

Euro High Income Bond Fund is a Sub-Fund of CC Funds SICAV plc
Class D (Distribution) Investor Shares (ISIN: MT7000003059)

Managed by Calamatta Cuschieri Investment Management Limited, part of the CC Finance group of companies

Objectives and Investment Policy

Objective: The Sub-Fund aims to achieve a higher level of return for investors by investing, mainly, in a diversified portfolio of bonds and other similar debt securities.

Investment Policy: The Investment Manager (“We”) will primarily invest in corporate and government bonds maturing in the medium term (10 years maturity or less). We aim to construct a diversified portfolio for the Sub-Fund mainly composed of high yield bonds with an average credit quality of “Ba3” by Moody’s or “BB-” by S&P, although individual bond holdings may have higher or lower ratings. Generally, the bonds that we aim to buy are high yield (below investment grade) bonds with ratings of between “Baa1” and “Caa1” by Moody’s or “BBB+” to “CCC+” by S&P or be of comparable quality, subject to investing up to 10% in unrated bonds.

For temporary periods or where we think that market conditions require a cautious approach, we may also invest in short-term fixed income instruments, money market funds, cash and cash equivalents as well as investment grade corporate bonds and government bonds (bonds with a higher rating than above).

We may use financial derivative instruments such as options, futures and forwards for hedging purposes but not for speculative purposes. Other than in relation to these hedging instruments, the Sub-Fund will not be leveraged.

Management Discretion: The Investment Manager has the discretion to buy and sell investments on behalf of the Sub-Fund within the limits of the Objective and Investment Policy.

Currency: The Shares in the Sub-Fund are denominated in Euro.

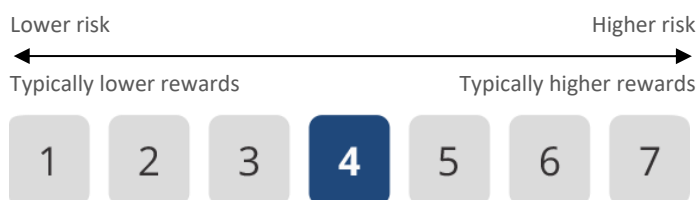
Buying and Selling Shares: You can buy and sell Class D (Distribution) Investor Shares (this “Class”) on each business day (Monday to Friday other than public holidays in Malta and the Dividend Cut-Off Date, as defined in the Offering Supplement of the Sub-Fund).

Distribution Policy: This Class is a distributor class so the income from investments held for the Class will be paid out as dividends rather than re-invested.

Long-term investment: You should consider Shares in the Sub-Fund as a long-term investment. Since Entry Charges (see below) are deducted from your subscription amount, if you sell your Shares before the price of the Shares increases / dividends are paid you may receive less than the amount invested.

Recommendation: This Sub-Fund may not be appropriate for investors who plan to withdraw their money within less than 3 years.

Risk & Reward Profile



The above risk and reward indicator rates this Sub-Fund as category 4 meaning that the Sub-Fund offers a relatively high risk of making a loss but also a relatively greater chance of making gains. It should be noted that even the lowest category on the indicator does not mean risk free.

The Sub-Fund’s rating on this indicator is based on a combination of simulated and historical data and therefore is not a reliable indication of the risk profile of the Sub-Fund.

Further, the rating shown is not guaranteed and may change over time.

The Sub-Fund’s rating reflects the nature of its investments and the corresponding risks to which the Sub-Fund is exposed.

These risk factors, which include the risks listed to below, may affect the value of the Sub-Fund’s investments or expose the Sub-Fund to losses.

Charges and Expenses: Charges and expenses will be charged against capital, which may have the effect of constraining capital growth.

Currency Risks: The Sub-Fund may invest in assets designated in currencies other than Euro. As a result, changes in the rates of exchange between currencies may cause the value of the Shares to go up or down.

Credit Risks: Bonds or other debt securities held by the Sub-Fund involve credit risk represented by the possibility of default by the issuer. Securities which are subordinated and/or have a lower credit rating are generally considered to have a higher credit risk and a greater possibility of default than more highly rated and/or unsubordinated securities. In the event that any issuer of bonds or other debt securities experiences financial or economic difficulties, this may affect the value of the relevant securities and any amounts paid on such securities. This may in turn affect the NAV per Share.

Interest rate risk: Changes in interest rates policies may result in fluctuations in the value of the Sub-Fund.

Liquidity risk: Lower-rated, unrated or Emerging market securities within the Fund could become hard to sell at a desired time and price, especially in extreme market conditions.

Hedging risk: In an adverse situation, if the use of derivatives for hedging and efficient portfolio management becomes ineffective, the Sub-Fund may suffer significant losses. The positions taken to hedge FX risk can also expose the Sub-Fund to counterparty risk.

For more information regarding risks, please see the Risk Factors section in the Prospectus. The section entitled “Practical Information” overleaf explains how you may obtain a free copy of the Prospectus and other useful information.

Charges

The charges that 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.

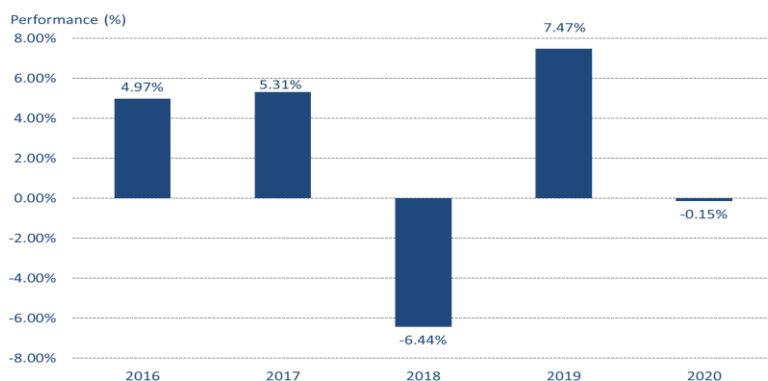
One-off charges taken before or after you invest	
Entry Charge	2.50%
Exit Charge	None
This is the maximum that might be taken out of your money before it is invested.	
Charges taken from the Fund over each year	
On-going charge	1.57%
Charges taken from the Fund under specific conditions	
Performance 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 adviser.

The ongoing charges figure is an estimate of the charges to be incurred. An estimate is being used rather than an ex-post figure as this is more indicative of the amount likely to be charged to the Sub-Fund. This figure may vary from year to year. It excludes portfolio transaction costs and any entry/exit charges paid by the Sub-Fund when buying or selling units in other collective investment undertakings. The Scheme’s annual report for each financial year will include detail on the exact charges made.

For more detailed information about charges and how these are calculated, please see Fees Payable by the Sub-Fund section of the Sub-Fund’s Offering Supplement. The section entitled “Practical Information” below explains how you may obtain a free copy of the Fund’s Offering Supplement, the Prospectus and other useful information.

Past Performance



The chart on the left shows the Class D (Distribution) Investor Shares’ annual performance in Euro for each full calendar year over the period displayed in the chart. It is expressed as a percentage change of the net asset value at each year-end on the basis that any distributable income of the Sub-Fund has been reinvested. The Performance data including tax, ongoing charges and portfolio transaction costs but excludes entry and exit Charges.

Past performance is not a guide to future performance.

Practical Information

- The Sub-Fund’s depository bank is Sparkasse Bank Malta plc.
- This Key Investor Information document is specific to the Class D (Distribution) Investor Shares in the Sub-Fund. However, the Prospectus, annual and half-yearly financial reports are prepared for the Company. The Prospectus is supplemented by an Offering Supplement specific to each Sub-Fund including the Sub-Fund.
- The Sub-Fund’s assets and liabilities as well as its legal liability are segregated from other Sub-Funds of the Company.
- Further information about the Sub-Fund can be found in the Prospectus and related Offering Supplement as well as the latest annual and half-yearly financial reports. These documents are available free of charge in English. Copies can be obtained along with other information, such as NAV prices, by contacting the Fund Administrator (CC Fund Services (Malta) Limited) or the Investment Manager or from the website www.ccfunds.com.mt.
- The Sub-Fund is subject to Maltese tax laws. Depending on your country of residence, this might have an impact on how you are taxed on your investment. For further details, please speak to an adviser.
- You may switch to other classes of the Sub-Fund or other Sub-Funds of the Company. Details on how to switch are provided in the Prospectus.
- Calamatta Cuschieri Investment Management Limited 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 or Sub-Fund’s Offering Supplement.
- Details of the remuneration policy of Calamatta Cuschieri Investment Management Limited will be available on www.cc.com.mt. A hard copy is available upon request and free of charge from the registered office of Calamatta Cuschieri Investment Management Limited.

Authorisation: The Sub-Fund is authorised in Malta and regulated by the Malta Financial Services Authority (the “MFSA”). Calamatta Cuschieri Investment Management Limited is authorised in Malta and regulated by the MFSA.
Date of KIID: This Key Investor Information document is accurate as at 3 November 2021.

