

Purpose

This document provides you with key information about this investment option linked to our Savings Unit-Linked Plan. 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 fund and to help you compare it with other products. You are advised to read it so you can make an informed decision if you wish to invest in this fund. This document should be read alongside the Savings Unit-Linked Plan Key Information Document.

Type of Investment Option

Investment Option:	Vilhena Malta Bond Fund	Managed by:	BOV Asset Management Limited
ISIN:	MT7000009759	Date:	30 June 2020
Fund Base Currency:	Euro		

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

What is this Investment Option?

Type

The Vilhena Malta Bond Fund is a sub-fund of Vilhena Funds SICAV p.l.c.

Objectives

The investment objective of the Fund is to generate income and long-term return to investors by investing, principally, in Maltese debt securities.

Investment Policy

The Fund invests in listed and unlisted debt securities with different maturities, coupons and credit risks. It also invests, to a limited extent, in other collective investment schemes. The Fund is not restricted in terms of the allocation of its assets as between Maltese debt securities, but it is currently intended that there should be a core holding of Malta Government fixed interest securities and other listed debt securities. The Fund may not invest more than 10 per cent of its net asset value in collective investment schemes.

Any income from your investment will be reinvested. The Fund may invest up to a maximum of 15% of its Net Asset Value in listed debt securities issued by non-Maltese entities or governments. The Fund may have an exposure to a spread of non-Maltese debt securities. The Fund is actively managed and it is not managed with reference to a benchmark. The Fund may transact in Financial Derivative Instruments for the purposes of efficient portfolio management.

Intended Retail Investor

The Fund aims to meet the needs of all types of investors who are looking for capital growth or income with a medium to long term investment time horizon, i.e. they should plan to hold the Fund for at least ten years. Investors buying the Fund need to have an understanding about investing in Funds. Investors should be prepared to bear losses since the Fund is not guaranteed and can also be subject to sharp fluctuations and cycles in value typically associated with these investments and therefore may receive back less than the amount invested.

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

Risk Indicator



The risk indicator assumes you keep the product for fifteen years. The actual risk may vary significantly if you cash in at an early stage and you may get back less. You may not be able to cash in your product easily or you may have to cash it in at a price that significantly impacts how much you get back even less than you originally invested.

- The summary risk indicator (SRI) is a guide to the level of risk of this fund compared to other products. It shows how likely it is that the fund will lose money because of movements in the markets or because the fund will not be able to pay.
- This fund is not guaranteed and you may therefore not receive back your original capital.
- This fund does not include any protection from the current and future market performance so you could lose some or all of your investment.
- Shares of companies are generally considered high risk investments and may result in fluctuations in the value of the Fund due to external factors.
- The risk indicator may change in the future and is not guaranteed.
- The risk indicator is derived and based on a standard volatility measure of historical performance utilising a methodology defined by the PRIIPs regulation, so other factors such as illiquidity would not have been considered.
- Past performance of the funds is not necessarily a guide to future performance.
- The value of your fund can fluctuate on a daily basis, it can rise as well as fall.
- Based on the performance of the fund, you might not get back the sum you invested.
- The higher risk profile, the more likely to have more frequent and larger fluctuations.

Other Risks

All financial investments involve an element of risk. Therefore, the value of your investment and the income from it will vary and your initial investment amount cannot be guaranteed.

The Fund may use financial derivatives instruments (in an attempt to reduce the overall risk of its investments or reduce the costs of investing, although this may not be achieved). Debt instruments are exposed to credit risk which is the ability of the borrower to repay the interest and capital on the redemption date. Changes in interest rates will result in fluctuations in the value of the Fund. The Fund has a significant exposure to Maltese debt instruments and as a result the Fund will be impacted by the state of the Maltese market. The price of debt investments (as well as such equity investments made by other collective investment schemes) listed on the MSE may be negatively impacted by the limited trading activity of the MSE. A more detailed description of risk factors that apply to this fund may be found on the fund prospectus.

Performance Scenarios

Investment €1,000 Insurance premium €0		1 year	8 years	15 years (Recommended holding period)
Survival Scenarios				
Stress scenario	What you might get back after costs Average return each year	€0 -100.00%	€6,165 -5.82%	€11,108 -3.86%
Unfavourable scenario	What you might get back after costs Average return each year	€0 -100.00%	€7,635 -1.04%	€15,719 0.58%
Moderate scenario	What you might get back after costs Average return each year	€0 -100.00%	€8,088 0.24%	€16,968 1.53%
Favourable scenario	What you might get back after costs Average return each year	€0 -100.00%	€8,565 1.51%	€18,324 2.46%
Death Scenario				
Insured event	What your beneficiaries might get back after costs	€3,500	€8,295	€16,968

- The maturity value of your policy is dependent upon the amount you invest, the investment performance of the fund and the charges deducted for establishing and administering your policy.
- This table shows the money you could get back over the next 15 years, under different scenarios, assuming that you invest €1,000 p.a.
- The above scenarios are an estimate of future performance based on past performance on how the value of this investment varies and are not an exact indicator. The actual performance of your investment might differ from the performance shown above hence you should not base your investment decision on the expectation that any of these scenarios will occur.
- What you get back will vary. It depends on how the market performs and for how long you keep the investment.
- The stress scenario show what you might get back in extreme market circumstances, and it does not take into account the situation where the Fund is not able to pay you.
- The figures do not take into account your personal tax situation, which may also affect how much you get back.
- The figures shown include the costs of this fund and the costs of the Savings Unit-Linked plan, but does not include the costs that you pay to your advisor.

What happens if the Citadel or the fund is unable to pay out?

In the event where during the term of your contract, the insurer becomes insolvent and is unable to discharge its obligations under your contract (deemed to be a long term insurance contract) you may be entitled to limited compensation under the Protection and Compensation Fund Regulations, 2003. Losses, which may result from poor investment performance, are not covered by the Protection and Compensation Scheme. If this Fund is unable to pay out, you may lose your investment allocated to this fund in the Savings Unit-Linked plan. For further information, you may contact MFSA at Triq I-Imdina, Zone 1, Central Business District, Birkirkara CBD1010 or phone on +356 2144 1155.

What are the Costs?

Cost over time

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 Savings Unit-Linked Plan, for three different holding periods. They include potential early exit penalties. The figures assume you invest €1,000 p.a. The figures are estimates and may change in the future.

Cost over time

Recommended holding period: 15 years

Investment €1,000

Scenarios	If you cash in after 1 year	If you cash in after 8 years	If you cash in after 15 years
Total costs	€1,043	€1,582	€4,203
Impact on return (RIY) per year	-104.25%	-3.96%	-2.67%

Composition of costs

This table shows the impact on return per year

One-off costs	Entry costs	0.10%	The impact of the costs you pay when entering your investment. This does not include the costs of distribution of your product.
	Exit costs	0.00%	The impact of the costs of exiting your investment at the end of the recommended holding period.
Ongoing costs	Portfolio transaction costs	0.00%	The impact of the costs of us buying and selling underlying investments for the product which may be higher or lower depending on your chosen assets.
	Other ongoing costs	2.57%	The impact of the costs that we take each year for managing your investments and other recurring costs.
Incidental costs	Performance fees	0.00%	The impact of the performance fee (if any).
	Carried interests	0.00%	The impact of carried interests (if any).

Other relevant information

Apart from this Investment Option Document, before you enter into a contract of life insurance, you are also requested to read carefully the Savings Unit-linked Plan Key Information Document together with the Savings Unit-linked Information Document which will be given and explained to you by the product distributor. This information is also required by law to help you understand other matters which are not dealt with in this Investment Option Document. We recommend that before you decide on an investment, you obtain and read a copy of the Vilhena Malta Bond Fund Prospectus and Fund Fact Sheet by accessing the website: www.bovassetmanagement.com or it will be made available by Citadel Insurance p.l.c. upon request and free of charge.

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