

Key Information Document

PURPOSE

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

PRODUCT

Name: Foresight Sustainable Forestry Company PLC (the “Company”) Ordinary Shares.

Name of PRIIP Manufacturer: Foresight Group LLP (the “Investment Manager” and the “AIFM”)

Contact Details: Shard, 32 London Bridge Street, London, SE1 9SG, and its telephone number is +44 (0)20 3667 8100. Website:

www.foresightgroup.eu/foresight-sustainable-forestry-company-plc

ISIN: GB00BMDPKM71.

Competent Authority: The Company is not regulated or authorised by the Financial Conduct Authority (“FCA”) but is subject to various laws and regulations, including the Listing Rules, the Disclosure Guidance and Transparency Rules and the Prospectus Regulation Rules, as applicable to closed-ended investment companies.

Date: This key information document (“KID”) has been approved by the Investment Manager for publication on 31 December 2023.

You are about to purchase a product that is not simple and may be difficult to understand

WHAT IS THIS PRODUCT

Type: Ordinary shares (the “Ordinary Shares”) in the Company, a closed-ended investment company incorporated in England and Wales. The Ordinary Shares are denominated in Pounds and are listed on the premium listing category of the Official List of the FCA and traded on the Main Market (the “Main Market”) of the London Stock Exchange PLC (the “LSE”). Although the Ordinary Shares are traded on the Main Market, it is possible that there may not be a liquid market in the shares and investors may have difficulty selling them. The Company is alternative investment fund (“AIF”) under the UK AIFMD Regulations.

Objectives: The Company’s investment objective is to generate an attractive net total return for Shareholders over the longer term, comprising capital growth and aperiodic dividends, targeting sustainable impact through predominantly investment in sustainably managed Forestry Assets (including both Standing Forests and Afforestation projects), predominantly located in the UK. The Company will seek to make a direct contribution in the fight against climate change through Forestry and Afforestation carbon sequestration initiatives. The Company is targeting a net asset value (“NAV”) total return of more than CPI + 5% p.a. on a rolling five-year basis, based on the NAV once the Company is substantially invested. The Company intends to pay dividends in the medium term, the Group’s Forestry Assets may also generate free cash flow which the Company may decide not to re-invest and, in such case(s), the Company currently intends to distribute these amounts to Shareholders.

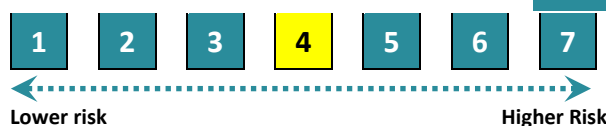
Intended retail investor: Typical investors in the Company are expected to be institutional investors, professionally advised private investors and retail investors. An investment in the Company is only suitable for persons capable of evaluating the risks and merits of such an investment and who have sufficient resources to bear any loss which may result from the investment (which may equal the whole amount invested) – see ‘How long should I hold it and can I take money out early?’ below.

Maturity: This product has no maturity date. The Company’s Ordinary Shares are designed to be held over the long term and may not be suitable as short-term investments. Recommended holding period is 5 years.

Depositary: NatWest Trustee and Depositary Services Limited

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

Risk Indicator



The risk indicator assumes you keep the product for five years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets. The Investment Manager has classified this product as 4 out of 7, which indicates a medium risk class. Capital may be at risk as the value of investments may go down as well as up and therefore investors may not get back the amount originally invested. This product does not include any protection from future market performance so you could lose some or all your investment. This product has no required minimum holding period; however, five years has been used for the purposes of the calculations in this document. The risk indicator assumes you invest in the product for five years. The actual risk can vary significantly if you divest early, and you may get back less than you invested originally. Although the Ordinary Shares are traded on the Main Market, it is possible that there may not be a liquid market in the shares and investors may have difficulty selling them.

Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

Performance Scenarios	Investment £10,000 Scenarios	1 year	3 years (Half of recommended holding period)	5 years (Recommended holding period)
		Stress	What you might get back after costs <i>Average return each year</i>	£3,995 -60.05%
Unfavourable	What you might get back after costs <i>Average return each year</i>	£6,910 -30.90%	£4,525 -23.23%	£3,136 -20.70%
Moderate	What you might get back after costs <i>Average return each year</i>	£8,867 -11.33%	£6,967 -11.35%	£5,473 -11.36%
Favourable	What you might get back after costs <i>Average return each year</i>	£11,363 13.63%	£10,771 2.32%	£9,540 -0.94%

The table shows the amount that you could get back over the recommended holding period, under different scenarios, assuming that you invest £10,000. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on the past performance of an LSE-listed closed-ended investment company investing in alternatives and are not an exact indicator. The performance of your investment will vary depending on how the market performs and how long you keep the investment. The stress scenario shows what you might get back in extreme market circumstances and it does not consider the situation where the Company are unable to pay you. The figures shown include all the costs of the product itself but may not include all the costs that you pay to your advisor or distributor. The figures do not consider your personal tax situation, which may also affect how much you get back. You will receive payments in a different currency, so the final return you will get depend on the exchange rate between the two currencies.

WHAT HAPPENS IF THE COMPANY IS UNABLE TO PAY OUT?

As a shareholder of the Company, you would not be able to make a claim to the Financial Services Compensation Scheme about the Company if the Company is unable to pay out. A default by the Company or any of the underlying holdings could affect the value of your investments.

WHAT ARE THE COSTS?

The Reduction in Yield ("RIY") shows what the impact the total costs you pay may have on your investment return. The total costs consider one-off, ongoing, and incidental costs. The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

The person selling you, or advising you, about this product may charge you other costs. If so, this person will provide you with information about these costs and show you the impact that all costs will have on your investment over time.

Investment £10,000	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years (recommended holding period)
Total Costs	£260	£631	£851
Impact of Return (RIY) per Year	2.60%	2.60%	2.60%

Composition of Costs

The table below shows:

- The impact each year of the different types of costs on the investment returns you might get at the end of the recommended holding period; and
- The meaning of the different cost categories

This table shows the impact on return per year			
One-off costs	Entry Costs	0.00%	No entry costs are payable when you acquire Ordinary Shares, although you may be required to pay brokerage fees or commissions.
	Exit Costs	0.00%	No exit costs are payable when you dispose of Ordinary Shares, although you may be required to pay brokerage fees or commissions.
Ongoing costs	Portfolio Transaction Costs	1.14%	The impact of the costs of the Company buying and selling underlying investments for the product.
	Other ongoing costs	1.46%	The impact of the base fee payable to the Investment Adviser and the Company's other operational costs including service provider fees.
Incidental costs	Performance fees	0.00%	No performance fee is charged by the Company or its Investment Adviser.
	Carried interests	0.00%	No carried interest is payable in respect of the Ordinary Shares.

HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

RECOMMENDED HOLDING PERIOD: 5 YEARS

The Company has an unlimited life and there is no maturity date for Ordinary Shares. Therefore, there is no required minimum holding period. The Company's Ordinary Shares are designed to be held over the long term and may not be suitable as short-term investments. The Company has calculated a recommended holding for illustrative purposes in this document only and no advice is given by the Company as to the individual investment decisions of investors. The Company calculated this period on the basis that (a) Ordinary Shares are designed for long term investment with investors being able to sell their investment at will on the LSE and (b) the underlying investments of the Company are long-term projects.

There is no guarantee that any appreciation in the value of the Company's investments will occur, and investors may not get back the full value of their investments. The value of the Ordinary Shares and the income derived from them (if any) may go down as well as up. The Company may, but is under no obligation to, repurchase Ordinary Shares. The Company does not have a fixed winding-up date and therefore, unless shareholders voted to wind-up the Company, Shareholders will only be able to realise their investment through the market. Although the Ordinary Shares are traded on the Main Market, it is possible that there may not be a liquid market in the shares and investors may have difficulty selling them. The ability of shareholders to sell Ordinary Shares in the market, and the price which they may receive, will depend on market conditions and the Ordinary Shares may trade at a discount to their prevailing NAV. Typically, at any given time on any given day, the price at which an ordinary share can be bought will be higher than the price at which an ordinary share can be sold. Investors may be unable to realise their shares at the quoted market price (or at the prevailing net asset value per share), or at all. You may sell your investments within the recommended holding period without penalty.

HOW CAN I COMPLAIN?

As a shareholder of the Company, you do not have the right to complain to the Financial Ombudsman Service ("FOS") about the management of the Company. Complaints about the Company or the key information document should be sent to Foresight Group LLP, The Shard, 32 London Bridge Street, London, SE1 9SG, +44 (0)20 3667 8100. The Company's website contains further contact information at www.foresightgroup.eu/foresight-sustainable-forestry-company-plc

Emails can be sent to info@foresightgroup.eu.

OTHER RELEVANT INFORMATION?

Further documentation, including the Company's latest prospectus, annual reports, the latest Net Asset Value per Share, and regulatory disclosures, are available on the Company's website at <https://fsfc.foresightgroup.eu/>. This documentation is made available in accordance with applicable laws and regulations, including the Listing Rules and the Disclosure Guidance and Transparency Rules and the UK transposition of the Alternative Investment Fund Managers Directive (2011/61/EU), which is part of UK law by virtue of the European Union (Withdrawal) Act 2018. Investors may wish to consult their stockbroker, bank manager, solicitor, accountant, or other independent financial adviser before making an investment in the Company.

Depending on how you buy these shares you may incur other costs, including broker commission platform fees and stamp duty. The distributor will provide you with additional documents where necessary.