PRODUCT KEY FACTS

Alquity SICAV (the "Fund")
Alquity Africa Fund (the "Sub-Fund")

Investment Manager:
Alquity Investment Management Limited **April 2019**

- ***This statement provides you with key information about the Sub-Fund.***
- ***This statement is a part of the offering document of the Sub-Fund and must be read in conjunction with it.***
- ***You should not invest in this product based on this statement alone.***

Quick facts

Management Company:	Lemanik Asset Management S.A.
Investment Manager:	Alquity Investment Management Limited (in the United Kingdom, external delegation)
Depositary:	RBC Investor Services Bank S.A.
Ongoing Charges over a year#:	Class A Shares (USD) 2.54%* (including performance fees) 2.54%* (excluding performance fees)
Dealing frequency:	Every Hong Kong Bank Business Day (i.e. a day other than a Saturday or Sunday on which banks in Hong Kong are open for normal banking business)
Base currency:	USD
Dividend policy:	Currently no intention to distribute
Financial year end of the Fund:	30 June
Minimum initial subscription:	USD2,000 (or the equivalent in HKD)
Minimum subsequent subscription:	USD1,000 (or the equivalent in HKD)

The ongoing charges figure is expressed as an annualized percentage of the ongoing expenses over the average net asset value of the share class for the corresponding period as may be stated below. This figure may vary from year to year.

* This figure is based on the expenses for the period from 1 January 2018 to 31 December 2018. During the year ended 31 December 2018, no performance fee was earned by this share class.

What is this product?

Alquity Africa Fund is a sub-fund of Alquity SICAV which is an open-ended investment company incorporated in Luxembourg. Its home regulator is the Commission de Surveillance du Secteur Financier ("**CSSF**").

Objectives and Investment Strategy

Objectives

To provide long term capital appreciation by investing mainly at least 70% of its net assets in equity securities listed on either (i) the regulated stock markets of African countries or (ii) the regulated stock markets outside the African continent provided that the relevant companies realized more than 50% of their revenue and/or profit in the African continent.

Strategy

The Sub-Fund will mainly invest, directly or indirectly, in listed equities but will also consider bonds and convertible bonds. The Sub-Fund may also invest in assets such as money market instruments, time deposits.

The Sub-Fund may hold cash and cash equivalents temporarily, on an ancillary basis and, under exceptional circumstances (e.g. the global financial crisis of 2008 or Asian financial crisis of 1998), the Sub-Fund may also be invested up to 100% in cash and cash equivalents.

Within the limits set forth and as described under Appendix II. of the Prospectus, the Sub-Fund may use financial techniques and instruments such as call and put options and financial futures for efficient portfolio management or to attempt to hedge or reduce the overall risk of its investments. For so long as the Sub-Fund remains authorised for public offering in Hong Kong, the Sub-Fund will not use financial derivative instruments primarily or extensively for investment purposes without the prior approval of the SFC and at least one month's prior notice to investors.

The Sub-Fund will not engage in securities lending or enter into repurchase agreements.

The Sub-Fund will not invest in debt securities issued and/or guaranteed by any single sovereign issuer (including its government, a public or local authority of that country) with a credit rating below investment grade, including unrated sovereign issuer.

The Sub-Fund will not invest in real-estate investment trusts, asset-backed securities or mortgage-backed securities.

The investment process of the Sub-Fund encompasses the consideration of environmental, social and governance (ESG) factors.

What are the key risks?

Investment involves risks. Please refer to the offering documents for details including the risk factors.

1. **Investing in equity securities**

   The fundamental risk associated with any equity portfolio is the risk that the value of the investments it holds might decrease in value. Equity security values may fluctuate in response to the activities of an individual company or in response to general market and/or economic conditions. The value of, and income derived from, equity securities held may fluctuate and the Sub-Fund may not recoup the original amount invested in such securities. The prices of and the income generated by equity securities may decline in response to certain events, including the activities and results of the issuer, general economic and market conditions, regional or global economic instability and currency and interest rate fluctuations, this may have an adverse impact on the NAV of the Sub-Fund.

2. **Cost of doing business in Africa / Regional risk**

   Investments in Africa may result in higher costs for the Sub-Fund due to various other risks (e.g. geographic risk, regional/political risk, local currency risk) applicable to the Sub-Fund. Many African governments have exercised and continue to exercise substantial influence over many aspects of the private sector. In certain cases, the government owns or controls many companies. Accordingly, governmental actions in the future could have a significant effect on economic conditions in African countries. The performance of the Sub-Fund will be affected by economic downturns, political instability, regulatory, political, social change or natural disasters affecting the African continent, or countries in the African sub-regions or specific African countries and markets in which the Sub-Fund invests, which may adversely impact the value of investments concentrated in the region.

There is greater uncertainty as companies in Africa are generally subject to less stringent and less uniform accounting, auditing and financial reporting standards, practices and disclosure requirements than those applicable to companies in more developed countries. In addition, there is usually less publicly available information about doing business in Africa than about doing business in a more developed country, consequently, the Sub-Fund's Net Asset Value may be negatively affected.

3. Local currency risk

The value of the Sub-Fund's investments may diminish as the shares of the companies in which it invests are likely to be denominated in an African currency that is subject to greater fluctuation and loss of value when compared to its shares which are denominated in USD. Such currency may also be more affected by exchange control regulations or changes in the exchange rates. The Sub-Fund does not intend to hedge its local currency exposure. There is no requirement for the Sub-Fund to seek to hedge or to protect against currency exchange risk in connection with any transaction. This may have an adverse impact on the NAV of the Sub-Fund.

4. Liquidity risk

Daily trading volume in the region the Sub-Fund invests (i.e. African countries) and for small and mid-cap stocks generally, may fluctuate and persist at low levels, which may result in a higher cost of entering and exiting such investments, particular at times of market and/or economic volatility, and may result in a diminishment of the value of the Sub-Fund's investment. Some of the Sub-Fund's investments (such as investments in small and mid-cap companies) may be subject to higher liquidity risk. Lower liquidity may arise from a low trading volume of securities, or if trading restrictions or temporary suspensions on trading are imposed. Investment in securities that have lower liquidity may reduce returns in substantial losses to the Sub-Fund if it is unable to sell such securities at the desirable time or price.

5. Derivatives risk

The use of derivatives presents risks different from, and possibly greater than, the risks associated with investing directly in traditional securities (e.g. counterparty risks, valuation risks and volatility risks). The use of derivatives and currency hedging strategies may be ineffective and can lead to substantial losses because of adverse movements in the price or value of the underlying asset, index or rate, which may be magnified by certain features of the derivatives. These risks are heightened when the Investment Manager uses derivatives to enhance the Sub-Fund's return or as a substitute for a position or security, rather than solely to hedge (or offset) the risk of a position or security held by the Sub-Fund. This may have substantial adverse impact on the NAV of the Sub-Fund.

6. Concentration risk

Concentration risk may arise as the Sub-Fund focuses to invest into securities of the particular markets (e.g. the African continent), regardless of whether the securities are listed on or outside the respective regions. Although the Sub-Fund's portfolio will be well diversified in terms of the number of holdings, such sub-funds are likely to be more volatile than a broad-based sub-fund, as they are more susceptible to fluctuations in value resulting from adverse conditions in their respective region or asset class.

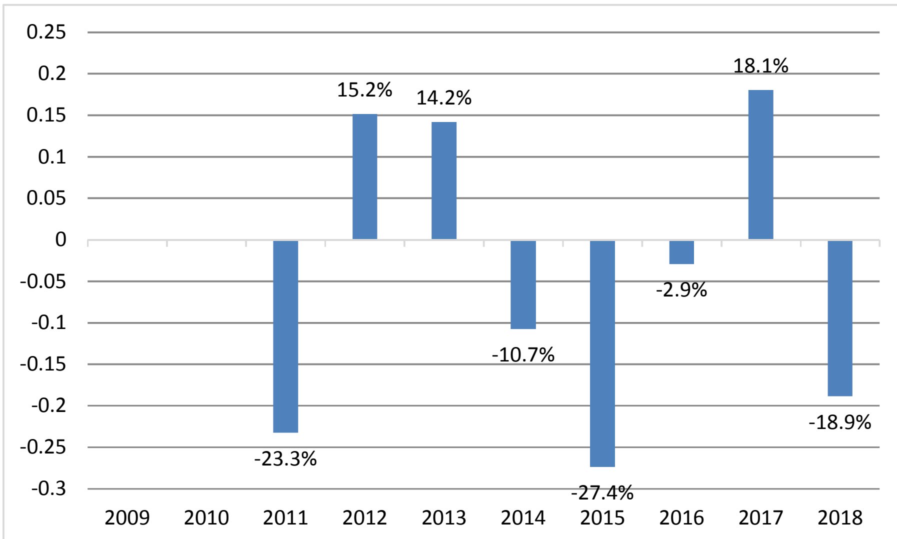
7. Investment risk

The Sub-Fund is an investment fund. There is no guarantee of the repayment of principal. The instruments invested by the Sub-Fund may fall in value.

8. Performance fee risk

The method of calculating performance fee gives rise to the risk that a shareholder redeeming shares may still incur performance fee in respect of the shares, even though a loss in investment capital has been suffered by the redeeming shareholder. There is also a risk of adverse impact on the shareholders in the absence of equalization calculation or series accounting to make adjustment on each share individually. Risk also arises that the Investment Manager may be inclined to make riskier investment than in the absence of performance-based incentive and the performance fee may be paid on unrealized gains which may subsequently never be realized.

How has the fund performed?



- Past performance information is not indicative of future performance. Investors may not get back the full amount invested.
- The computation basis of the performance is based on the calendar year end, NAV-To-NAV.
- These figures show by how much Class A Shares increased or decreased in value during the calendar year being shown. Performance data has been calculated in USD including ongoing charges and excluding subscription fee and redemption fee you might have to pay. Where no past performance is shown, there was insufficient data available in that year to provide performance.
- Fund launch date: 28 June 2010
- Representative share class: Class A Shares (selected as this is the only share class available to the public in Hong Kong)
- Class A Shares launch date: 25 August 2010

Is there any guarantee?

The Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

Please note that Class A Shares will be offered to the public in Hong Kong. You may have to pay the following fees when dealing in the Class A Shares of the Sub-Fund.

Fee	**What you pay**
Subscription fee	Up to 5%
Switching fee	Nil

Redemption fee	Nil
<u>Ongoing fees payable by the Sub-Fund</u> The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.	
	Annual rate (as a % p.a. of the NAV)
Management Company fee	0.05% of the average NAV of the Sub-Fund with a minimum of EUR 75,000 for the Fund, which will be increased by EUR 15,000 for each new sub-fund in addition to the five existing sub-funds of the Fund.
Investment Management fee[1]	Up to 1.90%
Depositary and Paying Agent, Sub-Administrative Agent and Sub-Registrar Agent fee[2]	A combined annual fee which comprises (a) an annual fixed fee of EUR 300,000 for the Fund, and (b) a variable fee based on the NAV of the Fund (i.e. including all of its sub-funds) *(prorated and allocated to each sub-fund based on their NAV)*, as follows: (i) for the portion of the Fund's NAV up to and including EUR 100 million – 0.10% per annum; (ii) for the portion of the Fund's NAV above EUR 100 million and up to and including EUR 500 million – 0.08% per annum; and (iii) for the portion of the Fund's NAV above EUR 500 million – 0.06% per annum.
Performance fee[1] (payable to the Investment Manager)	20% of any outperformance of the increase in the NAV per share on the last valuation day compared to the High Water Mark (which is set as the NAV per share on the last valuation day of the performance period when a performance fee was last paid, subject to a Hurdle Rate (i.e. currently the daily fixing for 1 year USD Libor as per Bloomberg)). • The first performance period of a class of shares begins on its launch date (as stated in Appendix III. C of the Prospectus) and ended on the first following financial year end of the Fund. Thereafter each performance period corresponds with the financial year of the Sub-Fund. • The performance fee will be accrued at each NAV calculation point where the NAV is above the High Water Mark and Hurdle Rate; and paid after the end of each performance period where the Sub-Fund closes above its previous High Water Mark and Hurdle Rate. If a Sub-

[1] For the relevant classes of shares, the Investment Manager will guarantee a minimum donation of 10% of the net investment management fee and performance fee, via a registered charitable foundation and its associated commercial operations, to fund development projects in the regions in which the Sub-Fund invests. The Investment Manager may at its discretion choose to target donations at a level higher than this minimum depending on the profile of assets under management and the associated fee revenues.

[2] RBC Investor Services Bank S.A. is both the Depositary and the Paying Agent, the Sub-Administrative Agent and the Sub-Registrar Agent.

	Fund's NAV rises, then the Administrator will accrue the Performance Fee; if a Sub-Fund's NAV declines, then the Administrator will release and adjust the accrual downwards. A performance fee is levied when the Sub-Fund's performance is positive and above its last achieved High Water Mark subject to the Hurdle Rate. Please refer to Appendix III of the Prospectus for further details.

<u>Other fees</u>

You may have to pay other fees when dealing in the Sub-Fund.

Additional information

- You generally buy and redeem at the Fund's next-determined NAV after your request is received (in good order) before 5:00 p.m. (Hong Kong time) on the relevant Hong Kong Bank Business Day which falls on a dealing day. Orders placed through distributors may be subject to different procedures from those described above. Investors should consult their distributors before placing any orders.
- The NAV is calculated every bank business day in Luxembourg and published every Hong Kong Bank Business Day at the Fund's website at www.alquity.com. This website has not been reviewed, and is not authorised, by the SFC and may contain information relating to funds and Classes of Shares not authorised by the SFC.

Important

If you are in doubt, you should seek professional advice.

The Securities and Futures Commission takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.