

This document contains the key information that all investors should have regarding this fund.

This is not a promotional document.

The information found in this document, required by law, is intended to help investors understand the nature of this fund and the risks associated with it. It is recommended that it be read in full, so as to make an informed decision about whether it is an appropriate investment.

Courtesy translation; Italian version shall prevail

ETICA IMPATTO CLIMA SISTEMA ETICA

Unit classes: I ISIN code: IT0005341927 Assogestioni Category: BALANCED

Open-ended mutual investment fund operating under Italian law falling under the scope of application of Directive 2009/65/EC. Management Company (AMC): **Etica SGR S.p.A.**, member of the Banca Etica Group.

INVESTMENT POLICY AND OBJECTIVES

Objectives

The Fund aims to obtain a moderate increase in capital invested while respecting environmental, social and governance principles.

Investment policy

The Fund invests in equity and debt instruments.

Regarding debt instruments, the Fund invests in sovereign issuers, supranational and international organisations, corporate and green bonds, mainly pertaining to regulated markets within the euro zone.

Regarding equity instruments, the Fund invests in issuers of various market capitalisation, with broad investment diversification in different economic sectors, mainly in regulated markets within the European Union, North America and the Pacific. Investments in equity instruments may be made represent no more than 60% of the total net value of the fund.

The fund may also invest up to 40% of its assets in bank deposits. The value of financial instruments in foreign currencies may reach 100% of total fund assets. In any case, foreign currency instruments can be exposed to risks associated with changes in interest rates up to 50% of the total net value of the fund. Exchange risk is actively managed.

Rating: mainly investment grade.

Debt instrument duration is between three and five years. The Fund has the right to use derivatives solely to cover portfolio risks.

All financial instruments are selected based on a careful analysis of the issuer's sustainability, with particular attention to their environmental behaviour. For a description of the criteria used, see paragraph 5 in Part B) of the Fund Rules.

The AMC uses an active management style, with significant changes in the structure of the fund possible with respect to the benchmark indicated in the Prospectus.

Unit reimbursement

Investors may request partial or total reimbursement of the units held in the Fund on any business day.

Benchmark

Fund management is inspired by a benchmark consisting of the following indexes:

- 50% MSCI World Net Total Return (in Euro)
- 30% JP Morgan EMU
- 20% ICE BofAML Euro Treasury Bill Index

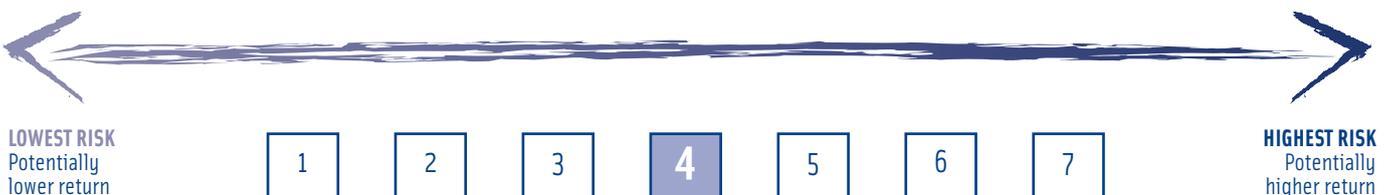
The Fund does not aim to replicate the benchmark. Therefore, it also invests in financial instruments not found in these indexes or present in different proportions.

Degree of discretion compared to the benchmark: *significant*

Destination of profits

Income generated by the Fund is reinvested into the Fund itself.

RISK AND RETURN PROFILE



The summary risk indicator classifies the Fund on a scale from 1 to 7 based on the historical annual volatility of the Fund observed over the previous 5 years. The Fund is classified in category 4, as the variability of simulated weekly returns over the last 5 years is between 5% and 10%. Historic data used to calculate the summary risk indicator does not necessarily constitute a reliable indication of the future risk profile of the Fund. The risk/return category shown may change, and the classification of the Fund may also change over time.

The lowest indicator category does not denote a risk-free investment. The Fund is exposed to risks not adequately shown in the summary risk indicator, listed below:

Credit risk

Risk that the issuer of a financial instrument does not comply, also partially, with its obligations to reimburse capital and pay interest.

EXPENSES

Expenses are used to cover the Fund's management expenses, including marketing and distribution costs.

These costs reduce the potential returns from the investment.

One-time expenses withdrawn before or after investment	
Subscription costs	None
Reimbursement costs	None
Maximum percentage that can be withdrawn from capital prior to investment	
Expenses withdrawn from Fund in one year	
Ongoing charges	0.83%
Expenses withdrawn from the Fund based on certain specific conditions	
Performance fees	None

Explanation of expenses and declaration of their importance

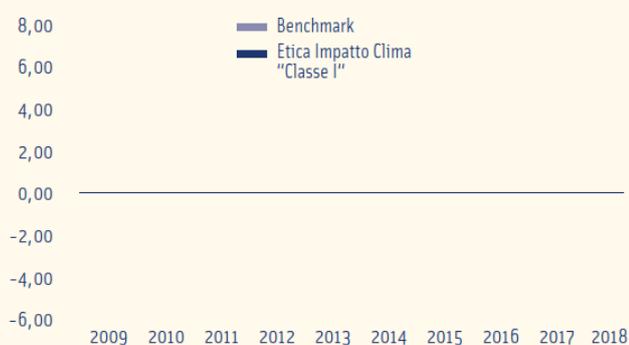
There are no entry or exit fees for subscription. There are no fixed fees, except for the cost of issuing certificates, which is outlined in the Prospectus. The customer may pay an optional subscription fee of up to 0.1% of each payment to create a Fund to support initiatives financed through microfinancing and crowdfunding in Italy. Ongoing charges refer to expenses and other payments incurred the previous year and may vary from one year to the next. They do not include tax expenses or transaction costs. Because the Fund is newly established, the ongoing charges reported in the table have been estimated based on the total expenses projected in the Fund Rules.

For the actual amount of charges applying to the customer, the investor must contact their own consultant or distributor.

For more information on expenses, please see section C of Part I of the Fund Prospectus, available at www.eticasgr.com.

PAST RESULTS

Annual returns for the Fund and benchmark



The fund has been in operation since 1 October 2018.

Because the Fund is newly established, data is insufficient to provide investors with a useful indication of past results.

PRACTICAL INFORMATION

- **Custodian:** Banca Popolare di Sondrio – Società Cooperativa per azioni, with registered office in Sondrio, Italy, Piazza Giuseppe Garibaldi 16.
- Additional information about the Fund, copies of the Fund Rules, the Prospectus, the last annual report and the interim report are available free of charge in Italian on the Management Company's website, www.eticasgr.it, as well as at the offices of the Company and its distributors. The Fund's accounting documents are also available at the Custodian.
- Fund units can be subscribed through deposit in a single payment or through Accumulation Plans. The minimum single payment is € 500,000.00. For payments through Accumulation Plans, the minimum unitary amount is € 50.00 or a multiple of the same. For more information about subscription methods, please see the Fund Rules and the Prospectus.
- The individual value of a unit is calculated daily by the Management Company, except on days when the Italian stock market is closed and on Italian national holidays. In any case, the individual value of a unit relative to the last business day of every year is calculated, even if the Italian stock market is closed. The individual value of a

unit is published daily in the newspaper Il Sole 24 Ore and on the website www.eticasgr.com.

- The Fund is subject to Italian tax laws. These laws may affect the personal tax position of investors.
- Updated and detailed information on remuneration policies and practices and staff incentives, including criteria and methods used to calculate remuneration and other benefits and the entities responsible for determining remuneration and the assignment of other benefits, is available on the AMC's website. A paper copy or a copy on other media with the same information can be obtained by investors free of charge, upon request.

For more information, the investor may contact their consultant or distributor.

Etica SGR S.p.A can be held jointly liable exclusively on the basis of declarations contained in this document which are found to be misleading, imprecise or inconsistent with respect to the corresponding portions of the Fund Prospectus.

The Fund is authorised in Italy and regulated by the Bank of Italy and CONSOB.

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The Key Investor Information reported here is valid as of 01 July 2019.