



**Key Information Document (“KID”)**

This document provides you with Key Information about this Share Class. It should not be considered marketing material. The information is required by law to help you understand the nature and the risks of investing in this Sub-Fund. You are advised to read it so you can make an informed decision about whether to invest.

**EXCA ABSOLUTE RETURN FUND - Share Class D, USD (the “Sub-Fund”)**  
an investment compartment of EXCAPRIME RAIF V.C.I.C. PLC (the “Fund”)

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Fortified Capital Ltd is authorized in Cyprus and regulated by the Cyprus Securities and Exchange Commission. This document was last updated on **25/08/2020**

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

**What is this Product?**

- The Fund is a Registered Alternative Investment Fund. The Fund was registered in the RAIF Register of Cyprus Securities and Exchange Commission on 03/08/2020 (Registration No. RAIF37).
- The Fund is registered as an Umbrella Fund and can operate with multiple Sub-Funds. Currently the Fund consists of a single Sub-Fund under its umbrella, namely the **EXCA Absolute Return Fund** (Registration No. RAIF37\_1).

**Objective and Investment Policy**

- The objective of EXCA ABSOLUTE RETURN FUND is to achieve long term capital growth for Investors through its investment activities and to provide Investors, collectively, access to investment opportunities that might otherwise not be available to them. The Sub-Fund will be managed for absolute positive real returns.
- The investment compartment will take financial positions based on macro and/or micro economic events driven by fundamental and/or technical analysis. The investment approach seeks to identify and take advantage of favourable market opportunities around the world with the aim to generate consistent long-term growth with low volatility and little correlation to general equity and bond markets.
- The Sub-Fund will use derivatives and other complex financial instruments with inherent leveraged positions, as part of the investment strategy, either for hedging purposes or in order to apply efficient portfolio management techniques. Thus, a relatively small movement in the value of an underlying instrument or index may result in a much larger movement in the value of the securitized derivative. The price/value of these investments is therefore volatile and trading in such instruments entails high risk.
- The External Manager, together with its affiliates, will utilize its network of resources, due diligence skills, intellectual capital and experience in investing, to seek to achieve the Sub-Fund's investment objective. The External Manager and its delegates will employ an investment philosophy which may be based on either fundamental and/or technical analysis or macroeconomic and/or event driven approach and will employ an investment approach to opportunistically emphasize those investments, categories of investments and geographic exposures believed to be best suited to the current investment and interest rate environment and market outlook (where applicable).
- The Sub-Fund will:
  - not invest more than 30% (thirty per cent) of its Net Asset Value on units of other AIFs (Alternative Investment Funds) and or shares of listed companies and or fixed income securities whether listed or not, respectively.
  - not invest more than fifty (50) times of its Net Asset Value;
  - not Invest more than 80% of its Asset Under Management in a single instrument;

**Maximum possible loss**

The investors should be able to bear a loss on the investment in the Sub-Fund up to the amount of invested capital.

**Investment Horizon**

The Sub-Fund may not be appropriate for short-term investment. Recommended holding period of 3 to 5 years.

**Dealing Frequency**

Shares are redeemed at their Net Asset Value per Share on any Valuation Day less any applicable redemption fees. Shares are subscribed at their Net Asset Value per Share on any Valuation Day. Any applicable subscription fee will be charged over and above the subscription amount.

**Intended Investor**

The Sub-Fund is intended for professional and well-informed investors aiming for capital appreciation over the long term; able to make an informed investment decision based on this document and the Prospectus, have a risk appetite consistent with the risk indicator below and understand that there is no capital guarantee or protection (100% of capital is at risk).

**Term**

The Sub-Fund does not have a targeted closure date and may be liquidated at any time.

**Risk and Reward Profile**

Lower Risk			Higher Risk			
Potential for lower returns			Potential for higher returns			
1	2	3	4	5	6	7

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. The higher the Sub-Fund's position on this scale, the greater the possible reward, but also the greater the risk of losing money. We have classified this product as 4 out of 7, which is a medium-high risk class, due to the risks related to the currency market, derivative trading and leverage applied. This rates the potential

losses from future performance at a medium level, and poor market conditions could impact the product's performance. The lowest category (1) does not mean risk-free.

This indicator is calculated using historical data of underlying investments that the specific Sub-Fund will be exposed to, which is not a reliable indicator for the future. Therefore, the risk category shown is not guaranteed and may shift over time. The risk indicator assumes you keep the product for a period between 3 to 5 years. The actual risk can vary significantly if you cash in earlier than the recommended period and you may get back less. You may not be able to sell your product easily or you may have to sell at a price that significantly impacts on how much you get back.

The following risks are materially relevant to the Sub-Fund:

- **Foreign Exchange Risks:** This risk exists as the value of the investments and assets of the Sub-Fund are influenced by world economic factors and are affected favorably or unfavorably by fluctuations in foreign currency rates, interest rates or other exchange control regulations when dealing with other currencies for trading with or purchasing and/or selling its assets.
- **Counterparty Risk:** A counterparty may fail to pay the proceeds to the transaction placed on behalf of the Sub-Fund.
- **Derivative Risk:** These instruments can be highly volatile and expose investors to a high risk of loss. The low initial margin deposits normally required to establish a position in such instruments permit a high degree of leverage. As a result, depending on instrument type, a relatively small movement in the price of a contract may result in a profit or loss which is high in proportion to the amount of funds actually placed as initial margin and may result in unquantifiable further loss exceeding any margin deposited. In addition, daily limits on price fluctuations and speculative position limits on exchanges may prevent prompt position liquidation resulting in potentially greater losses.
- **Operational Risk:** Failures or delays in the operational process may negatively affect the Sub-Fund.

### Performance Scenario

Market developments in the future cannot be accurately predicted in the future. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower or higher.

Investment of USD 10,000		1 year	2 years	3 years (Recommended holding period)
<b>Stress</b>	What you might get back after costs	7,612.49	7,309.64	5,943.76
	<b>Average return each year</b>	-23.88%	-13.45%	-13.52%
<b>Unfavorable</b>	What you might get back after costs	9,648.29	9,949.67	10,402.22
	<b>Average return each year</b>	-3.52%	-0.25%	1.34%
<b>Moderate</b>	What you might get back after costs	10,880.07	11,905.32	13,099.63
	<b>Average return each year</b>	8.80%	9.53%	10.33%
<b>Favorable</b>	What you might get back after costs	12,148.12	13,962.55	15,980.83
	<b>Average return each year</b>	21.48%	19.81%	19.94%

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

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment (or equivalent) varies and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

The figures shown include all fixed costs of the product but does not include the costs that you pay to your advisor or distributor or early redemption fees where applicable. The figures do not take into account your personal tax situation, which may also affect how much you get back.

### Taxation

The taxation regime applicable to the Sub-Fund in Cyprus may affect the personal tax position of an investor.

The Risk and Reward section is not a guarantee that it will remain unchanged. More information in relation to the general risks of the Sub-Fund are available in the "Risk Factors" section of the prospectus.

### 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, ongoing and incidental costs.

\*The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They do not include potential early exit penalties or subscription fees (which the Sub-Fund may levy at the discretion of the Board of Directors). 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 Scenarios USD 10,000	If you cash in after 1 year	If you cash in after 2 year	If you cash in after 3 year
*Total Costs per year (average)	4.95%	10.28%	16.05%
Impact on return (RIY) per year (%)	36.00%	35.04%	34.12%

### Composition of Costs

This Table shows the impact on return per year:			
<b>One-off costs</b>	Entry costs: Subscription fee:	up to 3% at the discretion of the Board of Directors	The Distributor may charge a small fee for conducting KYC/AML checks.
	Exit costs: Redemption fee	up to 3% at the discretion of the Board of Directors	12 months lock-up period imposed on every Investor. Lock-Up period starts counting from the day of subscription in the Sub-Fund.
<b>Ongoing Costs</b>	Management Fee Administration Fee Depositary Fee Audit Fee Other Fee	2% 0.08% of GAV p.a 0.08% of NAV p.a €15,000 p.a 0.10% of GAV per Annum	The average impact of the cost that the counterparties charge the Sub-Fund for their services assuming the Sub-Fund has at least 10 million assets under management. The percentage may vary depending on the assets of the Sub-Fund.
<b>Incidental Costs</b>	Performance Fees	20%	On the outperformance of the Sub-Fund (please refer to the example provided in the Prospectus)

#### Other Information

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

The Sub-Fund may not be appropriate for short-term investment. We have selected 3 to 5 years as the product invests for the long term. Disinvestment from the Sub-Fund at an early stage may significantly affect your return.

##### ***How can I complain?***

Complaints should be sent via email to the manager of the Sub-Fund via the following contacts:

- Address: 236 Strovolou Avenue, 2048 Nicosia, Cyprus
- Phone: 22367610 (main number)
- Emails: [info@forticap.eu](mailto:info@forticap.eu) and/or [compliance@forticap.eu](mailto:compliance@forticap.eu)

If your complaint is not resolved to your satisfaction, you may contact the Financial Ombudsman [www.financialombudsman.gov.cy](http://www.financialombudsman.gov.cy)  
Address: 13 Lord Byron Avenue, 1096 Nicosia, Phone: 22848900 (main number) Facsimile (Fax): 22660584, 22660118 E-mail: [complaints@financialombudsman.gov.cy](mailto:complaints@financialombudsman.gov.cy)

##### ***What happens if the Fund is unable to pay out?***

Investments in this Fund are not covered by any compensation or guarantee scheme in Cyprus, as a consequence the investor may face a financial loss in case of default of the PRIIP manufacturer.