

**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**

Name: LUTETIA CAPITAL ICAV – Lutetia Merger Arbitrage Fund (I USD)

Product Identifier: IE00BF18QH62

Alternative Investment Fund Manager: Lutetia Capital SAS regulated by Autorité des Marchés Financiers under licence GP09000017

Contact details: +33 1 79 97 97 97 / www.lutetiacapital.com

National Competent Authority: Central Bank of Ireland

This document is accurate at its production date: 27/03/2018.

**ALERT**

**You are about to purchase a product that is not simple and may be difficult to understand**

**WHAT IS THIS PRODUCT?****Type**

Lutetia Merger Arbitrage is an open-ended sub-fund of the Lutetia Capital ICAV umbrella, a Qualifying Investor Alternative Investment Fund ("QIAIF") established in Ireland as an Irish collective asset management vehicle ("ICAV") registered with the Central Bank of Ireland on 31<sup>st</sup> October, 2017 under number C174275.

**Objectives**

Lutetia Merger Arbitrage fund seeks to deliver an absolute return uncorrelated from the markets over a recommended investment horizon of three years, by actively investing in the equity markets, and focusing primarily on announced merger and acquisition transactions in respect of issuers listed or traded in Europe and North America.

In order to achieve its investment objective, the fund will be mainly exposed through direct investments or through the use of financial derivatives instruments.

**Intended retail investor**

Due to the nature of the investment strategy, this fund may not be appropriate for investors who plan to withdraw their money within 3 years.

The fund is dedicated to Qualifying Investors only as defined by the Central Bank of Ireland, with a minimum initial subscription requirement of EUR 100,000 (or equivalent in other currencies).

**WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?****Summary Risk Indicator ("SRI")**

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.

The risk indicator assumes you keep the product for 3 years. The actual risk can vary significantly if you cash in at an early stage and might get back less. We have classified this product as 4 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium level.

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

## Performance scenarios

Investment: USD 10,000 Scenarios		1 year	2 years	3 years (recommended holding period)
Stress scenario	What you might get back after costs	5,991	4,951	4,278
	Average return each year	-40.1%	-25.2%	-19.1%
Unfavourable scenario	What you might get back after costs	10,313	11,183	12,224
	Average return each year	3.1%	5.9%	7.4%
Moderate scenario	What you might get back after costs	11,246	12,625	14,174
	Average return each year	12.5%	13.1%	13.9%
Favourable scenario	What you might get back after costs	12,193	14,173	16,341
	Average return each year	21.9%	20.9%	21.1%

This table shows the money you could get back over the next 3 years, under different scenarios assuming that you invest USD 10,000. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The figures shown include all the costs of the product itself. The figures do not take into account your personal tax situation, which may affect how much you get back.

## WHAT HAPPENS IF LUTETIA CAPITAL SAS IS UNABLE TO PAY OUT?

Lutetia Merger Arbitrage fund is an open-ended sub-fund and investors will be able to close their investments at each valuation date subject to compliance with the redemption deadline.

Lutetia Capital SAS is a management company authorized and supervised by Autorité des Marchés Financiers and should comply with regulatory rules on organisation and equity capital.

## WHAT ARE THE COSTS?

### Costs over time

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest USD 10,000. The figures are estimates and may change in the future.

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment: USD 10,000 Scenarios	If you cash in after 1 year	If you cash in after 2 years	If you cash in after 3 years
Total costs	1,112	1,625	2,137
Impact on return (RIY) per year	11.1%	8.1%	7.1%

### Composition of costs

The table below shows:

- the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- the meaning of the different cost categories.

<b>One-off costs</b>	Entry costs	3.00%	The costs you pay when entering your investment. This is the most you will pay, and you could pay less.
	Exit costs	3.00%	The costs of exiting your investment. This is the most you will pay, and you could pay less.
<b>Ongoing costs</b>	Portfolio transaction costs	1.68%	The costs of us buying and selling underlying investments for the product.
	Other ongoing costs	2.17%	The costs that we take each year for managing your investments.
<b>Incidental costs</b>	Performance fees	1.28%	The impact of the performance fee. We take these from your investment if the product outperforms.
	Carried interests	0.00%	Not applicable

### HOW LONG SHOULD I HOLD IT AND CAN I TAKE MONEY OUT EARLY?

Due to the nature of the investment strategy, the recommended holding period is 3 years. However, the investors are free to redeem their investments on each valuation date subject to compliance with the redemption deadline as indicated in the prospectus of the fund.

### HOW CAN I COMPLAIN?

Any complaint should be addressed to either the AIFM or the Company Secretary (see contact details below):

AIFM:

Lutetia Capital SAS  
7 place Vendôme  
75001 Paris – France  
Tel. +33 1 79 97 97 97  
investors@lutetiacapital.com

Company Secretary:

Tudor Trust Limited  
33 Sir John Rogerson's Quay  
Dublin 2 – Ireland

### OTHER RELEVANT INFORMATION

The cost, performance and risk calculations included in this KID follow the methodology prescribed by EU rules.

Past performance is no guarantee of future results.

The information about the prospectus is available from Lutetia Capital SAS upon simple request (see contact details above) or on its website [www.lutetiacapital.com](http://www.lutetiacapital.com).