

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

Carador Income Fund PLC – U.S. Dollar Shares

IE00BK8QD990

Carador Income Fund PLC

www.carador.co.uk

Call +353 1 776 6483 for more information

4 July 2019

Competent Authority: Central Bank of Ireland

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

What is this product?

Type This PRIIP is a class of shares of Carador Income Fund PLC (the "Company"). The Company is a closed ended limited liability investment company incorporated under the laws of Ireland with variable capital pursuant to the Companies Act 2014 of Ireland. It was incorporated on 20 February 2006 under registration number 415764.

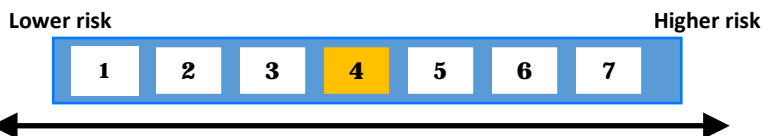
Objectives The Company will be managed with the intention of realising all remaining assets of the Company with a view to returning capital to the Shareholders in an orderly manner (the "Managed Wind-Down"). The portfolio of the Company is comprised of senior notes of collateralised loan obligations ("CLOs") collateralised by senior secured bank loans and equity and mezzanine tranches of CLOs.

Intended retail investor The target market for the Company's U.S. Dollar Shares ("Shares") is institutional, professional and high net worth investors, private client fund managers and brokers and other investors who are capable of evaluating the merits and risks of such an investment and/or who have received advice from their fund manager or broker regarding such an investment. The Shares are only suitable for investors who: (i) understand the potential risk of capital loss and that there may be limited liquidity in the underlying investments of the Company; (ii) for whom an investment in the Shares constitutes part of a diversified investment portfolio; (iii) who have sufficient resources to be able to bear losses (which may equal the whole amount invested) that may result from such an investment; (iv) who understand that the Company is in a Managed Wind-Down that may be completed in the short-term to medium-term; and (v) who fully understand and are willing to assume the risks involved in investing in the Company.

Maturity date This product has no maturity date. Shareholders wishing to realise their investment may do so by selling their Shares on the market. It is anticipated that in normal circumstances it should be possible to realise the assets of the U.S. Dollar Shares and distribute the proceeds within six to twelve months of the date when the Investment Manager commences the Managed Wind-Down. However, this may take significantly longer in the case of certain assets or in less favourable market conditions. Accordingly, Shareholders should be prepared for a scenario in which a proportion of the assets attributable to the U.S. Dollar Shares may not be capable of realisation for an indefinite period that may be significantly longer than twelve months.

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

Risk indicator



The risk indicator assumes you keep the product for 1 year. 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. The risk indicator was calculated using historical data and may not be a reliable indication of the future risk profile of the product. The risk indicator shown is not a target or guarantee and may shift over time.

This product has been classified as 4 out of 7, which is a medium risk class. This rates the potential losses from future performance at a medium level, and poor market conditions could impact the amount you receive on the sale of your investment.

Investment in junior tranches of CLO securities are highly leveraged. Gains and losses relating to underlying bank loans will generally be magnified. Please see the Company's prospectus for more details.

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

Performance Scenarios

Investment USD 10 000

Scenarios		1 year
Stress Scenario	What you might get back after costs	6,713.81
	Average return each year	-32.86%
Unfavourable Scenario	What you might get back after costs	9,842.77
	Average return each year	-1.57%
Moderate Scenario	What you might get back after costs	11,214.12
	Average return each year	12.14%
Favourable Scenario	What you might get back after costs	12,735.45
	Average return each year	27.35%

This table shows the money you could get back over the next 1 year, under different scenarios, assuming that you invest USD 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 how long you keep the investment/product. The stress scenario shows what you might get back in extreme market circumstances.

This product cannot be easily cashed in. This means it is difficult to estimate how much you would get back if you cash in before the end of the recommended holding period. You will either be unable to cash in early or may incur a large loss if you do so.

The figures shown include all the costs of the product 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.

What happens if Carador Income Fund PLC is unable to pay out?

The investor may face a financial loss (equal to some or all of the investor's investments) due to the default of the Product or the Company. Such a potential loss is not covered by any investor compensation or guarantee scheme.

What are the costs?

Presentation of 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 amount shown here are the cumulative costs of the product itself for the recommended holding period. The figures assume you invest USD 10,000. 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.

The Investment Manager is entitled to receive a management fee from the Company of 1.5% per annum of the net asset value of the Company. This base fee will be reduced to take into account any fees received by the Investment Manager or any of its associates or affiliates as a result of managing any collective investment scheme that the Company invests in or as a result of managing any CLO that the Company invests in, if such investment is, or has been, made in the primary market.

Cost over time

The Investment Manager is entitled to a performance fee in respect of the Shares equivalent to 13% of the amount by which the value of the financial period end net asset value per Share plus dividends per Share (if any) paid in the period exceeds the value of the net asset value per Share, as increased by the Hurdle Rate (as defined below), plus 2% as at the end of the most recent previous completed accounting period in respect of which a Share performance fee was paid.

The "Hurdle Rate" shall be the higher of the 12-month U.S. Dollar Libor and 4% for the purpose of the performance fee.

Further details can be found in the Company's prospectus.

Investment USD 10,000

Scenarios	If you cash in after 1 year
Total costs	168
Impact on return (RIY) per year	1.68%

The table below shows:

Composition of costs

- 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;
- the meaning of the different cost categories.

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	0.00%	The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.00%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	1.65%	The impact of the costs that we take each year for managing your investments and the costs presented in Section II.
Incidental costs	Performance fees	0.03%	The impact of the performance fee.
	Carried interests	0.00%	The impact of carried interests.

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

Recommended holding period: 1 year (Until the end of the Managed Wind-Down)

As stated above, these Shares relate to a portfolio in a Managed Wind-Down. The Managed Wind-Down commenced in February 2019. Under normal circumstances, it should be possible to realise the assets attributable to the U.S. Dollar Share Class within six to twelve months of the date when the Investment Manager commenced the Managed Wind-Down. However, this may take significantly longer in the case of certain assets or in less favourable market conditions. Shares may be traded in the secondary market; however, there can be no guarantee that the Shares will trade at prices close to their underlying NAV. Accordingly, Shareholders may be unable to realise their investment at NAV or at all.

How can I complain?

If you have any complaints about the product or the conduct of the manufacturer, you may lodge a complaint in one of three ways:

- (a) You can call on +353 1 776 6483 to log your complaint;
- (b) You can email us via the Investment Manager at Jessica.Mayer@gsocap.com; or
- (c) Alternatively, you can write to us at Carador Income Fund PLC, 78 Sir John Rogerson's Quay, Dublin 2, Ireland.

Other relevant information

Further information about the PRIIP can be obtained from the prospectus of Carador Income Fund PLC. This document is available free of charge in English. This can be found, along with other information, on the website at: <http://www.carador.co.uk>. Investors should note that the tax legislation that applies to the PRIIP may have an impact on the personal tax position of their investments in the PRIIP.

Investors in the Company are investing in U.S. Dollar Shares of the Company. The assets attributable to the U.S. Dollar Shares will be realised over time and, as and when the proceeds from the sales of the Company's assets attributable to the U.S. Dollar Shares accumulate, the Directors will have the discretion to return these proceeds, net of fees, expenses and other liabilities, to U.S. Dollar Class Shareholders on a pro rata basis by repurchasing such number of U.S. Dollar Shares, in tranches, as have an aggregate NAV equivalent to the amount proposed to be returned to U.S. Dollar Class Shareholders. Such compulsory repurchases will be made at the NAV per U.S. Dollar Share calculated as at the relevant Repurchase Date. Once repurchased, the U.S. Dollar Shares will be cancelled.