

KEY INFORMATION DOCUMENT ("KID")

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.

MONTANARO

Product

Montanaro European Smaller Companies Fund – US Dollar Distribution Class

A sub-fund of Montanaro Smaller Companies plc (the "Company")

ISIN: IE00B1FZRQ18

Manufacturer: Montanaro Asset Management Limited

Manager: KBA Consulting Management Limited

Please visit www.montanaro.co.uk or call +4420 7448 8600 for further information. The Company and the Manager are authorized in Ireland and regulated by the Central Bank of Ireland. The Manufacturer is authorized in the UK and regulated by the Financial Conduct Authority.

This key information document is valid as at 17 May 2023.

What is this Product?

Type:

This product is a UCITS Fund.

Term:

This product is not subject to any fixed term.

Objectives:

The investment objective is to outperform its Benchmark, the MSCI Europe SmallCap (Capital Return) Index (the "Benchmark"). The Fund will invest primarily in SmallCap companies quoted in the EU, UK, Iceland, Norway and Switzerland with a market capitalisation smaller than the largest unadjusted market capitalisation of any of the constituents of the MSCI Europe SmallCap (Capital Return) Index at the time of initial investment. No unquoted investments are permitted.

The Fund is actively managed and does not track the MSCI Europe SmallCap (Capital Return) Index. The Benchmark is used for comparison purposes.

The Fund may invest in securities not included in the Benchmark. The Fund is monitored, but is not constrained, in reference to the Benchmark.

The Fund promotes, among other characteristics, environmental and social characteristics through the application of ethical exclusions, quantitative and qualitative assessments and engagement with the Fund's investee companies, as further described in the prospectus.

It is intended that dividends will be paid on this share class. You may choose for your dividends to be reinvested.

Intended Investor:

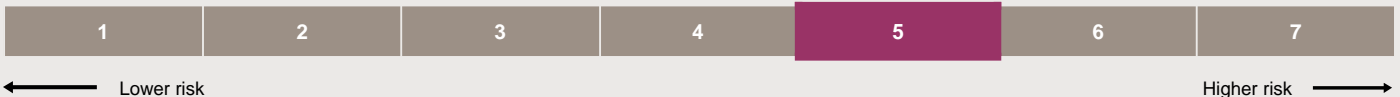
The Fund is intended for institutional and retail investors with a basic knowledge of financial products. Prospective investors should be prepared to risk their capital up to the amount invested. This Fund should be held as part of a diversified portfolio of investments.

Depository: The Fund's assets are held through its depository which is The Bank of New York Mellon SA/NV, Dublin Branch and are segregated from the assets of other sub-funds of Montanaro Smaller Companies plc.

Additional information in relation to the Fund is located in the prospectus for Montanaro Smaller Companies plc. The prospectus, supplements, remuneration policy and most recent financial statements are available free of charge at www.montanaro.co.uk. These documents are produced in English, other language versions of this KID are also available at www.montanaro.co.uk.

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 sell the shares at an early stage and you may get back less.

The summary risk indicator ("SRI") 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 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions will likely impact the amount you could get back.

Be aware of currency risk. You will receive payments in the base currency (USD) so the final return you get will depend on the exchange rate between the base currency of this product and your own currency which may fluctuate. This risk is not considered in the indicator above.

For other risks materially relevant to the product which are not taken into account in the summary risk indicator, please read the product's Annual Report or Prospectus available at www.montanaro.co.uk.

This product does not include any protection from future market performance so you could lose some or all of your investment. Please refer to the 'Risk' section of the prospectus for more details.

Performance Scenarios

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

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 are illustrations using the worst, average, and best performance of the fund over the last 10 years. Markets could develop very differently in the future.

Recommended minimum holding period: 5 Years Investment: 10 000 USD			
Scenarios Minimum: There is no minimum guaranteed return. You could lose some or all of your investment.		1 Year	5 Years (recommended holding period)
Stress scenario	What you might get back after costs	1 630 USD	1 640 USD
	Average return each year	- 83.70 %	- 30.38 %
Unfavourable scenario	What you might get back after costs	3 740 USD	5 540 USD
	Average return each year	- 62.62%	- 11.15%
Moderate scenario	What you might get back after costs	10 450 USD	13 430 USD
	Average return each year	4.46%	6.07%
Favourable scenario	What you might get back after costs	14 750 USD	17 860 USD
	Average return each year	47.51%	12.30%

The figures shown include all the costs of the product itself, where applicable, 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 02/2023.

Moderate: This type of scenario occurred for an investment between 04/2013 and 03/2018.

Favourable: This type of scenario occurred for an investment between 01/2017 and 12/2021.

What happens if Montanaro Asset Management Ltd is unable to pay out?

The Company is incorporated in Ireland as an umbrella fund with segregated liability between its sub-funds.

The assets of the Fund are segregated from the assets of the Manufacturer, the Manager and the Depository and therefore your request to be paid out is not impacted by any default event of the Manufacturer, the Manager, or the Depository.

There is no compensation or guarantee scheme in place which may offset any loss.

Lack of a compensation or guarantee scheme is offset by the absence of default risk due to the segregated nature of the assets.

What are the Costs?

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.

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.

Investment: 10 000 USD	If you exit after 1 Year	If you exit after 5 Years
Total Costs	269 USD	1907 USD
Impact on return (RIY) per year	2.69 %	2.86 %

*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 8.93% before costs and 6.07% after costs.

Composition of Costs

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

			If you exit after 1 Year
One-off costs	Entry Costs	We do not charge an entry fee.	N/A
	Exit Costs	We do not charge an exit fee.	N/A
Ongoing costs	Management fees and other administrative or operating costs	1.59% of the value of your investment per year. This is an estimate based on actual costs over the last year.	162 USD
	Portfolio transaction costs	0.30% 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.	31 USD
Incidental costs	Performance Fee	The actual amount will vary depending on how well your investment performs. The aggregated cost estimation above includes the average over the last 5 years.	77 USD

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

Recommended minimum holding period: 5 Years

The Fund is designed to be held over the long term and we recommend that you hold this investment for at least 5 years.

You can request to take out some or all of your money at any time. You can typically request to buy or sell shares in the Fund on any business day (except Irish and UK bank holidays, as set out in the Fund's prospectus).

If you cash in at an early stage this will increase the risk of lower investment returns or a loss.

How can I complain?

If you wish to make a complaint about the product, the conduct of the Manufacturer or the person advising on or selling the product please contact Montanaro Asset Management Limited.

Website: www.montanaro.co.uk
E-mail: Enquiries@montanaro.co.uk
Address: Montanaro Asset Management Limited, 53 Threadneedle Street, London, EC2R 8AR

Other Relevant Information

Alongside this document, please read the Prospectus on our website.

The past performance of this product can be found on www.montanaro.co.uk or by following this link https://api.kneip.com/v1/documentdata/permalinks/KPP_IE00B1FZRQ18_en_CH.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 10 years.

Previous performance scenario calculations can be found at www.montanaro.co.uk or by following this link https://api.kneip.com/v1/documentdata/permalinks/KMS_IE00B1FZRQ18_en_CH.xlsx.

FOR SWISS INVESTORS ONLY: The Fund has appointed as Swiss Representative Waystone Fund Services (Switzerland) SA, Av. Villamont 17, 1005 Lausanne, Switzerland, Tel: +41 21 311 17 77, email: switzerland@waystone.com. The Fund's Swiss paying agent is NPB New Private Bank Ltd, Limmatquai 1, CH 8024 Zurich, Switzerland. The Prospectus, the Key Investor Documents, the Articles of Association, as well as the annual and semi-annual reports may be obtained free of charge from the Swiss Representative.