

KEY INFORMATION DOCUMENT

PURPOSE

This document provides you with key information about the alternative investment fund, Formue Nord Markedsneutral A/S, as an investment product. It is not marketing material. The information is required by law to help you understand the nature, costs, risks, and rewards of this product and to help you compare it with other products. It is recommended to read the document to make a qualified decision on a potential investment in the product.

PRODUCT

Name of the product:	Formue Nord Markedsneutral A/S (FT-nr.: 24 217)
Name of the PRIIP-manufacturer:	Formue Nord A/S (FT-nr.: 23068)
PRIIP-manufacturer website:	www.formuenord.dk
Contact:	Call +45 2680 4596 for more information
Supervisory authority:	The Danish Financial Supervisory Authority is responsible for supervising Formue Nord A/S in relation to this Key Information Document.
Publication date:	March 13th, 2024

Formue Nord A/S is authorised in Denmark and regulated by the Danish Financial Supervisory Authority to market this product to professional and semi-professional investors in Denmark (DK).

Warning: You are about to purchase a product that is not simple and may be difficult to understand.

WHAT IS THIS PRODUCT?

Type:

Formue Nord Markedsneutral A/S is an alternative investment fund (AIF) domiciled in Denmark focusing on investments in listed nordic companies.

The AIF is managed by Formue Nord A/S, which is owned by the Formue Nord A/S partners and select minority shareholders. Danske Bank Depository Services is appointed as depository for the AIF.

The AIF is an investment fund according to ABL §19.

You may redeem your shares in the AIF with 2 weeks notice to end of month, and according to the conditions described in the AIF articles of association.

Objectives:

The fund aims to deliver attractive returns. The primary strategy is providing bespoke short-term financing solutions to listed companies in the micro- small and midcap space. The fund e.g., underwrites rights issues, provides short-term bridge loans, or directly partakes in rights issues by exercising subscription rights.

The AIF may use a credit facility to of as much as 35% of the net asset value, to be (measured on a current year basis) fully (100%) invested on a cash basis. The AIF may use financial instruments to hedge or assume exposure. The AIF is for investors with a long term investment horizon, and investors seeking portfolio diversification.

Term:

The fund has been established for an unlimited period of time and is open-ended.

KEY INFORMATION DOCUMENT

You may subscribe and redeem your shares in the AIF on an ongoing basis, according to the conditions described in the AIF articles of association. Redemptions require a 2 weeks notice to end of month.

Intended retail investors:

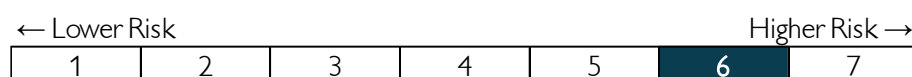
The fund is intended for professional and semi-professional investors who can make an investment of 100.000 EUR or more, as required by the AIFMD and applicable law. A semi-professional investor is a retail investor according to MiFID II.

Other information:

Further information about the fund including the latest annual reports, are available free of charge by making a written request to info@formuenord.dk or the registered office of the product manufacturer.

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

Risk indicator:



The AIF investment strategy is executed in the micro-, small and mid cap market where larger fluctuations in values and company developments are more frequent in general. The AIF invests in a limited number of companies (with an expected diversification across 10-25 companies), which may lead to higher risk compared to AIFs which invest in a larger number of companies in a broader investment universe.

This Fund does not include any protection from future market performance, so you could lose some or all of your investment. If the Fund is not able to pay you what is owed, you could lose your entire investment.

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 the Fund is not able to pay you.

Formue Nord A/S has classified this product as 6 out of 7, which is the second-highest risk class. This rates the potential losses from future performance at a high level. The indicator also reflects the illiquid nature of the investment, and that there is no regulated market on which the AIF or its (main) investments are traded.

The following risks are not fully reflected in the classification, but still influences the AIFs value.

Liquidity risk – some of the AIFs investments may be difficult to sell at a specific time at a fair price.

Operational risk – the risk of losses due to for instance system failure, human error or external events.

Currency risk – the AIF makes investments in other currencies than the AIF base currency (DKK). Thus, the AIF is exposed to currency risks. The main currency exposures are continuously hedged.

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.

KEY INFORMATION DOCUMENT

The scenarios are fictive and are based on prior results and certain assumptions. Markets could develop very differently in the future.

Recommended holding period: 5 years Example investment 10,000.00 EUR		1 year	3 years	5 years
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.			
Stress	Value of investment after costs	2.144 EUR	4.390 EUR	3.714 EUR
	Average return each year	-78,56%	-24,00%	-17,97%
Unfavourable	Value of investment after costs	9.503 EUR	9.791 EUR	10.311 EUR
	Average return each year	-4,97%	-0,70%	0,62%
Moderate	Value of investment after costs	10.613 EUR	11.809 EUR	13.133 EUR
	Average return each year	6,13%	5,70%	5,60%
Favourable	Value of investment after costs	11.594 EUR	13.905 EUR	16.300 EUR
	Average return each year	15,94%	11,62%	10,26%

The table presents the potential return over the next 5 years, under differing scenarios, assuming you invest 10,000 EUR.

There is no guaranteed minimum investment return. You could lose some or all of your investment.

The stress-scenario shows potential returns under extreme circumstances.

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.

This product may be redeemed with 2 weeks notice to end of month, and according to the conditions described in the AIF articles of association.

The estimates consider the product's costs aside from entry- and exit-costs.

WHAT HAPPENS IF FORMUE NORD A/S IS UNABLE TO PAY OUT?

There is no compensation or guarantee scheme in place against the default of the Fund and you could lose your capital if this happens. Formue Nord Markedsneutral A/S' assets are by law separated from Formue Nord A/S' assets and the assets of any other alternative investment fund managed by Formue Nord A/S. Formue Nord Markedsneutral A/S' assets are held with the fund's custodian, Danske Bank A/S, who also provides depositary services for the alternative investment fund's assets.

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:

KEY INFORMATION DOCUMENT

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:

- The product performs as shown in the moderate scenario.
- EUR 10,000.00 is invested.

<i>Holding period:</i> Investment 10,000.00 EUR	Withdrawal after 5 years
Total costs	2.171 EUR
Impact on return (RIY) per year	4,01%

Composition of costs:

The table below presents how the costs are composed for the first year, based on an investment of 10,000.00 EUR. The table assumes that you, in the first year, would get back the amount that you invested (0% annual return).

One-off costs with subscription or redemption	Entry costs	50 EUR	The impact of the costs you pay when entering your investment.
	Exit costs	50 EUR	The impact of the costs when exiting your investment.
Recurring costs taken each year	Portfolio transaction costs	5 EUR	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	185 EUR	The impact of the costs that we take each year for managing your investments. The costs percentage includes 1,5% management fee.
Incidental costs taken under specific conditions	Performance fees	190 EUR	The impact of the performance fee (5 year avg.). The fee is 20% of all returns above "High Water Mark" plus a 6% annual hurdle rate and with 100% catch-up. High Water Mark is the product's net asset value by the end of the year or net asset value at the time of entry if entry happens in an ongoing year.

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

Formue Nord recommends a holding period of 5 years. Investors can redeem their investments partially or completely at net asset value minus redemption brokerage. Notice of redemption must be given to Formue Nord A/S at the latest 2 weeks prior to month end. A long-term investment horizon is recommended, but investors can freely redeem their investments as described in accordance with the alternative investment fund's articles of association.

HOW CAN I COMPLAIN?

Any complaints over the product, the behaviour of the manager, or persons who advise on or distributes the product, can be sent in written form by e-mail info@formuenord.dk or by regular mail to

KEY INFORMATION DOCUMENT

Formue Nord A/S, Østre Alle 102, 9000 Aalborg

Telefon: +45 2680 4596

www.formuenord.dk

OTHER RELEVANT INFORMATION

Prior to subscription of shares in Formue Nord Markedsneutral A/S you will receive the following documents regarding the fund; the articles of association, the key information document, a factsheet, and an information document (§62 information). By signing the subscription form you will consent to being aware of the risks associated with the investment.
