

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.

Alert

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

Product

Product: Gresham House Strategic plc Ord 50p
ISIN: GB00BYRH4982
Website: www.ghsplc.com
Manufacturer: Gresham House Asset Management Limited, Octagon Point, 5 Cheapside, London, EC2V 6AA
www.greshamhouse.com
Competent Authority: Financial Conduct Authority
Date of production of KID: 19 September 2019

What is this product?

Type

This product is an Alternative Investment Fund quoted and traded on the London Stock Exchange Alternative Investment Market as an Investment Company.

Objectives

Gresham House Strategic plc (the “Company”) invests primarily in UK and European smaller public companies, applying private equity style techniques and due diligence alongside a value investment philosophy to construct a focused portfolio expected to be comprised substantially of 10-15 companies. Investments are made in assets that the manager believes:

- are capable of generating a 15% annualised return over the medium to long term, primarily through capital appreciation
- provide value creation opportunities through strategic, management or operational changes; and
- are or will be cash generative and exhibit value characteristics

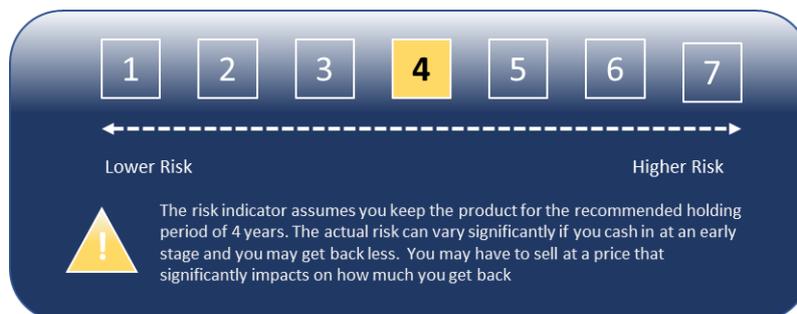
The Company adopted a new investment policy in August 2015. Investments are typically in companies with market capitalisations of less than £150million and with an expected holding period of three to five years. In addition, the Company may also invest in interests in privately held companies, primarily in equity and equity-related instruments and also in preferred equity, convertible and non-convertible debt instruments.

Intended Retail Investor

Limited to retail investors who have been advised by an authorised financial advisor or who are certified High Net Worth or self-certified Sophisticated Investors.

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. **The assessment is based on past share price performance which should not be taken as an indication of future performance.** We have classified this product as 4 out of 7 which is a medium risk class. The

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classification is based on historical share price performance. This rates the potential losses from future performance at a medium level. This product does not include any protection from future market performance so you could lose some or all of your investment.

Performance scenarios

Performance Scenarios		1 year	2 years	4 years (Recommended holding period)
Stress Scenario	What you might get back after costs	7,521	6,603	5,447
	Average return each year	(24.8%)	(17.0%)	(11.4%)
Unfavourable scenario	What you might get back after costs	9,378	9,437	9,832
	Average return each year	(6.2%)	(2.8%)	(0.4%)
Moderate scenario	What you might get back after costs	10,483	11,072	12,351
	Average return each year	4.8%	5.4%	5.9%
Favourable scenario	What you might get back after costs	11,815	13,098	15,645
	Average return each year	18.2%	15.5%	14.1%

This table shows the money you could get back over the next 1, 2 or 4 years under different scenarios, assuming that you invest £10,000. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an extrapolation of potential future performance based purely on past share price movements and are not an exact indicator. The return may vary depending on how the market and underlying investments perform and the time the investment/product is retained. The stress scenario shows the return in extreme market circumstances using historic share price movements.

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 the investment return.

What happens if Gresham House Asset Management Limited is unable to pay out?

There is no direct financial exposure for shareholders of Gresham House Strategic Plc to Gresham House Asset Management Limited. Liquidity in Gresham House Strategic Plc shares is provided through the AIM market and is dependent on buyers and sellers.

Gresham House Asset Management Limited is covered by the Financial Services Compensation Scheme. In the event that Gresham House Asset Management Limited cannot meet its liabilities, the scheme will cover eligible claimants for up to £50,000. Please note, the scheme does not cover a failure of the Gresham House Strategic Plc fund. For more information see www.fscs.org.uk.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you may receive. 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 costs associated with early exit. The figures assume you invest £10,000. 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.

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Costs over time	Investment scenarios £10,000	If you cash in after 1 year	If you cash in after 2 years	If you cash in at the end of the recommended holding period
	Total costs		388	776
Impact on return (RIY) per year		3.9%	3.9%	3.9%

Composition of costs

The table below shows:

- the impact each year of the different types of costs on the investment return you may receive at the end of the recommended holding period; and
- the meaning of the different cost categories.

The table below shows the impact on return per year

One off costs	Entry costs	0.00%	The impact of the costs you pay when entering your investment.. You may incur dealing costs from your broker / advisor.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures. You may incur dealing costs from your broker / advisor.
Ongoing costs	Portfolio transaction costs	-0.29%	The impact of the costs / benefit of us buying and selling underlying investments. Since commencement of the current investment strategy there has been a net benefit to the product.
	Other ongoing costs	2.72%	The impact of the costs paid each year to manage the product, including management fees of 1.5% per annum payable to the investment manager and other ongoing costs, including administration, regulatory, board, listing costs, and other costs necessarily incurred in the running of the Company.
Incidental costs	Performance fees	1.45%	The impact of the performance fee. We deduct these if performance of the fund exceeds a minimum hurdle performance of 7% per annum compounding growth, effective from August 2015. The estimate is based on average, annualised performance fees paid / provided under the existing investment management agreement which came into effect on 7 August 2015.

[How long should I hold it and can I take money out early?](#)

Recommended minimum holding period: 4 years

An investment in Gresham House Strategic plc should be regarded as a longer term investment. The recommended minimum holding period is 4 years, however this product is traded on the Alternative Investment Market of the London Stock Exchange and investors are therefore able to realise their investment at any time subject to normal market conditions.

[How can I complain?](#)

If you have a complaint about this product, you can call our team on **020 3837 6270**, email us at info@greshamhouse.com or write to us at **Gresham House Asset Management Limited, Octagon Point, 5 Cheapside, London, EC2V 6AA**. If you remain dissatisfied with our service and you are an eligible complainant, you may ask the Financial Ombudsman Service to consider your complaint. For more information see www.financialombudsman.org.uk.

[Other relevant information](#)

Please read the publicly available information on the Company carefully before making your investment decision and confirm with your independent financial adviser that you have the expertise, experience and knowledge to properly understand the risks of investing in the Company.