

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

IFSL Signia Sovereign Fund – Income Class

Investment Fund Services Limited (“IFSL”)

Web address: www.ifslfunds.com

ISIN: GB00BN7HRJ20

Call 0808 178 9322 for more information

Investment Fund Services Limited is authorised and regulated by the Financial Conduct Authority.

This key investor information is accurate as at 04 January 2021

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

What is this product?

Type: IFSL Signia Sovereign Fund (the “Fund”) is a sub-fund of the IFSL Signia OEIC, an open-ended investment company with variable capital incorporated in England & Wales.

Objective: To increase the value of your investment by more than 1% above cash a year, net of fees, over any 3 year period. Cash is measured by the Bank of England’s interest rate benchmark, SONIA. The increased value comes from a combination of income, which is money paid out of investments such as interest from bonds and dividends from ETFs (exchange traded funds), and capital growth, which is profit on investments held. There is no certainty that the aim of the Fund will be achieved.

The Fund is actively managed, meaning Signia Wealth Limited (the “Investment Manager”) decides which investments to buy and sell, and when. The Fund will invest at least 90% across the world in a mixture of: • Sovereign and supranational debt (types of bonds issued by governments and government-backed institutions); • Funds and ETFs which invest in sovereign and supranational debt; and • Cash, via liquidity funds, such as money market funds. Bonds will be focused in investment grade bonds, where the issuer has a high and reliable capacity to repay the debt. Should an investment grade bond held drop to sub-investment grade, which can be more vulnerable to changing market conditions, the Fund will aim to dispose of this in an orderly manner. The Fund will focus its exposure on low-risk, high-grade bonds. Credit rating agencies rate the credit quality of bonds on a scale from AAA to D. The Fund will aim to have the average credit rating across the holdings at or above AA-, which is considered ‘high grade’.

The Investment Manager considers economic and market conditions when deciding asset allocation. This is alongside a focus on analysis of the individual countries and bonds when investing directly, or when investing indirectly, analysis of the funds and ETFs, aiming to identify assets that the Investment Manager believes will perform well in their sector. The Fund may also hold up to 10% in cash. This is to enable the ready settlement of liabilities, for the efficient management of the portfolio and in pursuit of the fund’s investment objective.

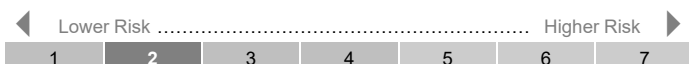
The Fund can use derivatives or forward transactions, which are instruments whose returns are linked to another asset, market or other variable factor, for efficient portfolio management purposes, including the reduction of risk related to currency exposure, known as currency hedging.

Intended retail investor: Investments are suitable for retail investors whose investment requirements are aligned with the objectives, policies and risk profile of the Fund.

Term: The Fund does not have a fixed term of existence or maturity period, but in certain circumstances may be wound up by IFSL in line with the constitutional documents of the Fund.

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

Risk indicator



The risk indicator assumes you keep the product for 3 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

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. The principal of this product is not guaranteed. 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 future market performance so you could lose some or all of your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

Further information on additional risks can be found in the “Risk Factors” section of the Prospectus.

What are the risks & what could I get in return? (continued)

Performance Scenarios

Investment = £10,000			
Scenarios	1 year	2 years	3 years*
Stress scenario			
What you might get back after costs	£9,269.35	£8,979.48	£8,761.17
Average return each year	-7.31%	-5.24%	-4.31%
Unfavourable scenario			
What you might get back after costs	£10,025.58	£10,290.51	£10,603.39
Average return each year	0.26%	1.44%	1.97%
Moderate scenario			
What you might get back after costs	£10,438.90	£10,894.12	£11,369.19
Average return each year	4.39%	4.37%	4.37%
Favourable scenario			
What you might get back after costs	£10,859.61	£11,522.89	£12,179.47
Average return each year	8.60%	7.34%	6.79%

*recommended holding period

This table shows the money you could get back over the next 3 years, under different scenarios, assuming that you invest £10,000.

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

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 happens if IFSL is unable to pay out?

You may face a financial loss should IFSL default on its obligations.

The Financial Services Compensation Scheme Limited has been established under the rules of the FCA as a "rescue fund" for certain clients of firms authorised and regulated by the FCA. The FSCS compensates eligible claimants for losses suffered as a result of the inability of an FCA-regulated firm to pay monies due, or satisfy obligations owed, to them (typically as a result of the firm's insolvency). The ACD will supply you with further details of the scheme on written request to its operating address. Alternatively, you can visit the scheme's website at www.fscs.org.uk.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in future.

Costs Over Time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment Scenarios (£10,000)	If you cash in after 1 year	If you cash in after 2 years	If you cash in after 3 years*
Total cost	£59.84	£125.26	£196.65
Impact on return (RIY) per year	0.57%	0.57%	0.57%

*recommended holding period

What are the costs? (continued)

Composition of Costs

The table below shows the impact the different types of costs have on the investment return you might get back at the recommended holding period and what the meaning of the different cost categories.

One-off costs		
Entry Costs	0.00%	The impact of the costs you pay when entering your investment.
Exit Costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs		
Portfolio Transaction costs	0.02%	The impact of the costs of us buying and selling underlying investments for the product.
Other ongoing costs	0.55%	The impact of the costs that we take each year for managing your investments.
Incidental costs		
Performance fees	0.00%	The impact of the performance fee.
Carried Interests	0.00%	The impact of carried interests.

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

Recommended holding period: 3 years

The recommended holding period for shares in the Fund is 3 years. Investment in the Fund should be viewed as a medium to long term investment.

You can buy or sell all or part of your investment on any business day subject to the minimum holding requirements. For the impact of cashing in earlier than on the recommended holding period, please see the performance scenarios shown under "What are the risks and what could I get in return?" above.

How can I complain?

If you have any complaints about the product the conduct of IFSL or the person advising on, or selling, this product please feel free to lodge a complaint by contacting us in one of two ways:

Postal address

Marlborough House,
59 Chorley New Road,
Bolton
BL1 4QP

Email

ifslclientsupport@ifslfunds.com

We will then handle your complaint and provide you with feedback as soon as possible. A summary of our complaints handling procedure is available online at www.ifslfunds.com.

Other Relevant Information

The Prospectus for the Fund is provided free of charge to eligible potential investors, and is available in English. IFSL is available for discussion of the terms and conditions of the offering and will provide any additional information, to the extent it possesses or can acquire it without reasonable effort or expense, necessary to verify the information contained in the Prospectus.

For further details including how to invest please see the Supplementary Information Document which is available at www.ifslfunds.com or call 0808 178 9322.