

# Key Information Document ("KID")

# DEVON

## Equity Management

### 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.

### Product

**European Opportunities Trust PLC** (the Company)

**Manufacturer:** Devon Equity Management Limited

Ordinary shares ISIN: GB0000197722

This product is listed on the London Stock Exchange and is governed by European Opportunities Trust PLC Board of Directors. The Board has appointed Devon Equity Management Limited as the AIFM and Investment manager.

The Financial Conduct Authority is responsible for supervising Devon Equity Management Limited in relation to this Key Information Document.

Devon Equity Management Limited is a firm which is authorised and regulated in the United Kingdom by the Financial Conduct Authority.

Website: <https://www.devonem.com/>

Contact: [enquires@devonem.com](mailto:enquires@devonem.com) or call 020 39850445

This document was produced as of the 14<sup>th</sup> June 2023.

### What is the product?

**Type:** The Product is an ordinary share in a closed-ended investment trust, a company whose shares are listed on the London Stock Exchange.

The shares are not traded directly with the Company but are instead traded on the London Stock Exchange (directly or via an intermediary). The shares can be traded on the exchange during trading hours. The price you pay or receive, like other listed shares, is determined by supply and demand and may be at a discount or premium to the underlying net asset value of the Company. Typically, at any given time on any given day, the price you pay for a share will be higher than the price at which you could sell it. There is no right of redemption attached to the shares and if the Company is wound up, shareholders will be paid any surplus assets after meeting the Company's liabilities in proportion to their shareholdings

**Term:** There is no fixed maturity date. An investor can hold their investment for any time period but 5+ years is recommended. There is no ability for Devon Equity Management Limited to terminate holdings unilaterally or for the shares to be terminated automatically.

### Objectives

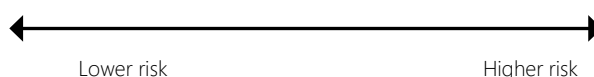
The Company's investment objective is to grow money invested in the company over the long-term by investing in shares of European companies and in business sectors or geographical areas which are considered by the investment adviser to offer good prospects for capital growth, taking into account economic trends and business development. The investment manager will select investments in the belief that a thorough analysis and understanding of companies is the best way to identify long-term superior growth prospects.

### Intended Retail Investor

The Company is suitable for all investors seeking an investment that aims to deliver total returns, predominantly driven by capital growth, over a long-term investment horizon. The investor should be prepared to bear losses. The Company may not be suitable for investors who are concerned about short-term volatility and performance, who are seeking a regular source of income or who may be investing for less than five years. The Company does not offer capital protection.

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

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:



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

The risk indicator assumes you keep the product for 5 years.

The actual risk can vary significantly if you cash in at an early stage and you may get back less.

The above Risk and Reward Indicator table demonstrates where the Company ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Company. The lowest risk category does not mean no risk.

The Company is in this category due to the nature of its investments and previous levels of volatility (how much the value of the Company rises and falls).

In addition to the risk captured by the indicator, the overall Fund value may be considerably affected by:

- Gearing, exposure to gearing, foreign currencies and the ability of the Company to buy back its own shares may increase risk. This product does not include any protection from future market performance so you could lose some or all of your investment. The Company tends to invest in fewer companies and may be more volatile than a broadly diversified one.
- The share price of an investment company may differ from the Net Asset Value due to the level of supply and demand for units. A high level of supply may result in the price of the investment company trading below the Net Asset Value. You may not be able to sell your product easily or may have to sell at a price that significantly impacts on how much you get back.
- Counterparty Risk: The Company could lose money if an entity with which it interacts becomes unwilling or unable to meet its obligations to the Company.
- Liquidity Risk: Certain securities could become hard to value, sell at a desired time and price, or cease to trade altogether.
- Market and exchange rate movements can cause the value of an investment to fall as well as rise, and you may get back less than originally invested, even if the share class is hedged against the main currency of the Fund.
- Equity risk: Where investments are in the shares of companies (equities), the value of those equities may fluctuate, sometimes dramatically, in response to the activities and results of individual companies or because of general market and economic conditions or other events.
- Significant exposure to a particular industrial sector or geographical region puts the Fund at risk of a localised event making a significant impact on the value of the Company.
- This product does not include any protection from future market performance so you could lose some or all of your investment. If not able to pay you what is owed, you could lose your entire investment.

Further information detailing the risks of the Company can be found on the Company website. <https://www.devonem.com/european-opportunities-trust-plc/#/literature-and-links>

### Performance scenarios

The following table shows the money you could get back over the next 5 years, under different scenarios, assuming that you invest GBP 10,000.

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 / and includes the costs of your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of European Opportunities Trust Plc over the past 10 year. The stress scenario shows what you might get back in extreme market circumstances.

Investment GBP 10,000		If you exit after 1 year	if you exit after 5 years (recommended holding period)
Minimum: There is no minimum guaranteed return if you exit before 5 years			
Stress scenario	What might you get back after costs	5,410 EUR	2,140 EUR
	Average return each year (%)	-45.93%	-26.57%
Unfavourable scenario <sup>1</sup>	What might you get back after costs	7,620 EUR	9,050 EUR
	Average return each year (%)	-23.85%	-1.98%
Moderate scenario <sup>2</sup>	What might you get back after costs	10,630 EUR	14,270 EUR
	Average return each year (%)	6.27%	7.37%
Favourable scenario <sup>3</sup>	What might you get back after costs	15,270 EUR	21,800 EUR
	Average return each year (%)	52.70%	16.87%

<sup>1</sup>This type of scenario occurred for an investment between November 2017 – November 2022

<sup>2</sup>This type of scenario occurred for an investment between November 2015 – October 2020

<sup>3</sup>This type of scenario occurred for an investment between September 2013 – August 2018

The recommended holding period is 5 years.

This table shows the money you could get back over the recommended holding period, under different scenarios, assuming that you invest GBP 10,000.

### What happens if Devon Equity Management Limited is unable to pay out?

As the shares are not traded directly with Devon Equity Management Limited, but are traded instead on the London Stock Exchange, any default by Devon Equity Management Limited will not materially affect the value of your shares. However, a default by the Company or any of the underlying holdings could affect the underlying value of your investment. As the shares are listed on the London Stock Exchange, any direct holding of these shares is not covered by any investor compensation schemes in relation to either Devon Equity Management Limited or the Company.

### 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

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, in the first year you would get back the amount that you invested (0% annual return). For the other holding period, we have assumed the fund performs as shown in the moderate scenario and GBP 10,000 is invested. The figures are estimates and may change in the future.

Investment GBP 10,000	1 year	5 years
Total costs GBP	125.68	612.78
Annual Cost Impact (%)	1.26%	1.26%

This illustrates how costs reduce your return each year over the holding period. For example, it shows that if you exit at the recommended holding period your average return per year is projected to be 7.37% before costs and 6.11% after costs

### 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 what the different cost categories mean:

This table shows the impact on return per year

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	0%. Neither Devon Equity Management Limited nor the Company make any charges when you purchase your investment. Stamp Duty Reserve Tax (SDRT) is payable if the shares are purchased on the secondary market of the London Stock Exchange.	GBP 0
Exit costs	0% The Impact of the costs of exiting your investment. Neither Devon Equity Management Limited nor the Management Company make any charges when you sell your investment.	GBP 0
Ongoing Costs		If you exit after 1 year
Management fees and other administrative or operating costs	1.05 % of the value of your investment per year. This is an estimate based on actual costs over the last year	GBP 105
Transaction costs	0.21% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	GBP 21
Incidental costs taken under specific conditions		If you exit after 1 year
Performance fees and Carried interest	There is no performance fee or carried interest for this product	GBP 0

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

The recommended holding period is 5 years

Equity investments should be seen as long-term investments however there is no minimum (or maximum) holding period for the shares. The shares can be sold when the markets on which they trade are open, in this instance the London Stock Exchange. At any time the value of your investment is based on the market value of the shares (the share price) multiplied by the number of shares you own.

### How can I complain?

If you have a complaint about the product or the person advising on or selling the product you will need to provide the details to the person who advised you or sold you the product. As a shareholder of the Company, you do not have the right to complain to the Financial Ombudsman Service (FOS) about the management of the Company. Complaints about the company or the key information document should be sent to the address stated below, for the attention of the Company Secretary.

Postal address: Devon Equity Management Limited, 123 Victoria Street, London SW1E 6DE  
 Tel: +44 20 3985 0445  
 Website: www.devonem.com  
 E-mail: enquiries@devonem.com

Devon Equity Management Limited will handle your request and provide you with feedback as soon as possible.

### Other relevant information

This Key Information Document has been produced by Devon Equity Management Limited.

The Company was launched on 20 November 2000. The Alternative Investment Fund Manager of the Company is Devon Equity Management Limited, and the depository is J.P Morgan Europe Limited.

Investors may obtain copies of monthly fact sheets and annual (31 May) and half-yearly (30 November) reports and accounts by contacting Devon Equity Management Limited.

Historical performance and reports are available on the website www.devonem.com.

The person advising on or selling the product may have to provide you with additional information as required by their financial regulator or national law. If you are in any doubt about the action you should take, you should seek independent financial advice.