

# 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.



## Mirova Euro High Yield Sustainable Bond Fund is a sub-fund of Mirova Funds (the "SICAV").

R/A (EUR) ISIN LU2478873693

Natixis Investment Managers International, part of the BPCE Group, is the Management Company of the Fund.

### OBJECTIVES AND INVESTMENT POLICY

The sustainable investment objective of the Sub-Fund is to invest principally in non-investment grade rated fixed income instruments that generate environmental and/or social benefits provided that such sustainable investment does not significantly harm any of the sustainable objectives as defined by EU Law and that the selected issuers follow good governance practices. The Sub-Fund will invest in fixed income securities issued by companies worldwide, mainly denominated in euro, including notably conventional bonds, green bonds, green & social bonds, social bonds, while systematically including Environmental, Social and Governance (ESG) considerations, with an objective to outperform the ICE BofA Merrill Lynch Euro High Yield BB-B Index over the recommended minimum investment period of 3 years. This index represents primarily sub-investment grade fixed income bonds issued by public or private corporations.

The Sub-Fund is actively managed. The Sub-Fund's performance may be compared to the Benchmark. In practice, the portfolio of the Sub-Fund is likely to include constituents of the Benchmark, but the Investment Manager has full discretion in the selection of the securities comprising the portfolio within the limits of the Sub-Fund's investment policy. However, it does not aim to replicate that Benchmark and may therefore significantly deviate from it.

The Benchmark can be used to determine the performance fee that will possibly be levied.

The Investment Manager aims at building a diversified portfolio of fixed income securities based on ESG criteria and fundamental analysis of credit quality and valuation. It aims at selecting fixed income securities and/or issuers whose purpose is to finance projects with a positive environmental and/or social impacts or that contribute to the sustainable transition throughout their activities. It also implements a top-down and broader approach on fixed income markets depending on investment team's macroeconomic views.

The Product follows an ESG thematic and "Best-In-Universe" approach (complemented by sectoral exclusion, commitment and voting policies) which aims at assessing systematically the social and environmental impacts of each company in relation to the achievement of UN SDGs. It involves the rating of each company in respect of the criteria: Environmental (such as environmental recycling), Social (such as employee health) and Governance (such as business ethics). An ESG strategy may comprise methodological limitations such as the ESG Driven Investments Risk. Please refer to the sections "Description of the extra-financial analysis and consideration of the ESG criteria" and "Principal risks" of the Prospectus for additional information.

The Product invests up to 100% of its net assets in fixed income securities, among which euro-denominated bonds, green, green & social, social bonds, up to 20% of its total assets in convertible bonds and/or in contingent convertible bonds, up to 20% of its net assets in debt securities issued or guaranteed by private corporate issuers in emerging markets countries. The Investment Manager relies on its own team and its methodology to evaluate credit risk. In addition, it invests in bonds or similar fixed income securities with a rating equal or below BBB+ and equal or above B- (S&P's rating or equivalent). At least 50% of its total assets will be invested in fixed income securities issued by corporate issuers having a rating of BB+ (S&P's rating or equivalent) or lower, known as high yield bonds. It may invest no more than 20% of its total assets in non-rated securities. On an ancillary basis, it may hold deposits at sight for up to 20% of its assets under normal market circumstances. To achieve its investment goals, for treasury purposes and/or in case of unfavourable market conditions, it may invest in money market instruments and/or money market funds.

The Sub-Fund may use derivatives for hedging and investment purposes.

Income earned by the Sub-Fund is reinvested.

Shareholders may redeem Shares on demand on any business day in both France and Luxembourg by 13h30

### RISK AND REWARD PROFILE



- The Sub-Fund is ranked on the synthetic risk & reward indicator scale due to its exposure to the Euro-zone Fixed Income High Yield market.
- Historical data may not be a reliable indication for the future.
- The risk category shown is not guaranteed and may shift over time. There is no capital guarantee or protection on the value of the Sub-Fund.
- The lowest category does not mean "risk free".

#### The following risks may not be fully captured by the risk and reward indicator:

- **Credit risk:** Credit Risk arises from the risk of impairment of the quality of an issuer and/or an issue, which may entail a reduction in the value of the security. It may also arise from default at maturity by an issuer in the portfolio.
- **Liquidity risk:** Liquidity risk represents the price reduction which the UCITS should potentially accept to have to sell certain securities for which there is one insufficient request on the market.
- **Counterparty risk:** The counterparty risk is the risk that a counterparty with whom the UCITS has entered into OTC transactions would not be in a position to fulfil its liabilities toward the UCITS.

Further investment risks are set out in the "Principal risks" section of the Prospectus.

## CHARGES OF THE FUND

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

<b>Entry charge</b>	2.50%
<b>Exit charge</b>	None

This is the maximum that might be taken out of your money before it is invested.  
In some cases, you might pay less.

### Charges taken from the Fund over a year:

<b>Ongoing charges</b>	1.05%
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If applicable, including Indirect Management Fees as described in the Prospectus.

### Charges taken from the Fund under certain specific conditions:

<b>Performance fee</b>	20% of the performance above the Reference Index; 0.00% for the previous exercise.
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The charges you pay are used to pay the costs of running the Sub-Fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

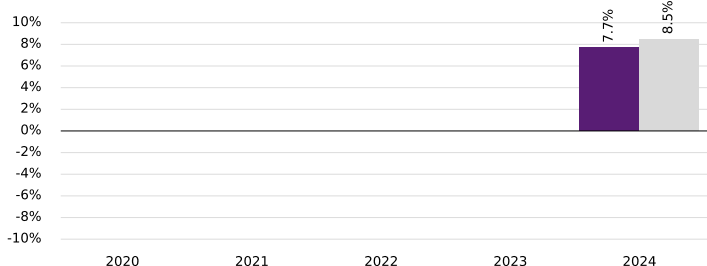
The ongoing charges figure is based on expenses for the year ending December 2023. This figure may vary from year to year.

Ongoing charges do not include the following:

- Performance fees.  
**A performance fee may be paid even in the case of a negative performance if the Sub-Fund has overperformed its reference index.**
- 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.

For more information about charges, please refer to chapters "Charges and Expenses" and "Subscription, transfer, conversion and redemption of shares" of the prospectus, which is available at [im.natixis.com](http://im.natixis.com).

## PAST PERFORMANCE



- The Sub-Fund was created in 2022.
- The Share class R/A (EUR) was created in 2022.
- Past performance is not reliable indicator of future performance.
- This bar chart shows the performance of the Share Class in its currency of quotation, net of ongoing charges and excluding entry or exit charges, and the performance of the Reference Index.
- Currency: EUR.
- The performance of the Sub-Fund is not linked to the performance of the Reference Index. The Reference Index is to be used as a comparator.

■ R/A (EUR)  
■ Reference Index

## PRACTICAL INFORMATION

- The Sub-Fund's assets are held with Brown Brothers Harriman (Luxembourg) S.C.A. Assets and liabilities of each Sub-Fund are segregated; therefore the rights of investors and creditors concerning a Sub-Fund are limited to the assets of that Sub-Fund, unless otherwise provided in the constitutional documents of the SICAV.
- Additional information about the SICAV and the Sub-Fund (including English versions of the full prospectus, reports and accounts for the entire SICAV), procedure for the exchange of Shares from one Sub-Fund to another Sub-Fund, may be obtained free of charge at the registered office of the Management Company or Administrative Agent. Price per Share of the Sub-Fund may be obtained at the registered office of the Management Company or Administrative Agent.
- Details of the remuneration policy are available at [www.im.natixis.com](http://www.im.natixis.com). A paper copy of the remuneration policy is also available free of charge upon request to the Management Company.
- This Sub-Fund might be subject to specific tax treatment in Luxembourg. Depending on your own country of residence, this might have an impact on your investment. For further details, please contact an adviser.
- Natixis Investment Managers International 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.