

Key Information Document

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

Product name	Bond portfolio
Fund manager	AS LHV Pank
Additional information	Additional information is available at www.lhv.ee , info@lhv.ee , +372 6800400
Supervisory authority	The competent supervisory authority of the Fund manager is the Estonian Financial Supervision Authority
Publication date	14.04.2025

What is this product?

Type	Investment portfolio unit
Investment term	This product is open ended and has no maturity.
Objectives	<p>Bond Portfolio invests into cash, deposits of banks, money market instruments, bonds, bond fund units or bond fund shares and other interest bearing instruments. Bond Portfolio invests only into securities that have long term credit rating from Moody's or Standard & Poor's on the level of Ba3 / BB- or higher. Investments, which issuer's long term credit rating is Ba1/ BB+ or lower, shall not exceed 25% of the market value of the portfolio. The weighted average duration of the portfolio shall not exceed 3.50 and the market value of debt obligations, which term until maturity is longer than five years, shall not exceed 25% of the total market value of the portfolio's assets. The management company issues units and redeems them every banking day.</p> <p>The portfolio's asset allocation is not linked to a specific benchmark.</p> <p>Bond Portfolio invests only into debt obligations, where the issuer is the government or corporation of European or any other developed country or if the obligation is listed on stock exchange of any A-zone* country. Bond Portfolio does not lend against the securities; the portfolio invests into securities that are nominated in euros.</p> <p>Dividends earned from investments in the portfolio and interest received from deposits are reinvested.</p>
Intended retail investor	Bond Portfolio is suitable for investor, who wishes to keep the investment risks on low level to avoid substantial decrease of the value of the assets, and who plan to stay invested for at least 5 years.

What are the risks and what could I get in return?

Risk Indicator

Lower risk generally lower returns	Higher risk generally higher returns
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1	2	3	4	5	6	7
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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. We have classified this product as 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level and poor market conditions are very unlikely to impact our capacity to pay you. This product does not include any protection from your investment.

The risk indicator assumes that you keep the product for 5 years. The actual risk may change significantly with early withdrawals and you may get less money back



Performance scenarios

Currently, the return on the investment depends on the future market return. It is not known and cannot be accurately predicted. The recommended holding period is 5 years and a sample investment of 10,000 euros

Scenarios		1 year	5 years (recommended holding period)	The figures presented include all of the fund's own expenses, but may not include all of the expenses you pay to your investment advisor or fund intermediary. The figures do not take into account your personal tax situation, which may also affect how much you get back. The stress scenario shows how much money you can get back under extreme market conditions.
Stress scenario	What you might get back after costs	9 830	9 624	
	Average return each year	-1,70%	-0,76%	
Unfavorable scenario	What you might get back after costs	9 990	10 367	
	Average return each year	-0,10%	0,72%	
Moderate scenario	What you might get back after costs	10 143	10 723	
	Average return each year	1,43%	1,41%	
Favourable scenario	What you might get back after costs	10 289	11 082	
	Average return each year	2,89%	2,08%	

What happens if the AS LHV Bank is unable to pay you?

An asset manager shall keep the portfolios' investments in separate account and invest these separately from other assets. In case of the insolvency of an asset manager, your claims will be satisfied from the underlying assets to the extent possible. LHV Pank is the member of the Investor Guarantee Fund of Estonia.

There is no compensation scheme in place to cover possible losses.

What are the costs?

Costs over time

The tables show the sums used from the investment to cover diverse types of costs. These sums depend on the amount of the investment and how long the product is held. The amounts shown here are illustrations based on an example investment amount and different investment periods. The assumption is that

- In the first year you would get back the amount invested (0 % annual return). For the other holding periods the assumption is that the product performs as shown in the moderate scenario.
- EUR 10,000 is invested

	If you exit after one year	If you exit after 5 years
Total costs	98	481
Annual cost impact	0,98%	0,96%

This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 2.37% before costs and 1.41% after costs.

Composition of Costs

The amounts expressed in euros in the following table are based on an investment of EUR 10,000

The table shows the impact on income per year

If you exit after one year

One-off costs upon entry or exit	Entry costs	The impact of the costs of entry into the investment.	0 EUR
	Exit costs	The impact of the costs of exiting the investment at maturity. The management company does not charge an exit fee. The person selling or advising you on this product may charge you other fees. This person will let you know the amount or rate.	0 EUR
Ongoing costs annually	Transaction costs	0,03% of the value of the investment per year. The impact of the costs of our product underlying sales and purchases.	3 EUR
	Management fees and other administrative or operating costs	0,95% of the value of the investment per year. The impact of the costs we incur each year to manage your investments, including management fees, custodian fees and other fees. Estimated costs based on actual costs.	95 EUR
Incidental costs taken under specific conditions	Performance fees	There is no performance fee for this product	N/A

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

Recommended holding period is 5 years.

The recommended investment duration is at least 5 years. This product does not have a mandatory investment term, but is designed for long-term savings. The investor can exit the product on any banking day without incurring additional costs.

How can I complain?

If you want to make a complaint about the product, the developer or the behavior of the person selling or advising on the product, you can contact us:: Tallinn +372 610 3000, www.compensalife.ee, Narva mnt. 63/2, 10152 Tallinn, e-mail at info@compensalife.ee. Riga +371 67606939, www.compensalife.lv, Vienības gatve 87h, Rīga, LV - 1004, e-mail at info@compensalife.lv. Vilnius +370 85 2504000, www.compensalife.lt, Ukmergės str. 280, LT - 06115 Vilnius, e-mail at info@compensalife.lt.

Other relevant information

Additional information documents pertaining to the product such as factsheets are available on our webpage at www.compensalife.ee, www.compensalife.lv, www.compensalife.lt. The information presented in this document is based on EU-requirements and may therefore differ from individual pre-contractual information requirements under applicable law.