

Melchior European Absolute Return Fund

Class I EUR Accumulation Shares
a sub-fund of Melchior Selected Trust
ISIN: LU0476438642

OBJECTIVES AND INVESTMENT POLICY

Objectives

The objective of the Fund is to achieve capital growth.

Investment Policy

The Fund invests primarily in shares of companies which are listed on a stock exchange in the European region or of companies that have their registered office, or carry out a predominant portion of their economic activity in the European region.

The Fund may also invest up to 10% in non-European equities or using derivatives to generate exposure to such equities.

The Fund is permitted to utilise leverage. It is not expected to exceed 300%, but investors should be aware that higher levels are possible.

The Fund seeks to maximise returns by purchasing shares (or financial instruments giving exposure to them) of companies perceived to be undervalued. Conversely, it seeks to generate returns by “shorting” companies perceived to be overvalued. This is achieved through the use of derivatives (financial instruments whose value is linked to the expected future price movements of the underlying assets). “Shorting” is a transaction which allows the investor to profit from a company’s share price dropping.

The Fund is actively managed within its objectives and references 1 month €STR for comparative purposes only. There are no restrictions on the extent to which the Fund’s portfolio and performance may deviate from that of the comparative benchmark.

The Fund aims to improve its sustainability profile by integrating and promoting Environmental, Social and Governance (“ESG”)

characteristics (as defined in Article 8 of the European Sustainable Finance Disclosure Regulation) by assessing and screening shares issued by companies prior to investing.

The Fund will not invest in companies whose business activity (i.e. one that accounts for more than 5% of the relevant company’s revenue, unless otherwise specified) involves the following products and services:

- controversial weapons (completely excluded);
- provision or delivery of adult entertainment;
- production and distribution of palm oil;
- provision of predatory lending;
- extraction and production of thermal coal or the generation of power from thermal coal;
- manufacture and distribution of all tobacco; and
- provision of unregulated gambling.

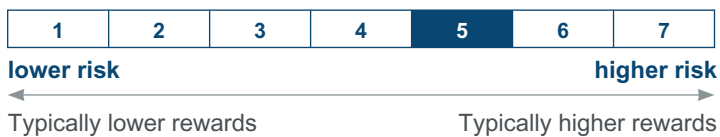
The Fund does not focus on a particular industry or sector.

You can buy, sell and switch shares in the Fund on any Luxembourg and United Kingdom business day. An instruction received before 14:00 CET will be bought/sold at the price on the next dealing day.

Recommendation: This Fund is appropriate for investors who have an informed or expert level of financial knowledge and understanding.

Any income is reinvested into the Fund.

RISK AND REWARD PROFILE



Why is this fund in this category?

The risk category is calculated using either historical volatility or the risk limit of the Fund, based upon methods set by European Union rules. It may not be a reliable indicator of the Fund’s future risk profile. It is not a measure of capital gain or loss is not guaranteed and may change over time. The lowest risk number does not mean risk free.

The significant use of derivative instruments may generate relatively high levels of leverage. Leverage occurs when the economic exposure created by the use of derivatives is greater than the amount invested. Such leverage may result in greater fluctuations of the Net Asset Value of the Fund and therefore can result in a loss greater than the amount invested in the derivative itself.

The share class is in the risk category indicated above due to rises and falls of its price or simulated data in the past. Share classes that seek to provide rewards with a low level of volatility are indicated by a 1-2, whereas a 3-5 indicates a medium level of volatility and 6-7 a high level of volatility.

Volatility is influenced by changes in stock market prices, currencies and interest rates, which can be affected unpredictably by diverse factors including political and economic events. Please note that the value of investments and any income you receive from them may go up as well as down. This means that you may not get back your original investment. The Fund does not offer any asset protection guarantees.

The Fund carries a sustainability risk, as defined in the risk profile in the Prospectus.

More about this rating:

All the risks currently identified as being applicable to the Fund are set out in the “General Risk Considerations” section of the Prospectus.

CHARGES

One-off charges taken before or after you invest:

Entry charge 5.00%

Exit charge 0.00%

This is the maximum that might be taken out of your money before it is invested and before proceeds of your investment are paid out.

Charges taken from the Fund over a year:

Ongoing charges 1.83%

Charges taken from the Fund under specific conditions:

Performance fee 20.00%

The charges you pay are used to pay the costs of running the Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

The **entry** and **exit** charges shown are maximum figures. In some cases you might pay less. You can find this out from your financial adviser or distributor.

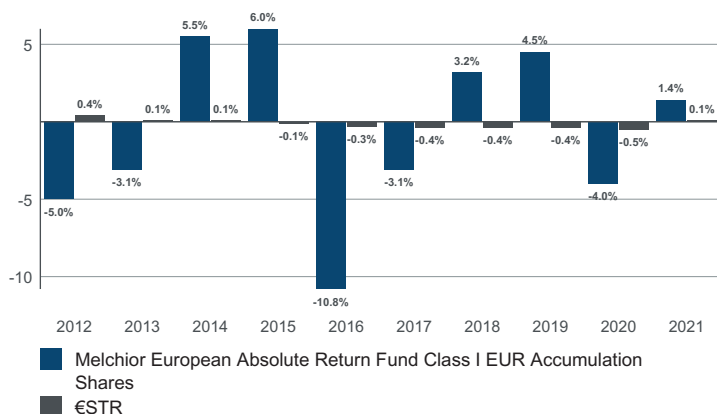
The **Ongoing Charge** figure is based on expenses for the 12 month period ending 31 December 2021 and may vary from year to year. The Fund's annual report for each financial year will include detail on the exact charges made.

A performance fee of 20% a year of any returns achieved above the benchmark return (€STR) will be applied. In the event of the share class outperforming and, even if its performance is negative, a performance fee may be charged over the reference period. In the last financial year the performance fee amounted to 0.00%.

In the case of significant subscriptions or redemptions a dilution levy may be applied.

For more information about charges, please see the 'Charges and Expenses' section in the most recent prospectus.

PAST PERFORMANCE



The past performance shown does not take into account any entry, exit or switching charges but does take into account the ongoing charge, as shown in the "Charges" section.

Past performance is not a reliable indicator of future results.

Fund launch date: 02/02/2010

Share class launch date: 02/02/2010

Performance is calculated in: EUR

PRACTICAL INFORMATION

Management Company: ONE fund management S.A.

Fund Depository and Administrator: Northern Trust Global Services SE

About the Fund: For further information about this Fund, please visit www.polarcapitalfunds.com. You can obtain a copy of the Prospectus and latest annual or interim Financial Statements. The website also provides other information such as the latest share prices. The Prospectus and annual Financial Statements are available free of charge in English. Interim Financial Statements are available free of charge in English. Prospectus and Financial Statements are produced at the level of the fund umbrella and not at sub-fund level.

Find out more: This sub-fund is part of an umbrella fund. The assets and liabilities of each sub-fund of Melchior Selected Trust are segregated. The assets of any particular sub-fund will only be available to satisfy the debts, liabilities and obligations which relate to that sub fund.

More share classes are available for this Fund. For information on other share classes available in your jurisdiction please refer to the

website, www.polarcapitalfunds.com.

You are entitled to switch from this share class into the same or other share class types of another sub-fund, for which there is no fee. Details on switching rules can be found in the Prospectus.

The Luxembourg tax regime may have an impact on your personal tax position and there may be tax implications in your country of residence/origin.

The details of the up-to-date remuneration policy of ONE fund management S.A., 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, where such a committee exists, are available on: www.one-gs.com/legal.

A paper copy of the summarised remuneration policy is available free of charge to the shareholders upon request.

Liability statement: The Fund 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 Prospectus.

This Fund and ONE fund management S.A. are authorised in Luxembourg and supervised by the Commission de Surveillance du Secteur Financier. This Key Investor Information is accurate as at: 01/06/2022