Salus Alpha
Gives you more than Profits

Key investor information

This document provides you with key investor information about this 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.

Salus Alpha Directional Markets, a compartment of SALUS ALPHA SICAV
Class: R Shares (EUR), (Accumulation) LU1280955276

Objectives and investment policy

The Fund invests long and short in actively traded futures contracts quoted on the most liquid futures exchanges worldwide and total return swaps. The futures and swap contracts will be traded on recognized indices (i.e. equities, bonds and commodities), bonds, currencies and interest rates.
Additionally the Fund invests up to 100% of its assets in money market instruments, bank deposits with a maturity of up to one year and government bonds issued by Members States of the European Union or the European Economic Area (i.e. Germany, France, United Kingdom, Ireland, Italy, Spain, Belgium, the Netherlands, Finland, Austria, Norway, Liechtenstein), the European Financial Stability Facility (EFSF), the European Stability Mechanism (ESM), the International Bank for Reconstruction and Development, the European Investment Bank, Asian Development Bank, United States of America and Switzerland with any maturity.
Under normal market conditions, the performance of the Fund is mainly determined by the performance of the futures and swap portfolio. The selection of the Fund's assets is based on their expected return and risk attribution. The Fund's goal is that each asset has the same share of total risk considering its expected return.
The Fund may as well use futures, options, swaps and other financial derivative instruments to hedge risks and to implement its investment policy.
The Fund is targeting the highest possible return with a volatility of 10-15% p.a.
The Fund does not follow any benchmark.
The selection of the investments and the management of the Fund is based on the opinion of the Investment Manager Salus Alpha Capital Ltd.
The investor can buy or sell shares of the Fund on each Bank Business Day in Luxembourg.
Incomes of the Fund are reinvested.
Recommendation: The Fund should be held for a period of 5 years or longer.

Risk and reward profile

With lower risk, **With higher risk,**

potentially lower rewards **potentially higher rewards**

1	2	3	4	**5**	6	7

This indicator represents the annual historical volatility of the Fund over a 5-year period.

Risk Category 5 reflects high potential gains and/or losses for the portfolio. This is due to investments in futures on the worldwide market.

Historical data such as that used to calculate the synthetic indicator cannot be considered as a reliable indication of the Fund's future risk profile.
The risk category associated with the Fund is not guaranteed and may change over time.
The lowest risk category does not mean "risk free".

Your initial investment is not guaranteed.

Significant risk(s) for the Fund not taken into account in this indicator include the following:

Credit risk: The Fund invests in bonds, cash or other money market instruments. There is a risk that the issuer may default. The likelihood of this happening will depend on the credit-worthiness of the issuer. The risk of default is usually greatest with bonds that are rated as sub-investment grade.

Liquidity risk: Liquidity risk exists when particular investments are difficult to purchase or sell. This can reduce the Fund's returns because the Fund may be unable to transact at advantageous times or prices.

Operational risk: Risk of loss resulting from human errors, inadequate or failed internal systems, processes or controls or from external events.

Derivative for hedging purpose: The use of derivatives for hedging in a rising market may restrict potential gains.

Custody Risk: With respect to the custody of securities, the risk of losing assets due to insolvency, breaches of due diligence or abusive conduct on the part of the custodian or sub-custodian might exist.

Charges

The charges and commissions are used to cover the Fund's operating costs, including marketing and distribution of shares. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	3.00%
Exit charge	4.00%
The percentage shown is the maximum amount that can be paid out of your investment. Your financial advisor or distributor can inform you of the associated entry and exit charges.	
Charges taken from the Fund over a year	
Ongoing charges	2.40%
Charges taken from the Fund under specific conditions	
Performance fee	0.29% for the Fund's last financial year
20% of the difference between the Net Asset Value (NAV) per Share and the highest NAV per Share recorded on any preceding Valuation Day ("high water mark").	

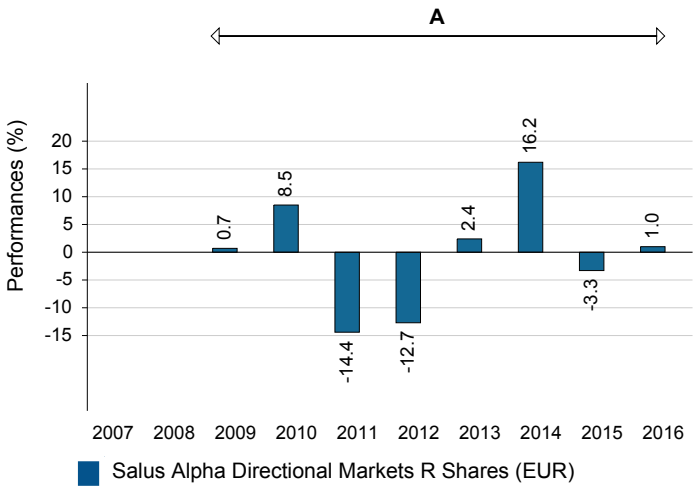
The entry and exit charges shown are maximum rates. In certain cases, the charges paid may be lower.

The indicated ongoing charges are an estimate based on the expected total amount of charges. This percentage may vary from year to year. It excludes outperformance charges and intermediation charges, with the exception of entry and exit charges paid by the Fund when it buys or sells shares of another Fund.

A conversion fee of 1% of the converted shares' net asset value may be applied.

For more information about Fund charges, please refer to the relevant sections of the prospectus, which is available at www.salusalpha-sicav.com.

Past performance



The performance figures shown in the bar chart are not a reliable indication of future performance.

Annualised performance is calculated after deducting all charges taken from the Fund.

Fund creation date: 1 August 2016
Share class launch date: 1 August 2016

Base currency: Euro.

A : The performance figures shown in the bar chart are past performance figures of the Austrian Fund Valartis Funds - Salus Alpha Directional Markets which was merged into Salus Alpha Directional Markets R EUR Shares the Luxembourg SICAV on 01/08/2016.

Practical information

Depositary: CACEIS Bank, Luxembourg Branch

You can find other information about this Fund at www.salusalpha-sicav.com. You can obtain copies of a more comprehensive document on this Fund in English (the prospectus), as well as annual and semi-annual reports at any time, free of charge online at www.salusalpha-sicav.com.

This Fund consists of compartments, its latest consolidated annual reports are also available from www.salusalpha-sicav.com.
Shareholders are entitled to convert all or part of their shares of a particular class into shares of other class(es) (as far as available) within the compartment or shares of the same or different classes (as far as available) of another compartment of Salus Alpha SICAV against payment of a conversion charge by application in writing to the central administration agent, stating which shares are to be converted and the target class(es) and/or compartment.

The Fund proposes other share classes for the categories of investors as defined in its prospectus.
The assets and liabilities of each compartment are segregated by law from each other.

The tax laws of Luxembourg, in addition to the tax laws of your country of residence, may impact how your investment in the Fund is taxed.

The net asset value is available on request at the Fund's registered office and on the website www.salusalpha-sicav.com.
Details of the SICAV's up-to-date remuneration policy are available on the following website www.salusalpha-sicav.com. A paper copy of the remuneration policy will be made available free of charge to shareholders upon request to the SICAV.

The SICAV 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 for the SICAV.

The Fund is authorised in Luxembourg and is supervised by the Commission de Surveillance du Secteur Financier (CSSF).
This key investor information is accurate as at 17 February 2017.