

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

TOCQUEVILLE MATERIALS FOR THE FUTURE - P units (ISIN: FR0010649772)

This Fund is managed by La Financière de l'Échiquier

Name of the manufacturer | La Financière de l'Échiquier

Website | www.lfde.com

Contact | Call + 33 (01) 47 23 90 90 for more information.

Competent Authority | The Autorité des Marchés Financiers is responsible for the supervision of La Financière de l'Échiquier with regard to this key information document. La Financière de l'Échiquier is authorised in France under number GP91004 and regulated by the Autorité des Marchés Financiers.

Date of production of the key information document | 24/07/2024

What is this product?

Type | Undertaking for Collective Investment in Transferable Securities - Mutual Fund, incorporated in France.

AMF classification | International equities.

Term | The life of the product is 99 years. The Management Company may unilaterally dissolve the Fund by liquidation or merger. Dissolution may also take place in the event of the total redemption of the units or when the net assets of the product fall below the regulatory minimum amount.

Objectives

The Fund's objective is to outperform the international equity market over the long term, net of expenses, by investing in securities of companies involved in the production and processing of materials used in the energy transition by selecting securities that meet socially responsible investment criteria according to the Management Company's analysis. The Fund is actively managed and is not managed relative to a benchmark index. However, the Fund's performance may be compared ex-post with the performance of the MSCI ACWI Materials Net Return Euro index, dividends reinvested, converted into euros.

Securities are chosen in two stages:

- Analysis of securities universe (the "Analysis Universe"). The Analysis Universe – consisting of stocks belonging to sub-sectors, within the meaning of the GICS® classification, deemed, according to the Management Company, to be involved in the production and processing of materials used in the energy transition, the MSCI All Country World and MSCI World Small Cap indices – is analysed using socially responsible investment (SRI) criteria in order to identify companies with the best practices in terms of sustainable development according to the Management Company's analysis, and thereby determine the Enhanced Average Rating to be met. This analysis is based on a rating developed and provided by LBP AM. This analysis is described in the "investment strategy" section of the prospectus and in the SFDR appendix. LBP AM applies the following four pillars according to a weighting specific to each sector: responsible governance, sustainable resource management, economic and energy transition and regional development. Several criteria are identified for each pillar and monitored using indicators collected from extra-financial rating agencies. The Management Company uses this LBP AM rating as a quantitative decision-making tool to exclude the lowest rated securities (the lowest rated and/or excluded securities). The methodology put in place by the Management Company makes it possible to reduce biases, particularly capital or sector biases, which could artificially improve the rating through allocation decisions. The analysis carried out by the Management Company depends on the quality of the information collected and the transparency of the issuers in question. The Management Company's exclusion list serves as a second filter. An exclusion committee, specific to the Management Company, draws up a list of exclusions after analysing ESG controversies or allegations, defined in the "investment strategy" section of the prospectus and the SFDR appendix. The Management Company remains the sole judge of the appropriateness of an investment and the extra-financial quality of the issuers, which is expressed according to a final rating of between 1 and 10 – with the SRI rating of 1 representing a high extra-financial quality and the SRI rating of 10 representing a low extra-financial quality. The portfolio's construction therefore provides an Enhanced Average Rating, i.e. an average SRI rating for the portfolio that is better than the average SRI rating of the Analysis Universe after elimination of 20% of securities (including the following two filters: exclusion committee and quantitative rating). All securities in the Analysis Universe (excluding prohibited securities, validated by the exclusion committee) are therefore eligible for the Fund, provided that the Fund's average extra-financial rating complies with the above condition. The Management Company implements the portfolio's SRI strategy using this rating enhancement approach, corresponding to ESG integration with significant engagement in management.

- Security selection. Following this analysis, the Management Company selects the securities according to their financial and extra-financial characteristics. The Fund's investment strategy consists in particular of seeking out and selecting securities of companies involved in the production and processing of energy transition materials. As such, at least 60 % of the Fund will be exposed to international equity markets at all times. Under normal circumstances, at least 80 % of the Fund's net assets will be invested in the securities of companies, located worldwide and of all market capitalisations, involved in the production and processing of transition materials used in the energy transition such as certain metals (copper, uranium, nickel, cobalt, lithium, graphite, silver, aluminium, zinc, etc.), rare earths or hydrogen (list subject to change). The management policy aims to select securities whose valuation potential and earnings capacity are considered the most attractive according to the Management Company's analysis. The choice of stocks is based on the intrinsic quality of the companies (particularly earnings growth, visibility, strategy, management), as well as the outlook for their markets around the world. Management of this Fund is discretionary and based on total independence from indices or business sectors. The stocks will be chosen following financial and extra-financial research (according to the three ESG criteria) carried out internally. The Management Company therefore systematically and simultaneously takes into account "Environmental" criteria (scope 1 & 2 CO2 emissions (note that the Management Company has chosen not to include scope 3 due to problems with the accessibility and reliability of data for scope 3 and, more broadly, due to the lack of comparability of data between companies), quantity of waste generated and recycled, etc.), "Social" criteria (employee turnover, number of accidents, etc.) and "Governance" criteria (percentage of women on the Board, implementation of an anti-corruption system, etc.). The securities are selected mainly from the Analysis Universe but may also be selected from among international equity markets up to a maximum of 10 % of the Fund's net assets, provided that the integration of these securities nevertheless allows the Fund to achieve an average rating which is higher than the Enhanced Average Rating. In any event, 90% of the portfolio's net assets are permanently made up of securities subject to extra-financial analysis.

Exposure to emerging markets is limited to 65% of the UCITS's assets. Exposure to small caps (companies with a market capitalisation of less than €500 million at the time of purchase) is limited to a maximum of 30% of the UCITS's assets. In order to reduce the portfolio's exposure to equity markets by diversifying, where applicable, the Fund is authorised to invest up to 40% of its net assets in bonds and other public and private debt securities, with a minimum rating of BBB according to the Basel method or a rating deemed equivalent by the Management Company. The Management Company does not exclusively or automatically use rating agencies for the selection and monitoring of fixed-income securities. It favours its own credit analysis, which serves as the basis for management decisions taken in the interest of unitholders. Exposure to interest-rate risk is limited to 40% of the Fund's net assets.

The Fund may invest up to 10% of its net assets in units or shares of AIFs and UCITS governed by French and/or European law (including trackers on commodities indices (oil and metals including gold and silver)) and AIFs that meet the four criteria of Article R214-13 of the French Monetary and Financial Code. These will be money-market, equities or bonds UCITS and/or AIFs. The underlying UCIs will be selected in order to achieve the Fund's objective and/or to invest the Fund's cash. The Fund may invest in UCIs of the Management Company or an associate company.

The Fund will use repurchase and reverse repurchase agreements and temporary purchases and sales of securities, always with a view to cash management. The Fund may carry out repurchase and reverse repurchase agreements, for up to 100% of net assets, and securities lending/borrowing transactions, for up to 10% of net assets. The S units are not hedged against currency risk.

Distributable sums allocation | Accumulation

Subscription/redemption procedures | Subscription and redemption orders are centralised daily at 2.30pm and executed at the net asset value calculated on the basis of the day's closing market prices. The net asset value is calculated daily, except for days when the Paris stock market is closed and on official French public holidays.

Targeted retail investors | This product is intended in particular for retail investors who (i) have basic knowledge and limited or no experience of investing in UCIs, (ii) want an investment consistent with the investment objective and the recommended holding period of the product, and (iii) are prepared to assume a high level of risk on their initial capital. The conditions concerning accessibility of the product to US Persons are defined in the prospectus.

Custodian | CACEIS Bank France

Where and how to obtain information on the product | The prospectus, the annual reports and the latest periodic documents, as well as all other practical information, in particular the latest net asset value of the product unit(s), are available in French on the website www.lfde.com and from La Financière de l'Echiquier, 53 Avenue d'Iéna, 75116 Paris, France. Where applicable, prospectuses are also available in English and KIDs in local languages depending on the country of sale.

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

Risk indicator



Lowest risk

Highest risk

The synthetic risk indicator makes it possible to assess the level of risk of this product compared to other products. It indicates the likelihood that the product will incur losses in the event of market movements or if we are unable to pay you.

We have classified this product in risk class 6 out of 7, which is a high risk class. In other words, the potential losses linked to the product's future results are high and, should the situation deteriorate on the markets, it is a highly probability that our ability to pay you will be affected.

The synthetic risk indicator is based on the assumption that you hold units for the entire recommended investment period, which is five years.

The other materially relevant risks not taken into account in the calculation of the product's SRI are as follows:

- Liquidity risk
- Credit risk

For more details regarding risks, please refer to the prospectus.

Performance scenarios |

The figures shown include all costs of the product itself as well as the fees due to your advisor or distributor.

The unfavourable, moderate and favourable scenarios presented represent examples using the best and worst performance, as well as the average performance of the product (and the benchmark where applicable) over the past 10 years.

The stress scenario shows what you could get in extreme market situations. Markets could move very differently in the future.

Recommended holding period: 5 years

Example of an Investment: €10,000

Scenarios		If you exit after 1 year	If you exit after 5 years (Recommended holding period)
Minimum	There is no guaranteed minimum return. You may lose some or all of your investment.		
Stress	What you might get back after costs	€4,950	€1,720
	Average annual return	-50.46%	-29.65%
Unfavourable	What you might get back after costs	€7,650	€8,660
	Average annual return	-23.48%	-2.83%
Moderate	What you might get back after costs	€10,550	€13,690
	Average annual return	5.53%	6.49%
Favourable	What you might get back after costs	€16,820	€17,820
	Average annual return	68.25%	12.25%

This type of scenario is produced for an investment of between:

- 27/03/2013 and 29/12/2023 for the unfavourable scenario,
- 29/12/2014 and 27/12/2019 for the moderate scenario,
- 29/03/2016 and 29/03/2021 for the favourable scenario.

What happens if La Financière de l'Échiquier is unable to pay out?

The product is incorporated as a separate entity to the Management Company. In the event of failure of the Management Company, the assets of the product held by the custodian will not be affected.

In the case of failure of the depositary, the risk of financial loss for the product is reduced due to the legal segregation of the assets of the depositary and those of the product.

What are the costs?

The person who sells this product to you or who provides you with advice about it may ask you to pay additional costs. If so, this person will inform you about these costs and show you the impact of these costs on your investment.

Costs over time:

The tables show the amounts deducted from your investment in order to cover the different types of costs. They depend on the amount you invest, the time you hold the product, and the product's return.

We assumed:

- that in the first year you will recover the amount you invested (annual return of 0%);
- that for other holding periods, the product changes as indicated in the moderate scenario;
- that EUR 10,000 is invested in the first year.

	If you exit after 1 year	If you exit after 5 years (Recommended holding period)
Total costs	€227	€1,628
Impact of annual costs (*)	2.27%	2.42% each year

(*) It shows the extent to which costs reduce your return annually during the holding period. For example, it shows that if you exit at the end of the recommended holding period, your average annual return is before costs and after that deduction.

We may share the costs with the person selling the product to cover the services they provide to you. This person will inform you of the amount.

Composition of costs:

One-off costs at entry or exit		If you exit after 1 year
Entry costs	We will not charge an entry fee for this product, but the person who sells you the product may apply subscription fees: 3.50% – This is the maximum amount you will pay. The person selling the product will inform you of the actual fees.	EUR 0
Exit costs	We will not charge an exit fee for this product, but the person who sells you the product may apply redemption fees: 1.00% - This is the maximum amount you will pay. The person selling the product will inform you of the actual fees.	EUR 0
Recurring costs charged each year		
Management fees and other administrative and operating expenses	2.00% of the value of your investment per year. This estimate is based on actual costs over the past year.	EUR 200
Transaction costs	0.27% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the investments underlying the product. The actual amount varies according to the quantity we buy and sell.	EUR 27
Incidental costs taken under specific conditions		
Performance fees and incentive fees	There are no performance fees for this product.	EUR 0

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

Recommended holding period: a minimum of five years defined on the basis of the investment strategy and the product's risk, remuneration and cost characteristics. Investors may request the total or partial redemption of their units at any time during the life of the product, without any fees being charged.

How can I complain?

For any complaint concerning the product, investors may contact their advisor or the Management Company at the following address: La Financière de l'Échiquier – 53 Avenue d'Iéna, 75116 Paris, or by email to contact@ifde.com.

Firstly, we invite you to consult the complaints handling procedure available on the company's website www.ifde.com for more information.

Other relevant information

SFDR classification: Article 8

The prospectus, the latest net asset value, the annual and periodic reports, information relating to sustainable finance, past performance up to 10 years depending on the creation date of the unit and the composition of the assets are sent free of charge within eight business days of receipt of the request, at the unitholder's request, to La Financière de l'Échiquier, 53 Avenue d'Iéna, 75116 Paris, France. These documents and information are also available at the following address: <https://www.ifde.com> / "Funds" section.

When this product is used as a vehicle in a unit-linked life insurance or capitalisation contract, additional information about this contract, such as the costs of the contract, that is not included in the costs mentioned in this document, the contact details for complaints and the procedures in the event of failure of the insurance company are mandatorily provided in the key information document of the contract given to you by your insurer or broker or any other insurance intermediary in compliance with its legal obligation.