



EDMOND  
DE ROTHSCHILD

## KEY INVESTOR INFORMATION

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

# EDMOND DE ROTHSCHILD BOND ALLOCATION

## (EdR Bond Allocation)

Unit: BH - ISIN: FR0012618197

UCITS subject to French law

managed by Edmond de Rothschild Asset Management (France), part of the Edmond de Rothschild Group

## OBJECTIVES AND INVESTMENT POLICY

**Investment objective:** The UCITS aims to outperform its composite indicator over the recommended investment period.

**Benchmark index:** 50% of the Barclays Capital Euro Aggregate Corporate Total Return Index and 50% of the Barclays Capital Euro Aggregate Treasury Total Return Index, net dividends reinvested

### Investment policy:

The portfolio may invest up to 100% of its assets in debt securities of any kind, private or public, including 70% in securities issued by public entities or private issuers located in emerging countries, with a credit rating below BBB- (Standard & Poor's rating or equivalent or with an equivalent internal rating from the Management Company or not rated by a rating agency, but internally assessed by the Management Company as compliant with the above-mentioned category). Up to a maximum of 70% of the UCITS' net assets may therefore be invested in speculative high-yield securities (speculative securities for which the risk of issuer default is higher).

The remainder of the portfolio will be invested in securities with a minimum long-term rating of BBB- or a short-term rating of A3 (Standard & Poor's rating or equivalent or with an equivalent internal rating from the Management Company or not rated by a rating agency, but internally assessed by the Management Company as compliant with the above-mentioned category).

In order to achieve the management objective or to hedge assets and within the limits set in terms of absolute VaR according to the value-at-risk calculation method, the manager may use financial contracts (futures, options, swaps including credit derivatives, etc.).

The UCITS' sensitivity to interest rates may fluctuate between -2 and +8.

The currency risk will be hedged and the residual exposure will not be significant.

BH units are systematically and fully hedged against EUR/USD currency risk via forward currency contracts, swaps or currency options.

**AMF classification:** Bonds and other debt securities denominated in euros

**Recommended investment period:** more than 3 years

**Frequency of unit buying or selling:** Daily, with the exception of public holidays in France and days when the French markets are closed (official calendar of Euronext Paris S.A.), for all orders received by the transfer agent on each NAV calculation day before 12.30 p.m. on that day's net asset value.

**Income allocation:** Accumulation

**Allocation of net realised gains:** Accumulation

## RISK AND REWARD PROFILE

Lower risk, Higher risk,  
potentially lower return potentially higher return

1	2	3	4	5	6	7
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This rating system is based on the average fluctuations of the net asset value over the past five years, that is the scale of variation of the whole portfolio upwards and downwards. If the net asset value is less than 5 years old, the rating is determined by other regulatory calculation methods. Historic data such as those used to calculate the synthetic indicator may not be a reliable indication of the future risk profile. The current category is neither a guarantee nor an objective. Category 1 does not signify a risk-free investment.

This UCITS is rated in category 3, in line with the type of securities and geographic regions detailed under the heading "Objectives and investment policy", as well as the currency of the unit.

### Significant risks not taken into account in this indicator:

**Credit risk:** risk that the issuer of the debt securities or money market securities may not be able to meet its obligations or that its credit rating may be downgraded. It may also be the result of an issuer defaulting on repayment at maturity.

**Liquidity risk:** risk linked to the low level of liquidity on the underlying markets, which makes them sensitive to significant purchase/sale trends.

**Risk linked to derivatives:** the use of derivatives may cause a greater drop in the value of net assets than that of the markets it is invested in.

**Counterparty risk:** this is the risk that a market participant will default, preventing them from honouring their commitments in respect of your portfolio.

The occurrence of any of these risks may negatively impact the net asset value.

CHARGES

The charges and fees you pay are used to cover the costs of running the UCITS, including the costs of marketing and distributing the units. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest

Entry charge	3.00%
Exit charge	0.00%

Charges taken from the fund over a year\*

Ongoing charges BH unit	1.00 %
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Charges taken from the fund under certain specific conditions

<b>Performance fee**</b> <b>Method:</b> 15% per year of the outperformance compared with the benchmark index comprising 50% of the Barclays Capital Euro Aggregate Corporate Total Return Index and 50% of the Barclays Capital Euro Aggregate Treasury Total Return Index	0.00 %
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This is the maximum that might be taken out of your money before it is invested or paid out. Investors may obtain the actual amount of entry and exit charges from their advisor or distributor. In certain cases you may pay less.

\*The figure is based on the estimated expenses for the financial year ending in September 2015

This figure may vary from year to year. It excludes performance fees and intermediary fees except entry and exit charges paid by the UCITS when buying or selling units and/or shares of other UCIs and investment funds.

\*\* The figure corresponds to the performance fee payable after calculating the last net asset value of the reference period.

More detailed information on charges can be found under the "Charges and fees" heading in the prospectus, including information on performance fees and their calculation, and is available on the website [www.edram.fr](http://www.edram.fr).

PAST PERFORMANCE

Regulations state that only subscribed units or units with a past performance history greater than 12 months can be shown.

Unit creation date: March 2015

Past performance is not an indication of future performance. Performance may vary over time. The indicated performance does not take into account costs and fees on issues and redemptions of units, but does include ongoing charges and intermediary fees as well as any performance fees charged.

Performance calculations are made in US Dollars with net dividends reinvested for the unit and the index.

PRACTICAL INFORMATION

**Custodian:** EDMOND DE ROTHSCHILD (FRANCE)  
**Taxation:** French tax law can have an impact on the investor's personal tax situation.  
The UCITS prospectus, its latest annual report and any subsequent interim report (in French and English) are available free of charge by writing to the address below.  
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*Edmond de Rothschild Asset Management (France) may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the corresponding parts of the UCITS' prospectus.*

This UCITS is authorised in France and regulated by the Autorité des Marchés Financiers (AMF). Edmond de Rothschild Asset Management (France) (Paris Trade and Companies Register No. 332 652 536) is authorised in France under the number GP-04000015 and is regulated by the AMF. This key investor information is accurate and up to date as at 25/07/2016.

The UCITS and its units are not and will not be registered in the United States under the Securities Act of 1933 or any other US regulation. They cannot be offered or sold for the benefit or on behalf of a "U.S. Person" as defined by "Regulation S".