

Key investor information

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.

AlphaNow Long/Short Equity Fund, a compartment of HTL Funds

Share class: EI (Accumulation) LU1611271831

This SICAV is managed by HTL Capital Management

Objectives and investment policy

The key features of the Fund are as follows:

The Fund is actively managed in order to deliver a net performance above the capitalized index EONIA and non-correlated from the equity, debt instruments and monetary markets. The Fund seeks to have an annualised monthly volatility below 7%. The Fund has adopted systematic strategies, which seek to deliver a high risk-return level for each of them.

These strategies are based on the following non-correlated performance drivers. The first performance driver is based on systematic analytics of sources of information that could impact the cash equity markets. This investment strategy especially applies to large capitalisation issuers ("Large Caps"), so as to create a pocket of equities selected by anticipating short-term trends with a holding period of a few days. The second performance driver is based on systematic analytics of sector fundamentals to create another pocket based on the sectorial rotation of the equity markets. This investment strategy applies to sector ETFs with a holding period of few a months, reflecting the anticipation of the business cycles. Another performance driver is based on predictions of macroeconomics growth to create an equity pocket based on the prediction of the economic growth. This investment strategy applies to futures on equity index with a holding period of a few months, reflecting macro-economics conditions.

The Large Caps are selected amongst the components of major indexes such as STOXX 600, FTSE 100, DAX 30, S&P 500, Nasdaq 100, Nikkei 225 and other liquid equities not yet included in those indexes.

In order to reach its objective, the Fund will invest significantly in equity market instruments without geographical constraints, such as cash equities, sector ETFs, futures on equity index.

The Fund may also invest in money market instruments, short-term debt securities (notes, bills, etc.) issued by investment grade governments or private issuers and commodities through eligible structured products, ETF, Exchange Traded Commodities or index derivative instruments.

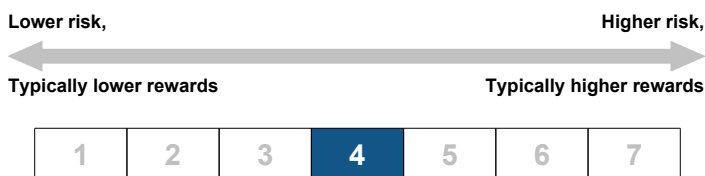
The Fund may also invest in financial derivative instruments so as to (i) seek or reduce exposure to the above assets by using financial listed and OTC derivatives instruments such as futures, swaps (including unfunded total return swaps or contracts for difference ("CFD")), options, index related derivatives, currency derivatives, (ii) for efficient portfolio management or (iii) for hedging purposes.

Other information:

Income arising from the portfolio will be reinvested in the Fund and investors may redeem units on demand on each valuation day.

Subscription and redemption requests must be received at the latest one (1) bank business day until 14:00 (2 p.m.) Luxembourg time before the valuation day.

Risk and reward profile



The risk and reward indicator illustrates where the Fund is positioned in terms of its possible risk and reward. The higher the Fund's position on this scale, the greater the possible reward, but also the greater risk of losing money. This risk indicator is calculated using historical data, which cannot be used as a prediction for the future.

The SRRI calculation is based on risk assumptions.

Risk Category 4 reflects moderate potential gains and/or losses for the portfolio. This is due to investments in equities without geographic constraints.

Therefore the risk classification may change over time. Even if the Fund is in the lowest risk class you can lose money, as no investments are entirely risk free. The risk and reward indicator has been calculated by using simulated historical data.

Risks materially relevant to the Fund which are not captured by the indicator :

Concentration risk: To the extent that the Fund's investments are concentrated in a particular country, market, industry or asset class, the Fund may be susceptible to loss due to adverse occurrences affecting that country, market, industry or asset class.

Currency risk: The Fund invests in overseas markets. It can be affected by changes in exchange rates which may cause the value of your investment to decrease or increase.

Derivative for hedging purpose: The use of derivatives for hedging in a rising market may restrict potential gains.

Liquidity risk: Liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Fund's returns because the Fund may be unable to transact at advantageous times or prices.

Risk linked to the use of derivative instruments: The Fund uses derivative instruments, which means financial instruments whose value depends on those of an underlying asset. Therefore, fluctuations in the price of an underlying asset, even if minor, could lead to significant variations in the price of the corresponding derivative instrument. With the use of over-the-counter derivatives, there is a risk that the counterparty to the transactions will wholly or partially fail to honour its contractual obligations. This may result in a financial loss to the Fund.

Credit risk and interest rate risk: The Fund invests in bonds, cash or other money market instruments. There is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are rated as sub-investment grade. An increase in interest rates may cause the value of fixed-income securities held by the Fund to decline. Bond prices and yields have an inverse relationship, when the price of a bond falls the yield rises.

Emerging market risk: The Fund may invest in developing overseas markets which carry a higher risk than investing in larger established markets. Investments in emerging markets are likely to experience greater rises and falls in value and may suffer trading problems.

Charges

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

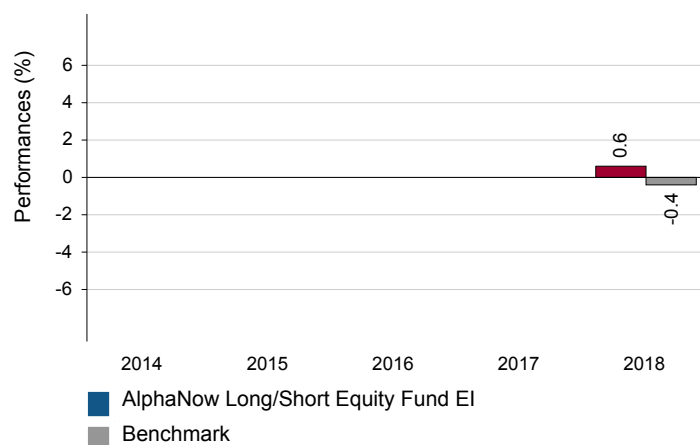
One-off charges taken before or after you invest	
Entry charge	None
Exit charge	None
This is the maximum that might be taken out of your money before it is invested (entry charge) or before the proceeds of your investment are paid out (exit charge).	
Charges taken from the Fund over a year	
Ongoing charges	0.53%
Charges taken from the Fund under specific conditions	
Performance fee	0.06% for the Fund's last financial year
10% of the performance over EONIA and in reference to the "High Water Mark" principle	

The entry and exit charges shown are maximum figures. In some cases you might pay less – you can find this out from your financial adviser.

Ongoing charges are based on the charges for the previous year, ending on 31 December 2018. This figure may vary from year to year and is based on estimated assets under management at launch date. Performance fees and portfolio transaction costs are not included in the ongoing charges figure, except for portfolio transaction costs for entry / exit charges paid by the Fund when buying or selling units in another fund.

More information on charges can be found in the Section "Expenses" of the Fund's prospectus, available at the Fund's registered office.

Past performance



The performance figures shown in the bar chart are not a reliable indication of future performance.

Annualised performance is calculated after deducting all charges taken from the Fund.

Fund creation date: 25 September 2017

Share class launch date: 25 September 2017

Base currency: USD.

Benchmark: Capitalized index EONIA.

Practical information

The Depositary of the Fund is CACEIS Bank, Luxembourg Branch.

Further information about the Fund and English copies of annual reports, semi-annual reports and the prospectus can be obtained free of charge upon request at the Fund's registered office.

Other practical information, including information on how to subscribe shares and the latest prices of shares, is made available to the public at the Fund's registered office.

The details of the up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated, can be found on the following website: <http://htl-capital.com/>. A paper copy of the remuneration policy will be made available free of charge upon request.

Assets and liabilities of each sub-fund of the umbrella HTL Funds are segregated by law, therefore, only the profit or loss of the AlphaNow Long/Short Equity Fund has an impact on your investment.

This Key Investor Information document describes one share class of a sub-fund of HTL Funds, while the prospectus, latest annual and semi-annual report are prepared for the entire HTL Funds.

The Fund is subject to the tax laws and regulations of Luxembourg. Depending on your own country of residence this might have an impact on your investment. For further details on this and the applicable tax regime, please contact a tax advisor.

HTL Capital Management 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 Fund's prospectus.

The Funds is authorised in Luxembourg and is supervised by the Commission de Surveillance du Secteur Financier (CSSF).
The Management Company is authorised in France and is regulated by the Autorité des Marchés Financiers (AMF).
This key investor information is accurate as at 19 February 2019.