

# 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.

## Dollar Asset Management Fund (the "Sub-Fund") a sub-fund of Ashburton Replica Portfolio Limited (the "Fund") Class R Shares Accumulation USD (GB0000532530)

www.ashburtoninvestments.com

Competent Authority: Jersey Financial Services Commission

Call +44 1534 512000 for more information

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

## What is this product?

**Type** This product is qualified as a Packaged Retail Investment and Insurance Product ("PRIIP") and is a class of shares of the Sub-Fund Dollar Asset Management Fund (the "Sub-Fund") in the Fund Ashburton Replica Portfolio Limited (the "Fund").

The Fund is a non-UCITS fund and is an open-ended investment company based in Jersey.

The Fund is a company which is registered with limited liability in accordance with the provisions of the Companies (Jersey) Law 1991.

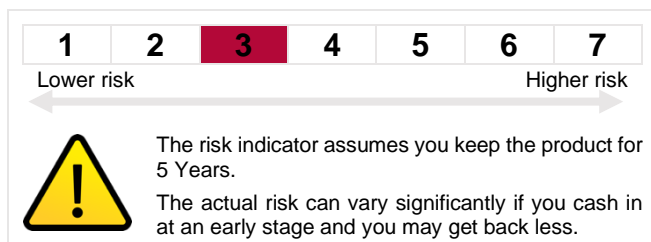
**Objectives** The stated investment objective of each Asset Management Fund is to achieve an increase in the value of the Fund, whilst aiming to suppress volatility and risk, through a conservative allocation of assets between, primarily, international equities, fixed interest securities, cash or money market instruments and other investments.

**Intended retail investor** The product is suitable for medium to long term investment and for investors wanting to gain exposure to international equities, bonds, cash and money markets.

**Term** The Sub-Fund was incorporated for an undefined period. The manufacturer may terminate this product unilaterally under the conditions set forth in the prospectus of the Fund.

## What are the risks and what could I get in return?

### 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.

### Investment performance information

#### Main factors likely to affect future returns for the investors:

- The biggest determinant to any long-only multi-asset strategies expected risk and return is that of its asset allocation. The Sub-Fund is managed to an internal reference point that is 60% fixed income and 40% equity. Therefore, on average, over a long-time horizon, we would expect this strategy with a high equity allocation to provide higher returns along with higher risk (such as standard deviation and maximum drawdown) given the traditionally higher levels of risk and return which comes with equity vs fixed income.
- To a lesser extent, but still has a notable effect on performance is the inter-asset class allocation such as equity region and sector tilts as well as duration and credit for fixed income. The management of this strategy is to position relative to its internal reference point and take active tilts according to our conviction on prevailing market conditions. Given that positioning is taken relative to the benchmark, we do not take significantly concentrated positions into specific risk factors in order to maintain a well-diversified portfolio.
- Currency also plays a key role in influencing our strategy's risk and return. The Sub-Fund is managed to a 100% currency hedged internal reference point. It is a global mandate which invests in multi-currency securities and then hedges said foreign currency exposure back to base. Note that whilst our internal benchmark is 100% currency hedged, we can take active calls and do position accordingly depending

We have classified this product as 3 out of 7, which is a medium-low risk class. This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the capacity to pay you.

Be aware of currency risk. You will receive payments in a different currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

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.

on our currency view. Given the fact the portfolio is predominantly hedged back to its base currency means currency movements can play an integral role for the Sub-Fund.

- We would then attribute stock specific / idiosyncratic factors to be the least influential to the overall risk and return of the Sub-Fund. This is because it is implemented primarily from a top down perspective, whilst we do allocate monies to mutual funds that themselves hold concentrated equity positions (limited to 20% of overall fund), overall when we include allocations to index tracking ETFs and exchange traded derivatives such as equity index futures, our overall equity positioning is well diversified with limited stock specific risk.

**Benchmark disclosures including how the PRIIP compares in terms of performance and volatility:**

40% FTSE All-World 100% Hedged to USD Total Return Index + 60% FTSE WorldBIG Index Curr-Hedged USD

We would expect the Sub-Fund to generally move in line with its aforementioned reference point. We would expect similar levels of performance and volatility between the Sub-Fund and its reference point with divergence explained by fees and active positioning.

**Expected outcome the investors may expect under severely adverse market conditions:**

Ashburton strives to manage drawdowns in uncertain markets, but the outcome for investors during severe adverse conditions depends on their multi-asset fund type. For example, if earnings deteriorate in line with inflation and interest rates, investors in funds with a high fixed income allocation can partly offset equity losses. However, during highly inflationary periods, stocks and bonds may go down together. In such severe market conditions, liquidity tightens, making it challenging to sell certain instruments. The Sub-Fund does not hold direct equity and corporate fixed income, instead investing in more liquid collectives like ETFs and mutual funds to mitigate liquidity risk. Nonetheless, tighter liquidity in adverse markets may result in less favorable prices when large redemptions need to be met. Hence, we suggest longer investment horizons, particularly for higher equity strategies, to encourage investors to hold onto their investments through short-term market drawdowns.

**What could affect my return positively?**

Factors leading to positive asset class returns would be the biggest determinant of absolute performance and in particular factors driving equity markets such as an improving economic growth backdrop as well as other economic variables being more favourable for economic expansion. Improving company earnings which traditionally correlates with economic growth. Expansionary monetary policy that increases the supply of money and credit and reduces the cost of borrowing via lower policy rates are typically supportive of equity prices as well as economically supportive fiscal policies. It should be noted that these factors and relationships generally hold true, on average, over a long period of time, however, there are periods where the relationship might breakdown due to the influence of other factors in the short term. Lastly, a key driver of performance is the appreciation of the Sub-Fund's base currency relative to other currencies that are being hedged.

**What could affect my return negatively?**

In general, the opposite scenario to the factors we identified above that would lead to positive returns would typically lead to negative returns. For example, a backdrop of economic contraction, falling company earnings, more restrictive monetary policy such as increasing interest rates and a reduction in money supply are traditionally negative factors for equity returns. Other risks that have traditionally led to higher levels of risk and periods of drawdown in equity markets include war, political instability and fiscal imprudence. Whilst the equity portion of the funds will likely be the biggest determinant of performance, the fixed income exposure will provide lower returns in periods of rising interest rates and also increasing credit spreads for corporate debt. Currency will be a key detractor for the Sub-Fund during periods when its base currency deteriorates relative to currencies being hedged within the portfolio.

**What happens if Ashburton (Jersey) Limited is unable to pay out?**

You may face a financial loss (equal to some or all of your investments) due to the default of the Fund. Such a potential loss is not covered by any investor compensation or guarantee scheme. Should Ashburton (Jersey) Limited default, there should be no impact on the Fund as the Fund's assets are held separately from Ashburton (Jersey) Limited's assets.

**What are the costs?**

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for three different holding periods.

They include potential early exit penalties. The figures assume you invest 10 000 USD. The figures are estimates and may change in the future.

**Costs over time**

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.

Investment USD 10 000			
Scenarios	If you cash in after 1 Year	If you cash in after 3 Years	If you cash in after 5 Years
Total costs	832.96	1 496.94	2 203.65
Impact on return (RIY) per year	8.33%	4.76%	4.06%

## 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.

This table shows the impact on return per year

<b>One-off costs</b>	<b>Entry costs</b>	0.98%	The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less.
	<b>Exit costs</b>	0.00%	The impact of the costs of exiting your investment when it matures.
<b>Ongoing costs</b>	<b>Portfolio transaction costs</b>	1.02%	The impact of the costs of us buying and selling underlying investments for the product.
	<b>Other ongoing costs</b>	1.92%	The impact of the costs that we take each year for managing your investments.
<b>Incidental costs</b>	<b>Performance fees</b>	0.00%	The impact of the performance fee.
	<b>Carried interests</b>	0.00%	The impact of carried interests.

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

### Recommended holding period: 5 Years

The Fund should be viewed as a medium to long-term investment (at least 5 years). You can, however, redeem your investment at any time by sending a redemption request to Ashburton (Jersey) Limited before 10.00 am, on any Business Day in Jersey, to be dealt on that Dealing Day.

It is, however, difficult to estimate how much you would get back if you cash in your investment before the end of the recommended holding period (at least 5 years).

## How can I complain?

You can lodge a complaint about the Fund or about Ashburton (Jersey) Limited by:

- Calling +44 1534 512103; or
- Emailing us at [compliancejersey@ashburton.com](mailto:compliancejersey@ashburton.com); or
- Writing to Attention: Compliance Department, Ashburton (Jersey) Limited, PO Box 239, IFC1 The Esplanade, St Helier, Jersey, JE4 8SJ

If you are not satisfied with our response, you have the right to refer the complaint to the Jersey Financial Services Commission (the "Commission"), PO Box 267, 14-18 Castle Street, St. Helier, Jersey JE4 8TP and to ask the Commission to investigate.

## Other relevant information

Further information about the Fund can be obtained from the prospectus of Ashburton Replica Portfolio Limited. This, as well as the latest annual and interim Report and Accounts and the Fund prices, are available free of charge in English at: [www.ashburtoninvestments.com](http://www.ashburtoninvestments.com).

This document is issued by Ashburton (Jersey) Limited which is regulated by the Jersey Financial Services Commission.