

# Key Information Document ("KID")

## European Opportunities Trust PLC

Ordinary shares (ISIN: GB0000197722)

# DEVON

## Equity Management

### 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. The information contained in this document and the methodologies for calculating risks, costs and potential returns are prescribed by law.

### What is this product?

The Product is an ordinary share in a closed-ended investment trust, a company whose shares are listed on the London Stock Exchange.

The Company's investment objective is to grow money invested in the company over the long-term by investing in shares of European companies and in business sectors or geographical areas which are considered by the investment adviser to offer good prospects for capital growth, taking into account economic trends and business development. The investment manager will select investments in the belief that a thorough analysis and understanding of companies is the best way to identify long-term superior growth prospects.

The Company has a flexible loan facility it can use for investment purposes (known as gearing) with a view to enhancing returns. The level of gearing is regularly reviewed to adapt to changes in market conditions.

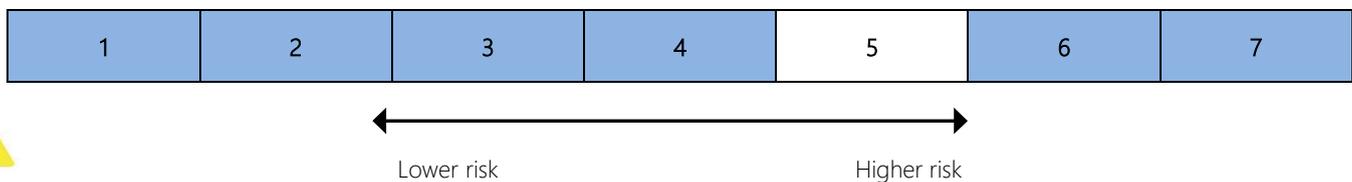
The Company is not restricted to investing in constituent companies of its benchmark index (being the total return on the MSCI Europe index in GBP).

The Company is suitable for all investors seeking a fund that aims to deliver total returns, predominantly driven by capital growth, over a long-term investment horizon. The investor should be prepared to bear losses. The Company may not be suitable for investors who are concerned about short-term volatility and performance, who are seeking a regular source of income or who may be investing for less than five years. The Company does not offer capital protection.

The shares are not traded directly with the Company but are instead traded on the London Stock Exchange (directly or via an intermediary). The shares can be traded on the exchange during trading hours. The price you pay or receive, like other listed shares, is determined by supply and demand and may be at a discount or premium to the underlying net asset value of the Company. Typically, at any given time on any given day, the price you pay for a share will be higher than the price at which you could sell it. There is no right of redemption attached to the shares and if the Company is wound up, shareholders will be paid any surplus assets after meeting the Company's liabilities in proportion to their shareholdings. There is no fixed maturity date. An investor can hold their investment for any time period but 5+ years is recommended. There is no ability for Devon Equity Management Limited to terminate holdings unilaterally or for the shares to be terminated automatically.

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

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.



The above Risk and Reward Indicator table demonstrates where the Company ranks in terms of its potential risk and reward. The higher the rank the greater the potential reward but the greater the risk of losing money. It is based on past data, may change over time and may not be a reliable indication of the future risk profile of the Company. The lowest risk category does not mean no risk.

Gearing, exposure to gearing, foreign currencies and the ability of the Company to buy back its own shares may increase risk. This product does not include any protection from future market performance so you could lose some or all of your investment. The Company tends to invest in fewer companies and may be more volatile than a broadly diversified one.

The Company is in this category due to the nature of its investments and previous levels of volatility (how much the value of the Fund rises and falls).

The share price of an investment company may differ from the Net Asset Value due to the level of supply and demand for units. A high level of supply may result in the price of the investment company trading below the Net Asset Value. You may not be able to sell your product easily or may have to sell at a price that significantly impacts on how much you get back.

The risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

## Performance scenarios

Investment 10,000 GBP				
Scenarios		1 year	3 years	5 years
Stress scenario	What might you get back after costs	3,023.13	3,204.39	2,162.98
	Average return each year (%)	-69.77%	-31.57%	-26.38%
Unfavourable scenario	What might you get back after costs	8,018.64	7,358.25	7,196.70
	Average return each year (%)	-19.81%	-9.72%	-6.37%
Moderate scenario	What might you get back after costs	10,643.97	11,980.91	13,485.78
	Average return each year (%)	6.44%	6.21%	6.16%
Favourable scenario	What might you get back after costs	13,978.94	19,300.68	25,002.69
	Average return each year (%)	39.79%	24.51%	20.12%

This table shows the money you could get back over the recommended holding period, under different scenarios, assuming that you invest GBP 10,000.

**Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.**

The scenarios are calculated on historical performance figures based on the last 5 years when markets have been particularly strong and might not be replicated in the future. When there has been steady and consistent growth over the relevant period of time it can make the performance scenarios look overly optimistic; past performance is not a guide to future performance and future returns could be significantly worse than shown. The returns shown are produced by applying a prescribed formula to the Company's returns over the last five years. They are not intended to show that the past performance of the Company is expected to continue or to indicate which scenario is most likely over the time periods shown.

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The stress scenario outcome, which is calculated using a prescribed formula based on the Company's worst performing days over the last 5 years, shows what you may have got back in extreme market circumstances. The figures shown include all the costs of the product itself, but may not include all the costs you pay to your adviser or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

### What happens if the Fund is unable to pay out?

As the shares are not traded directly with the Company or Devon Equity Management Limited but are traded on the London Stock Exchange, any default by Devon Equity Management Limited will not materially affect the value of your shares. However, a default by the Company or any of the underlying holdings could affect the value of your investment. As the shares are listed on the London Stock Exchange, any direct holding of these shares is not covered by any investor compensation schemes in relation to either Devon Equity Management Limited or the Company.

### 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. The figures are estimates and may change in the future.

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 GBP	1 year	3 years	5 years
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Total costs GBP	104.00	355.41	673.62
Impact on return (RIY) per year (%)	1.04%	1.04%	1.04%

### Composition of Costs

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 what the different cost categories mean:

This table shows the impact on return per year

One-Off costs	Entry costs (%)	0%	The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less. The impact of costs are already included in the price. This includes the costs of distribution of your product.  Neither Devon Equity Management Limited nor the Company make any charges when you purchase your investment. Stamp Duty Reserve Tax (SDRT) of 0.5% is payable if the shares are purchased on the secondary market of the London Stock Exchange.
	Exit costs (%)	0%	The Impact of the costs of exiting your investment. Neither Devon Equity Management Limited nor the Company make any charges when you sell your investment.
Ongoing costs	Portfolio transaction costs (%)	0.05%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs (%)	0.99%	The impact of the costs that we take each year for managing your investments.
Incidental costs	Carried interests (%)	0%	The impact of the carried interest. We take these from your investment if the product outperforms its benchmark.

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

The recommended holding period of 5 years has been selected for illustrative purposes only. Equity investments should be seen as long-term investments however there is no minimum (or maximum) holding period for the shares. The shares can be sold when the markets on which they trade are open, in this instance the London Stock Exchange. At any time the value of your investment is based on the market value of the shares (the share price) multiplied by the number of shares you own.

### How can I complain?

As a shareholder of the Company you do not have the right to complain to the Financial Ombudsman Service (FOS) about the management of the Company. Complaints about the company or the key information document should be sent to the address stated below, for the attention of the Company Secretary.

Postal address: Devon Equity Management Limited, 123 Victoria Street, London SW1E 6DE  
Tel: +44 20 3985 0445  
Website: www.devonem.com  
E-mail: enquiries@devonem.com

We will handle your request and provide you with feedback as soon as possible. Devon Equity Management Limited is authorised in the United Kingdom and regulated by the Financial Conduct Authority,

### Other relevant information

As stated in the section 'What are the risks and what could I get in return?' above, the scenarios of estimated future performance are based on evidence from the past on how the value of this investment varies, and are not an exact indicator of future performance. The scenarios are calculated on historical performance figures based on the last 5 years when markets have been particularly strong and might not be replicated in the future. When there has been steady and consistent growth over the relevant period of time it can make the performance scenarios look overly optimistic; past performance is not a guide to future performance and future returns could be significantly worse than shown.

The Company was launched on 20 November 2000. The Investment Manager of the Company is Devon Equity Management Limited. The Alternative Investment Fund Manager in Luxembourg is FundRock Management Company S.A. and the depository is J.P Morgan Bank Luxembourg S.A.

Investors may obtain copies of monthly fact sheets and annual (31 May) and half-yearly (30 November) reports and accounts by contacting Devon Equity Management Limited above or from [www.europeanopportunities.com](http://www.europeanopportunities.com). The report and accounts includes details of the Trust's management fees, administrative expenses and borrowing costs, which are the main components of the other ongoing costs disclosed in the table above.

If you are in any doubt about the action you should take, you should seek independent financial advice.

[This document is valid as at 8 July 2020](#)