

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

ALTEX QUALITY a sub-fund of ALTEX

Class A EUR - LU1877826609

This product is authorised in Luxembourg.

Manufacturer / Management company

Name: ALTEX Asset Management S.G.I.I. S.A.

Contact details: Paseo de la Castellana, 101, 28046 Madrid
<https://www.altex-am.com/en/> - Call +34 913836130 for more information.

Competent Authority: The Comisión Nacional del Mercado de Valores is responsible for supervising the manufacturer in relation to this Key Information Document.

Date of production 19/02/2024

What is this product?

Type

This product is a share of an investment company qualifying as an undertaking for collective investment in transferable securities (UCITS).

Term

This sub-fund has no maturity date. However, the board of directors may decide to close the sub-fund under certain circumstances.

Objectives

The investment objective of the sub-fund is to achieve long term capital appreciation and preservation by investing in a concentrated portfolio of high-quality equities, while seeking to contain volatility and risk with complementary currency and beta hedging strategies. However, there is no guarantee or representation that the objective of the Sub-Fund will be achieved.

While respecting the principle of risk diversification, the Sub-Fund's assets are invested mainly in equities and equity linked securities and derivatives without restrictions on economic sector or geographic origin with a flexible beta exposure: as market conditions change, the portfolio exposure to equity, and consequently, its beta exposure, will also vary.

Under normal market conditions, the sub-fund's baseline allocation is:

- minimum 75% in equities and equity linked securities.
 - between 0% and 100% short equity indices via futures (for hedging purposes).
- At the discretion of the Management Company, additional complementary options strategies may be used to increase or reduce net equity exposure (long equity exposure minus short equity exposure) to a total of 0% to 100%.
- between 0% and 100% in currencies other than Euro, that can remain unhedged or be totally or partially hedged, as part of the investment strategy. FX exposure will be initially obtained by the currency denomination of the stocks held in the portfolio. However, FX exposure may be actively managed via futures, options and/or FX Forward contracts as part of the investment strategy, as it may post additional gains to the Sub-Fund and offer risk mitigation characteristics via diversification. FX exposure may selectively be hedged totally or partially at any point in time and for as long as deemed necessary, when the Management Company considers that such exposure does not offer an attractive risk-return in the short to mid-term (i.e., in a timeframe of 3 to 24 months).
 - maximum 25% in cash, fixed income securities with an average rating of investment grade (i.e., above BBB- as determined by Standard & Poor's, Moody's or Fitch or any other recognised credit rating agency) and money market instruments.

Up to 20% of the sub-fund's net assets may be held in ancillary liquid assets, which will be limited to bank deposits at sight and cash. However, if the Management Company considers that exceptional market conditions such as market crises, may entail a risk of permanent loss of capital, up to 100% of the sub-fund's net assets may be temporarily invested in such ancillary liquid assets for a strictly necessary period of time. Once the exceptional market conditions

that triggered the use of this strategy are solved, the Management Company will take the necessary steps to adjust portfolio investments to the normal levels.

The sub-fund's investment strategy is implemented with a global and pragmatic approach to equity markets. It requires active multi-asset management and dynamic risk control to contain portfolio volatility while preserving an attractive return for investors.

As the Sub-Fund's gross exposure will never exceed 100%, the global market risk exposure is calculated using the commitment method.

Benchmark: The portfolio is actively managed on a discretionary basis without reference to a benchmark.

Intended retail investor

This sub-fund is aimed at investors wishing to invest in high quality equities. The sub-fund aims to produce an attractive performance in a full business cycle, regardless of how the financial markets evolve and to limit fluctuations in value. To achieve this, the sub-fund may invest at any point in time a substantial part of its assets in hedges with the purpose of limiting market volatility and risk.

Other information

Depository: Quintet Private Bank (Europe) S.A.

Dividend income: This class is a capitalisation class meaning that income is reinvested.

Conversion right: The investor has the right to convert his investment in shares in one sub-fund for shares in the same sub-fund or in another sub-fund. The investor can obtain information about how to convert in the prospectus of the fund.

Segregation: The assets and liabilities of the sub-fund are segregated pursuant to the law so that the commitments and liabilities of the sub-fund do not affect the other sub-funds.

Additional information: Additional information about the fund, copies of its prospectus, the latest annual and semi-annual report and the latest prices of shares may be obtained free of charge from the management company or on <https://www.altex-am.com/en/>. The prospectus and the periodic reports are prepared for the entire fund and are available in English. The management company may inform you about other languages in which these documents are available.

This sub-fund was launched in 2018 and this share class in 2020.

The currency of the share class is expressed in EUR.

What are the risks and what could I get in return?

Risk indicator



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 or because we are not able to pay you.

We have classified this product as 5 out of 7, which is a medium-high risk

Performance scenarios

Recommended holding period: 5 years Example investment: 10,000 EUR			
		If you exit after 1 year	If you exit after 5 years (recommended holding period)
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	1,360 EUR	1,290 EUR
	Average return each year	-86.4 %	-33.6 %
Unfavourable	What you might get back after costs	6,760 EUR	8,760 EUR
	Average return each year	-32.4 %	-2.6 %
Moderate	What you might get back after costs	10,320 EUR	12,890 EUR
	Average return each year	3.2 %	5.2 %
Favourable	What you might get back after costs	14,430 EUR	18,720 EUR
	Average return each year	44.3 %	13.4 %

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 take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate and favourable scenarios shown are illustrations using the worst, average, and best performance of the product and of a suitable benchmark over the last 10 years. Markets could develop very differently in the future.

Unfavourable scenario: This type of scenario occurred for an investment between December 2021 and December 2023.

class.

This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact our capacity to pay you.

Be aware of currency risk. You may receive payments in a currency that differs from your reference currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

The sub-fund is also exposed to the following materially relevant risks that are not included in the summary risk indicator:

- Market liquidity risk
- Operational risk
- Currency risk.

This product does not include any protection from future market performance so you could lose some or all of your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

What happens if ALTEX is unable to pay out?

If we are not able to pay you out what we owe you, you are not covered by any national compensation or guarantee scheme. To protect you, the assets are held with a separate company, the depositary Quintet Private Bank (Europe) S.A.. Should we default, the investments are liquidated and the proceeds are distributed to the investors. In the worst case, however, you could lose your entire investment.

What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding period we have assumed the product performs as shown in the moderate scenario
- 10,000 EUR is invested

	If you exit after 1 year	If you exit after 5 years
Total costs	474 EUR	1,795 EUR
Annual cost impact (*)	4.7 %	2.8 % each year

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 8.0% before costs and 5.2% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	2.5% of the amount you pay in when entering this investment.	250 EUR
Exit costs	We do not charge an exit fee for this product.	0 EUR
Ongoing costs taken each year		
Management fees and other administrative or operating costs	1.9% of the value of your investment per year. This is an estimate based on actual costs over the last year.	192 EUR
Transaction costs	0.2% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	19 EUR
Incidental costs taken under specific conditions		
Performance fees	The Performance fee is 10% of any returns that, subject to a high water-mark, the sub-fund achieves above the highest historical NAV at year end of the previous 5 years. Further details are available in the Prospectus. The actual amount will vary depending on how well your investment performs. The aggregated cost estimation above includes the average over the last 5 years.	13 EUR

The conversion of part or all of the shares is free of charge.

How long should I hold it and can I take money out early?

Recommended holding period: 5 years

You should be prepared to stay invested for 5 years. However, you can redeem your investment without penalty at any time during this time, or hold the investment longer. Redemptions are possible on each full bank business day in Luxembourg. In exceptional circumstances, your right to request the redemption of your investment may be limited or suspended.

How can I complain?

If you have any complaints about the product, the conduct of the manufacturer or the person that advised on or sold this product, you can use different communication channels: by e-mail to atencionalcliente@altex-am.com, by letter to Paseo de la Castellana, 101, 28046 Madrid, by phone calling the number +34 913836130.

In all cases, the complainant must clearly indicate his/her contact details (name, address, phone number or email address) and provide a brief explanation of the claim. More information is available on our website <https://www.altex-am.com/en/>.

Other relevant information

The prospectus, the latest version of the Key Information Document as well as the latest annual and semi-annual report, may be obtained free of charge on <https://www.altex-am.com/en/>.

Past performance and previous performance scenarios: Historical returns for the last 3 years and previously published performance scenarios, updated on a monthly basis, are available on <https://www.yourpriips.eu/site/70477/en>.