

Key Investor Information

This document provides you with the 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.

The Orchard Fund is a Sub-Fund of Orchard Funds PLC (the “Company”).

The Fund is managed by Link Fund Manager Solutions (Ireland) Limited, part of the Asset Services Division of Link Administration Holdings Limited.

Objectives and Investment Policy

- The Orchard Fund (the “Fund”) invests in shares of large international companies which have a particular niche which (the “Investment Manager”) believes will lead to sustainable growth in earnings. The Fund does not target a defined national or sector exposure.
- The shares are chosen using specific investment criteria. These include a preference for multi-national dividend paying companies with high free cash flow and a strong market position. The Investment Manager favours companies which have low debt burdens and a strong and sustainable product offering.
- The Fund uses commitments to buy (written put options) and commitments to sell (written call options) to help reduce risk and enhance the yield of the Fund.
- By making a commitment to buy a share, (writing a put option), in return for which the Fund receives a payment, the Fund is committed to buy the agreed share at an agreed price until an agreed date. In the event that the share falls below that price, the Fund may be forced to buy at a price above the prevailing market price at that time.
- By making a commitment to sell a share, (selling a call option), the Fund is committed to sell the agreed share at an agreed price until an agreed date. In the event that the share rises above that price, the Fund may be forced to sell its holding at a price below the market price at that time.
- If the shares close above the price at which the Investment Manager has agreed to buy, or below the price at which the Investment Manager has agreed to sell, the commitment expires and the premium received is kept. Commitments to buy are only made when there is cash available to buy the shares.
- Hedging is used to reduce currency risk at Fund and share level.
- The Fund aims to achieve better performance than the MSCI World Index over the business cycle by beating a combination of 50% of the MSCI World Index and 50% cash in each year. (the “Benchmark”).
- Although performance of the Fund is measured against the Benchmark, the Fund has full flexibility to invest in shares not included or represented in the Benchmark.
- You may subscribe and redeem on demand by providing the application form/redemption documentation to the Administrator. The application form/redemption documentation must be received before the cut-off time (12pm Irish Time) on the relevant dealing day, as defined in the Fund’s supplement (the “Supplement”).

Risk and Reward Profile



- This indicator shows how much a fund has risen and fallen in the past, and therefore how much a fund’s returns have varied. It is a measure of a fund’s volatility. The higher a fund’s past volatility the higher the number on the scale and the greater risk that investors in that fund may have made losses as well as gains. The lowest number on the scale does not mean that a fund is risk free.
- The fund has been classed as 4 because its volatility has been measured as average.
- Portfolio Currency Risk: As the Fund invests in overseas securities, movements in exchange rates may cause the value of your investment to increase or decrease.
- There is no capital guarantee or protection on the value of the Fund. You can lose all capital invested in the Fund.
- The value of the Fund may be adversely affected if a party with whom the Fund transacts becomes unable or unwilling to honour its obligations to the Fund.
- Despite the liquidity of the investments, in certain exceptional circumstances, a market may not be available in which to sell them.
- The underlying investments in the Fund are international shares and, whilst the Fund will mitigate some of the risks associated with this asset class, the volatility of the strategy will be directly affected by the volatility of shares.
- Further information on risks may be found in the section of the Prospectus of the Fund (the “Prospectus”) entitled “Risk Factors”.

