

# 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.

## Merrill Lynch Investment Solutions – MERRILL LYNCH ENHANCED CROSS-ASSET VOLATILITY PREMIUM FUND – EUR A (acc) ISIN Code: LU1468410581 a sub-fund of Merrill Lynch Investment Solutions (the “Fund”) Management Company: CM Investment Solutions Limited

### Objectives and investment policy

The Fund aims to achieve capital appreciation by capturing relative value from the implied versus realized volatility spread (i.e. the volatility premium) across the four asset classes: - equities, commodities, foreign exchange and fixed income - by providing exposure to the BofAML Cross-Asset Volatility Premium family of Indices.

To achieve its objective, the Fund will be entering into over-the-counter (i.e. not traded on an exchange) derivative transactions (swaps) determined by references to the level of the BofAMLCross-Asset Volatility Premium Indices. The Investment Manager will be advised by an investment advisor regarding the selection of the specific Index within the family of Indices to which the Fund's assets will be allocated to.

The Fund can enter into one or more 'cash management' transactions such as a reverse repurchase agreement (under which the Fund will buy securities from a counterparty, such as Merrill Lynch International, with an agreement to sell back such securities at a future date), or the purchase of a portfolio of transferable securities and/or collective investment undertakings, to generate interest rate flows.

The currency of the Fund is the EUR and your shares will be denominated in EUR.

Your shares are non-distributing (i.e. any income arising from your shares will be included in their value).

You may redeem your shares on demand on each banking day, which is a UK, United States and Luxembourg banking day.

### Risk and reward profile



The risk category has been calculated based upon simulation of the Fund's performance using historical data, which may not be a reliable indicator of the Fund's future risk profile.

The risk category shown is not guaranteed and may change over time.

The lowest category (category 1) does not mean that the investment is risk-free.

The Fund is rated 5 due to the nature of its investments which include the following risks:

- **Derivatives risk** - The Fund may use derivatives for investment purposes. Derivatives are highly sensitive to changes in the value of the asset on which they are based, which may result in greater fluctuations in the value of the Fund. The impact to the Fund can be greater where derivatives are used in an extensive or complex way.
- **Equity risk** - The risk that the value of equities and equity-related securities within the Fund may be affected by stock market movements.
- **Union x-asset Fixed Income Risk** - Changes to interest rates, credit risk and/or issuer defaults will have a significant impact on the performance of fixed income securities.
- **Union x-asset Currency Risk** - Changes in exchange rates between currencies or the conversion from one currency to another may cause the value of investments in the Fund to diminish or increase.
- **Index Efficiency Risk** - The fund may be exposed to Indices whose performance may be affected by inefficiencies including transaction costs embedded in the Indices and rebalancing costs as more fully set out in the Indices Rulebooks. It should also be noted that Index fees, costs and deductions will be deducted from the level of the Indices and have a negative impact on the Indices, therefore reducing the performance return on the Indices.
- **Commodity Risk** - The commodities market has shown sharp variations, both up and down and commodities are generally considered to be high risk investments. The Fund's investments can therefore experience significant fluctuations.
- **Volatility as an Asset Class** - Volatility as an asset class is itself volatile and, therefore, the rate of fluctuations in prices in the underlying markets (Equity, commodity, FX & Fixed Income) may itself rise or fall irregularly. This means that the value of an investment in the Fund may change significantly and in certain cases, may decrease.

The following are additional risks which are not captured in the risk category:

- **Counterparty risk** - The risk that the other party to a transaction with the Fund may fail to fulfil its contractual obligations and may expose the Fund to financial losses.

Your investment is not guaranteed and its value can go down as well as up. For more information about risk, please see the 'Risk Factors' section of the prospectus, which is available at [www.invest.baml.com/funds](http://www.invest.baml.com/funds).

## Charges

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

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum that might be taken out of your money before it is invested / before the proceeds of your investment are paid out.	
Charges taken from the fund over a year	
Ongoing charges	0.61%
Charges taken from the fund under certain specific conditions	
Performance fee	None

The **entry** and **exit** charges shown are maximum figures. In some cases you might pay less, you can find this out from your financial advisor.

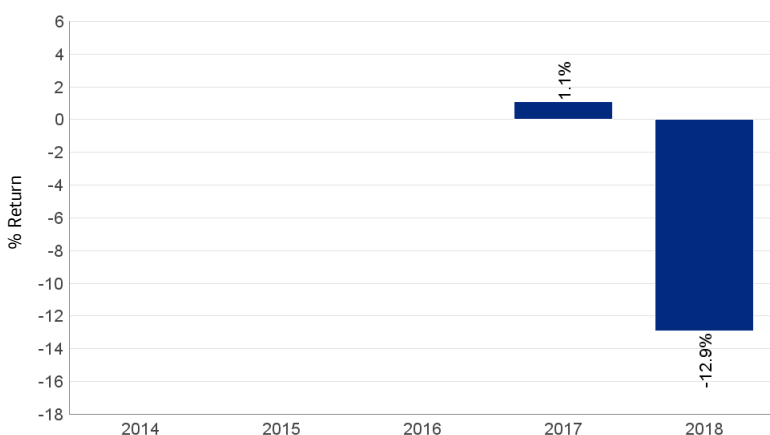
The **ongoing** charges figure is based on expenses for the year ending December 2018, this figure may vary from year to year. It excludes portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units in another fund.

You may also be charged an Anti-Dilution Levy of up to 0.25% on entry to or exit from the Fund, this is to cover costs associated with your transaction. Any Anti-Dilution Levy charged is paid into the Sub-Fund.

For more information about charges, please see the "Fees, Compensation and Expenses borne by the Company" section of the prospectus, which is available at [www.invest.baml.com/funds](http://www.invest.baml.com/funds).

## Past performance

Merrill Lynch Investment Solutions –  
MERRILL LYNCH ENHANCED CROSS-ASSET VOLATILITY PREMIUM FUND – EUR A (acc)  
ISIN Code: LU1468410581



- Past performance is not a guide to future performance.
- The performance figures include all on-going charges.
- The Fund was launched in 2016, the share class was launched in 2016.
- The past performance is calculated in EUR.

## Practical information

- Depositary Bank: State Street Bank Luxembourg S.C.A.
- The Fund is subject to Luxembourg tax legislation which may have an impact on your personal tax position.
- Merrill Lynch Investment Solutions 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.
- You can convert shares of the Fund into shares of the other sub-funds of Merrill Lynch Investment Solutions as detailed in the "Subscriptions, Redemptions and Conversion of Shares" section of the prospectus.
- The Fund is one of the sub-funds offered by Merrill Lynch Investment Solutions. The assets and liabilities of the Fund are segregated from the other sub-funds. Only the profit or loss of the Fund impacts your investment.
- The details of the up-to-date remuneration policy, including, but not limited to, a description of the remuneration philosophy, the identity of persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee, are available on the website <http://www.invest.baml.com/funds>, under section "Tools & Resources" - "Legal Documents" - "Policies". A paper copy of the remuneration policy will be made available free of charge upon request.
- Further information about the Fund, including the prospectus and latest annual and semi-annual reports of Merrill Lynch Investment Solutions and prices of the shares, can be obtained free of charge at <http://www.invest.baml.com/funds> in English and certain other languages.

This Fund is authorised in Luxembourg and regulated by the Commission de Surveillance du Secteur Financier.  
CM Investment Solutions Limited is authorised in the United Kingdom and regulated by the Financial Conduct Authority.  
This key investor information is accurate as at 19/02/2019.

[www.invest.baml.com/funds](http://www.invest.baml.com/funds) | [investfunds@baml.com](mailto:investfunds@baml.com)