. Existing investors may convert their units into units of other Sub-funds of the Fund free of charge.

This unit class does pay you income.

### Risk and Reward Profile

#### Synthetic Risk and Reward Indicator (SRRI)

⇐ Lower rewards

Higher rewards ⇒

1	2	3	4	5	6	7
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⇐ Lower risk

Higher risk ⇒

#### What do these numbers mean?

They rate how a fund might perform and to what extent your capital is at risk. Generally, higher possible gains also mean higher possible losses. A Category 1 fund means that your investment is subject to only a small risk of losses, but it also means a reduced chance of gains. A Category 7 fund has the highest potential level of gains or losses, but you might not get any of your money back. The lowest category does not mean a risk-free investment. The differences between categories are not based on a simple scale, so (for example) 2 does not carry twice the risk as 1, and the gap between 1 and 2 might not be the same as the gap between 2 and 3.

#### Why is this Sub-fund in Category 5?

The Sub-fund invests in corporate bonds, credit default swaps, shares and share options and may therefore be subject to significant fluctuations in value. As the Fund pursues an active management style, its performance can fluctuate which may result in a loss.

#### More about this rating:

This rating is based on the expected price volatility of the Sub-fund. As this is a newly launched Sub-fund, there exists no data from the past on the Sub-fund's volatility. The SRRI may therefore not be a reliable indication of the future risk profile of the Sub-fund. Thus, the risk and reward category shown is not guaranteed to remain unchanged and the categorisation of the Sub-fund may shift over time. The SRRI of the Sub-fund can also fluctuate with a changing management style.

**The rating does not reflect potential impacts of unusual market conditions or major unforeseeable events, which could add to everyday risks and could trigger other risks, such as:**

- **Counterparty risk:** The Sub-fund could lose money if an entity with which it does business becomes unwilling or unable to honor its commitments to the Sub-fund.
- **Liquidity risk:** It could become difficult to value certain securities or to sell them at an expected price and time.
- **Management risk:** Portfolio management techniques that have proven to work well under normal market conditions could become inefficient or even work contrarily during unusual market conditions.
- **Derivatives risk:** Losses on derivatives can be higher than the cost of the derivatives. Derivatives could increase the volatility of the Sub-fund.

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## Charges

One off charges taken before or after you invest
Entry charge – none
Exit charge – 3%
In case a unit holder requests the redemption of units within 6 months after the subscription of such units the exit charge will be levied to the benefit of the Sub-fund. After those first 6 months, no exit charge will be levied.
Charges taken from the Class over a year
Ongoing charges – 0.85%
Charges taken from the Class under specific conditions
Performance fee – none

The charges you pay are used to pay the costs of running the Sub-fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

The **ongoing charges** figure is normally based on expenses for the preceding year, except for the first year in which the figure is based on the estimated expenses for the first year.

The **exit charge** shows the percentage which will be deducted from your capital commitment if you request the redemption of units within 6 months after the subscription of such units.

For more information about charges, please see section 21 and Appendix C of the Fund's prospectus, which is available at [www.ycap.lu](http://www.ycap.lu).

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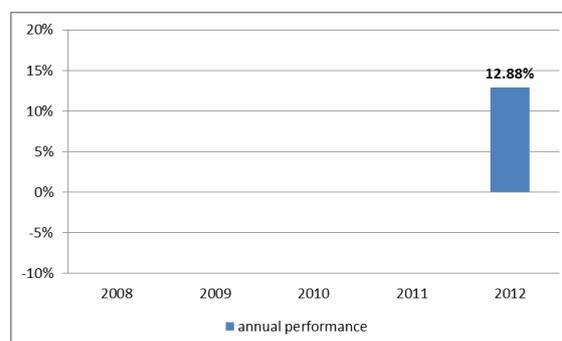
## Past Performance

Past performance is not a guide to future performance.

The past performance **calculation does not take into account the exit charges but does take into account the ongoing charges**, as indicated in the corresponding section above.

Past performance is calculated in Euro.

The Sub-fund Class was launched on 18 November 2011.



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## Practical Information

### Custodian

Brown Brothers Harriman (Luxembourg) S.C.A., 2-8, avenue Charles de Gaulle, L-1653 Luxembourg, Grand Duchy of Luxembourg

### Tax Legislation

The Fund is subject to the tax laws and regulations of Luxembourg. Depending on your own country of residence, this might have an impact on your investment. For further details you should consult a tax adviser.

### Liability Statement

The Management Company 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 of the Fund.

This key investor information describes a Sub-fund of the Fund and the prospectus and periodic reports are prepared for the entire umbrella Fund.

All Sub-funds of the Fund have segregated assets and liabilities in accordance with Luxembourg law, meaning the investors of a Sub-fund do not have recourse to the assets of another Sub-fund.

### Further Information

Information about the Fund, its Sub-funds and available unit classes, the full prospectus as well as the latest annual and semi-annual reports, can be obtained free of charge, in English from the Management Company, the Central Administrator, the Custodian Bank, the Fund's distributors or online at [www.ycap.lu](http://www.ycap.lu). Other documents are also available.

The currency of the unit class is Euro.

### Authorisation Details

This Fund is authorised in Luxembourg and regulated by the Luxembourg supervisory authority *Commission de Surveillance du Sector Financier*.

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### Publication Date

This key investor information is accurate as at 11 January 2013.