

# KEY INFORMATION DOCUMENT ("KID")



## 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 DETAILS

**Product:** Harding Loevner Funds plc – The Harding Loevner Global Small Companies Equity Fund USD Class A  
**PRIIPs Manufacturer:** Waystone Management Company (IE) Limited

**ISIN:** IE0000PVVGD9  
**Website:** www.waystone.com  
**E-mail:** HardingLoevnerTADublin@ntrs.com  
**Contact:** +353 1 434 5085

The PRIIPs Manufacturer and the Management Company is Waystone Management Company (IE) Limited which is authorised in Ireland and supervised by the Central Bank of Ireland (CBI).

This PRIIP is authorised in Ireland.

This key information document is valid as at 14 February 2024.

## WHAT IS THIS PRODUCT?

### Type:

This product is a UCITS Fund.

### Term:

This product is not subject to any fixed term and may not be terminated unilaterally by the PRIIPs Manufacturer.

### Objectives:

The Fund seeks to achieve long-term capital appreciation by investing in equity and equity related securities of small companies that the Investment Manager regards as well managed, financially sound, fast growing, strongly competitive, and priced by the market below their estimated value. Companies considered to be small are those having a market capitalisation, at time of purchase, within the range of the market capitalisation of companies in the MSCI All Country World Small Cap Index (the "Index"). For reference, as of 31 December 2017, the range of market capitalisation of companies in the Index was \$43 million to \$11 billion.

The securities will primarily be common stocks and other securities with equity characteristics, including but not limited to preferred stocks, warrants (not more than 5% of the Fund's Net Asset Value), rights (which are issued by a company to allow holders to subscribe for additional securities issued by that company), convertible securities, Depository Receipts, equity-linked notes and participatory notes as more particularly set out in the section "Funds" in the Prospectus. Under normal circumstances at least 80% of the Fund's net assets will be invested in the foregoing instruments, i.e., freely transferable equities and equity related securities primarily issued by small companies based inside and outside of the United States. The Fund will be highly diversified and therefore will not be concentrating on any specific regions or economic sectors. The Fund may also invest (up to 10% of its Net Asset Value) indirectly in such securities through holdings in open-ended collective investment schemes that satisfy Regulation 3(2) of the Regulations which shall be predominantly in the form of exchange traded funds and listed and traded in the US and Europe. No more than 25% of the net assets of the Fund may be invested in emerging and frontier markets, in aggregate. The Fund may hold investments from time to time that are listed or traded in Russia. It is not anticipated that such investments will normally constitute a substantial element of the Fund and shall not in any event exceed 20% of the net assets of the Fund. The Fund will invest on a long only basis.

The fund has the freedom to invest outside its principal geographies, market sectors, industries or asset classes.

The Fund will have a global focus but in normal circumstances will invest broadly in the following countries and regions: (1) Europe; (2) the Pacific Rim; (3) the United States, Canada, and Mexico; and (4) countries with emerging and frontier markets (such as China, India and Russia). The Fund will be highly diversified and therefore will not be concentrating on any specific regions or economic sectors.

The fund's performance should be assessed against its target benchmark being to exceed the MSCI All Country World Small Cap Index.

The Fund is actively managed.

### Dealing Frequency:

You may redeem your investment upon demand. This fund deals daily.

### Distribution Policy:

Any income from your investments will be reinvested to grow the value of your shares on an annual basis.

### Depositary:

Northern Trust Fiduciary Services (Ireland) Limited

### Further Information:

Further information about the Fund and copies of the Prospectus, the KIDs, annual and half-yearly reports of the Company, and the Articles of Association of the Company may be obtained free of charge in English upon request at Second Floor, 5 Earlsfort Terrace, Dublin 2, Ireland, the registered office of the Company.

The share price is published daily and is available, along with any indicative net asset value, online at [www.hardingloevnerfundspc.com](http://www.hardingloevnerfundspc.com).

The fund is a sub-fund of the Company which is an umbrella fund with segregated liability between sub-funds. This means that the assets and liabilities of each sub-fund are segregated by law.

The details of the up-to-date remuneration policy of the Management Company, including, but not limited to, a description of how remuneration and benefits are calculated, the identity of the persons responsible for awarding the remuneration and benefits, including the composition of the remuneration committee, are available on [www.waystone.com/waystone-policies](http://www.waystone.com/waystone-policies), a paper copy will be made available free of charge upon request.

### Intended Retail Investor:

The Fund is intended for retail investors (i) with knowledge and/or experience of these types of products, (ii) that have obtained appropriate investment advice, and (iii) that have the ability to bear losses up to the amount they have invested in the Fund. The Fund is suitable for investors seeking capital growth who are prepared to accept a medium to high degree of volatility over a five to seven year market cycle.

## WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

### Risk Indicator



The risk indicator assumes you keep the product for 5 Years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

currency risk. The underlying funds may receive payments in a different currency, so the final return you will get depend on the exchange rate between the two  
This risk is not considered in the indicator shown above.

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 class 4 out of 7, which is a medium risk class. This rates the potential losses from future performance at a medium level, and poor market conditions could impact the capacity of the fund to pay you.**

Due to effects of unusual market conditions, other risks could be triggered, such as: credit and counterparty, liquidity, market, currency, and derivatives risks. For other risks materially relevant to the Fund which are not taken into account in the summary risk indicator, please read the Fund's Annual Report or Prospectus/Supplement available at [www.hardingloevnerfundspc.com](http://www.hardingloevnerfundspc.com).

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.

## Performance Scenarios

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 below are illustrations using the worst, average, and best performance of the product / a suitable benchmark over the last 10 years. Markets could develop very differently in the future.

<b>Recommended holding period: 5 Years</b>			
<b>Investment: 10 000 USD</b>			
<b>Scenarios</b>		<b>1 Year</b>	<b>5 Years</b> (recommended holding period)
<b>Minimum:</b>	There is no minimum guaranteed return. You could lose some or all of your investment.		
<b>Stress scenario</b>	<b>What you might get back after costs</b>	2 430 USD	<b>2 490 USD</b>
	Average return each year	- 75.72 %	- 24.30 %
<b>Unfavourable scenario</b>	<b>What you might get back after costs</b>	6 840 USD	<b>8 090 USD</b>
	Average return each year	- 31.61%	- 4.14%
<b>Moderate scenario</b>	<b>What you might get back after costs</b>	10 130 USD	<b>13 230 USD</b>
	Average return each year	1.31%	5.76%
<b>Favourable scenario</b>	<b>What you might get back after costs</b>	15 570 USD	<b>20 180 USD</b>
	Average return each year	55.74%	15.08%

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.

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable: This type of scenario occurred for an investment between 09/2021 and 01/2024.

Moderate: This type of scenario occurred for an investment between 10/2014 and 09/2019.

Favourable: This type of scenario occurred for an investment between 02/2016 and 01/2021.

## WHAT HAPPENS IF WAYSTONE MANAGEMENT COMPANY (IE) LIMITED IS UNABLE TO PAY OUT?

The assets of the Fund are held in safekeeping by its Depositary, Northern Trust Fiduciary Services (Ireland) Limited. In the event of insolvency of the Investment Manager or PRIIPs Manufacturer, the Fund's assets in the safekeeping of the Depositary will not be affected. However, in the event of the Depositary's insolvency, or someone acting on its behalf, the Fund may suffer a financial loss. There is no compensation or guarantee scheme in place which may offset, all or any of, this loss. This risk is mitigated, to a certain extent, by the Depositary's legal and regulatory requirement to segregate its own assets from the assets of the Fund. The Depositary will also be liable to the Fund and the investors for any loss arising from, among other things, its negligence, fraud or intentional failure properly to fulfil its obligations (subject to certain limitations).

## 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 and how well the product does. 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.
- USD 10 000 is invested.

<b>Investment: 10 000 USD</b>	<b>If you exit after 1 Year</b>	<b>If you exit after 5 Years</b>
<b>Total Costs</b>	735 USD	<b>2131 USD</b>
Annual Cost Impact (*)	7.35 %	3.21 %

(\*) 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 8.97% before costs and 5.76% after costs.

### Composition of Costs

<b>One-off costs upon entry or exit</b>		<b>If you exit after 1 Year</b>
<b>Entry costs</b>	Up to 5.00% of the amount you pay in when entering this investment. These costs are already included in the price you pay.	500 USD
<b>Exit costs</b>	We do not charge an exit fee for this product, but the person selling you the product may do so.	N/A
<b>Ongoing costs</b>		
<b>Management fees and other administrative or operating costs</b>	1.75% of the value of your investment per year. This is an estimate based on actual costs over the last year.	215 USD
<b>Transaction costs</b>	0.20% 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.	20 USD
<b>Incidental costs taken under specific conditions</b>		
<b>Performance fees</b>	No performance fee is assessed. Your fee amount, on a relative basis, will not be impacted by your investment's performance.	0 USD

Switching Fees: up to 1%. For more information about how to exercise that right, see section "General information" and/or refer to the prospectus.

## HOW LONG SHOULD I HOLD IT AND CAN I TAKE MY MONEY OUT EARLY?

**Recommended holding period: 5 Years**

We recommend a holding period of at least one full market cycle, which we estimate to be approximately five years. This is consistent with the Investment Manager's long-term investment approach. There is no required holding period; the Fund has daily liquidity, and you may disinvest at any time. Please see the Prospectus section entitled "Repurchase of Shares" for additional information.

There are no penalties for disinvesting, nor impact on risk or performance profile of the Fund, if you cash in before the end of the recommended holding period. Cash in at an early stage will increase the risk of lower investment returns or a loss.

## HOW CAN I COMPLAIN?

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In case of any unexpected problems in the understanding, trading, or handling of the product, please feel free to directly contact:

**E-mail:** HardingLoevnerTADublin@ntrs.com  
**Address:** Harding Loevner - Transfer Agency  
c/o Northern Trust International Fund Administration Services (Ireland) Ltd.  
City East Plaza - Block A, Towlerton, Ballysimon Road  
Limerick, Ireland V94 X2N9

You can also send your complaint to the Fund's Management Company at 35 Shelbourne Rd, Ballsbridge, IE - Dublin, D04 A4E0, Ireland or by e-mail to [complianceeurope@waystone.com](mailto:complianceeurope@waystone.com).

## OTHER RELEVANT INFORMATION

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Alongside this document, please read the Prospectus on our website, [www.hardingloevnerfundsplc.com](http://www.hardingloevnerfundsplc.com).

This website also contains links to the Fund's Memorandum and Articles of Association and financial statements, as well as pricing information.

The past performance of this product can be found on [kneippriips.com](http://kneippriips.com) or by following this link [https://api.kneip.com/v1/documentdata/permalinks/KPP\\_IE0000PVVGD9\\_en\\_IE.pdf](https://api.kneip.com/v1/documentdata/permalinks/KPP_IE0000PVVGD9_en_IE.pdf)

Please note that past performance is not indicative of future performance. It cannot provide a guarantee of returns that you will receive in the future.

Past performance shows the fund's performance as the percentage loss or gain per year over the last 0 years.

Previous performance scenario calculations can be found by following this link [https://api.kneip.com/v1/documentdata/permalinks/KMS\\_IE0000PVVGD9\\_en\\_IE.csv](https://api.kneip.com/v1/documentdata/permalinks/KMS_IE0000PVVGD9_en_IE.csv).