

## 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

### Appletree Subordinated Debt Fund

a sub-fund of **Diamond Capital Funds plc**

### Class B USD Participating Shares (the "Share Class") (IE00BWT69J49)

Appletree Subordinated Debt Fund is authorised in Ireland and regulated by the Central Bank of Ireland.

This product is managed by Diamond Capital Management (Switzerland) Ltd. (the "Investment Manager"), which is authorised in Switzerland and supervised by the Swiss Financial Market Supervisory Authority (FINMA). For more information on this product, please refer to [www.diamondcapital.net](http://www.diamondcapital.net) or call +41-22-906-8406

Waystone Management Company (IE) Limited (the "Manager") is authorised in Ireland and regulated by the Central Bank of Ireland.

Accurate as of: **1 December 2023**

## What is this product?

### Type

Appletree Subordinated Debt Fund (the "Fund") is a sub-fund of Diamond Capital Funds plc (the "Company") which is an open-ended umbrella investment company with variable capital and segregated liability between sub-funds, registered in Ireland and established as a UCITS.

### Objectives

**Investment objective** The Fund's objective is to provide long term capital appreciation.

**Investment policies** The Fund will invest primarily in a portfolio of subordinated debt and debt related securities, including, corporate debt securities, convertible bonds, preferred shares, convertible preferred shares, perpetual bonds, loss-absorbing debt securities (i.e. contingent convertible debt securities), securitized debt and mortgage and asset-backed securities. These securities will be issued by banks, governmental and supranational organisations and financial institutions ("Relevant Issuers") worldwide. At least half of the portfolio will be invested in debt and debt-related securities issued by central and western European-based or US-based Relevant Issuers. The Fund may also invest up to 10% of its assets in equities listed or traded on a Recognised Exchange.

The Fund will primarily invest in securities which are below investment grade and may invest more than 20% of its net assets in emerging markets.

The Fund may use currency forwards for the purposes of hedging.

You can find further details in the Company's Prospectus and the Fund's Supplement.

**Benchmark** The Fund is actively managed without reference to any benchmark meaning that the Investment Manager has full discretion over the composition of the Fund's portfolio, subject to the stated investment objectives and policies.

**Redemption and Dealing** Shares in the Fund can generally be bought and sold daily (i.e. every Business Day of the Fund). Please refer to the Prospectus for more information.

**Distribution Policy** Any income arising from the Fund will be re-invested and it is not intended that the Fund will pay dividends.

**Launch date** The Fund was launched on 08/05/2015. The share class was launched on 08/05/2015.

**Fund Currency** The base currency of the Fund is USD.

**Conversion of units/shares** Subject to the Minimum Initial Subscription, Minimum Holding and Minimum Transaction Size requirements of the

relevant Classes, Shareholders may request conversion of some or all of their Shares in one fund of the Company or Class to Shares in another fund of the Company or Class or another Class in the Fund in accordance with the procedures specified in the Prospectus under the heading "Conversion of Shares".

**Asset Segregation** The Fund is a sub-fund of the Company, an umbrella fund with segregated liability between sub-funds. You can find out more information about the umbrella fund in the Prospectus. The Prospectus and periodic reports are prepared in the name of Company.

### Intended retail investor

This product is intended for investors who plan to stay invested for at least 3 years and are prepared to take on a medium-low level of risk of loss to their original capital in order to get a higher potential return. It is designed to form part of a portfolio of investments.

### Term

The Fund is open-ended and has no maturity date. Subject to the liquidation, dissolution and termination rights of the board of the Fund as set forth in the Fund prospectus, the Fund cannot be automatically terminated. The manufacturer, Diamond Capital Management (Switzerland) Ltd. (the "Investment Manager"), is not entitled to terminate the product unilaterally.

### Practical information

**Depository** The depository of the Fund is Northern Trust Fiduciary Services (Ireland) Limited.

**Further information** Should you require further information on this Fund, the Share Class or other share classes of the Fund, you may obtain the current Prospectus from the administrator, Northern Trust International Fund Administration Services (Ireland) Limited, and the most recent annual and any subsequent half-yearly reports and accounts from the registered office of the Company: George's Court, 54-62 Townsend Street, Dublin 2, Ireland. The documents referred to shall be provided free of charge on request. The Net Asset Value of the Share Class is calculated in USD and will be made available on the internet at [www.bloomberg.com](http://www.bloomberg.com) and [www.diamondcapital.net](http://www.diamondcapital.net) and from the Investment Manager or Administrator during normal business hours.

**Representative share classes information** Share Class B Accumulating USD (IE00BWT69J49) is representative for Share Class B Capitalisation ILS (E00BX7RPZ45), B Capitalisation EUR (IE00BD8QVX09).

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

### Risks



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.

### Performance scenarios

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.

**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 and a suitable benchmark 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.

**Unfavourable:** this type of scenario occurred for an investment between 31 August 2021 and 31 October 2023.

**Moderate:** this type of scenario occurred for an investment between 30 September 2017 and 30 September 2020.

**Favourable:** this type of scenario occurred for an investment between 31 December 2018 and 31 December 2021.

Recommended holding period		3 years	
Example Investment		10,000 USD	
Scenarios		if you exit after 1 year	if you exit after 3 years (recommended holding period)
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs Average return each year	2,938 USD -70.6%	4,575 USD -22.9%
Unfavourable	What you might get back after costs Average return each year	7,627 USD -23.7%	7,833 USD -7.8%
Moderate	What you might get back after costs Average return each year	10,082 USD 0.8%	10,896 USD 2.9%
Favourable	What you might get back after costs Average return each year	12,484 USD 24.8%	12,265 USD 7.0%

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

If we are not able to pay you out what we owe you, you are not covered by any national compensation scheme. To protect you, the assets are held with a separate company, a depositary. Should we default, the depositary would liquidate the investments and distribute the proceeds to the investors. In the worst case, however, you could lose your entire investment.

## 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. 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 USD is invested.

Example Investment 10,000 USD	if you exit after 1 year	if you exit after 3 years (recommended holding period)
<b>Total Costs</b>	<b>386 USD</b>	<b>1,096 USD</b>
<b>Annual cost impact*</b>	<b>3.9%</b>	<b>3.3%</b>

(\*) 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 6.2% before costs and 2.9% after costs.

### Composition of costs

One-off costs upon entry or exit		Annual cost impact if you exit after 1 year
<b>Entry costs</b>	<b>0.00%</b> , we do not charge an entry fee.	<b>0 USD</b>
<b>Exit costs</b>	<b>1.00%</b> of your investment before it is paid out to you. This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.	<b>100 USD</b>
Ongoing costs taken each year		Annual cost impact if you exit after 1 year
<b>Management fees and other administrative or operating costs</b>	<b>2.30%</b> of the value of your investment per year. This is an estimate based on actual costs over the last year.	<b>230 USD</b>
<b>Transaction costs</b>	<b>0.15%</b> 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.	<b>15 USD</b>
Incidental costs taken under specific conditions		Annual cost impact if you exit after 1 year
<b>Performance fees</b>	<b>0.41%</b> is the cost estimate based on the average costs paid over the last 5 years. Please note, that per the Fund's Supplement, the Performance Fee is 10.00% of any increase in the value of the shares above the previous highest value, calculated annually. Please see the Fund Supplement for more details.	<b>41 USD</b>

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

#### Recommended holding period: 3 years

This product is designed for longer term investments; you should be prepared to stay invested for at least 3 years. However, you can redeem your investment without penalty at any time during this period, or hold the investment longer. Shares in the Fund can generally be bought and sold daily (i.e. every Business Day of the Fund). Please refer to the Prospectus for more information.

### How can I complain?

You can send your complaint to the Investment Manager as outlined at [www.diamondcapital.ch](http://www.diamondcapital.ch) or under the following postal address Diamond Capital Management (Switzerland) Ltd., Rue Guillaume-Tell 10, POB 1909, 1211 Geneva 1, Switzerland or by e-mail to [lejla@diamondcapital.ch](mailto:lejla@diamondcapital.ch).

If you have a complaint about the person that advised you about this product, or who sold it to you, they will tell you where to complain.

### Other relevant information

**Cost, performance and risk** The cost, performance and risk calculations included in this key information document follow the methodology prescribed by EU rules.

**Performance scenarios** You can find previous performance scenarios updated on a monthly basis at our website [www.diamondcapital.net](http://www.diamondcapital.net).

**Past performance** You can download the past performance over the last 7 year(s) from our website at [www.diamondcapital.net](http://www.diamondcapital.net).

**Additional information** Details of the remuneration policy of the Manager are available at [www.waystone.com](http://www.waystone.com) and a paper copy will be made available free of charge upon request.

The Fund is subject to the tax laws and regulations of Ireland. Depending on your home country of residence, this might have an impact on your investment. For further details, please speak to an advisor.

**Information for investors in Switzerland:** The representative in Switzerland is Waystone Fund Services (Switzerland) SA, Avenue Villamont 17, 1005 Lausanne. The payment agent service in Switzerland is provided by Helvetische Bank AG, Seefeldstrasse 215, CH-8008 Zurich. The Prospectus, key information document, the articles of association as well as the annual and semi-annual reports can be obtained on request and free of charge from the representative in Switzerland.