

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.

Threadneedle (Lux) European Social Bond (the "Fund")

an undertaking for collective investment in transferable securities (a UCITS) Threadneedle (Lux) European Social Bond LE EUR (Accumulation Shares) (LU1589837613), a sub-fund of Threadneedle (Lux) (the "SICAV"), regulated by the Commission de Surveillance du Secteur Financier ("CSSF"). The management company and manufacturer of the SICAV is Threadneedle Management Luxembourg S.A. (part of the Columbia and Threadneedle group of companies).

Threadneedle Management Luxembourg S.A. as the manufacturer of The SICAV ("Manufacturer"), is authorised and regulated by the Commission de Surveillance du Secteur Financier (CSSF).

Contact details for Threadneedle Management Luxembourg S.A. can be found at www.columbiathreadneedle.com

Call the Threadneedle Management Luxembourg S.A. Administration Centre on +352 4640107190 for more information or alternatively you can write to Threadneedle Management Luxembourg S.A. Client Administration Centre, 44, rue de la Vallée,L-2661 Luxembourg.

This PRIIPs KID is authorised in Luxembourg.

Published as at 2022-12-21

What is this product?

Type

Threadneedle (Lux) is a UCITS under European Directive 2009/65/EC. It is established as an investment company with variable capital ("société d'investissement à capital variable" or "SICAV") under the laws of Luxembourg.

Depository: Citibank Europe plc, Luxembourg branch. You can obtain further information about the Fund and the SICAV, its prospectus, latest annual reports and any subsequent half-yearly reports free of charge from the Manufacturer. These documents are available in English, French, German, Portuguese, Italian and Spanish. You can obtain other practical information, including current share prices, at www.columbiathreadneedle.com

Term

There is no fixed maturity date. An investor can hold their investment for any time period but 3 year(s) is recommended. The Manufacturer can close the fund with notice.

Objective and Investment Policy

The Fund aims to provide income with the potential to grow the amount you invested over the medium term by investing in bonds that are considered to support or fund socially beneficial activities and development mainly in Europe. To achieve this objective, the Fund invests at least two-thirds of its assets in investment grade bonds (which are similar to a loan and pay a fixed or variable interest rate) that are issued in Europe, including the UK, by companies, governments, voluntary organisations and/or charities. Bonds rated as investment grade, as defined by international agencies that provide such ratings, are considered safer than lower rated bonds but typically pay a lower income. The fund manager will select investments based on the Fund's Social Rating Methodology. The social outcomes of the investments are reviewed by a Social Advisory Panel with half of its members nominated by INCO, an organisation specialising in impact investment. INCO produces an annual social performance report which is approved by the Social Advisory Panel and made available to investors. The Fund may use derivatives (complex instruments) for hedging purposes and may also invest in asset classes and instruments different from those stated above. The Fund is actively managed in reference to the ICE BofA Euro Non-Sovereign Index (50%) and ICE BofA Euro Corporate Euroland Issuers Index (50%). The index is broadly representative of the securities in which the Fund invests, and provides a suitable target benchmark against which Fund performance will be measured and evaluated over time. The index is not designed to specifically consider social characteristics. The fund manager has discretion to select investments with weightings different to the index, and that are not in the index, and the Fund may display significant divergence from the index. The Fund is categorised as one that promotes environmental or social characteristics under Article 8 of the EU Regulation 2019/2088 on sustainability-related disclosures in the financial services sector (SFDR).

Income from investments in the Fund will be added to the value of your shares.

You can buy or sell shares in the Fund on any day which is a business day in Luxembourg unless the directors have decided that insufficient markets are open. You can find more detail on the investment objective and policy of the Fund in the prospectus. For more information on investment terms used in this document, please see the Glossary available at www.columbiathreadneedle.com.

Intended retail investor

This fund is aimed at Retail and Professional customers and Eligible Counterparties who should have at least a basic level of knowledge and experience of investing in funds. It is designed for investors looking for income and the possibility of some capital growth by investing in fixed income securities that are considered to support socially beneficial activities and who can invest their money for at least 3 years. Your capital is not guaranteed which means that investors could lose up to 100% of the amount invested. The fund invests in fixed income securities which tend to have a higher risk profile than money market securities due to higher company specific credit and interest rate risk but a lower risk profile than equity markets.


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

RISKS

Lower risk Higher risk

←-----→

1 2 3 4 5 6 7

 The risk indicator assumes you keep the product for 3 year(s).

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 or because we are not able to pay you.

We have classified this product as 2 out of 7, which is a low risk class.

You may receive payments in a different currency so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

Other risks to be considered are: Currency, Credit, Interest Rate, Valuation, Derivatives, Volatility, Social Investment Criteria

This Product does not include any capital protection and you could lose some or all of your investment. In case of default of the manufacturer of the Product, the investor may face a financial loss.

The risks currently identified as applying to the Fund are set out in the "Risk Factors" section of the prospectus.

Performance scenarios

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

Investment EUR 10,000		1 year	3 years (Recommended Holding Period)
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress scenario	What you might get back after costs	6,350.00 EUR	7,340.00 EUR
	Average return each year	-36.49%	-9.79%
Unfavourable scenario	What you might get back after costs	8,330.00 EUR	8,380.00 EUR
	Average return each year	-16.69%	-5.71%
Moderate scenario	What you might get back after costs	10,140.00 EUR	10,710.00 EUR
	Average return each year	1.38%	2.31%
Favourable scenario	What you might get back after costs	12,940.00 EUR	13,310.00 EUR
	Average return each year	29.43%	9.99%

Unfavourable scenario: This type of scenario occurred for an investment between 2019-09-30 to 2022-09-30

Moderate scenario: This type of scenario occurred for an investment between 2018-05-31 to 2021-05-31

Favourable scenario: This type of scenario occurred for an investment between 2012-11-30 to 2015-11-30

This table shows the money you could get back over the next 3 year(s), under different scenarios, assuming that you invest EUR 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 estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you.

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 how much you get back.

What happens if Threadneedle Management Luxembourg S.A. is unable to pay out?

In case of default of the Manufacturer, the investor may face a financial loss. That loss would not be covered by an investor compensation scheme.

What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. 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 two different holding periods. They include potential early exit penalties. The figures assume you invest EUR 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.

Investment EUR 10,000	if you cash in after 1 year	if you cash in after 3 years (Recommended Holding Period)
Total costs	52.00 EUR	169.00 EUR
Impact on return (RIY) per year	0.53%	0.54%

Composition of costs

The table 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 the meaning of the different cost categories.

One-off costs upon entry or exit		If you exit after 3 year(s)
Entry costs	This is the charge that may be taken from your investment before the deal is placed in your chosen product. We do not charge an entry fee for this product, but the person selling you the product may choose to do so.	0.00 EUR
Exit costs	This is the charge that may be taken from your investment when you choose to sell. We do not charge an exit fee for this product, but the person selling you the product may choose to do so.	0.00 EUR
Ongoing costs taken each year		
Management fees and other administrative or operating costs	0.40% of the value of your investment per year. This is the ongoing charges incurred and includes the annual management charge and operating costs.	40.21 EUR
Transaction costs	0.12% 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.	12.35 EUR
Incidental costs taken under specific conditions		
Performance fees and carried interests	No performance fee charged	

The costs set out may differ from the actual costs you may incur.

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

The minimum recommended holding period of 3 year(s) has been selected for illustrative purposes only and reflects the medium-term nature of the Fund's investment objective. However there is no minimum (or maximum) holding period.

You can buy or sell shares in the Fund on any day which is a business day in Luxembourg unless the directors have decided that insufficient markets are open. Such days are published on www.columbiathreadneedle.com.

How can I complain?

If you have a complaint or are dissatisfied please let us know so we can try to put it right, please feel free to directly contact Threadneedle Management Luxembourg S.A.

Postal address: Threadneedle Management Luxembourg S.A.

Attn. : Complaints Officer

44, rue de la Vallée

L-2661 Luxembourg.

Website: www.columbiathreadneedle.com

E-mail: lux.complaints@columbiathreadneedle.com

Threadneedle Management Luxembourg S.A. will handle your request and provide you with feedback as soon as possible.

Other relevant information

Further information about the Product can be obtained from the Prospectus and the annual and semi-annual financial statements which are available, in addition to the latest available NAV of the Product, at www.columbiathreadneedle.com. They are available free of charge in English, French, German, Portuguese (Prospectus only), Italian (Prospectus only), Spanish and Dutch (no Dutch Prospectus).

You can find further information about the 5 year(s) past performance on our website at <https://www.columbiathreadneedle.com>

For Switzerland documents are available from the Swiss Representative and Paying Agent RBC Investor Services Bank S.A., Esch-sur-Alzette, Zurich branch, Bleicherweg 7, CH 8027 Zurich.