



## KEY INFORMATION DOCUMENT

This document provides you with key investor information about the Skyline Umbrella Fund ICAV (the "ICAV") sub-fund – Fortem Capital US Equity Income Fund (the "Fund"). It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this Fund. You are advised to read it so you can make an informed decision about whether to invest.

### Fortem Capital US Equity Income Fund

*A sub-fund of Skyline Umbrella Fund ICAV*

Class A Accumulation shares in US Dollars

ISIN: IE00BMHKVM58

**Manufacturer:** Fortem Capital Limited

**Fund Manager:** IQ EQ Fund Management (Ireland) Limited (the "Manager")

**Website:** <https://iqeq.com/skyline>

**Competent Authority:** IQ EQ Fund Management (Ireland) Limited is authorised in Ireland and regulated by Central Bank of Ireland. This PRIIP is authorised in Ireland.

**Domicile country:** Ireland

## WHAT IS THIS PRODUCT?

- ~ **Type:** UCITS
- ~ **Term:** This product has no fixed term but is recommended to be held over the medium to long term. The recommended Holding Period (RHP) is 5 years
- ~ **Objectives:** The investment objective of the Fund is to provide investors with a total return, taking into account both capital and income returns, and which reflects the total return of the S&P 500® Index (the "Index").
- ~ The Fund aims to track the performance of the Index. The Index is comprised of US large capitalisation equities and includes the 500 largest companies, as measured by market capitalisation and covers approximately 80% of available market capitalisation.
- ~ Further details on the Index and any publications in relation to the Index, including Index constituents can be found here: <http://eu.spindices.com/indices/equity/sp-500>
- ~ The Fund will employ a strategy of combining a portfolio of the constituents of the Index, synthetically or physically, in proportion to their weighting in the Index, with, where appropriate, an option overlay strategy with the aim of providing an enhanced level of income and the prospect of long-term capital growth.
- ~ The income will be generated from i) the dividends received from the constituents of the Index and ii) where adopted, the premiums received from the option overlay strategy, with the Index exposure also providing the prospect for capital growth.
- ~ To enhance the dividends received, the Fund may use the option overlay strategy. This involves the Fund selling short term options, over the Index in exchange for receiving option premium, whilst simultaneously mitigating the underlying Index exposure brought about by the sale of those options.
- ~ On demand, you may buy or sell your shares on any Business Day, being a weekday on which commercial banks in Ireland and United Kingdom (and in any other financial centre that the Directors may determine to be relevant for the operations of the Fund) are open for normal banking business.
- ~ Depending on market conditions and transaction costs, the Fund may track the performance of the Index (i) synthetically by investing indirectly in the constituents of the Index through the use of financial derivative instruments ("FDIs") (on exchange and over the counter) as outlined further below, (ii) through physical methods by purchasing the underlying constituents of the Index or (iii) a combination of both synthetic and physical methods.
- ~ To track the index performance, the Investment Manager uses a passive management approach and tracks the performance of all of the constituents comprising the Index.
- ~ The anticipated level of tracking error of the Index in normal market conditions is up to 1%. This will be disclosed in the annual and semi-annual accounts of the ICAV.
- ~ There will be no dividend distributions paid in respect of this share class.
- ~ **Intended Investor:** The Fund is suitable for investors who are seeking capital growth over a medium to long term horizon, but who are willing to tolerate medium to high risks due to the potentially volatile nature of the investments. The Fund is suitable for professional investors.

## RISK AND REWARD PROFILE



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|---|---|---|---|---|---|---|
| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
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- ~ The risk indicator assumes you keep the product for a minimum of 5 years. You may have to sell at a price that significantly impacts on how much you get back. The actual risk can vary significantly if you cash in at an early stage and you may get back less. The risks are
  - ~ Any investment in any Fund should not constitute a substantial proportion of an investment portfolio and may not be appropriate for all investors.
  - ~ **Issuer Risk:** The insolvency of any institution that is the issuer of a Bond held by the Fund may expose the Fund to financial loss.
  - ~ **Dividends:** A significant deterioration in the level of dividends paid out by one or more of the companies comprising the Index may reduce an Investor's return.

- that the underlying assets could not be sold or not sold at the desired time and / or lead to significant losses.
- ~ The lowest category does not mean 'risk free'.
  - ~ The Fund's risk category shown is not guaranteed and may change in the future for various reasons including general market developments and changes such as geo-political factors.
  - ~ **Counterparty Risk:** The Fund may enter into over-the-counter ("OTC") FDI's with approved counterparties. If an approved counterparty defaults, there is a risk that the Fund will lose all or some of the value of that FDI.
  - ~ **Index-Tracking Risk:** A passively-managed fund is not expected to track or replicate the performance of its respective index at all times with perfect accuracy and there can be no assurance that the Fund will achieve any particular level of tracking accuracy. The Investment Manager will also not have the discretion to adapt to market changes due to the inherent nature of a passively-managed fund and so falls in its respective index are expected to result in corresponding falls in the value of the Fund.
  - ~ The risk indicator assumes that the product is kept for the RHP. Actual risk may vary significantly on an early stage exit and the amount you get back may be less than you invested.
  - ~ The summary risk indicator is a guideline of the level of risk this product compared to other products. It expresses the probability that the product will suffer monetary losses due to movements in the market or due to inability to pay you what is owed.
  - ~ The fund is rated 5 due the nature of its investments which includes the risks listed. These factors may impact the value of the Fund's investments or expose the Fund to losses.
  - ~ The Fund may use total return swaps for investment purposes to gain economic exposure to the equities and the Indices. Up to 300% of the assets under management of the Fund may be, and it is expected that between 50-100% of the assets under management of the Fund will be invested in such total return swaps. The approved counterparty may provide collateral to the Fund, including cash, US treasury bills and other high-quality government bonds with a maturity of up to 7 years.
  - ~ Investors should refer to the prospectus, which can provide more information on risks.

## PERFORMANCE SCENARIOS

Investment example \$10,000		1 year	5 years
Unfavourable	What you might get back after costs	\$7,840	\$11,480
	Average return each year	-21.6%	2.8%
Moderate	What you might get back after costs	\$11,430	\$17,760
	Average return each year	14.3%	12.2%
Favourable	What you might get back after costs	\$15,830	\$23,400
	Average return each year	58.3%	18.5%

This table shows the money you could get back over the next 5 years under different scenarios assuming that you initially invest \$10,000. The scenarios show are a simplified representation of possible outcomes. You can use these scenarios to compare with the scenarios of other products because they are calculated under similar conditions. The scenarios presented are not an exact indicator of future performance but an estimation to that effect. What you get will vary depending on how the market performs and how long you keep the investment. The figures shown take into account all costs associated with the product but may not include all the costs that you pay to your advisor or distributor and do not take into account your personal tax situation which may also impact on what you get back.

## WHAT ARE THE COSTS?

### 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 periods we have assumed the product performs as shown in the moderate scenario.
- ~ USD 10,000 is invested

Investment USD 10,000

Scenarios	If you exit after 1 year	If you exit at the end of the recommended holding period
Total costs	89 USD	805 USD
Annual cost impact	0.9 %	1.0 %
Composition of costs		
One-off costs upon entry or exit		If you exit after 1 year
Entry costs*	Maximum fees if any, 2% of the amount you pay in when entering this Investment.	0 USD

Exit costs*	We do not charge an exit fee for this product.	0 USD
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\*An Anti-Dilution Levy of up to 2.00% may be charged to cover the costs of acquiring or selling investments and to preserve the value of the Fund. This levy will be charged in circumstances where the Directors believe it is necessary to prevent an adverse effect on the value of the assets of the Fund and is most likely to arise if more than 5% of the NAV of the Fund is redeemed on any one Dealing Day.

Ongoing costs taken each year

Management fees and other administrative or operating costs	0.60 % of the value of your investment per year. The ongoing charges are the running costs of the Fund, including distribution but exclude transaction costs.	60 USD
Transaction costs	0.29% 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.	29 USD

Incidental costs taken under specific conditions

Performance fees	There is no performance fee for this product.	0 USD
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## WHAT IF FORTEM CAPITAL LIMITED IS UNABLE TO PAY OUT?

You may face a financial loss should the Investment Manager or Depositary, Northern Trust Fiduciary Services (Ireland) Limited, default on their obligations. There is a compensation fund available for investors under the Investor Compensation Act, 1998 (the "Act") where the criteria for payment of compensation under the Act have been fulfilled. Further details are available from the Manager.

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

**Recommended minimum holding period: 5 years**

The above mentioned period has been defined in accordance to the product characteristics. It is determined on the basis of the fund's risk and reward profile. Your ideal holding period may be different from this minimum recommended holding period. We recommend that you discuss this with your advisor. If the holding period is shorter than the recommended minimum, this may have a negative impact on the fund's risk and reward profile. You may request to redeem the units held at any moment, in accordance with the Prospectus of the fund. Any costs are shown under "Composition of costs" above. The Administrator may refuse to pay or delay payment of redemption proceeds where the requisite information for verification purposes has not been produced by a Shareholder. Further information in the Fund Supplement.

## HOW CAN I COMPLAIN?

In the case of any unexpected problems in the understanding, trading or handling of the product, please feel free to directly contact IQ-EQ at the details below.

Website: AIFM Global Services Firm | IQ-EQ <https://iqeq.com/services/asset-management/>

E-mail: [ManCo@iqeq.com](mailto:ManCo@iqeq.com)

Address: 5th floor, 76 Sir John Rogerson's Quay, Dublin 2.

Telephone: +353 1 673 5480

IQ-EQ will handle your request and provide you with a feedback as soon as possible.

## PRACTICAL INFORMATION

- ~ The Fund's assets are held through its depositary, which is Northern Trust Fiduciary Services (Ireland) Limited.
- ~ The Manager may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus and the supplement for the Fund.
- ~ Further information about the Fund (including the current prospectus and most recent financial statements) is available at the registered office of the ICAV and from the Manager at <https://iqeq.com/skyline>. The NAV per Share for the Fund is available by request from [ManCo@iqeq.com](mailto:ManCo@iqeq.com).
- ~ Details of the Manager's up-to-date remuneration policy, including, but not limited to, a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits are available at <https://iqeq.com/policy-documents/>. A paper copy of such remuneration policy is available to investors upon request free of charge from [ManCo@iqeq.com](mailto:ManCo@iqeq.com).
- ~ The Fund is subject to Irish taxation legislation, which may have an impact on your personal tax position as an investor in the Fund. Investors should consult their own tax advisers before investing in the Fund.
- ~ Investors may switch shares in the Fund for shares in other sub-funds of the ICAV, provided that they satisfy the criteria applicable to investments in the other sub-fund(s). Further information on switching is contained in the "Exchange of Shares" section of the Fund's Prospectus.
- ~ The past performances of this product can be found here <https://fortemcapital.com/asset-management/funds/us-income-fund/>. Please note that past performance is not indicative of future performance. It cannot provide a guarantee of returns that you will receive in the future.
- ~ The previous scenarios document for this product can be found here <https://fortemcapital.com/asset-management/funds/us-income-fund/>.