

# Key Information Document (KID)- The Law Debenture Corporation p.l.c.

## Purpose

This document provides key information about this product. 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. It is not marketing material and nothing in this document is an inducement to buy or sell the product. Cost, performance and risk calculations in this KID use methodologies prescribed by EU rules.

## Product

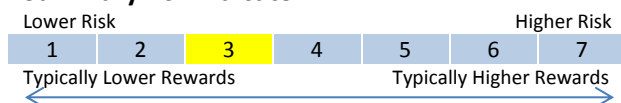
Name	Ordinary shares in The Law Debenture Corporation p.l.c.
ISIN	GB0031429219
Manufacturer	The Law Debenture Corporation p.l.c. ("LWDB"). Website: <a href="http://www.lawdebenture.com/investment-trust/">www.lawdebenture.com/investment-trust/</a> ; telephone +44 207 606 5451
Competent authority	Financial Conduct Authority, United Kingdom
Publication date	31 July 2019

## What is this product?

<b>Type</b>	Investment trust, shares listed and traded on the London stock exchange.
<b>Objectives</b>	To achieve long term capital growth in real terms and steadily increasing income. The aim is to achieve a higher rate of total return than the FTSE Actuaries All-Share Index. LWDB invests typically in shares of listed companies or OEICS, which are held in a portfolio diversified both geographically and by industry. LWDB also wholly owns trading subsidiaries (providing independent professional services or IPS), the profits of which are available for investment and/or to supplement revenue flows from the stocks held in the investment portfolio. LWDB has long term borrowings in an aggregate amount of £115m. The existence of long term borrowings could magnify any gains or losses made by LWDB.
<b>Intended retail investor</b>	Investors who are seeking exposure to the stock market but wish to spread the risk by investing in a product that is itself invested in a large number and wide range of investments, diversified geographically and by industry. The product suits investors who are willing to stay invested on a long term basis (at least five years) and who wish to receive dividend yield. They should understand the inherent risks of investing in shares, which include the potential to suffer a loss on the original capital investment if the shares are sold at a lower price than that at which they were acquired. Shares of LWDB are bought and sold via the stock market where shares prices typically trade on a "spread" so that the price you pay for a share will be higher than the price at which you could sell it at the same moment in time.
<b>Maturity</b>	This product has no maturity date. LWDB is owned by its shareholders and can only be terminated (wound up) with shareholder approval.

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

### Summary risk indicator



The summary risk indicator is a guide to the level of risk associated with this investment and will help you assess it and compare it to other investments. It shows how likely it is that the product will lose money because of movements in the markets. We have classified the risk category as **3**, which indicates lower to medium

risk. It is based on the historical volatility of the price of shares in LWDB and assumes that you hold your shares for 5 years.

Historical data may not be a reliable indicator of the future risk profile of this investment and the risk category shown may change over time. LWDB is exposed to certain risks that the risk indicator may not adequately capture including gearing (long term borrowing as described above).

### Performance scenarios

This table shows the money you could get back over the next 5 years, assuming you invest £10,000 and depending on different scenarios. All products that publish a KID are required to use the same scenarios so you can reliably compare LWDB's scenarios with the scenarios of other KID product providers. The scenarios provide an estimate of share price total return (capital growth over time, dividends reinvested).

#### Assuming an investment of £10,000

Recommended holding period is 5 years

Scenarios		1 Year	3 Years	5 Years
Stress Scenario	What you might get back after costs	£6,676	£5,658	£4,766
	Average return each year	-33.23%	-14.47%	-10.47%
Unfavourable Scenario	What you might get back after costs	£8,779	£8,132	£7,781
	Average return each year	-12.20%	-6.23%	-4.44%
Moderate Scenario	What you might get back after costs	£10,198	£10,609	£11,049
	Average return each year	1.98%	2.03%	2.10%
Favourable Scenario	What you might get back after costs	£11,803	£13,769	£15,549
	Average return each year	18.03%	12.56%	11.10%

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 how long you keep the investment as well as, for example, how underlying investee companies perform, how the world's stock markets perform, how long you keep the investment, your personal circumstances etc. The figures shown include all costs (see below) but not your personal tax situation. The stress scenario shows what you might get back in extreme market circumstances.

## What happens if LWDB is unable to pay out?



As a shareholder of LWDB, you would not be able to make a claim to the Financial Services Compensation Scheme in the event that LWDB becomes insolvent.

### What are the costs?

#### Costs over time

The reduction in yield (RIY) below shows you what impact the costs you pay will have on the investment return you might get. The total costs take into account the one-off, ongoing and incidental costs. The amounts shown are cumulative costs of the product itself for three different holding periods. The person

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

On an assumed investment of £10,000			
	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
Total Costs	£127	£381	£635
Impact on return (RIY) per year	1.27%	1.27%	1.27%

### Composition of costs

This table shows the impact each year of different cost types on investment return you might get at the end of the recommended holding period, measured as a percentage of NAV (cum income and at fair value).

One-off costs	Entry costs	0.0%	LWDB makes no charge when you purchase your investment.
	Exit costs	0%	LWDB makes no charge when you sell your investment.
Recurring/ongoing costs	Portfolio transaction costs	0.06%	The impact of the cost of us buying and selling underlying investments.
	Gearing costs	0.68%	The costs associated with LWDB's long term borrowings.
	OEIC and funds ongoing costs	0.06%	The "see through" cost of LWDB's investments in other collective funds.
	Other ongoing costs	0.43%	The impact of the costs incurred each year in managing LWDB.
Incidental costs	Performance fees	0%	Performance fees are not payable.

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

**Recommended holding period:** 5 years

The recommended minimum holding period of 5 years has been selected for illustrative purposes only and reflects the long term nature of the LWDB's investment objectives. Although you should be prepared to hold your shares for at least 5 years, you can reduce your holding without penalty by LWDB at any time the London Stock Exchange is open by selling some or all of them.

## How can I complain?

As a shareholder of LWDB, you do not have the right to complain to the Financial Ombudsman Service about the management of LWDB. Complaints about LWDB or the KID should be sent to: The Company Secretary, The Law Debenture Corporation p.l.c., Fifth Floor, 100 Wood Street, London EC2V 7EX. [www.lawdebenture.com/investment-trust/](http://www.lawdebenture.com/investment-trust/)

## Other relevant information

Depending on how you buy these shares you may incur other costs, including broker commission, platform fees and stamp duty. The distributor will provide you with additional documents where necessary.