

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.

You are about to purchase a product that is not simple and may be difficult to understand.

Product

Name: The Praetura EIS Growth Fund

Name of PRIIP Manufacturer: Praetura Ventures Limited

Contact details: 0161 6419475

Competent authority: Authorised and regulated in the UK by the Financial Conduct Authority (FCA)

Date of production of this document: 3rd February 2020

What is this product?

Type: Enterprise Investment Scheme

Objective: The investment objective of the EIS is to provide funding to early stage, high growth unquoted companies with the aim of investors achieving significant returns from a diversified portfolio. Investors money is spread across 8-10 companies to help mitigate the effect of any underperforming companies. The focus of the fund is on investing in recurring, high margin, revenue streams and the opportunity for operational leverage once scaled. We are prepared to back these inherently scalable business models early and we believe that by making an early investment in a business, we are truly able to work with driven management teams at the foundational stages of a business and support them in growing successful ventures. The recommended holding period is five to seven years to allow the underlying investment to mature and for exists to be realised. To maintain the tax reliefs, investors must hold the investment for a minimum of three years. If shares are sold within three years, tax reliefs will be lost.

Intended retail investor:

- An existing client of a financial adviser regulated by the FCA; or
- A person who meets the requirements for being a professional client; or
- A person who qualifies as a certified sophisticated investor; or
- A person who qualifies as a self-certified sophisticated investor; or
- A person who qualifies as a high net worth individual; or
- A person certified as a restricted investor, being a person who certifies that they have not invested more than 10% of their net assets in non-readily realisable securities in the preceding 12 months.

Maturity: The term of the Partnership shall continue for a period of ten years from the date of First Close of the Partnership unless extended by election or terminated.

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

Risk indicator:

Risk-Reward Profile

Lower Risk 1 2 3 4 5 6 7 Higher Risk



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 6 out of 7, which is a high risk class.

This rates the potential losses from future performance at a high level.

Investments in unquoted equities involves a high degree of risk. By its nature, small companies rely a few key individuals which may drive the value of the whole business. Realisations may be difficult and take significant time, depending on the appetite and interests of buyers. This product does not include any protection from future market performance so you could lose some or all of your investment.

Performance scenarios	Investment £10,000		1 years holding period		
	Scenarios			4 years Recommended holding period	7 years recommended holding period
	Stress scenario	What you might get back after costs		£1,800	£2,000
		Average return each year		-34.9%	-20.5%
	Unfavourable scenario	What you might get back after costs		£6,300	£7,000
		Average return each year		-10.9%	-5.0%
	Moderate scenario	What you might get back after costs		£19,800	£22,000
		Average return each year		18.6%	11.9%
	Favourable scenario	What you might get back after costs		£27,000	£30,000
Average return each year			28.2%	17.0%	

This table shows the money you could get back over the next five years, under different scenarios, assuming you invest £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 timing of investments and exits.

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 figure shown include all the costs of the product itself but may not include all the costs that you pay to your advisor or distributor or to our third party advisors

(accounting, legal, compliance). The figures do not take into account your personal tax situation, which may also affect how much you get back.

What happens if The Praetura EIS Growth Fund is unable to pay out?

The value of the shares and income derived from them is dependent on the performance of the underlying investments and can fluctuate. Investors could lose all or part of their investment. Your capital is at risk.

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 three different holding periods and for the Moderate Scenario. They include potential early exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

Costs over time				
	Scenarios	1 years holding period	4 years Recommended holding period	7 years recommended holding period
	Total costs		£5,115	£7,239
	Impact on return (RIY) per year		7.0%	4.6%

Composition of costs

The table below shows:

- The impact each year of the different types of costs on the investment returns you might get at the end of the recommended holding period; and
- The meaning of the different cost categories

This table shows the impact on return per year

One-off costs	Entry costs	2.5%	The impact of the costs you pay when entering your investment.
On-going costs	Management fee	2.0%	The impact of the costs that we take each year for managing your investments.
	Custody fee	1%	The impact of the costs that we take each year for providing administrative, custodian and nominee services to the fund.
	Carried interests 20%	8.53 %	The potential impact of the performance fee after 10 years assuming a moderate scenario

			The numbers above are exclusive of VAT, where applicable.
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How long should I hold it and can I take money out early?

Recommended holding period: 7 years

Prior to the Manager realising all Investments, an Investor may not withdraw (or require the Manager or the Administrator to withdraw) any part of their Subscription from the Partnership. The life of the Fund is 10 years after the First Closing Date. Prior to the expiry, the Manager will set and notify Investors of an estimated date upon which the Fund will come to an end and the Manager will begin to realise Investments (dependent on the liquidity of the particular Investments).

At any time prior to the tenth anniversary of the First Closing Date the life of the Fund may be extended, by the election of the Manager and the Investors, by simple Investor consent (a majority of funds committed), by a period or periods not exceeding in total three years. Any such election will be irrevocable but shall be without prejudice to the possibility of earlier termination of the Fund for any reason.

How can I complain?

Should you have a complaint, you can contact Venrex by email, telephone or post. If we cannot resolve your complaint to your satisfaction, you may be entitled to refer it to the Financial Ombudsman Service.

Email: investors@Praetura.co.uk

Telephone: 0161 6419475

Post: Level 8, Bauhaus, Quay Street, Manchester M3 3GY

Other relevant information

We are required to provide you with further documentation, such as the product's latest prospectus, annual and semi-annual reports. These documents and other product information are available by request – please contact 0161 6419475