

# CG Morningstar Multi Asset 40 Fund

## Key Investor Information

Class M (GBP), ISIN GB00BMC72T55, CG Morningstar Multi Asset 40 Fund (the "Fund"),  
A sub-fund of CG Morningstar Multi Asset Fund ICVC (the "Company")

The Fund is managed by Carne Global Fund Managers (UK) Limited (the "ACD").

This document provides you with key investor information about this Fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

### Objectives and Investment Policy

**Investment Objective:** The Fund's investment objective aims to provide capital growth over a rolling five-year period.

**Investment Policy:** The Fund is an actively managed fund largely investing in other funds, primarily within the core asset classes of equity and fixed income which include Government and Corporate bonds. Up to 50% of the Net Asset Value of the Fund is in equities. This exposure is typically around the middle of the stated range as indicated in the Sub-Fund name. 30-70% may consist of fixed income securities, of which no more than 15% will be invested in high yield bonds.

Investment in other funds is mainly in UK and overseas passive funds to limit underlying fund costs, but there may also be some exposure to active funds if the Investment Manager considers that value can be added above the cost of investment. The other funds in which the Fund invests may include other funds managed by the ACD or its Associates and closed-ended investment companies.

The Fund may hold smaller positions, typically no greater than 15% in aggregate, in alternative asset classes including hedge funds, commodities, commercial real estate and infrastructure. These will be indirect exposures through investment in funds. In addition, there is a 5% maximum limit on the aggregate exposure to investments that cannot be liquidated quickly, typically in less than a calendar month.

There may also be some direct investment in transferable securities, money-market instruments, cash and cash deposits.

The Fund may invest in derivatives for efficient portfolio management purposes (including the hedging of risk).

The asset class exposure of the Fund is limited by minimum and maximum exposure limits to ensure that the Fund stays within its risk parameters. These

exposure limits include holdings of broad asset classes such as equity, fixed income, and cash as well as more granular exposure limits on equity, countries, sectors, market capitalisation, duration, credit quality and currency exposure.

The fund manager has a focus on asset class research. The investment process adopts a long-term, valuation-driven approach combining quantitative and fundamental analysis underpinned by core investment principles that guide all decisions. The asset allocation is actively reviewed on an ongoing basis and changes made as considered appropriate.

**Comparator Benchmark:** The Fund uses the IA Mixed Investment 20-60% Shares as a 'comparator benchmark' to compare performance of the Fund against, but which is not used to constrain portfolio composition or as a target for the performance of the Fund. This benchmark has been chosen because it is representative of the fund's agreed risk profile and the type of assets in which it invests.

This share class is accumulating. All income and capital will be automatically retained within the Fund and reflected in the NAV per share.

Investors can buy and sell shares on Monday to Friday where these days are Business days. A Business Day is a day on which the London Stock Exchange is open.

The Fund is suitable for both retail and institutional investors. The Fund may not be appropriate for investors who plan to withdraw their money within five years.

The Fund's base currency is GBP.

For more information about the Fund's objectives and investment policies, please refer to the sections entitled "Investment Objective and Policy" and in the Fund Supplement contained in the Company's Prospectus.

### Risk and Reward Profile



The risk and reward indicator is not a measure of the risk of capital loss, but an estimated measure of the Fund's price movement overtime. It is based on historical data, and thus may not be a reliable indication for the future. The Fund is classified in the category above based on historical volatility of a comparable portfolio.

The indicated risk category is not guaranteed and may change overtime. The indicator is designed to help investors understand the uncertainties for both loss and growth that may affect their investment. In this context, the lowest category does not mean 'risk free'.

The Fund does not provide investors with any guarantee on performance, nor on monies invested in it.

**Risks materially relevant to the Fund that are not adequately captured by the risk and reward indicator include:**

**Operational Risk:** The Fund and its assets may experience material losses as a result of technology/system failures, cybersecurity breaches, human error, policy breaches and/or incorrect valuation of units.

**Derivatives Risk:** There is no guarantee that the Fund's use of derivatives will be successful. Derivatives are subject to counterparty risk (including potential loss of instruments) and are highly sensitive to underlying price movements, interest rates and market volatility and therefore come with a greater risk. Where derivative instruments are utilised for hedging purposes, the risk of loss to a Fund may be increased where the value of the derivative instrument and

the value of the security or position which it is hedging are insufficiently correlated.

**Credit Risk:** The Fund may be adversely affected if the issuer of a debt instrument fails to meet its repayment obligations (i.e. defaults). Fixed income securities may be subject to interest rate risk and inflation risk.

**Market Risk:** The risk that the market will go down in value, with the possibility that such changes will be sharp and unpredictable.

**Emerging Markets Risk:** Investment in emerging markets may expose the Fund to more social, political, regulatory, and currency risks than securities in developed markets.

**Liquidity Risk:** Depending on the types of assets a Fund invests in, there may be occasions where there is an increased risk that a position cannot be liquidated in a timely manner at a reasonable price.

**Counterparty and Settlement Risk:** The Fund will be exposed to a credit risk on parties with whom it trades and will also bear the risk of settlement default.

**Custody Risk:** There may be a risk of loss where the assets of the Fund are held in custody that could result from insolvency, negligence or fraudulent action of a custodian or sub-custodian.

**Equities Risk:** The underlying funds may invest in equity securities which are subject to greater fluctuations than other assets. Factors which may affect the fluctuation including economic conditions, industry, or company news. High volumes of trading may also see increased transaction costs.

**Currency Risk:** The underlying funds' investments may be denominated in currencies other than the currency of the share class purchased by the investor which may be affected by adverse currency movements.

An extended explanation of the risks associated with an investment in the Fund is set out in the Company's Prospectus and Fund Supplement.

## Charges

One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum amount that might be taken out of your money before it is invested	
Charges taken from the fund over a year	
Ongoing charges	0.50%
Charges taken from the fund under certain specific conditions	
Performance fee	None

The charges you pay as an investor cover the Fund's operating costs including the marketing and distribution costs. These charges reduce the performance of your investment.

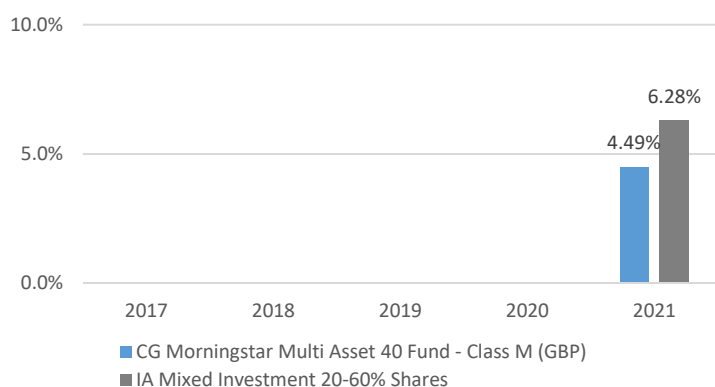
The entry and exit charges shown are maximum figures. In some cases (including when switching to other funds) you might pay less – you can find out actual entry and exit charges from your financial adviser.

The ongoing charges figure is based on the last year's expenses, for the year ending 31 December 2021. The Fund's annual report for each financial year will include details on the exact charges made. The ongoing charge figure may vary from year to year and excludes performance fees and portfolio transaction costs, except in the case of an entry/exit charge paid by the Fund when buying or selling units in another collective investment undertaking.

A dilution adjustment may be made which may increase or decrease the price you receive when you buy or sell shares in the Fund.

For more information about charges, please see the Company's Prospectus.

## Past Performance



The Fund was established in 2020. The past performance takes account of all charges.

Past performance is not a guarantee of future performance. In general, past performance takes into account all of ongoing charges, but not any entry, exit or switching charge. Past performance shall be calculated in GBP. The value of your investment may go down as well as up and you may not get back the amount you originally invested.

The Fund does not track the Index displayed in the Graph.

## Practical Information

**Depository:** The Bank of New York Mellon (International) Limited.

**Documents and remuneration policy:** Copies of the Company's Prospectus, Instrument of Incorporation, Key Investor Information Documents and the latest annual and semi-annual reports for the Fund and/or the Company and an up-to-date version of the ACD's remuneration policy, including a description of how remuneration and benefits are calculated and the identity of the persons responsible for awarding them, may be obtained free of charge from the ACD whose address is, 2nd Floor, 107 Cheapside, London, EC2V 6DN, United Kingdom.

These documents may also be obtained from the ACD's website <https://www.carnegroup.com/cg-morningstar-multi-asset-funds-icvc>. These documents are available in English only.

**Prices of units and further information:** The latest published prices of units in the Fund and other information on the Fund, including how to buy and sell units are available from the ACD at the above contact details.

**Tax:** UK tax legislation may have an impact on your personal tax position. Under current UK revenue law and practice, UK resident shareholders may be subject to income tax for income distributions received or capital gains tax on disposal of their shares. Shareholders are advised to consult their professional

advisers as to their tax position. Further information on the subject of tax is available in the Company's Prospectus.

**Conversion of Shares:** A Shareholder may switch from one share class or one sub fund to another, free of charge but the ACD may at its discretion make a charge. Notice should be given to the ACD in such form as the ACD may require. Please refer to the prospectus for the Fund for further details on how to exercise your right to switch.

**Segregated Liability:** The assets and liabilities of each sub-fund are segregated by law. Therefore, the assets of this Fund belong exclusively to it and are not available to meet the liabilities of any other future sub-fund of the company.

The ACD may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate, or inconsistent with the relevant parts of the Company's Prospectus or Fund Supplement.

The Company is an open-ended investment company with variable capital, structured as an umbrella company with three sub-funds. The Company is incorporated with limited liability and registered in England and Wales under number IC034285 and is regulated by the Financial Conduct Authority.

Carne Global Fund Managers (UK) Limited is authorised and regulated in the United Kingdom by the Financial Conduct Authority.