

Key Information Document

Objective

This document provides key information regarding this investment product. This is not a marketing brochure. This information and how it is presented is legally required in order to assist you in understanding the nature, risks, costs and potential gains and losses of this product, and help you compare it with other products.

Product

Product name	Apple Tree Fund
Product developer (Fund Manager)	Apple Tree Capital Partners B.V.
Competent authority	Stichting Autoriteit Financiële Markten (AFM, the Dutch Authority for the Financial Markets)
Website product developer	www.appletreecp.com
More information	+31 20 244 0092
Production date	31 December 2024 (update)

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

What is this product?

Type

The product is a unit (participation right) in an open-ended investment fund with the structure of a mutual fund under Dutch law, established for an indefinite period.

Term

The fund is established for an indefinite period and hence has no end date. The fund cannot be ended automatically. Apple Tree Capital Partners has the right to unilaterally end the fund.

Objectives

The Apple Tree Fund aims to generate a stable short-term and long-term net return for its unit holders of at least 6% per annum (after deduction of all fees and expenses), minimizing risk and focusing on capital preservation. This means that, for an investment of € 100,000, the fund aims to ensure that your investment has grown by at least € 6,000 net after 1 year. The fund seeks to achieve this result by offering insurance to market participants against unlikely events ("tail risks") in regulated equity markets, such as the AEX and the ESTX50. The risk is controlled by a strict risk management system, that is developed, optimized, and tested over the past 20 years.

Retail investor target group

The Apple Tree Fund is aimed at both professional and retail investors with and without investment experience. Investment in the Apple Tree Fund is particularly suitable for an investor, who:

- needs liquid investment in their investment portfolio;
- wishes to have (part of) the investment portfolio managed on the basis of a fixed investment strategy performed by an external manager;
- is willing to take the risk of depreciation of the investment and can bear that risk;
- does not need income from this investment;
- seeks a return of more than 0%.

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

Risk indicator

The summary risk indicator is a guide to the level of risk of this product compared to other products. This indicator 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 unlikely to impact on our capacity to pay you.



The risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

Performance scenarios

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted. The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over the last 10 years. Markets could develop very differently in the future. The stress scenario shows what you might get back in extreme market circumstances.

The performance scenarios are calculated using 10-year data. As Apple Tree Fund has not yet existed for 10 years at this time, the calculations were in part based on actual returns and in part on simulated monthly returns based on actual historic prices.

This table illustrates how your investment of € 10,000 could perform in different scenarios if you exit after 1 or 5 years. You can compare it with the pay-off of other products.

Apple Tree Fund			
Recommended Holding Period: Example investment:	5 years € 10,000	If you exit after	
		1 year	5 years
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress scenario	What you might get back after costs	€ 7,238	€ 2,983
	<i>Average return each year</i>	<i>-27.6%</i>	<i>-21.5%</i>
Unfavourable scenario	What you might get back after costs	€ 10,728	€ 14,210
	<i>Average return each year</i>	<i>7.3%</i>	<i>7.3%</i>
Moderate scenario	What you might get back after costs	€ 11,207	€ 18,799
	<i>Average return each year</i>	<i>12.1%</i>	<i>13.5%</i>
Favourable scenario	What you might get back after costs	€ 12,833	€ 21,346
	<i>Average return each year</i>	<i>28.3%</i>	<i>16.4%</i>

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. The figures do not take into account your personal tax situation, which may also affect how much you get back.

The above table has been calculated based on the methodology as prescribed by the EU regulations. We do like to point out that the calculated returns in the 'Favourable scenario' can lead to unrealistic performance expectations. We kindly advise you to take our target and historic returns on our website into account when forming your expectations.

What happens if Apple Tree Fund is unable to pay you back?

If the Apple Tree Fund has insufficient funds to meet a pay-out obligation, you may lose all or part of your deposit. The product is not covered by any compensation or guarantee scheme.

What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

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

Costs over time	If you exit after 1 year	If you exit after 5 years
Total costs (€)	€ 295	€ 2,122
Annual cost impact (%)*	2.9%	2.9%

*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 16.4% before costs and 13.5% after costs.

Composition of costs

Composition of costs		If you exit after 1 year
One-off costs upon entry or exit		
Entry costs	We do not charge an entry fee.	€ 0
Exit costs	We do not charge an exit fee.	€ 0
Ongoing costs taken each year		
Management fees and other administrative or operating costs	2.40% of the value of your investment per year. The costs comprise of a 1.65% management fee and 0.75% service costs for third parties.	€ 240
Transaction costs	0.55% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell. These costs are directly deducted from the returns and have already been included in the fund's net returns.	€ 55
Incidental costs taken under specific conditions		
Performance fees	There is no performance fee for this product.	€ 0

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

Recommended Holding Period: 5 years.

The Apple Tree Fund has no minimum holding period for units in the fund. You can sell your units in the Fund at least once a month without any fees or penalties. The total amount of an exit should be at least EUR 1,000. Partial exit is only possible if you still hold a minimum of € 100,000 in units in the fund.

How can I lodge a complaint?

Apple Tree Capital Partners B.V. has a procedure for handling complaints that ensures that investor complaints are processed in due order. A complaint can be lodged by email info@appletreecp.com or by phone +31-6 8012 2641 to the fund manager.

Other relevant information

An Information Memorandum is available for this product, describing the complete information on this product, its risks, and conditions. The Information Memorandum, the fund's net target returns, and the fund's historical performance are all available on www.appletreecp.com.