

## Key investor information

This document provides key information for investors about pension fund LUMINOR SUSTAINABLE FUTURE INDEX. It is not promotional information. It is required by law to help you understand the nature and risks of investing in this pension fund. You are advised to read this information in order to make an informed investment decision.

## LUMINOR SUSTAINABLE FUTURE INDEX

This supplementary voluntary pension fund (hereinafter referred to as the Fund) is managed by Luminor investicijų valdymas UAB, a member of the Luminor group of companies.

### Objectives and investment policy

The **objective** is to achieve higher yields in the long term, while bearing the associated risks.

**Main types of financial instruments** – the Fund is a high-risk fund with up to 100 % of its assets invested in equity markets. The choice of a global exposure to equities provides a more stable long-term return than sector or regional funds.

**Investment process.** Pension assets are passively invested in funds whose replicable benchmarks take into account environmental, social and governance (ESG) factors. In this way, pension assets are invested in companies with an above-average ESG rating, excluding companies whose products have a negative impact on social or environmental factors.

**The benchmark index used:** 75% of world equities (MSCI World SRI Filtered ex Fossil Fuels Index); 25% of emerging markets (MSCI Emerging Markets SRI Filtered ex Fossil Fuels Index).

**The income of the Fund** is reinvested, not distributed to participants.

**The currency of the Fund** is euro.

**Redemption:** An investor may at any time request the redemption of his fund units. Redemption requests are accepted through the Internet bank of Luminor bank AS and in branches in Lithuania every business day.

#### Other information

- The Fund invests in shares or equity funds.
- For liquidity management purposes, part of the Fund's assets may be invested in cash equivalents, money market instruments or short-term government securities.
- The Fund may enter into derivative transactions to hedge various risks and to meet its objectives.

**Recommendation** The Fund is designed for participants seeking potentially higher returns over the long term and who are willing to accept large fluctuations in value. It is more suitable for younger and middle-aged savers.

### Risk and reward profile



The categories on this risk scale show the relationship between risk and potential reward. The higher the category, the higher the potential reward but also the higher the risk. However, the lowest category does not mean that the investment is risk-free.

As the Fund has no five year performance history, the Fund is categorised on the basis of the fluctuations in the value of the Fund's assets since its inception and of fluctuations in the value of the Fund's benchmark index for the remaining period going back over the last five years in total. In this context, the Fund is in category 5, i.e., high risk, as the performance of the Fund and of the Fund's benchmark index over the past 5 years in total has been characterised by high volatility.

Historical data cannot provide a reliable indication of the nature of future risks and potential rewards. The level of risk and potential return assigned to the Fund is not guaranteed and may change over time.

The category of the Fund does not reflect the impact, which events or extraordinary market conditions may have. The value of the Fund's units can rise and fall. The value of the units of a fund less than the amount paid for them.

**In addition, Risks which are materially relevant to the Fund and which are not adequately captured by the above risk and reward category are:**

**Liquidity risk.** The risk that the Fund's assets cannot be sold at a desired time and for a reasonable price. To reduce the liquidity risk, the Fund's investments are diversified, preferring securities traded on well-established recognized exchanges or other securities with good liquidity.

**Settlement risk.** The risk that transaction in securities or other settlement system cannot be fulfilled at the specified time and amount due to transaction counterparty not being able to fulfil its obligations timely or to full extent. To reduce the settlement risk,

transactions are mostly made on organized exchanges using delivery versus payment method.

**Operational risk.** The risk that the Fund can incur material losses due to inadequate or incomplete internal processes or controls, human error, systems failure, or the effects of external

## Deductions applied

Deductions paid by you are used to cover the operating expenses of the Fund, including expenses related to the distribution of investment units of this Fund. These deductions reduce the expected return on your investment.

### One-off deductions applied before or after investment

Withdrawal fee	0,0 %	Upon reaching the minimum retirement age
	1,0 %	Below the minimum retirement age
Fund or company switching fee	Free of charge	

### Fees deducted from the Fund during the year

Ongoing fee	0,69%
<b>Fees deducted from the Fund under certain specific conditions</b>	
Success fee	Not applicable

circumstances, including legal and documentation risks. Operational risk is mitigated by the Fund Manager implementing and maintaining a rigorous internal control system.

The table below shows the maximum fees applicable. In some cases they may be lower. The Pension Asset management fee is charged per calendar day and deducted from the Pension Assets once a month.

The Pension Asset Management Fee per day is calculated by dividing the Pension Asset Management Fee by the actual number of calendar days in the year to four decimal places. Information for Participants on the actual management fee amounts is available at [www.luminor.lt](http://www.luminor.lt).

The amount of the ongoing fee is an estimate as the Fund's operating period is less than one year. Detailed information on exact fees will be submitted in each annual financial report of the Fund.

This amount may vary from year to year. This fee does not cover the costs of transactions involving the Fund's assets, except where sales/redemption fees are paid out of the Fund's assets when buying or selling units of another fund on behalf of the Fund.

## Past performance

Historical results are not presented as the Fund has been active for less than one year.

The Fund was established on 24 May 2021.

## Practical information

**Depository** – Luminor bankas AS.

**Additional information.** The Key Investor Information Document may not contain all the information you require. Please refer to the pension fund rules for more detailed information. Information on the Fund's assets is reflected in the Fund's latest annual or half-year report. The Fund's annual and semi-annual reports in Lithuanian can be downloaded free of charge from [www.luminor.lt](http://www.luminor.lt) or obtained in hard copy at your nearest bank branch.

**The Fund's unit value** is calculated every business day and published on [www.luminor.lt](http://www.luminor.lt).

**Tax legislation.** The tax regime applicable in the Republic of Lithuania may affect your tax position.

**Declaration of liability.** Luminor Investicijų valdymas UAB shall only be liable for the information contained in this document if such information is misleading, inaccurate or inconsistent with the information contained in the relevant parts of the Fund's rules.

Information on the latest remuneration policy of the management company including description of calculation of remuneration and other benefits is available on the website [www.luminor.lt](http://www.luminor.lt). A free hard copy of the information is available on request.

The Luminor Sustainable Future Index Fund announces sustainability-related information at: <https://www.luminor.lt/en/luminor-sustainable-future-index-fund-sustainability-related-disclosures>

The Fund is incorporated in the Republic of Lithuania and is supervised by the Bank of Lithuania. Luminor investicijų valdymas UAB is licensed in the Republic of Lithuania and supervised by the Bank of Lithuania. This Key Investor Information is accurate as at the date of its publication on 20 December 2021.