
Tetragon Financial Group Limited 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

Name of Product	Tetragon Financial Group Limited – Non-voting shares
ISIN	GG00B1RMC548
Name of PRIIP manufacturer	Tetragon Financial Management LP
Contact Details	Contact details for Tetragon Financial Management LP are included on Tetragon’s website at http://www.tetragoninv.com/investors/contact-us . Call Investor Relations at +44 20 7901 8328 for more information.
Competent Authority	Tetragon Financial Management LP is not supervised or authorised by any EU competent authority.
Date of production of the KID	31 March 2020

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

What is this product?

Type	Non-voting shares in a closed-ended investment company incorporated in Guernsey listed on Euronext and traded on the regulated market of Euronext in Amsterdam N.V. and on the Specialist Fund Segment of the main market of the London Stock Exchange.
Objectives	Tetragon is a closed-ended investment company that invests in a broad range of assets, including public and private equities and credit (including distressed securities and structured credit), convertible bonds, real estate, venture capital, infrastructure, bank loans and TFG Asset Management, a diversified alternative asset management business. Where appropriate, through TFG Asset Management, Tetragon seeks to own all, or a portion, of asset management companies with which it invests in order to enhance the returns achieved on its capital. Tetragon’s investment objective is to generate distributable income and capital appreciation. It aims to provide stable returns to investors across various credit, equity, interest rate, inflation and real estate cycles. Tetragon seeks to achieve its objective by: (i) identifying attractive asset classes and investment strategies; (ii) identifying asset managers it believes to be superior;

(iii) using its market experience to negotiate favourable terms for its investments; and (iv) where sensible, seeking to own all, or a portion, of asset management companies with which it invests in order to enhance returns on its capital. In addition, the current investment strategy is to continue to grow TFG Asset Management – as Tetragon’s diversified alternative asset management business – with a view to a possible initial public offering and listing of its shares. The investment returns of Tetragon are principally determined by the performance of the investments made by Tetragon Financial Management LP. The returns for investors will typically be determined by reference to dividends paid and the price at which the shares can be sold on the market. There are no geographical restrictions on investments. The objective of Tetragon is intended to be achieved over medium to long term time horizons.

Intended retail investor Tetragon anticipates that its typical investors will be institutional and professional investors, or retail investors who are capable of evaluating the merits and risks of such an investment who have received advice from their professional fund manager or broker regarding such an investment, who wish to invest for the long term in a predominantly income-producing investment and who have experience in investing in financial markets and collective investment undertakings and are capable themselves of evaluating the merits and risks of the shares of Tetragon and who have sufficient resources both to invest in potentially illiquid securities and to be able to bear any losses (which may equal the whole amount invested) that may result from the investment.

Maturity Date Tetragon has been established with an unlimited life.

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

Risk indicator

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 product as 4 out of 7, which is medium risk class. This rates the potential losses from future performance at medium level. Poor market conditions may impact the capacity for you to receive a positive return on your investment.



Be aware of currency risk. You may receive payments in a different currency, so the final return you may get depend on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

The following are some of the other risks materially relevant to the PRIIP which are not taken into account in the summary risk indicator:

The principal risks facing Tetragon are both financial and operational in nature, and ultimately relate to both Tetragon's issued and outstanding non-voting shares as well as its investment portfolio.

See further the annual report for Tetragon as cited in the section "Other Relevant Information" below and Tetragon's website at <http://www.tetragoninv.com/investors/risk-factors>.

This product does not include any protection from future market performance so you could lose some or all of your investment. If we are not able to pay you what is owed, you could lose your entire investment.

Performance Scenarios

Investment Scenarios		1 year	3 years	5 years (Recommended holding period)
Stress scenario	What you might get back after costs	3,916.53	5,076.04	4,141.09
	Average return each year	-60.83%	-28.75%	-25.46%
Unfavourable scenario	What you might get back after costs	8,531.68	7,901.34	7,643.65
	Average return each year	-14.68%	-11.11%	-8.57%
Moderate scenario	What you might get back after costs	10,318.09	10,989.45	11,704.50
	Average return each year	3.18%	4.83%	5.39%
Favourable scenario	What you might get back after costs	12,486.95	15,294.79	17,934.81
	Average return each year	24.87%	23.67%	21.50%

This table shows the money you could get back over the next 5 years, under different scenarios, assuming that you invest US\$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, and it does not take into account the situation where we are not able to pay you.

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 Tetragon Financial Group Limited is unable to pay out?

Investors may suffer losses (equal to some or all of the investor's investments) if Tetragon is unable to pay out. Investors do not have protection from an investor compensation or guarantee scheme.

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.

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

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 US\$10,000 Scenarios	If you cash in after 1 year	If you cash in after 3 years	If you cash in at the end of the recommended holding period
Total costs	483	1,528	2,690
Impact on return (RIY) per year	4.83%	4.83%	4.83%

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
- ◆ the meaning of the different cost categories.

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.
	Exit costs	0%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.01%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	2.58%	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	2.24%	The impact of the performance fee.
	Carried interests	0%	The impact of carried interests.

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

RECOMMENDED HOLDING PERIOD: 5 years

This product has no required minimum holding period but is designed for long term investment. You should be prepared to stay invested for at least 5 years. As Tetragon's shares are listed on Euronext and are traded on the regulated market of Euronext in Amsterdam N.V. and the Specialist Fund Segment of the main market of the London Stock Exchange, you should be able to sell them through your bank or stockbroker. You may be subject to dealings costs your bank or stockbroker charges and investors should be aware that any such sale may be at a discount to the net asset value per share.

How can I complain?

If you have any complaints about Tetragon, or conduct of the manufacturer or the person advising on or selling Tetragon's shares, you may lodge your complaint in one of two ways:

- ◆ You can contact Investor Relations at +44 20 7901 8328 who will log your complaint and explain what to do.
- ◆ You may send your complaint in writing to ir@tetragoninv.com.

Complaints in relation to persons advising on or selling Tetragon's shares who are not connected to Tetragon or the manufacturer, should be addressed to them in the first instance.

Other relevant information

We are required to publish further documentation, such as Tetragon's annual and semi-annual reports and various market announcements. We have also published a document explaining aspects of how costs have been calculated for the purpose of this KID, including in relation to the treatment of fees paid by funds that Tetragon has invested in where Tetragon also owns an interest in the manager to which such fees are paid. These documents and other information relating to Tetragon are available online at <http://www.tetragoninv.com>.