

## KEY INFORMATION FOR INVESTORS

*This document presents key information for investors regarding this fund. The document is not advertising. The information is required by law in order to facilitate the understanding of the nature and risks related to investment in this fund. We recommend you to read it so that you can make an informed decision regarding possible investment.*

# UBB ExpertEase Dynamic Balanced Responsible Investing

ISIN code: BG9000003228

Subfund of UBB ExpertEase Contractual Umbrella Fund  
UIC under the BULSTAT Register 177477645

Managed by KBC Asset Management N.V. through KBC Asset Management N.V. – BRANCH, Branch of Foreign Trader, UIC  
205422541

## GOALS AND INVESTMENT POLICY

The subfund is global investment subfund of shares of UBB ExpertEase Contractual Umbrella Fund, which is a replenishing collective investment scheme pursuant to Article. 67 of the Collective Investment Schemes and Other Undertakings for Collective Investments Act (**CISOUCIA**). The subfund is a replenishing subfund and invests at least 85% of their assets in Institutional F shares BG class, denominated in euro, of main subfund Horizon KBC ExpertEase Dynamic Balanced Responsible Investing, which is an investment unit of Horizon N.V, an investment company of an open type, existing under the legislation in Belgium, with headquarters and registered address: Havenlaan 2, B-1080, Brussels, Belgium, and managed by KBC Asset Management N.V. The sub-fund participated as a receiving fund in a conversion, within the framework of which the Raiffeisen (Bulgaria) Global Balanced Fund entered the sub-fund. As a result of the conversion, all assets and liabilities of the Raiffeisen (Bulgaria) Global Balanced Fund have been acquired and transferred to the sub-fund, thus its assets also include the assets and liabilities of the Raiffeisen (Bulgaria) Global Balanced Fund, and the latter has been discontinued.

The investment goal of the subfund is to invest at least 85% of its assets in the main subfund and up to 15% of its assets in cash and derivatives. The investment goal of the main subfund is to generate as high as possible return for its shareholders in compliance to its investment policy. This is reflected in its pursuit to generation of capital gains and revenues. To this effect, the assets of the main subfund are invested mainly, directly or indirectly, through related financial instruments, in shares.

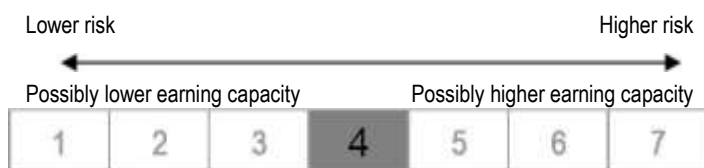
The earning capacity of the subfund is expected to be very close to the one of the main subfund in view of the circumstance that it will invest all or almost all their assets in the main subfund and may hold up to 15% of its assets in:

- (i) additional liquid assets (cash) up to an amount, necessary for the implementation of orders of investors for buybacks and for covering of other current expenses;
- (ii) limited items in derivatives (e.g. futures) aiming at hedging of market risk, caused by the difference in time between the implementation of the buyback orders and registering in the fund and their implementation at the level of the main subfund.

The main subfund invests directly or indirectly in different classes of assets, such as shares and/or investments, related to shares (component of shares), bonds and/or investments, related to bonds (components of bonds), cash-market instruments (CMI), cash and cash equivalents and/or alternative investments (including indirect investments in real estate and financial instruments that are related to the movement of prices at commodity markets). The target distribution of assets of the main subfund is 55% for the component of shares and 45% for the component of bonds. This distribution may be significantly changes and in this connection the main subfund may invest a significant part of the assets in classes of assets that are not included in the target distribution (as CMI and cash). The component of shares may amount to max. 70% of the assets of the main subfund.

The managers of the main subfund pay two and half times more attention to the risk of decreasing that the growth potential, due to which the part of the portfolio which may be invested in assets of lower level of risk, as cash and CMI, in a situation of insecure and/or volatile markets, may be between 25% and 65% of all assets.

## RISK AND EARNING CAPACITY PROFILE



This value is based on data about past periods that might not be a reliable indicator for the future profile of the risk and the earning capacity of the subfund. The risk and earning capacity indicator is appraised currently, due to which its capacity may be reduced or increased.

The lowest value does not mean that a particular investment is devoid of risk. Despite this, it shows that – compared to higher values – this investment represents principally lower but more predictable earning capacity. This value shows also the degree of risk, related to the investment. The bigger the value is, the bigger the potential earning

The fund pursues responsible investment objectives based on a dualistic approach: a negative screening and a positive selection methodology. This approach will be gradually implemented in the portfolio, starting 2 September 2022. The negative screening entails that the fund may not invest in the assets of issuers operating in industries where exclusion criteria apply (including tobacco, gambling activities and weapons). More information can be found available on the website of the Branch: <https://www.ubbam.bg/expertease>, section "Documents", Exclusion policy for responsible investing. The positive selection methodology is a combination of portfolio targets and supporting sustainable development. Portfolio targets are based on a reduction in carbon intensity and an improvement in ESG characteristics versus its target allocation. Supporting sustainable development is done by investing in bonds, financing green and/or social projects and in issuers aligned with the Sustainable Development Goals. More information on the positive selection methodology and the concrete goals of the compartment can be found available on the website of the Branch: <https://www.ubbam.bg/expertease>, section "Documents", Investment policy for Responsible Investing funds and Overview of ESG Carbon intensity Sustainability targets. The component of shares is invested in international selection of shares that may be of any region, sector or topic. The component of bonds comprises bonds and debt securities, issued by companies, and state securities. The prospectus specifies the credit rating the bond component must meet (see the "Investment policy of the main subfund" section in the information concerning this sub-fund in the prospectus). All regions, sectors and themes may be taken into consideration.

The fund may make limited use of derivatives. This means it can use derivatives to help achieve the investment objectives (for instance to increase or decrease exposure to one or more market segments) or to neutralise the portfolio's sensitivity to market factors (such as hedging an exchange rate risk). The manager can make significant use of derivatives involving the assets of issuers that do not have a responsible character. The portfolio is put together primarily through funds managed by a KBC-group company based on criteria such as how transparent the investment policy of those funds is and whether or not their strategy is in line with this fund's investment strategy. The subfund and the main subfund do not reproduce the composition of an index and is not managed by use of a benchmark.

The subfund will reinvest all its revenues pursuant to the procedure pointed out in the prospect.

The currency of the subfund is BGN. The minimum amount of the investment is BGN 10.

Every investor may request a buyback of their stakes in the subfund. Applications for subscription and buyback of stakes of the subfund may be submitted on every business day (for more information, see Section 4. Information about Subscription and Buyback of Stakes in Subfund in the part for this subfund of the prospect).

Recommendation: This fund might not be suitable for investors planning to withdraw their funds within a period of 3 years.

capacity is, however, this earning capacity is also more difficult to predict. It is even possible to post losses. The pointed out value has been calculated on the basis of the point of view of an investor established in Bulgaria.

### Why Does This Subfund Have Risk and Earning Capacity of '4'?

The value '4' shows that this subfund invests mainly (at least 85% of its assets) in a main subfund, which, in its turn, invests in various assets, which shows certain sensitivity to the movements of markets. Therefore, the indicator is located between the values of a typical fund, investing in bonds (3), and typical fund investing in shares (6). The profile of the risk and the earning capacity of the subfund does not distinguish materially from the one of the main subfund.

The investment in the subfund is related to a liquidity risk, which will be relevant if the fund invests its all assets in the main subfund and, meanwhile, many applications regarding buybacks of stakes in it to be submitted. Nevertheless, the processes of subscription and buyback of stakes of the subfund and the main subfund are synchronized in a way that should reduce the liquidity risk. The investors are also

exposed to a risk from the subfund using derivatives of risk hedging. Since the subfund invests at least 85% of their assets in the main subfund, the investors are exposed also to a risk related to the structure, the main replenishment collective investment scheme, related to the circumstance that the presentation of the subfund depends, in its essence, on the investment policy and the market development of the investments of the main subfund. Due to this, the investments of the subfund are not diversified and the subfund is striving to achieve diversification at the level of main subfund instead. The currency of the subfund is BGN, while the currency of the main subfund is euro.

In addition, the investors in this subfund are exposed indirectly to the following risks related to the investments of the main subfund:

- moderate level of market risk: due to the volatility of the share component in the portfolio of the main subfund;
- moderate level of risk of inflation: the bonds component from the main subfund does not represent protection from increase of inflation;
- moderate level of currency risk: Bearing in mind the fact that the main subfund invests

## CHARGES

The pointed out charges are used for covering the administrative expenses related to the management of the subfund, including the expenses for marketing and offering of its stakes. These expenses reduce the growth potential of your investment. You may find additional information about the charges under Section 5. *Kinds of Stakes and Expenses and Charges* of the part for this subfund in the prospect. The charges and the expenses may not exceed 5% of the average amount of the total assets of the subfund.

### One-Off Charges Deducted before or after Investment

Subscription charges 2.50%\*  
\*for the period 14.11.2022-31.03.2023  
the entry charge is 0%

This is the maximum amount which might be deducted from your funds before their investment or before the payment of the income from the investment. In some cases, you may pay less. You may receive more information about the current charges for subscription and buyback from Your financial consultant or intermediary.

Buyback charges 5.00%  
Upon buyback  
within the frames of one  
month from subscription

If you would like to exchange your units in this sub-fund for units in another sub-fund of umbrella fund UBB ExpertEase in the same currency or in another fund in the same currency, managed by KBC Asset Management N.V. – KLON, you will be charged a fee comprising the Exit charge – if any – for the old sub-fund and the Entry charge for the new (sub) fund. If you wish to replace your units in KBC ExpertEase with units in this sub-fund, you will not be charged a subscription fee.

### Charges Taken Over by the Fund within the Frames of a Year

Current charges 2.17%

The so-presented value of the current charges represents the forecast appraisal of the charges for the first year after the establishment of the subfund. This value includes also a charge for managing the subfund in regards to assets, invested outside the main subfund, as well as a charge for management of the main subfund in regards to the assets of the subfund, invested in it, and the current expenses of the main subfund which are taken over indirectly by the subfund as an investor of the main subfund. However, it does not include direct transaction expenses and expenses related to the depositary service of the subfund and may be changed every year. The annual report of the Fund for each fiscal year will include detailed data about the precise calculated charges.

### Charges Taken Over by the Fund under Specific Terms and Conditions

Achieved-results charge None

## RESULTS FROM PAST PERIODS

As the subfund was established in 2022, there are no sufficient data to provide useful information for results from past period.

## PRACTICAL INFORMATION

Depositary bank of UBB ExpertEase Contractual Umbrella Fund is the United Bulgarian Bank AD, a licensed credit institution, UIC 000694959, with headquarters and registered address: Republic of Bulgaria, Sofia, 1463, Triaditsa Borough, 89B, Vitoshka Blvd., Millennium Centre.

You may find the prospect, the last annual and semi-annual financial statements of the UBB ExpertEase Contractual Umbrella Fund and this document with key information for the investors in Bulgarian free-of-charge at all branches of the distributor, United Bulgarian Bank AD, within the frames of their usual business hours for clients and at its Internet address – [www.ubb.bg](http://www.ubb.bg), and at the Internet address of KBC Asset Management N.V. – BRANCH, Branch of a Foreign Trader – [www.ubbam.bg](http://www.ubbam.bg). Upon request, you may receive a hard copy of these documents free of charge from all branches of the distributor, United Bulgarian Bank AD, within the frames of their usual business hours for clients.

You may find the current net value of the assets, the issue value and the price of buyback of the subfund at the pointed out Internet addresses where you may also find other useful information.. Current information regarding the consideration policy applied by the managing company may be found in Bulgarian at address: <https://www.ubbam.bg>, and a hard copy will be provided free-of-charge upon request.

You may find the prospect and the last annual and semi-annual financial statements of Horizon N.V., as well as the key information about investors document regarding the main subfund and its current issue value and buyback price in both English and Dutch free-of-charge at the internet site of the KBC Group – <https://www.kbc.be/retail/en/legal-information/investment-legal-documents.html?zone=breadcrumb>. You may receive a hard copy of the prospect and the last annual and semi-annual financial statements of Horizon N.V., free-of-charge at all branches of the United Bulgarian Bank AD, within the frames of their usual business

also in currencies different from the Bulgarian lev and the euro, it is possible the value of a particular investment to be influenced by fluctuations of the exchange rates.

- moderate level of currency risk: the bonds component of the main subfund is invested mainly – but not completely – in bonds with investment credit rating. Therefore, the risk that a particular issuer will not be able to cover their obligations is higher than a situation where all investments of the main subfund would have been in bonds with investment credit rating.
- moderate level of risk related to the presentation, which reflects the volatility of the component of stake investments in the portfolio of the main subfund.

There is no capital protection.

You may find additional information about the risk profile of the subfund under Section G. *General Information about Risk Profile of Subfunds* of part I of the prospect and Section #. *Risk* of the part for this subfund in the prospect.

hours for clients.

The Bulgarian tax legislation may render impact on Your individual tax status.

Horizon N.V. and the main subfund were established in the Kingdom of Belgium, and the UBB ExpertEase and the subfund were found in the Republic of Bulgaria. This may render impact on the tax status of UBB ExpertEase the subfund.

KBC Asset Management N.V. may be prosecuted only on the grounds of declared herein information, which is misleading, inaccurate or in contradiction with the UBB ExpertEase and the part about the subfund in it.

This document with key information about the investor describes UBB ExpertEase Dynamic Balanced Responsible Investing which is a subfund of UBB ExpertEase - a contractual umbrella fund established according to the Bulgarian legislation. The prospect and the periodic financial information have been prepared for the overall UBB ExpertEase contractual umbrella fund.

Each subfund of UBB ExpertEase is reviewed as a separate differentiated property. The investors have rights only in respect to assets and revenues of the subfund where they have invested. Each subfund is responsible for their obligations with their own assets only.

This subfund has received a permission in the Republic of Bulgaria and is subject to regulation on behalf of the Financial Supervision Commission.

KBC Asset Management N.V. has received a permission in the Kingdom of Belgium and is subject of regulation on behalf of the Belgian Financial Services and Markets Authority).

As at 31.01.2023, the key information about the investors is relevant and true.