

# KEY INVESTOR INFORMATION



This document provides you with key investor information about this sub-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 sub-fund. You are advised to read it so you can make an informed decision about whether to invest.

## Mercer Multi Asset Defensive Fund (the "Sub-Fund")

### A sub-fund of MGI Funds plc (the "Umbrella")

Mercer Global Investments Management Limited (the "Manager"), Marsh McLennan Companies, Inc. group

### B6-0.1700-GBP (IE00BH3W7X37) (the "Share Class")

This Sub-Fund is authorised in Ireland and regulated by the Central Bank of Ireland.

The Manager is authorised in Ireland and is regulated by the Central Bank of Ireland as a UCITS Management Company.

#### OBJECTIVE AND INVESTMENT POLICY

The investment objective of the Sub-Fund is to seek income and long term growth of capital.

The Sub-Fund will aim to pursue a defensive investment strategy and will achieve direct and indirect exposure to a range of asset classes including equities, government and corporate bonds, commodities indices (relating to commodities such as energy, agricultural, industrial and precious metals) and alternative investments with, for example, multi-asset and absolute return strategies. Multi-asset strategies involve gaining exposure to multiple asset classes. Absolute return strategies seek to provide returns for investors regardless of market conditions over the long term.

The Sub-Fund seeks to promote environmental characteristics within the meaning of Article 8 of the Sustainable Finance Disclosure Regulation ("SFDR"), namely, to seek to mitigate the impact of climate change through progressive decarbonisation within the Sub-Fund's portfolio. The Investment Manager relies on specific analyses to assess the Sub-Fund's current and future potential alignment to the decarbonisation expectations. Climate scenario research and modelling is used to assess the future impact of certain climate change scenarios, and forward-looking portfolio analytics and bottom-up assessment of holdings are used to examine the impact of any proposed investment decisions on the carbon exposure of the Sub-Fund. In addition, the Sub-Fund will have exposure to sustainable investments either directly or through investment in underlying funds. The Sub-Fund will invest at least 5% in sustainable investments, being investments which, according to the Investment Manager's framework: (a) contribute positively to UN Sustainable Development Goals ("SDGs"); (b) do no significant harm to any environmental or social objective; and (c) follow good governance practices.

The Sub-Fund is actively managed and will seek to outperform cash by 0.5% - 1.5%, gross of the fees of the Manager, the Investment Manager and the Distributor, but net of all other fees and expenses of the Sub-Fund, on average per annum over the medium to long term. For the

purposes of the calculation of outperformance of cash, an appropriate rate has been used as detailed in the past performance section.

The Sub-Fund is in no way constrained by any benchmark and there is no guarantee the Sub-Fund will outperform cash. The asset allocation views of the Investment Manager may be implemented through investment in underlying funds.

The Sub-Fund may primarily invest in shares of other regulated open-ended collective investment schemes. The Sub-Fund shall constitute a fund of funds (i.e. a collective investment scheme, the principal object of which is investment in shares of other collective investment schemes). No more than 20% of the net asset value of the Sub-Fund may be invested in or allocated to any one regulated collective investment scheme but the Sub-Fund may be fully invested in aggregate in collective investment schemes.

No more than 30% of the net asset value of the Sub-Fund may be invested in or allocated to, in aggregate, alternative investment funds.

The Sub-Fund may invest no more than 20% of its assets in emerging markets.

The Sub-Fund may invest no more than 30% in bonds which are rated below investment grade (rating of below BBB-, Baa3 or equivalent as described in the Supplement).

The Sub-Fund may use financial derivative instruments (instruments for which the price is dependent on one or more underlying asset, "FDI"). This can be to achieve the investment objective, to hedge a given investment or to hedge against anticipated movements in a market or other sector or to manage the portfolio more efficiently.

The Share Class will not distribute dividends. Income and capital gains from the Sub-Fund are reinvested.

You can buy and sell shares in the Sub-Fund on demand each day which is a bank business day in Ireland or the United Kingdom.

#### RISK AND REWARD PROFILE

**Lower risk**  
Potentially lower reward

**Higher risk**  
Potentially higher reward



The risk and reward indicator value is calculated using historical data and may not be a reliable indicator of the Sub-Fund's future risk profile.

The risk category shown is not guaranteed and may change over time.

The lowest category, 1, does not mean risk free.

The value of investments and income from them can go down as well as up and you may not get back the full amount you invested.

The Share Class is rated 4 due to the nature of its investments which include the risks listed below:

**Sector specific:** Investment risk is concentrated in specific sectors, countries, currencies or companies. This means that the Sub-Fund is more sensitive to any localised economic, market, political or regulatory events.

**Liquidity risk:** Lower liquidity means there are insufficient buyers or sellers to allow the Sub-Fund to sell or buy investments readily.

**Multi-Manager or Fund of Funds:** The Sub-Fund may in certain circumstances invest directly rather than through Underlying Funds. In such cases, the Sub-Fund will be directly subject to the risks identified here and in the supplement for the Sub-Fund.

**Investments in below investment grade securities:** Lower rated or unrated securities are generally subject to a greater default risk than such higher rated securities.

**Credit risk:** The risk that an organisation does not pay out on a bond or other trade or transaction when it is supposed to.

**Fixed income:** Investing in fixed income securities offers the chance to gain returns through growing capital and generating income. However, there is a risk that the institution that issues the security could fail to pay out on the bond, causing the Sub-Fund to lose its initial investment and expected income from the security.

Fixed income values are likely to fall if interest rates rise. If interest rates change considerably, as bonds mature, there is no guarantee that bonds of a similar type and yield will be available to replace them.

**Fund of Funds:** The Sub-Fund is a fund of funds, which means that the Sub-Fund invests in other Underlying Funds and each of the Underlying Funds into which it invests may in turn be subject to risks arising from the investments which that Underlying Fund makes. There can be no assurance that suitable Underlying Funds can be successfully selected or that the managers of the Underlying Funds will be successful in their investment strategies.

**Emerging markets:** Emerging markets or less developed countries may face more political, economic or structural challenges than developed countries do. This means your money is at greater risk if it is invested in emerging markets.

**Operational risk:** All funds are subject to the risk that something could go wrong in the day-to-day running of an organisation.

For more information on risks please refer to the "Special Considerations and Risk Factors" section in the prospectus and in the supplement for the Sub-Fund.

## CHARGES

The charges you pay are used to pay the cost of running the Sub-Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

### One-off charges taken before or after you invest

Entry charge	none
Exit charge	none

This is the maximum that might be taken out of your money before it is invested and before the proceeds of your investment are paid out.

### Charges taken from the fund over a year

Ongoing charge	0.29%
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### Charges taken from the fund under certain specific conditions

Performance fee	none
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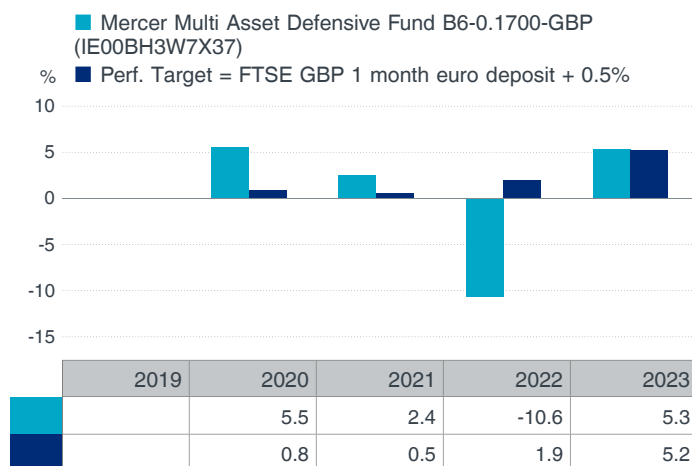
The entry and exit charges shown are maximum figures. In some cases, you might pay less – you can find this out from your investment advisor or distributor.

The ongoing charges figure is based on expenses for the twelve month period ending 31st December 2023. This figure may vary from year to year. It excludes:

- Portfolio transaction costs, except in the case of an entry/exit charge paid by the Sub-Fund when buying or selling units in another collective investment undertaking.
- Performance fees

For more information about charges and information about other share classes, please refer to the prospectus.

## PAST PERFORMANCE



Past performance is not a guide to future results.

The past performance shown here takes account of all charges and costs.

The Sub-Fund was launched on 18/06/2019.

The Share Class was launched on 18/06/2019.

Past performance has been calculated in GBP and is expressed as a percentage change in the net asset value of the Share Class at each year end.

The comparative performance target in the past performance chart is calculated using the lower number of the target outperformance range, i.e. 0.5% in addition to benchmark performance.

## PRACTICAL INFORMATION

**Depository & Administrator:** The Sub-Fund's assets are held through its depository, State Street Custodial Services (Ireland) Limited. State Street Fund Services (Ireland) Limited is the administrator of the Sub-Fund (the Administrator).

**Further Information:** The Sub-Fund is a sub-fund of MGI Funds plc. The prospectus and the latest annual and semi-annual reports, which are prepared for the entire umbrella, can be obtained free of charge from the Administrator.

**Remuneration:** The details of the current remuneration policy are available on <https://investment-solutions.mercer.com/global/all/en/investment-solutions-home/corporate-policies.html>. A paper copy will be made available free of charge upon request from the Administrator.

**Segregated Liability:** The assets and liabilities are segregated by law between the sub-funds of the umbrella. This means that the Sub-Fund's

assets are held separately from other sub-funds. Your investment in the Sub-Fund will not be affected by any claims made against any other sub-fund in the umbrella.

**Price Publication:** The value of the Sub-Fund's assets per share is available from the Administrator or at [www.bloomberg.com](http://www.bloomberg.com)

**Tax Legislation:** The Sub-Fund is subject to the tax laws and regulations of Ireland. This might have an impact on your investments depending on your country of residence. For further details, you should consult a tax advisor.

**Liability Statement:** Mercer Global Investments Management Limited 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 Sub-Fund.