

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.

SG IS Fund - OPTIMAL INCOME

A sub-fund of SG IS Fund

Class Retail EUR (RE-D) - LU0859659996

SG IS Fund is authorised in Luxembourg and is submitted to the supervision of the Luxembourg financial authority, Commission de Surveillance du Secteur Financier (CSSF).

Management company: Société Générale Investment Solutions (Europe)

Objectives and Investment Policy

Objectives

The sub-fund’s objective is to outperform the corporate credit market over a 3 to 5 years investment horizon with less volatility. The sub fund will not be managed against any particular benchmark and will pursue a total return approach. The sub-fund aims at meeting the long-term challenges of sustainable development while delivering financial performance by the combination of financial and extra-financial criteria, integrating environmental, social and governance criteria (ESG).

Investment policy

The Sub-Fund will be exposed to fixed income markets as well as stock markets. The Sub-Fund can invest either in equities, bonds, money market products, structured products based on economic conditions and expectations from the investment team.

The strategy of the Sub-Fund will consist in:

- 1) managing the allocation between the fixed income component (the fixed income bucket) and the equity component (the equity bucket consisting primarily in equity based, income generating, structured products), and
- 2) the selection of individual securities for each component.

The allocation between the two components will be defined by a top-down analysis, while the security selection will be achieved thorough a fundamental, bottom-up approach. The exposure to the equity risk bucket will not exceed 60% of the Sub-Fund’s assets.

Sustainable investment policy

The Sub-fund promotes environmental and/or social characteristics within the meaning of article 8 of the Regulation (EU) 2019/2088 of 27 November 2019 on sustainability-related disclosures in the financial sector, by taking into account ESG criteria in its investment process. The Investment Manager addresses ESG factors throughout the investment process by incorporating i) an exclusion policy completed by ii) an ESG Integration policy.

i) Exclusion policy

In accordance with the Management Company’s investment policy, the Sub-Fund excludes of the investment universe companies that have significantly

and repeatedly transgressed one of the 10 United Nations Global Compact principles, or having controversial activities such as thermal coal, chemical weapons etc., or being involved in one or more recent very severe controversies under the MSCI nomenclature (red flag).

With regards to the portfolio construction, the portfolio management team employs norms and value-based exclusions as well. Examples of the exclusions (but not limited to them) are controversial weapons, gambling, adult entertainment, tobacco and thermal coal which is driven by revenue thresholds.

ii) ESG Integration policy

The Sub-Fund adopts a rating upgrade approach. To carry out this analysis, the Investment Manager uses data provided by external ESG providers, including MSCI, as well as proprietary ESG models.

The Sub-Fund follows a Best-in-Class approach by investing in issuers whose ESG rating is greater than or equal to BB (leading and average rating) on a scale of AAA to CCC (CCC being the worst) according to the MSCI ESG rating system. For issuers not covered by MSCI, the Sub-Fund employs an in-house ESG process, based on negative/exclusion, ESG criteria screening/ranking and norm-based screening.

Benchmark

The Sub-Fund is actively managed, it is not managed in reference to a benchmark.

Sub-Fund Currency

The Class RE-D is a distribution unit in EUR.

Recommendation

The recommended investment period in this Sub-Fund is long-term.

Net asset value calculation frequency

Daily, any full working day in Luxembourg when the banks are opened for business. The investor has the possibility to obtain the reimbursement of his/her shares on request one Luxembourg Business Day before the Valuation Day before 5 p.m.

Risk and Reward Profile



1	2	3	4	5	6	7
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The investment process begins with the defining of a risk budget, in terms of volatility in order to remain compliant with the risk profile of the Sub-Fund.

Why is this share class in this category?

The Sub-Fund is at present situated at the level 4 of the synthetic indicator of risk, due to investment in structured products and in a variety of high-quality and medium-quality issuers, the majority of which will be high yield bonds.

Historical data, such as are used in calculating the synthetic indicator, may not be reliable indication of the future risk profile of the Sub-Fund.

The risk and reward category shown is not guaranteed to remain unchanged and that the categorisation of the Sub-Fund may shift over time. The lowest category does not mean a risk-free investment.

Investments may be subject to market fluctuations and the price and value of investments and the income derived from them can go down as well as up. Your capital may be at risk and you may not get back the amount you invest.

The Sub-Fund can be also exposed to the following risks which are not adequately taken into account by the indicators of risk above:

Counterparty Risk

Refers to the likelihood that an opposite party in a transaction will not fulfill their contractual obligations, such as the payment of principal or the other side of a trade.

Liquidity Risk

The markets in which the Fund invests might become less liquid meaning that the Fund is unable to deal at the most beneficial time and price.

Credit Risk

The issuer of a security in which the Fund has invested is unable to meet payments of principal or interest resulting in a loss for the Fund.

Operational Risk

Refers to a failure or delay in the system, processes and controls of the fund or its service providers which could lead to losses for the fund.

Market Risk

Refers to the possibility for an investor to experience losses due to the overall performance of the financial markets.

Concentration Risk

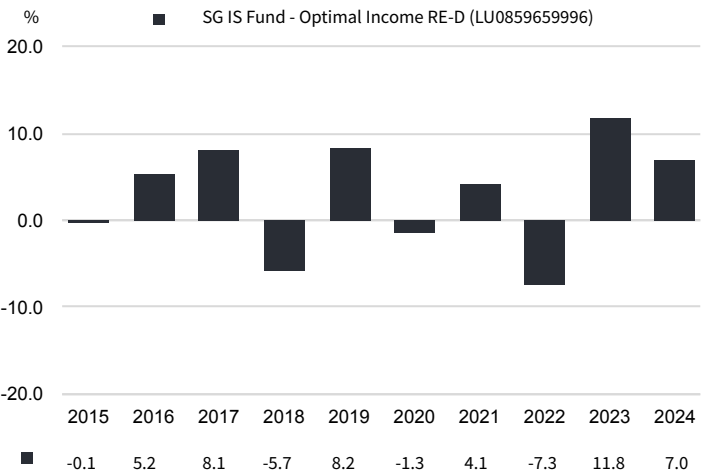
Refers to the risk of significant losses if the fund holds a large position in a particular investment that declines in value or is otherwise adversely affected, including default of an issuer.

Charges

One-off charges taken before or after you invest	
Entry charges	5.00%
Exit charges	None
Charges taken from the fund over a year	
Ongoing charges	1.61%
Charges taken from the fund under certain specific conditions	
Performance Fee	15.00% of the increase of the net asset value over 6% out performance.

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

Past performance



Practical information

Depositary
Société Générale Luxembourg

Further information
Prospective investors may obtain, free of charge, on request, a copy of the Prospectus and of the Key Investor Information relating to the Sub-Fund(s) in which they invest, the annual and semi-annual financial reports of SG IS Fund and the Articles of Incorporation at the registered office of SG IS Fund, of the Management Company or of the Depositary Bank. The details of the up-to-date remuneration policy, including a description of how remuneration and benefits are calculated are available on the following website: <https://investmentsolutions.societegenerale.lu>. A paper copy of this up-to-date remuneration policy will be made available free of charge upon request.

Net asset value publication
The Net Asset Value per share of each class within each Sub-Fund is made public at the registered office of the Company and of the Management Company and is available daily at the office of the Depositary and on the following website: <https://investmentsolutions.societegenerale.lu>. Subscription, redemption or conversion requests should be addressed to the Registrar Agent at Société Générale Luxembourg (operational center: 8-10

The entry and exit charges shown are maximum figures. In some cases, you might pay less. You can find out the actual entry and exit charges from your financial adviser or distributor. The entry charges are deducted before your capital is invested.

The ongoing charges do not include:

- the performance-related fees,
- the expenses of intermediation, except the entry/exit charges paid by the UCITS when it buys or sells shares of another UCITS.

For each exercise, the annual report of the UCITS will give the exact amount of the incurred expenses and the present document will be updated.

You can obtain further information about these charges, in the “fees and expenses” section of the prospectus which is available at the registered office of SG IS Fund, 11, avenue Emile Reuter L-2420 Luxembourg.

Historical data, such as is used in calculating the performances, may not be reliable indication of the future performance of the Sub-Fund. The performances are calculated fees included in EUR.
SG IS Fund - Optimal Income RE-D has been created in 2013.

Porte de France – L-4360 Esch-sur-Alzette).

Switching between Sub-Fund
A Shareholder may be entitled, under certain conditions, to switch, free of charge, from one Sub-Fund to another or from one Class to another within the same Sub-Fund on any Valuation Day, by conversion of Shares of one Sub-Fund into the corresponding Shares of any Class of the other Sub-Fund. The conversion of Classes into other Classes is subject to certain restrictions, due to the specific features of the relevant Classes. For more details about how to switch Sub-Funds, please refer to the Prospectus.

Tax legislation
The Sub-Fund is subject to the tax laws and regulations of Luxembourg. Depending on your own country of residence, this might have an impact on your investment. For further details you should consult a tax adviser.

Responsibility
Société Générale Investment Solutions (Europe) 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 Fund.