

# 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.

## Insight High Grade ABS Fund

### PRODUCT

|                             |   |
|-----------------------------|---|
| <b>Product:</b>             | Insight High Grade ABS Fund: Class F Sterling, A sub-fund of Insight Global Funds II plc  |
| <b>Manufacturer name:</b>   | Insight Investment Management (Europe) Limited  |
| <b>Product ISIN:</b>        | IE00B8GKCN66  |
| <b>Website:</b>             | <a href="https://www.insightinvestment.com/continental-europe-and-ireland/">https://www.insightinvestment.com/continental-europe-and-ireland/</a>   |
| <b>Contact Number:</b>      | +44 207 982 3985  |
| <b>Competent Authority:</b> | Insight High Grade ABS Fund (the "Fund") is authorised in Ireland and regulated by the Central Bank of Ireland. Insight Investment Management (Europe) Limited (the "Manager") is authorised in Ireland and regulated by the Central Bank of Ireland. |
| <b>Domicile country:</b>    | Ireland   |

This key information document is valid as at: **31 December 2022**

### WHAT IS THIS PRODUCT?

#### Type:

The product is a type of collective investment scheme – specifically, a shareclass within a sub-fund of an umbrella type open-ended investment company with variable capital and segregated liability between sub-funds authorised by the Central Bank of Ireland as a UCITS pursuant to the Regulations. Your investment will take the form of shares in the Fund.

#### Term:

The product is not subject to any fixed term or maturity date. The Manager may not terminate the Fund unilaterally. The directors of Insight Global Funds II plc may terminate the Fund in accordance with the terms of the Prospectus.

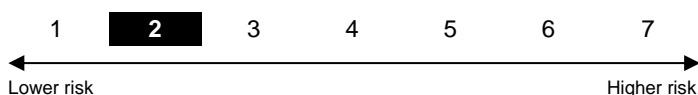
#### Objectives:

- To produce an interest rate-based return by investing in a portfolio of asset-backed securities and corporate floating rate notes. The Fund's benchmark is 1 month SONIA and the Fund will measure its performance against this. The Fund seeks to achieve its objective primarily by investing in assetbacked securities. An asset-backed security (ABS) is a bond whose returns are derived from and backed by a specified pool of underlying assets. ABS are generally issued by financial institutions and have a variable interest rate.
- The Fund may also invest in corporate floating rate notes, which are bonds issued by financial institutions and other companies, also with a variable interest rate.
- The majority of the Fund's ABS are backed by pools of European residential mortgages and have the highest possible credit rating of AAA from at least one recognised rating agency at the time of purchase. Other bonds purchased by the Fund will have a rating of at least AA- from at least one recognised rating agency at the time of purchase, or where lower the credit risk will have been hedged by the use of derivatives (see below).
- The Fund will also invest in
- Cash and other cash-like investments (including money market instruments) and, bearing in mind the benchmark of the Fund, from time to time such investment may be significant, and derivatives.
- The Fund is actively managed meaning the Investment Manager has a high level of choice as to how to make investments for the Fund. It will apply a prudent approach to asset selection with the intention of minimising credit risk (risk of loss through the issuer of a bond not being able to repay amounts owing). The Fund is also managed with a focus on liquidity (or cash-flow) and so has a relatively high allocation to short maturity bonds.
- Derivatives will primarily be used to minimise exposure to non-sterling currency risk. The success of these strategies will depend upon the accuracy of the Investment Manager's views. When assessing which bonds to invest in the Investment Manager will have regard to the level of total return that they are likely to provide when compared to the Fund's benchmark of 1 month SONIA.
- This Fund may not be appropriate for investors who plan to withdraw their money within five years.
- The Depositary of the Fund is Northern Trust Fiduciary Services (Ireland) Limited.
- Class F Sterling Shares are accumulation shares. This means that income from the Fund's investments will be reinvested.
- Insight Global Funds II plc is an umbrella investment company. The assets of the Fund are segregated from those of other sub-funds in Insight Global Funds II plc. You can find out more information about the umbrella and the Fund in the "Important Information" section of the Prospectus.
- The Prospectus and periodic reports for Insight Global Funds II plc are available free of charge from [www.insightinvestment.com](http://www.insightinvestment.com). Copies of the Prospectus are available in English and certain other languages. Copies of periodic reports are available in English only.
- Other practical information can be found in the Prospectus. The price of shares can be found on [www.insightinvestment.com](http://www.insightinvestment.com).]

#### Intended Retail Investor:

Investment in the Fund is suitable for investors seeking stability of capital and income with a low sensitivity to changing market conditions and are willing to set aside capital for at least five years.

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



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.

#### Risk indicator

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 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the capacity of the fund to pay you.**

The product is subject to the following risks which are not included in the indicator above. If the product is denominated in a currency other than the official currency of the member state where the product is being marketed, the return, when expressed in the official currency of the member state where the product is being marketed, may change depending on currency fluctuations. The product may use derivatives for investment purposes. Whilst this is not intended to cause larger, more frequent changes in the Fund price or increase its risk profile, derivatives are inherently volatile and the product may be exposed to additional risks and costs as a result. The Fund may invest in high yield bonds where there is a greater risk to capital and income than a similar investment in government or investment grade bonds. High yield bonds may also be less liquid. The Fund may invest in instruments which can be difficult to sell when markets are stressed. This product does not include any protection from future market performance and you could lose some or all of your investment. However, your liability will be limited to the amount invested and you will not be liable for any future additional financial commitments beyond the amount you have invested. For further information about other risks not referenced in this document please refer to the Prospectus.

## 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 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.

| Recommended minimum holding period: 5 years<br>Investment 10 000 GBP   |  |            |   |
|--|--|------------|---|
| Survival Scenarios<br>Minimum: There is no minimum guaranteed return. You could lose some or all of your investment. |  | 1 year     | 5 years<br>(recommended holding period) |
| <b>Stress scenario</b>   | <b>What might you get back after costs</b> | 4 980 GBP  | <b>6 050 GBP</b>                        |
|  | Average return each year                   | - 50.23 %  | - 9.56 %                                |
| <b>Unfavourable scenario</b>   | <b>What might you get back after costs</b> | 9 250 GBP  | <b>9 300 GBP</b>                        |
|  | Average return each year                   | - 7.48 %   | - 1.45 %                                |
| <b>Moderate scenario</b>   | <b>What might you get back after costs</b> | 9 690 GBP  | <b>10 430 GBP</b>                       |
|  | Average return each year                   | - 3.14 %   | 0.84 %                                  |
| <b>Favourable scenario</b>   | <b>What might you get back after costs</b> | 10 320 GBP | <b>10 840 GBP</b>                       |
|  | Average return each year                   | 3.18 %     | 1.63 %                                  |

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 10/2021 and 09/2022.

Moderate: This type of scenario occurred for an investment between 05/2014 and 04/2019.

Favourable: This type of scenario occurred for an investment between 03/2016 and 02/2021.

## WHAT HAPPENS IF INSIGHT INVESTMENT MANAGEMENT (EUROPE) LIMITED IS UNABLE TO PAY OUT?

The assets of the Fund are held in safekeeping by the Depositary. In the event of the insolvency of the Manager, the Fund's assets in the safekeeping of the Depositary will not be affected. However, in the event of the insolvency of the Depositary, or someone acting on its behalf, the Fund may suffer a financial loss and there is no compensation or guarantee scheme in place which may offset, all or any of this loss. This risk is mitigated by the fact that the Depositary is required by law and regulation to segregate its own assets from the assets of the Fund.

## 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.

- GBP 10 000 is invested.

| Investment 10 000 GBP | If you exit after 1 year | If you exit after 5 years |
|-----------------------|--------------------------|---------------------------|
| <b>Total costs</b>    | 462 GBP                  | <b>672 GBP</b>            |
| Annual Cost Impact*   | 4.62 %                   | 1.27 %                    |

\*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 2.10% before costs and 0.84% after costs

### Composition of Costs

| One-off costs upon entry or exit                                   |   | If you exit after 1 year |
|--|---|--------------------------|
| <b>Entry costs</b>   | 4.00% This is the maximum that might be taken out of your money before it is invested.  | 400 GBP                  |
| <b>Exit costs</b>  | We do not charge an exit fee for this product.  | N/A                      |
| <b>Ongoing costs</b>   |   |                          |
| <b>Management fees and other administrative or operating costs</b> | 0.40% of the value of your investment per year. This is an estimate based on actual costs over the last year.   | 59 GBP                   |
| <b>Portfolio transaction costs</b>                                 | 0.05% 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.   | 3 GBP                    |
| <b>Incidental costs taken under specific conditions</b>            |   |                          |
| <b>Performance Fee</b>   | 0.00% of the positive difference between the performance of the Sub-Fund/Unit-Class and the benchmark (as indicated in the Sub-Fund's investment policy) over the calendar year. The performance fee is calculated/accrued daily and paid annually. A performance fee may be paid even when the sub-fund overperforms the benchmark but with a negative absolute performance. | 0 GBP                    |

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

Recommended minimum holding period: **5 years**

The above-mentioned period has been recommended as a result of the product being a Fund with daily liquidity and on the basis of the Fund's risk and reward profile. Your ideal holding period may be different from this recommended holding period. We recommend that you discuss this with your advisor. If the holding period is shorter than the recommended holding period, this may have a negative impact on the return on your investment. Any costs are shown under "Composition of costs" above. Information about how to buy and sell shares in the Fund can be found in the Fund's supplement.

## HOW CAN I COMPLAIN?

Complaints about this product or the conduct of the Manager should be sent to directly to:

**Website:** www.insightinvestment.com  
**E-mail:** Insight\_TA@ntrs.com  
**Telephone:** +44 207 982 3985

To the extent someone else has advised you on or sold you the product, you should contact them directly and in the first instance if the complaint relates to their conduct or activities.

## OTHER RELEVANT INFORMATION

- The Fund is subject to the tax rules of Ireland. This may have an impact on your investment. For further details please consult your financial adviser.
- Insight Global Funds II plc may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the Supplement to the Prospectus for the Fund.
- Subject to the terms of the Prospectus, you may switch from one share class to another, either within the Fund or within another sub-fund of the umbrella, provided that you meet all the criteria for that share class set out in the relevant supplement to the Prospectus. There are no charges for switching although, depending on the destination share class, entry charges as described in the Charges section above may apply.
- Alongside this document, we invite you to carefully consult the Prospectus on our website. Words and expressions defined in the Prospectus shall, unless the context otherwise requires, have the same meaning when used in this Key Information Document.
- The past performances and the previous scenarios document for this product can be found here <https://www.insightinvestment.com/uk/funds-and-prices/fund-literature-library/>
- 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.