

# Basic information leaflet

## Object

This information leaflet will give you some fundamental information on this investment product. It is not marketing material. This information is required by law to help you comprehend the nature, risk, cost, as well as any potential profits and losses of this product and to help you compare it with other products.

## Product

**Product:** The **Quoniam Funds Selection SICAV - Emerging Markets Equities MinRisk EUR A dis** is a share class of the sub-fund Quoniam Funds Selection SICAV - Emerging Markets Equities MinRisk of the investment fund Quoniam Funds Selection SICAV (hereinafter referred to as the "Fund").

**Manufacturer:** Union Investment Luxembourg S.A., Union Investment Group.

ISIN: LU0489951870

Website: <https://www.union-investment.lu>

Telephone: 00352 2640-9500.

The Commission de Surveillance du Secteur Financier (CSSF) is responsible for the supervision of Union Investment Luxembourg S.A. in relation to the basic information leaflet.

This PRIIP is authorised in Luxembourg, Austria, Switzerland, Germany, Finland, France, Great Britain, Netherlands, Norway, Sweden.

Date of the basic information leaflet: 1 january 2023

## What type of product is it?

This document provides you with key investor information about this sub-fund. With reference to Article 181(5) of the Law of 17 December 2010, each sub-fund is only liable for the debts, liabilities and obligations within the Fund applicable to that sub-fund. This means each individual sub-fund constitutes its own entity with regard to the unitholders. The unitholder of a sub-fund may convert some or all of its units into units of another sub-fund subject to the imposition of any applicable issue taxes. Conversions from one sub-fund to another shall be made on the basis of conversion applications submitted to the Management Company in accordance with the provisions of sections 7 and 8 of the Sales Prospectus.

**Type:** The Fund is an OGAW- investment fund established in Luxembourg.

**Term:** The Fund has an unlimited term. The Fund may be wound up at any time by the Management Company in accordance with the provisions laid down in the Management Regulations. Units in the Fund may in principle be redeemed on each valuation day. We may suspend or limit redemptions under exceptional circumstances if such action is deemed necessary when taking the interests of investors into account.

**Objectives:** The objective of the investment policy of Quoniam Funds Selection SICAV – Emerging Markets Equities MinRisk is to achieve a performance that produces a higher yield than the emerging markets, following the principle of risk diversification. The assets to be acquired for this Fund are identified on a discretionary basis using a consistent investment process ("active management"). The investment strategy uses a benchmark (MSCI Emerging Markets) as orientation, which is to be outperformed. To this end, no attempts are made to replicate the assets included in the benchmark. The fund management may deviate significantly from this benchmark and invest in stocks that are not part of the benchmark. With the MinRisk strategy, the aim of achieving an investment with a low overall risk compared to the benchmark is being pursued for the Fund. The aim of outperforming the benchmark on a risk-adjusted basis is also being pursued. Moreover, sustainability criteria are used as a basis for the sub-fund when investing its assets. The investment decisions are made according to a structured investment process. For individual investment instruments, fundamental information about companies and markets is processed using quantitative methods for yield forecasts. Sustainability criteria are also taken into account. The portfolio is compiled in an optimisation step in which yield forecasts and risk parameters are coordinated with each other. This creates actively managed, risk-controlled portfolios. The investment approach differs from other investment approaches in processing the collected information. The sub-fund's assets will mainly be invested in international equities and equity-like transferable securities from emerging and developing economies.

Income arising from Quoniam Funds Selection SICAV - Emerging Markets Equities MinRisk EUR A dis is generally distributed.

The Depositary of the Fund is the DZ PRIVATBANK S.A., Luxembourg.

The prospectus and the current annual and semi-annual reports, the current unit prices and further information on the fund are available free of charge in English at <https://www.union-investment.com>.

**Small investor target group:** The Fund is aimed at small investors. These clients pursue the goal of wealth creation / optimisation and have a long-term investment horizon. This fund is a product for clients with basic knowledge and/or experience of financial products. The client can bear a financial loss and does not value capital protection.

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

### Risk indicator



← ----- →

Low risk

High risk



The risk indicator is based on the assumption that you will keep the product for 7 years. If you liquidate the investment early, the actual risk can deviate considerably from this. Under certain circumstances you may even receive less back.

The Overall Risk Indicator helps you to assess the risk associated with this product compared to other products. It shows how high the probability is that you will lose money on this product because the markets develop in a certain way or because we are unable to pay you out. We have classified this product as risk class 4 on a scale of 1 to 7, where 4 is a medium risk class. The risk of potential losses from future performance is classified as medium. In the event of very adverse market conditions, it is possible that our ability to execute your return request may be affected. Please note the currency risk. You will receive payments in another currency, so your final return will depend on the exchange rate between the two currencies. This risk is not reflected in the above indicator. Risks not adequately captured by the Overall Risk Indicator: Operational risks, tax risks, risks regarding Shanghai and Shenzhen Hong Kong Stock Connect (SHSC). This product does not contain any protection against future market developments. As a result, you could lose all or part of the invested capital.

## Performance scenarios

What you get out of this product in the end depends on future market developments. Future market development is uncertain and cannot be predicted with certainty.

The pessimistic, medium and optimistic scenarios shown illustrate the worst, average and best performance of the product/a suitable benchmark over the last 12 years. The markets could develop completely differently in the future.

### Making a one-time payment

<b>Recommended holding period</b>	<b>7 years</b>	
<b>Investment example</b>	<b>10,000 EUR</b>	
	<b>If you exit after 1 year</b>	<b>If you exit after 7 years</b>

### Scenarios

<b>Minimum</b>	<b>There is no guaranteed minimum return. You could lose all or part of your investment.</b>		
<b>Stress scenario</b>	<b>What you could ultimately get after deducting costs</b>	<b>5,870 EUR</b>	<b>2,040 EUR</b>
	Annual average return	-41.3 %	-20.3 %
<b>Pessimistic scenario</b>	<b>What you could ultimately get after deducting costs</b>	<b>7,980 EUR</b>	<b>9,700 EUR</b>
	Annual average return	-20.2 %	-0.4 %
<b>Medium scenario</b>	<b>What you could ultimately get after deducting costs</b>	<b>10,630 EUR</b>	<b>13,570 EUR</b>
	Annual average return	6.3 %	4.5 %
<b>Optimistic scenario</b>	<b>What you could ultimately get after deducting costs</b>	<b>13,760 EUR</b>	<b>16,730 EUR</b>
	Annual average return	37.6 %	7.6 %

The figures quoted include all the costs of the product itself, but may not include all the costs you may have to pay to your adviser or distributor, or the costs of your adviser or distributor. Also not taken into account is your personal tax situation, which can also have an impact on the amount you ultimately earn.

The stress scenario shows what you could get back under extreme market conditions.

The pessimistic, medium and optimistic scenario resulted in an investment between 2010 and 2022.

## What happens if Union Investment Luxembourg S.A. is not able to make the payment?

The failure of the Company has no direct effect on your payment, as the statutory regulation stipulates that in the event of the insolvency of the Management Company, the investment fund does not become part of the insolvency estate, but is maintained independently.

### What costs are incurred?

The person who sells you this product or advises you on it may bill you for additional costs. If this is the case, this person will inform you of these costs and explain how they will affect your investment.

### Costs over time

The tables show amounts taken from your investment to cover various types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product performs. The amounts shown here illustrate an investment amount as an example and various possible investment periods.

We have made the following assumption:

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

	<b>If you exit after 1 year</b>	<b>If you exit after 7 years</b>
<b>Total costs</b>	203 EUR	1,629 EUR
<b>Annual impact of costs (*)</b>	2.0 %	2.0 % per year

(\*) These figures illustrate how costs reduce your return per year over the holding period. For example, if you exit at the end of the recommended holding period, your average return per year is expected to be 6.5 % before costs and 4.5 % after costs.

We may split some of the costs between us and the person who sells you the product to cover the services provided to you. You will be notified of the amount.

**Cost composition**

One-off costs on entry or exit		If you redeem after 1 year
Entry costs	We do not charge an entry fee.	
Exit costs	We do not charge an exit fee for this product. However, the person selling you the product may charge a fee.	
Running costs per year		
Administrative fees and other administrative or operating costs	1.7 % of the value of your investment per year. This is an estimate based on last year's actual costs.	173 EUR
Transaction costs	0.3 % of the value of your investment per year. This is an estimate of costs that is incurred when we buy or sell the underlying investments for the product. The actual amount depends on how much we buy and sell.	30 EUR
Additional costs under certain conditions		
Success fees	No success fee is charged for this product.	

**How long should I maintain the investment and how can I take out money ahead of time?****Recommended holding period: 7 years**

This product is suitable for long-term investments. No costs or fees will be incurred in the case of redemption before the recommended holding period. Information on redemption options can be found in the section "What type of product is it?"

**How can I file a complaint?**

If you have any complaints, you can contact Union Investment Luxembourg S.A. at <https://www.union-investment.lu/startseite-luxemburg/kontakt.html> or write to Union Investment Luxembourg S.A., 3, Heienhaff, L-1736 Senningerberg, telephone: 00352 2640-9500, fax: 00352 2640-2800 or by e-mail to [service@union-investment.lu](mailto:service@union-investment.lu). You can send complaints about the person who sells or provides advice on the product directly to the person in question.

**Additional useful information**

A monthly updated publication of past performance scenario calculations is available at <https://www.union-investment.de/LU0489951870>. There you will also find information on past performance from the last 10 years.

The Fund is subject to Luxembourg tax regulations. This may affect how you are taxed in respect of your income from the Fund.