

HAATCH VENTURES ENTERPRISE INVESTMENT FUND

KEY INFORMATION DOCUMENT

Purpose

This document provides you with key information about this investment product (the “**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: Haatch Ventures Enterprise Investment Fund (the ‘Fund’)	
Product Manufacturer: Haatch Ventures LLP Fund Manager: Haatch Ventures LLP	Regulator: FCA
Contact Details: 01780 408487 https://www.haatch.com	Last updated: 13 May 2022

What is this Product?

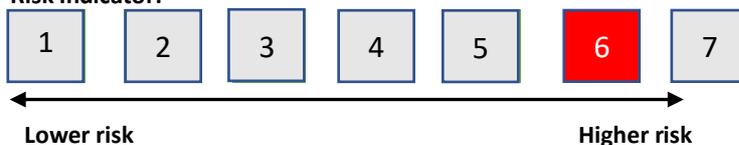
Type: The Haatch Ventures Enterprise Investment Fund is an alternative investment fund under the Alternative Investment Fund Managers Directive (“AIFMD”).

Objectives: You are purchasing an interest in a venture capital fund which seeks to make investments in early stage digitally enabled EIS qualifying companies in accordance with the Fund’s Information Memorandum.

Intended Investor: The Product is intended for investors who are normally clients of FCA authorised financial advisors and/or are certified HNW, sophisticated or restricted investors. Investors must understand the risks of investing in unlisted investments and do not require liquidity on their investment and are willing to bear a high level of risk to get a higher potential return. The investment is likely to be held for 10 + years.

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

Risk Indicator:



This risk indicator assumes you keep the product for 10 years and is a guide to the level of risk of the Product compared to other products. It shows how likely it is that the Product will lose money because of the performance of the assets in the underlying Fund and reflects the high risks inherent in a closed-ended investment structure with no scope to surrender or transfer the investment.

The Product is rated 6 due to the nature of the its investment. The following risks to the Product have been taken into account in the summary risk indicator above:

- The investments made by the Fund will ultimately go into unquoted private companies whose shares may be difficult to sell or market. Such shares may have risks associated with them greater than quoted securities or shares. Restrictions may apply to the transfer of shares in private companies in which the Fund invests. The timing of any realisation cannot be predicted and proper information for calculating the current value of the underlying Fund’s investments or the degree of risk posed may not be available.

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

You should refer to the subscription document for further information on relevant risk factors.

Performance Scenarios

Investment £10,000		1 year	5 years	10 years
Scenarios				
Stress scenario	What you might get back after costs Average return each year	£0 -	£0	£0
Unfavourable scenario	What you might get back after costs Average return each year	£0	£1,960 -27.81%	£5,940 -5.08%
Moderate scenario	What you might get back after costs Average return each year	£9,000 -10%	£10,603 1.18%	£27,562 10.67%
Favourable scenario	What you might get back after costs Average return each year	£0 -	£16,728 10.84%	£45,900 16.46%

This table shows the money you could get back over the next 10 years under different scenarios, assuming that you invest £10,000. The scenarios shown illustrate how your investment could perform and considers initial fees and any potential carried interest. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence for comparable investments from the past on how the value of this investment varies and are not an exact indicator. Exiting after one year is unlikely to provide any returns. It is noted that this is an evergreen fund, with no specific end date. What you might get back does not include the impact of EIS tax reliefs which depend on the individual circumstances of the investor and are subject to change. EIS investments attract income tax relief of up to 30% and gains from your investment may be capital gains tax free, and loss relief may also be available in scenarios where your shares are sold at a loss. Please note that the average return each year has been calculated using the performance net of initial fee as a numerator and the initial investment of £10,000 as a denominator and annualised by dividing the result by the holding period.

What happens if the Manufacturer is unable to pay out?

You may face a financial loss should the Product Manufacturer or the Fund default on their obligations and could lose all or part of your investment. Your capital is at risk. There is no compensation or guarantee scheme in place which may offset all or any of, such loss. The Product will be liquidated in accordance with the procedure set out in its constitutional documents.

What are the costs?

Costs over Time

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. They include potential exit penalties. The figures assume you invest £10,000. The figures are estimates and may change in the future.

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Table 1: Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment (£10,000)	If you were able to cash in after 1 year	If you were able to cash in after 5 years	If you were able to cash in after 10 years
Total costs*	£1,000	£2,463	£10,000
Impact on return (RIY) per year	10.00%	4.32%	3.48%

The table below shows the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period and the meaning of the different cost categories.

One-off costs	Entry costs	10%	The impact of the costs you pay when entering your investment including set up fees.
	Exit costs	Nil%	
Recurring costs	Annual Management charge and other costs	Nil	
Incidental costs	Performance/other incidental fees		There are no such fees
	Carried Interest	25-30%	This is the Carried interest taken from cash returns to investors after the 'hurdle' is met.

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

The Product is designed for long term investment; you should be prepared to stay invested for at least 10 years. You may not take out money early. You will not be able to transfer your interest save in very limited circumstances.

How can I complain?

If you have any complaints, you should contact the compliance officer of the Manufacturer, Fred Soneya on fred@haatch.com.

Other relevant information

Potential Investors are referred to the Information Memorandum and Investment Management Agreement for the Fund and the investment plans and returns referred to in that document.

This document does not form part of any contract between the Product Manufacturer and the investor.