

# 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.

## Product

**Product:** SANTANDER COVERED BOND, a sub-fund of SANTANDER SICAV, share class B

**ISIN:** LU2063667021

**Website:** <https://www.santanderassetmanagement.lu>.

**Telephone:** (+352) 27 93 48 88

The CSSF, Commission de Surveillance du Secteur Financier ([www.CSSF.lu](http://www.CSSF.lu)), is responsible for supervising Santander Asset Management Luxembourg S.A in relation to this Key Information Document.

This PRIIP ("Packaged retail and insurance-based investment product") is authorised in Luxembourg.

SANTANDER SICAV is authorised in Luxembourg and is supervised by the Luxembourg financial authority, CSSF.

**Document published:** 06/01/2023

## What is this product?

### Type

SANTANDER COVERED BOND (the "Sub-Fund") is a sub-fund of a SICAV, SANTANDER SICAV, a UCITs incorporated in Luxembourg.

### Term

The Sub-Fund is established for an unlimited period. The Sub-Fund may not be unilaterally terminated by Santander Asset Management Luxembourg. The Sub-Fund can be dissolved early and liquidated in the cases set out in the prospectus and the articles of incorporation of the Fund.

**Objective:** The Sub-Fund seeks to provide shareholders with investment growth in the short to medium term.

**Investment policy:** The Sub-fund mainly invests in European covered bonds that are euro denominated as well as issues of corporate, supra-national, government and quasi-government issuers.

The Sub-Fund may invest up to 10% of its net assets in securities rated lower than Baa3/BBB- by major rating agencies or market benchmarks at the time of the purchase. The Sub-fund will not invest in unrated securities.

The duration of the portfolio will be between 0 and 2.5 years.

This Sub-Fund may combine direct investment in securities or investment through financial derivative instruments, if it considers that the combination might better realize the investment objective. These investments will be subject to the limits set forth in the prospectus of the Sub-Fund.

Financial derivative instruments may be traded on either a regulated market or OTC and entered into with highly rated financial institutions

specializing in this type of transactions and participating actively in the relevant market. In this case this Sub-Fund may hold money market instruments, bonds or cash in order to finance the margin calls.

The Sub-Fund is actively managed in reference to the ICE BofA Euro Covered Bond (65%); ICE BofA 1-10 Year German Government Index (-65%); ICE BofA Euro Unsubordinated Financial Index (35%); ESTR Volume Weighted Trimmed Mean Rate (65%) (the "Benchmark"). The Sub-Fund does not track the Benchmark. The reason for referring to the Benchmark in this investment policy is to indicate that it is used for performance comparison purposes.

However, the Investment Manager uses its discretion to select holdings based on an analysis of market conditions and an analysis of a company's prospects and valuations. As such, the Investment Manager will not hold all of the Benchmark constituents.

**Net asset value calculation frequency:** Daily, any full Business day.

This is an accumulation share class in EUR.

### Intended retail investor:

This Sub-Fund may not be appropriate for investors who plan to withdraw the money within 2 years.

**Depository:** J.P. Morgan SE, Luxembourg Branch.

Copies of the Prospectus, the Key Information Document, the annual and semi-annual financial reports of SANTANDER SICAV and the Articles of Incorporation can be obtained, free of charge, at the registered office of SANTANDER SICAV (6, Route de Trèves, L-2633 Senningerberg, Luxembourg), of the Management Company or of the Depository Bank. Such documents are also available on [www.santanderassetmanagement.lu](http://www.santanderassetmanagement.lu).

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

### Risk Indicator



Lower risk

Higher risk



The risk indicator assumes you keep the product for 2 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

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 Sub-Fund as 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the Fund's capacity to pay you.

Beside the market risks included in the risk indicator, other risks may affect the share performance:

Counterparty, Operational, Sustainability, Currency, Derivatives, Market, Interest Rate risks. Please refer to the Prospectus for full details about the risks associated with this fund.

This product does not include any protection from future market performance so you could lose some or all of your investment.

## Performance Scenarios

What you will get from this Sub-Fund depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product and the suitable benchmark over the last 10 years. Markets could develop very differently in the future.

<b>Recommended holding period:</b>		2 years	
<b>Example Investment:</b>		€10,000	
		If you exit after 1 year	If you exit after 2 years
<b>Scenarios</b>			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	€9,260	€9,150
	Average return each year	-7.40%	-4.34%
Unfavourable	What you might get back after costs	€9,260	€9,150
	Average return each year	-7.40%	-4.34%
Moderate	What you might get back after costs	€10,000	€10,050
	Average return each year	0.00%	0.25%
Favourable	What you might get back after costs	€10,390	€10,560
	Average return each year	3.90%	2.76%

The figures shown include all the costs of the Sub-Fund itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable scenario: this type of scenario occurred for an investment using a suitable benchmark between 2020 and 2022.

Moderate scenario: this type of scenario occurred for an investment using a suitable benchmark between 2015 and 2017.

Favourable scenario: this type of scenario occurred for an investment using a suitable benchmark between 2013 and 2015.

## What happens if Santander Asset Management Luxembourg is unable to pay out?

The investor may not face a financial loss due to the default of the PRIIP Manufacturer.

## What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### Costs over Time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario
- EUR 10,000 per year is invested.

	If you exit after 1 year	If you exit after 2 years
Total costs	€100	€202
Annual cost impact (*)	1.0%	1.0% each year

(\*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 1.2% before costs and 0.2% after costs.

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

### Composition of Costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee for this Fund, but a sales charge of up to 5% of the subscription amount may be charged by distributors in Germany.	€0
Exit costs	We do not charge an exit fee for this Fund, but a sales charge of 1% of the redemption amount, calculated on the basis of the net asset value per Share, may be charged by distributors in Germany.	€0
Ongoing costs taken each year		
Management fees and other administrative or operating costs	0.8% of the value of your investment per year. This percentage is based on actual costs over the last year.	€77
Transaction costs	0.2 % of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	€23
Incidental costs taken under specific conditions		
Performance fees	There is no performance fee for this Sub-Fund.	€0

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

### **Recommended holding period: 2 years**

This product has no required minimum holding period but is designed for long-term investment; you should have an investment horizon of at least 2 years. Subscription, conversion and redemption applications lodged with the Registrar and Transfer Agent in Luxembourg on any Dealing Day (whereas a “Dealing Day” is any full Business Day preceding a Valuation Day) before 16:00 Luxembourg time (the “cut off time”), will be processed on that Dealing Day, using the net asset value per Share determined on the next Valuation Day for the relevant Class.

Please contact your broker, financial adviser or distributor for information on any costs and charges relating to the sale of the shares.

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## How can I complain?

If you have a complaint about the Sub-Fund or about the conduct of the manufacturer or the person or entity advising on, or selling, the product, you can submit your complaint in the following way. Complaints should be addressed to: <https://www.santanderassetmanagement.lu/document-library/policies> - at the registered office of SANTANDER SICAV (6, Route de Trèves, L-2633 Senningerberg, Luxembourg) - [samlux@santanderam.com](mailto:samlux@santanderam.com)

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## Other relevant information

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 [www.santanderassetmanagement.lu](http://www.santanderassetmanagement.lu).

You can find information related to the product past performance on the last 10 years and to previous performance scenario calculations at:

- Past performance - [https://docs.data2report.lu/documents/KID\\_PP/KID\\_annex\\_PP\\_Santander\\_LU2063667021\\_en.pdf](https://docs.data2report.lu/documents/KID_PP/KID_annex_PP_Santander_LU2063667021_en.pdf)
- Performance scenarios - [https://docs.data2report.lu/documents/KID\\_PS/KID\\_annex\\_PS\\_Santander\\_LU2063667021\\_en.pdf](https://docs.data2report.lu/documents/KID_PS/KID_annex_PS_Santander_LU2063667021_en.pdf).

Swiss investors can obtain copies of the Prospectus, the Key Investor Information, the annual and semi-annual financial reports of Santander SICAV and the Articles of Incorporation free of charge, at the registered office of the Swiss Representative and Paying Agent Banco Santander International, SA, Rue Ami-Lévrier 5-7, 1256 CP, 1211 Geneva 1.