



PRODUCT KEY FACTS

**Fullgoal International Funds SICAV -
Fullgoal China Small-Mid Cap Growth Fund**

21 August 2019

Issuer: Fullgoal Asset Management (HK) Limited

- *This statement provides you with key information about Fullgoal China Small-Mid Cap Growth Fund (the “Sub-Fund”).*
- *This statement is a part of the offering document.*
- *You should not invest in this product based on this statement alone.*

Quick facts

Management Company:	Lemanik Asset Management S.A.
Investment Manager:	Fullgoal Asset Management (HK) Limited (external delegation, Hong Kong)
Depository:	Brown Brothers Harriman (Luxembourg) S.C.A.
Dealing frequency:	Daily (each full day on which banks are open for normal banking business in Luxembourg, Hong Kong and China (except 24 th and 31 st December))
Base currency:	USD
Dividend policy:	Accumulation Shares (Class A1 Acc and Class I1 Acc): investment income attributable to the Accumulation Shares will not be paid to the investors but will be retained in the share class.

Ongoing charges over a year[^]:	Class A1 Acc (USD) [#]	2.80%
	Class A1 Acc (EUR) [*]	2.80%
	Class A1 Acc (EUR Hedged) [*]	2.80%
	Class I1 Acc (USD) [#]	2.80%
	Class I1 Acc (EUR) [*]	2.80%
	Class I1 Acc (EUR Hedged) [*]	2.80%

[^]The ongoing charges figure for the respective classes will be capped at 2.80% of the average net asset value of the relevant class of shares (“**Capped Figure**”). Any ongoing charges in excess of the Capped Figure will be borne by the Investment Manager and will not be charged to the Sub-Fund. The ongoing charges figure may vary from year to year. It is possible that the actual ongoing charges figure is lower than the Capped Figure.

[#] The respective ongoing charges figures of Class A1 Acc (USD) and Class I1 Acc (USD) for the year ended 31 December 2018 are 7.03% and 4.48%. The ongoing charges figure represents the sum of the ongoing expenses chargeable to the respective classes of shares of the Sub-Fund over a 12-month period expressed as a percentage of the Sub-Fund's average net asset value of the respective classes of shares of the Sub-Fund over the same period. The ongoing charges figures which are calculated by referring to the above basis may vary from year to year.

^{*} The estimated ongoing charges figures of Class A1 Acc (EUR), Class A1 Acc (EUR Hedged), Class I1 Acc (EUR) and Class I1 Acc (EUR Hedged) for the year ended 31 December 2019 are 7.03%, 7.03%, 4.48% and 4.48%. The estimated ongoing charges figure is based on an existing share class with a similar fee structure and represents the sum of the estimated ongoing expenses chargeable to the respective classes of shares of the Sub-Fund over a 12-month period

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expressed as a percentage of the Sub-Fund's estimated average net asset value of the respective classes of shares of the Sub-Fund over the same period. Upon launch, the ongoing charges figures which are calculated by referring to the above basis may be different from the estimated figure and the figure may vary from year to year.

Financial year end of the Sub-Fund: 31 December

Minimum investment:

- Class A1 Acc (USD): USD 1,500 (initial), USD 1,500 (subsequent)
- Class A1 Acc (EUR): EUR 1,000 (initial), EUR 1,000 (subsequent)
- Class A1 Acc (EUR Hedged): EUR 1,000 (initial), EUR 1,000 (subsequent)
- Class I1 Acc (USD): USD 250,000 (initial), USD 250,000 (subsequent)
- Class I1 Acc (EUR): EUR 200,000 (initial), EUR 200,000 (subsequent)
- Class I1 Acc (EUR Hedged): EUR 200,000 (initial), EUR 200,000 (subsequent)

What is this product?

The Sub-Fund is a sub-fund of the Fullgoal International Funds SICAV which is constituted in the form of a mutual fund. It is domiciled in Luxembourg and its home regulator is Commission de Surveillance du Secteur Financier.

Objective and Investment Strategy

The Sub-Fund's investment objective is to achieve capital appreciation primarily (i.e. at least two-thirds of its net asset value) through investing in small and mid cap companies whose operations are focused mainly in, or which derive a significant amount of revenue from China, Hong Kong or Macau listed in Hong Kong and the US.

In seeking to achieve the Sub-Fund's investment objective, the Sub-Fund shall invest at least two-thirds of its net asset value in equity or equity related assets of small and mid cap companies whose operations are focused mainly in, or which derive a significant amount of revenue from China, Hong Kong or Macau listed in Hong Kong and the US. The Sub-Fund may also invest less than 30% of its net asset value in China A-Shares via the securities trading and clearing linked programme with an aim to achieve mutual stock market access between Mainland China and Hong Kong (i.e. the Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively, the "**Stock Connect**")) and RQFII quota of the Investment Manager. The Investment Manager may from time to time determine the definition of small and mid cap companies with reference to the major financial or stock market indices which track the performance of small and mid cap companies.

The Sub-Fund is not subject to any limitation on the portion of its net asset value that may be invested in any industry or sector.

The Sub-Fund is an open-ended equity fund. It mainly invests in stocks listed in Hong Kong and the US. The Sub-Fund may use derivatives issued in Hong Kong and the US for efficient portfolio management and hedging purposes. The Sub-Fund may use a wide range of investment techniques, including options and forward contracts for efficient portfolio management purposes. The Sub-Fund will use financial derivative instruments for investment purposes on an ancillary basis. For the avoidance of doubt, the Sub-Fund will not use financial derivative instruments extensively or primarily for investment purposes.

The Sub-Fund targets to generate return higher than the performance benchmark, which comprises 95% of MSCI China Free SMID Index and 5% of Hong Kong Overnight Interbank Offer Rate.

The Investment Manager will select stocks based on fundamental analysis of the individual companies and the macro-economic situation.

The Sub-Fund will not invest into mortgage-backed securities (MBS) and asset-backed securities (ABS).

Under exceptional circumstances (e.g. market crash or major crisis), the Sub-Fund may invest temporarily up

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to 100% in liquid assets such as bank deposits, certificates of deposit, commercial papers and treasury bills for cash flow management.

What are the key risks?

Investment involves risks. Please refer to the offering document for details including the risk factors.

1. Investment risk

- The Sub-Fund's investment portfolio may fall in value due to any of the key risk factors below and therefore your investment in the Sub-Fund may suffer losses. There is no guarantee of the repayment of principal.

2. Currency risk

- Underlying investments of the Sub-Fund may be denominated in currencies other than the base currency of the Sub-Fund. Also, a class of shares may be designated in a currency other than the base currency of the Sub-Fund. The net asset value of the Sub-Fund may be affected unfavorably by fluctuations in the exchange rates between these currencies and the base currency and by changes in exchange rate controls.

3. Equity market risks

- The Sub-Fund's investment in equity securities is subject to general market risks, whose value may fluctuate due to various factors, such as changes in investment sentiment, political and economic conditions and issuer-specific factors.

4. Risk associated with small-capitalisation / mid-capitalisation companies

- The Sub-Fund invests in stock of small-capitalisation/ mid-capitalisation companies. The stock of small-capitalisation/ mid-capitalisation companies may have lower liquidity and their prices are more volatile to adverse economic developments than those of larger capitalisation companies in general.

5. Risk associated with high volatility of equity markets in China

- High market volatility and potential settlement difficulties in the China markets may result in significant fluctuations in the prices of the securities traded on such markets and thereby may adversely affect the value of the Sub-Fund.

6. Risk associated with regulatory/exchanges requirements of the equity markets in China

- Securities exchanges in the China markets typically have the right to suspend or limit trading in any security traded on the relevant exchange. The government or the regulators may also implement policies that may affect the financial markets. All these may have a negative impact on the Sub-Fund.

7. Concentration risks

- The Sub-Fund's investments are concentrated in China, Hong Kong and Macau. The value of the Sub-Fund may be more volatile than a fund having a more diverse portfolio of investments.
- The value of the Sub-Fund may be more susceptible to adverse economic, political, policy, foreign exchange, liquidity, tax, legal or regulatory event affecting the markets in China, Hong Kong and Macau.

8. Emerging market risk

- The Sub-Fund's investment in emerging markets may involve increased risks and special considerations not typically associated with investment in more developed markets, such as liquidity risks, currency risks/control, political and economic uncertainties, legal and taxation risks, settlement risks, custody risk and the likelihood of a high degree of volatility.

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9. Risks associated with investment in FDI

- Risks associated with financial derivative instruments (FDI) include counterparty/credit risk, liquidity risk, valuation risk, volatility risk and over-the-counter transaction risk. The leverage element/component of an FDI can result in a loss significantly greater than the amount invested in the FDI by the Sub-Fund. Exposure to FDI may lead to a high risk of significant loss by the Sub-Fund.

10. Risk associated with performance benchmark

- The Sub-Fund adopts a performance benchmark as a point of reference against which the performance of the Sub-Fund may be measured. There is no guarantee or assurance that the Sub-Fund can always outperform the performance benchmark. It is possible that the Sub-Fund underperforms the benchmark and the Sub-Fund may suffer loss.

How has the Sub-Fund performed?

As Class A1 Acc (USD) share class has been launched for less than a full calendar year, there is insufficient data to provide a useful indication of past performance to investors.

The Investment Manager is in the opinion that the Class A1 Acc (USD) share class, being the retail share class denominated in the base currency of the Sub-Fund, is the most appropriate representative share class of the Sub-Fund.

Is there any guarantee?

This Sub-Fund does not have any guarantees. You may not get back the full amount of money you invest.

What are the fees and charges?

Charges which may be payable by you

You may have to pay the following fees when dealing in the shares of the Sub-Fund.

Fee

Subscription fee	Class A1 Acc: Up to 5% of the subscription amount Class I1 Acc: Up to 3% of the subscription amount
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Switching fee [^]	Nil
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Redemption fee [^]	Nil
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[^]For any increase in fees listed above, no less than one month's prior written notice will be given to investors.

Ongoing fees payable by the Sub-Fund

The following expenses will be paid out of the Sub-Fund. They affect you because they reduce the return you get on your investments.

	<u>Annual rate</u>
Management fee	Up to 0.07% p.a. of the net asset value of the Sub-Fund, subject to a minimum annual fee of up to €20,000
Investment Management fee	Class A1 Acc: 1.80% p.a. of the net asset value of the relevant share class Class I1 Acc: 0.90% p.a. of the net asset value of the relevant share class
Performance fee	Not applicable
Depository fee	0.0125% p.a. of the net asset value of the Sub-Fund, subject to a minimum of USD 12,000 p.a.

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Administration fee	Up to 0.04% of the net asset value of the Sub-Fund, subject to a minimum of USD 48,000 p.a.
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Other fees

You may have to pay other fees when dealing in the shares of the Sub-Fund. The Sub-Fund will also bear the costs which are directly attributable to it, please refer to the offering document for details.

The ongoing charges figure for the respective classes will be capped at 2.80% of the average net asset value of the relevant class of shares. Any ongoing charges in excess of the Capped Figure will be borne by the Investment Manager and will not be charged to the Sub-Fund.

Additional Information

- You generally buy and redeem shares at the Sub-Fund's next-determined net asset value per share after the registrar and transfer agent (i.e. Brown Brothers Harriman (Luxembourg) S.C.A.) receives your request in good order on or before 4:00 p.m. (CET time) one business day[#] (except for 24th and 31st December) prior to the applicable dealing day. Distributors may impose different dealing deadlines for receiving requests from investors.
- The net asset value of this Sub-Fund is calculated and the price of shares is published on <http://www.fullgoal.com.hk/>* or available by phone at (852) 3713 3000 on each business day[#] (except for the 24th and 31st December) following the applicable dealing day.
- Investors may obtain the past performance information of other share classes offered to Hong Kong investors from <http://www.fullgoal.com.hk/>.*

[#] A business day is any full day on which banks are open for normal banking business in Luxembourg, Hong Kong and China.

* Please note that the website has not been reviewed by the Securities and Futures Commission ("SFC").

Important

If you are in doubt, you should seek professional advice.

The SFC takes no responsibility for the contents of this statement and makes no representation as to its accuracy or completeness.