

## Key investor information document

This document provides you with key information about the investment product. It is not marketing material. The information is required by the law in order 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

**NOVA Green Energy, SICAV, a.s., and its sub-fund NOVA Green Energy – podfond 1** (hereinafter the “Fund” / “Sub-fund”),  
NID: 087 89 622.

Growth investment shares A: CZK Class: ISIN CZ0008044807

EUR Class: ISIN CZ0008044815

Dividend investment shares A: CZK Class: ISIN CZ0008044823

EUR Class: ISIN CZ0008044831

NOVA Green Energy, SICAV, a.s. is a fund of qualified investors.

The Fund is managed and administrated by **REDSIDE investiční společnost, a.s.**, IČ: 242 44 601 with its registered office at V Celnici 1031/4, Praha 1 (hereinafter „REDSIDE“).

A depository of the Fund is UniCredit Bank Czech Republic and Slovakia, a.s.

Further information may be found on [www.redsidefunds.com](http://www.redsidefunds.com) or by telephone at 220 500 757.

This document was created on 1 January 2020.

The Fund is recorded in the list of investment funds kept by Česká národní banka (hereinafter „ČNB“).

## The product of your consideration is not simple and may be difficult to understand

### What is this product?

#### Type of product

The product is a fund of qualified investors in a form of joint stock company with variable capital with one sub-fund.

#### Investment Policy of the Fund

The investment objective of the Fund is the continuous appreciation of funds invested by the Fund’s investors with a focus on both direct and indirect investments in new projects and business plan development, particularly in the green energy sector specializing in the segment of small and medium enterprises working in the field of the electrical and thermal energy production mainly from renewable resources of energy (photovoltaic energy, energy from wind, hydro and biomass and other) while the revenues from the investment will be generated from interests from the loans provided and by a share in profit achieved from the projects and business plans.

As an additional type of investments, the Fund will make investments using investment instruments of both domestic financial market and foreign financial markets, including investments in valuable rights and receivables. In accordance with the investment objective, profits arising from the Fund’s portfolio will also be reinvested or paid out in the form of a dividend.

The Fund was established on 29 January 2013 as an open-end mutual fund for an indefinite period of time. On 1 January 2020 the Fund was transformed into a joint stock company with variable capital with one sub-fund.

### Typical investor

Investments in the Fund are mainly suitable for qualified investors with above-average experience in the field of alternative investments. The Investor should have a mid-term investment horizon.

## What are the possible risks and yield potential?

Summary risk indicator						
1	2	3	4	5	6	7

← lower risk higher risk →

On the basis of legal obligation from European regulation and comparison with similar products on the Czech market we classified the risk of this product as 3 out of 7.

- In order to determine the summary risk indicator, we used available data of comparable investment funds on the Czech market.
- The summary risk indicator is lower owing to the fact that the value of the Fund is depended on the development of operating parameters of individual energy projects with a state-guaranteed return. The costs of the projects consist of debt service and operating costs such as service and maintenance, repairs, insurance, rent, etc.
- The most prominent risk is the regulatory risk, meaning the risk of state intervention in legislation, which sets the state-support for sustainable use of renewable resources.
- The Fund warns the investors that the value of the investment in the Fund may both rise and fall and that the return of the original investment is not guaranteed. The performance of the Fund in the past is not indicative of the same or higher performance in the future.

## Other relevant risks that may have an impact on the value of the investment in the Fund

**Operation risk:** loss as a result of deficiencies in or failure of internal processes or human factor caused by external events.

**The risk of insufficient liquidity:** being such that certain asset of the Fund will not be sold in time for a reasonable price and that the Fund as a result for that will not be able to fulfil its obligations resulting from a request for the redemption of securities issued by the Fund or that the redemption of securities issued by the Fund may be suspended.

**Regulatory risk:** the risk of a change in law and regulation regarding the guaranteed return from the production of green electricity.

**Currency risk:** means that the value of the investment may be influenced by a change in a foreign exchange rate.

**The risk of concentration:** Fund's investments and green energy projects are concentrated on Arca Capital group and the failure of that group may affect the final return.

## Performance Scenarios

The below performance table anticipates that the investment product will be held at least 5 years with an investment of EUR 40,000.

		1 year	3 years	5 years
<b>Favourable scenario</b>	The value of an investment after costs	39 134	45 957	53 902
	Average annual yield	-0.56 %	5.57 %	7.39 %
<b>Moderate scenario</b>	The value of an investment after costs	38 757	45 028	52 291
	Average annual yield	-1.52 %	4.81 %	6.57 %
<b>Unfavourable scenario</b>	The value of an investment after costs	38 115	42 988	48 464
	Average annual yield	-3.15 %	3.08 %	4.63 %
<b>Stress scenario</b>	The value of an investment after costs	37 190	39 934	42 863
	Average annual yield	-5.50 %	0.49 %	1.78 %

- The scenarios presented illustrate how your investment could perform under different scenarios of fulfilment of energy and financial projects within the Fund. Annual appreciation assumes maximum amounts of entry and exit fees.
- 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. These figures do not take into account your personal tax situation.

## What happens if REDSIDE is unable to pay out?

The assets of the Fund are legally distinct from the REDSIDE and other funds (or fund of funds). In case of the withdrawal of the REDSIDE's authorizations for management of the Fund, the management of the Fund will be transferred to another investment company. It may also lead to the liquidation of the Fund or to the cessation of its operations. In this case, REDSIDE will be obliged to deliver the current value of an investment to the fund's investors. As a consequence, if REDSIDE fails, the insolvency administrator will ensure the transfer of the Fund's management to another investment company or the liquidation of the Fund. Further reasons for Fund liquidation are stated in the Fund's Statute.

The Investment company is entitled to suspend the redemption of investment shares issued by the Fund for 3 months at maximum. This information will be addressed to ČNB and publicly disclosed on our website [www.redsidefunds.com](http://www.redsidefunds.com). Commitments between you and the Fund or REDSIDE are not covered by a system of remuneration or safeguards for investors.

If you consider REDSIDE not to abide by the contract or to act contrary to legislation, you may follow REDSIDE's complaint procedure. In case of dissatisfaction of the complaint handling process you could make a complaint to our supervisory authority ČNB or exercise the right to a judicial remedy.

## What are the costs?

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, on-going, incidental, direct and indirect costs. The stated figures assume you invest EUR 40,000.

Cost over time				
		Redemption after 1 year	Redemption after 3 years	Redemption after 5 years
<b>Total costs</b>		3 925	4 831.13	5 734.16
<b>(%) out of an investment</b>		119.98 %	53.76 %	37.03 %

The person selling you or advising you about this product may charge additional 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.

#### Cost composition

This table shows the impact of individual costs on anticipated annual yield which is possible to reach at the end of a recommended holding period of the product.

#### One-off fees

Entry fee (surcharge)	max. 3 %	The impact of the costs you pay when entering your investment. It is the highest sum that may be charged to the investor. The final sum is depended on the individual agreement.
Exit fee (deduction) during the first two years	max. 5 %	The impact of the costs of exiting your investment.
Exit fee (deduction) in the third year	max. 3 %	
Exit fee (deduction) in the fourth year	max. 2 %	
Exit fee (deduction) in the fifth year	max. 1 %	
Exit fee (deduction) after the five-year period	0 %	

#### Cost paid during the year

Maximum cost rate of the Fund	1,95 %	The impact of the costs of our purchases and sales of underlying assets together with the management costs of your investment (performance fee excluded).
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#### Costs paid under special conditions

Performance fee	30 % in excess of 6 % annual performance of the Fund	Performance fee, which belongs to a manager of the Fund, in case of an excess of the target profit.
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#### What is the holding period of investment? May I withdraw my money prematurely?

A recommended holding period of the product: 5 years or longer.

A minimum holding period of an investment is 3 years.

The investment shares are redeemed every workday for the current value of a given month determined by the statute of the Fund and by redemption periods stipulated by this Statute. The redemption of investment shares is possible anytime since the transformation of the Fund.

To redemption of investment shares may be allied exit fee in accordance with the current statute of the Fund.

#### How can I lodge a complaint?

If you are not satisfied with the product you may follow REDSIDE's complaint procedure.

A complaint can be filed:

- via e-mail : [info@redsidefunds.com](mailto:info@redsidefunds.com)
- or postal address: REDSIDE investiční společnost a.s. V Celnici 1031/4, 110 00 Praha 1
- a phone link each workday from 8 am to 6 pm: 222 500 757
- in person or in written form to headquarters REDSIDE investiční společnost, a.s., V Celnici 1031/4, 110 00 Praha 1

Further details of the complaint handling process are stated in the complaint procedure available on our website [www.redsidefunds.com](http://www.redsidefunds.com).

In case of dissatisfaction of complaint handling process, you could make a complaint to our supervisory authority:

**Česká národní banka**  
 web: [www.cnb.cz](http://www.cnb.cz)  
 phone number: 224 411 111  
 email: [podatelna@cnb.cz](mailto:podatelna@cnb.cz)

#### Other relevant information

On the request, you will be provided with the statute of the Fund in electronic or printed form. Statutes of every fund as well as updated key investor information documents can be found on our website [www.redsidefunds.com](http://www.redsidefunds.com).