

In this document you will find key information about this investment product. This is not promotional material. Providing this information is required by law to help you understand the nature, risks, costs, potential gains and losses associated with this product and compare it with other products.

## Product: HIGH INCOME DIVERSIFIED

Product name: Fund *HIGH INCOME DIVERSIFIED*

Asset Manager: High Tech Investment Fund s.r.o. (HTIF), Registration number: 10847677

Registered at: Svetova 523/1, 180 00 Praha, Czech Republic

Registration with the Czech National Bank (CNB): Čj.: 2021/056406/CNB/570

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High Tech Investment Fund s.r.o. is registered with the Czech National Bank (CNB) in accordance with Section 15 of Law No. 240/2013 Sb., on Management Companies and Investment Funds (ZISIF). The Czech National Bank (CNB) does not supervise the activities of High Tech Investment Fund s.r.o. as a company specified in Section 15 (1) Law No. 240/2013 Sb., on Management Companies and Investment Funds, but High Tech Investment Fund s.r.o. fulfills reporting obligations in accordance with paragraph 1 of Article 110 of Commission Delegated Regulation (EU) No 231/2013 supplementing Directive 2011/61/EU of the European Parliament and of the Council

## What is the product?

**TYPE.** HIGH INCOME DIVERSIFIED is an actively managed portfolio of collective investment instruments.

**PURPOSE:** The purpose of the fund is to achieve an increase in the value of the portfolio within the recommended investment time horizon. No leverage is used when investing. The Fund manages funds by acquiring shares of companies conducting IPOs\* on the American stock market, shares of the world's largest companies included in the S&P500 Index\*, as well as investments in such low-risk financial instruments as bonds. In this regard the funds are distributed as follows:

IPO Sector	Up to 50%
S&P500 Index Stocks	Up to 60%
Bonds	Not less than 20%

\*IPO – initial public offering of shares

\* S&P500 Index features 500 leading U.S. publicly traded companies, with a primary emphasis on market capitalization.

**PROSPECTIVE INVESTOR:** This product is intended only for qualified investors (Law No. 240/2013 Sb., on Management Companies and Investment Funds, Section 272 - Qualified Investor). The product is suitable for investors who want to build their portfolio with investments with a higher yield potential and are willing to bear the risk of loss.

## What are the risks, expected income and expenses

### SUMMARY RISK INDICATOR (SRI)

<u>1</u>	<u>2</u>	<u>3</u>	<u>4</u>	<u>5</u>	<u>6</u>	<u>7</u>
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Low risk  
Potentially low income

High risk  
Potentially high income

### NOTIFICATION

The SRI indicator assumes that investing in this product is for 3 years minimum. The actual risk can vary significantly if you request a return on investment prematurely. In case of an early exit, you will have to pay an additional commission.

The Summary Risk Indicator (SRI) helps to compare the risk level of the relevant product with the risk levels of other products. It demonstrates how great is the possibility that the product may lose money due to changes taking place in the market. This risk indicator shows how possible it is that the product will lose money due to movements in the markets. We classified this product as 4 out of 7, which is an average risk class.

### Why does the Fund fall into this particular category?

The fund invests mainly in shares of companies included in the S&P500 Index and to a lesser extent in shares of companies conducting IPOs on the American stock market. This investment sector has a balanced risk, since the main part of the portfolio is high-quality shares of companies included in the S&P500 Index, which have the largest capitalization on the market, which indicates that the companies are large and fairly stable.

**Risks of significant importance that are not sufficiently reflected by the indicator:**

**Volatility risk.** Shares of companies included in the S&P500 Index may show unstable dynamics and change up to 10% in one trading session, based on negative market dynamics or disappointing news, which may lead to the implementation of a stop-loss scenario at the levels set by the HTIF Investment Committee. However, this behavior is random and fairly predictable. Moreover, the high liquidity of these stocks allows for such adjustments.

**Reputational risk.** Reputational risk is a hidden danger that can pose a threat to the survival of the largest and successfully managed companies. Often, risk leads to results that are not easy to measure. This may negatively affect the profitability and valuation of the company. It can also lead to the loss of millions or billions of dollars of market capitalization or potential revenue, and sometimes can lead to changes at the highest levels of management.

**Yield scenarios**

The table shows the returns you could earn over the next 3 years under various scenarios, assuming you invest \$100,000. The scenarios shown represent an assumed estimate of future performance and are not an exact figure. Returns may vary depending on how the market performs and how long you maintain your investment. The figures given include all costs (commissions) incurred for the product itself, where applicable. But these figures do not take into account the taxation to which your income is subject in your jurisdiction.

Investment scenarios		1 year	2 years	3 years Recommended investment period
Unfavorable scenario	<i>Amount of investment including income/losses</i>	\$90 090 -9,91%	\$84 209 -6,94%	\$78 387 -6,94%
Moderate scenario	<i>Amount of investment including income/losses</i>	\$106 250 6,25%	\$137 500 10,00%	\$171 875 10,00%
Favorable scenario	<i>Amount of investment including income/losses</i>	\$118 450 18,45%	\$178 060 22,80%	\$258 187 22,80%

**What will happen in case of insolvency or liquidation of an asset management company?**

The investors' assets under management are not the property of the asset management company High Tech Investment Fund s.r.o. and are separated from the property of High Tech Investment Fund s.r.o. All the investors' assets are in investments or in separate accounts of High Tech Investment Fund s.r.o. In case of insolvency or liquidation of High Tech Investment Fund s.r.o. all assets of the fund will be divided among individual investors according to their share of total assets.

**The effect of investment-related expenses on your return**

The reduction in yield (RIY) shows how the total costs that you pay will affect the return on your investment. Total costs take into account one-time, current and additional expenses. The table shows an approximate calculation of commissions and expenses related to investments based on a moderate return scenario for 3 different investment periods. These figures represent a probable estimate of fees and expenses and are not an accurate indicator. They include possible early termination fees. The data assumes that you are investing 100,000 USD and is calculated based on a Moderate scenario. These figures are estimates and may change in the future.

Calculation according to a Moderate scenario	1 year If you request an early exit after 1 year	2 years	3 years Recommended investment period
Total costs (\$)	\$18 750	\$18 750	\$23 437
Reduction in yield (RIY) per year (%)	15%	12%	12%

**What are the costs associated with the investment?**

This table shows the impact of various types of commissions and expenses on annual income/capital based on a Moderate scenario.

One-time expenses	Entrance fee	0%	The impact of the costs you pay when you enter the investment.
	Exit fee	0%	The impact of the costs you pay when you exit investing.
	Early exit fee	3%	The early exit fee is applied if the investment period specified in the contract is not reached, which means early termination of the investment contract
Current expenses	Portfolio transaction costs	0%	The impact of costs on the purchase and sale of the main investments in the product.
	Other current expenses	6%	Management and consulting fees are paid to the HTIF for its services related to the management of the Fund's assets. The commission for management and consulting is calculated and paid for the performance as of the last day of evaluation of each month in the amount of up to 0.5% per month.
Additional expenses	Remuneration for capital gains	6%	This commission is 30% of the received investment income in the billing period and is calculated on the principle of <i>high water mark</i> . The <i>billing period</i> is understood as the period starting on the first day of each month and ending on the last day of each month. This commission is intended to reward the work of investment managers

### How long should I hold this investment?

The recommended investment period is 3 years. At the end of the investment period, reinvestment is possible. Early exit is possible no earlier than 6 months and with the consent of the asset manager. Requests are processed within 14 days of receipt based on available uninvested capital. The remaining invested capital will be paid to the Investor after the end of the lock-up period. For already invested capital, the lock-up period lasts up to 4 months. Reinvestment is not allowed in case of a request for a full or early exit.

### How do I file a complaint?

You can file a complaint by e-mail [info@htif.ai](mailto:info@htif.ai) (a scan of the complaint with a signature), on the website [www.htif.ai](http://www.htif.ai) or send a complaint in hard copy to the address: Svetova 523/1, 180 00 Praha, Czech Republic.

### Additional information

It is necessary to conclude an appropriate contract regulating this product. This document and the information provided therein should in no way be considered advertising or as an offer to buy or sell the relevant product, nor can they be considered individual advice provided by an asset manager or consultant.

### Other important information

Additional product documentation, as well as other documents containing information related to the Company, are available on the Internet at [www.htif.ai](http://www.htif.ai).

The Company's past performance is not a guideline for future results. The Company's profitability indicators can both fall and grow.