



## 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.

### DAIWA SBI Lux Funds SICAV - DSBI Japan Equity Small Cap Absolute Value – Share class I GBP Unhedged,

#### a sub-fund of DAIWA SBI Lux Funds SICAV

ISIN: LU1592281262

The fund is managed by Duff & Phelps (Luxembourg) Management Company S.à r.l. (the "Management Company").

Objectives and investment policy

The Sub-Fund aims to maximise total return over the medium-to-long term by adopting distinctive value-biased active investment style by looking to investment for opportunities in undervalued, small-and-micro-cap companies with sustainable growth potential.

The Sub-Fund invests at least 75% of its net assets in Japanese stocks listed on the Japanese Stock Market. Individual securities level: No set limit but the weight will be up to circa 5%. There is no minimum weighting and shorting is not allowed. Sector level: No set limit. The Sub-Fund can have its assets in cash or cash equivalent securities, however, the Sub-Fund is typically managed on a fully invested basis with circa 3% of the net asset of the Sub-Fund invested held in cash. Currency positions may be established to hedge foreign currency exposure in relation to the relevant share classes to minimise any fluctuations between the base currency and the currency of the appropriate Sub-Fund.

Income shall remain in the sub-fund and shall increase the value of the shares.

The Sub-Fund is actively managed but uses the Russell Nomura Small Cap Index with Dividend as a reference for performance comparison.

**Recommendation: The Sub-Fund is suitable for investors who see the Sub-Fund as a suitable means to participate in the capital market performance. The Sub-Fund is therefore suitable for investors who can afford to invest their capital over the long term; i.e. a multiple year time horizon.**

Risk and reward profile



This indicator relies on historic data and cannot be used for a prediction of future developments. The categorisation of the sub-fund may change in the future and is not a guarantee. Even a fund in category 1 is not an entirely risk-free investment.

The sub-fund has been placed in category 6 because its value fluctuates strongly and therefore the chance of profit but also the risk of loss can be high.

It may be that due to the calculation model not all risks are accounted for when placing the sub-fund in a risk category. An extensive description of the risks is included in the section "Risks of Investment" in the prospectus. The following risks have no direct bearing on the categorisation but may nevertheless be of relevance to the sub-fund:

- Concentration risk: A risk can arise from a concentration of investment in certain assets or markets. Then the Company is particularly heavily dependent on the performance of these assets or markets.
- Country risk: To the extent that the Company focuses on certain countries within the context of its investment, this also reduces the spread of risks. As a result of this, the Company is dependent to a particular extent on the development of single or related countries or on the companies registered or active in these countries.
- Currency risks: When investing in foreign currencies and in transactions in foreign currencies there are chances and risks of changes in exchange rates. It must also be borne in mind that investments in foreign currencies are subject to a so-called transfer risk.
- Special features of fixed interest securities: Influencing factors on price changes of fixed interest securities are primarily the interest rate developments on the capital markets, which in turn are influenced by whole-economy factors. When capital market interest rates rise, fixed interest securities can suffer falls in prices, while they can report price increases when capital market interest rates fall. The price changes are also dependent on the term or remaining term of the fixed interest securities. As a rule, fixed interest securities with shorter terms, exhibit lower price risks than fixed interest securities with longer terms. On the other hand, however, lower yields and higher reinvestment costs have to be taken into account due to the more frequent maturities of the security portfolio.
- Company-specific risks: Company-specific risks describe the risks, which have directly and indirectly to do with the company itself. This means in particular the situation of the company in the market environment, management decisions and similar circumstances that directly concern the company. Among the general conditions are especially the inflation rate, the level of base rates, fiscal and legal conditions and the general market psychology. It can be observed over and over again that shares or whole stock markets are subject to considerable price fluctuations and evaluation fluctuations without the general conditions changing.
- Small capitalization companies risk: Smaller or newer companies are subject to greater risk and reward potential. Investments may be volatile or difficult to buy or sell.



## Charges

One-off charges taken before or after you invest:

**Entry charge/ Exit charge: 0.00% / 0.00%**

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 sub-fund over the year:

**Ongoing charge: 1.04%**

Charges taken from the sub-fund under certain specific conditions:

**Performance fee: none**

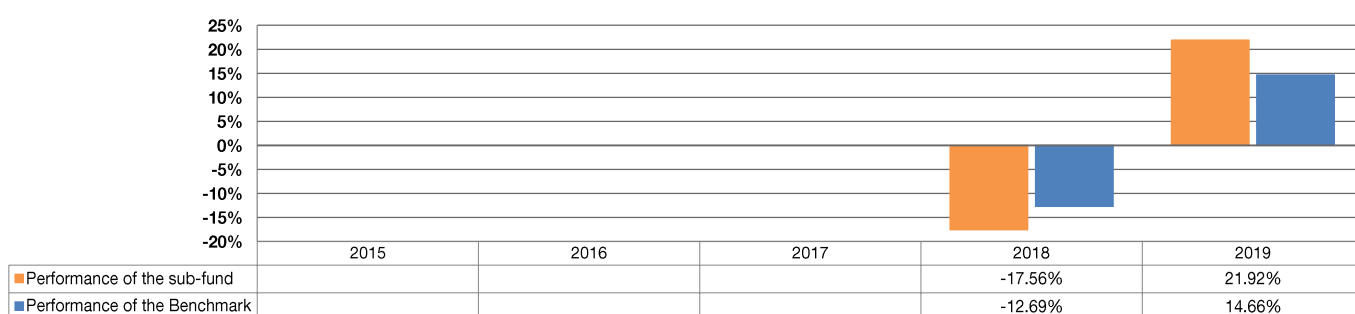
The ongoing management and custody of the sub-fund's assets as well as the distribution of the shares are financed through the fees and other costs. Arising costs decrease the chances of return for the investor.

In case of a conversion of the shares from one share class of the sub-fund into another share class of this or another sub-fund no additional charge will be levied.

The ongoing charge mentioned here was incurred in the preceding financial year of the sub-fund which ended in March 2018. The ongoing charge may vary from year to year. The ongoing charges figure does not include Performance fees and charges for the purchase and sale of assets (Portfolio transaction costs).

Further information about costs can be found in the Section "Administrative and other Costs" in the prospectus.

## Past performance



**Past performance is not a guarantee for the future.**

**In this calculation, all costs and fees with the exception of the entry charge have been deducted.**

**The sub-fund was set up on 06.02.2017, this unit class was launched on 12.12.2017.**

## Practical information

Depository of the fund is Brown Brothers Harriman (Luxembourg) S.C.A..

The prospectus and current reports, the current share prices and further information about the sub-fund or further share classes of the sub-fund can be found free of charge in English language on our homepage

<http://www.smd-am.co.uk>

The sub-fund is subject to the laws and regulations of the Grand Duchy of Luxembourg. This may influence the manner in which you are taxed in respect to your income from the sub-fund.

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.

This key investor information document describes a sub-fund of a fund. The Prospectus and the annual and semi-annual report are prepared for the entire fund. The assets and liabilities of each sub-fund are segregated from those of the other sub-funds of the fund. The shareholder has the right to switch his shares in one sub-fund into shares of another sub-fund. For further information about how to exercise that right, please refer to the detailed description in the prospectus.

The up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee, are available at <http://www.duffandphelps.com/services/compliance-and-regulatory-consulting/client-funds/remuneration-policy>. A paper copy is available free of charge upon request at the Management Company's registered office.

This fund is authorised in Luxembourg and regulated by Commission de Surveillance du Secteur Financier ("CSSF").

The Swiss Representative is 1741 Fund Solutions AG, Burggraben 16, CH-9000 St. Gallen. The Paying Agent is Tellco AG, Bahnhofstrasse 4, CH-6430 Schwyz. The prospectus, the articles of association, the key investor information (KIID) and the respective annual and semi-annual reports can be obtained free of charge from the representative. For the shares distributed in and from Switzerland, the place of performance and jurisdiction is based at the registered office of the representative.

This key investor information is accurate as at 04.11.2020.