

## ACTUAL STRATEGY

**IMPORTANT: Please note that the description of main investment objectives and the past performance of the Strategy will not be a guarantee of profitability for portfolio management. No assurance can be given that the Strategy will be successful under all market conditions. There is no assurance that the Strategy will earn any return. There is the possibility that the Portfolio value will considerably decline below the acceptable level up to loss of all invested amount. By choosing the Strategy you acknowledge the risks described below and confirm that you have read our «Risk Disclosure Booklet», concerning transactions in financial instruments placed on the Company’s official website.**

### 1. Objectives

The Strategy’s main investment objective is to maximize total returns by taking long-term positions in equity instruments, including companies having regard to sustainability.

#### Portfolio Structure

<b>N</b>	<b>Type of Financial Instrument</b>	<b>Maximum weight in Portfolio, %</b>
1	Cash Instruments, including but not limited to cash in banks, bank deposits and etc.	100
2	Equity Instruments, including but not limited to stocks, depository receipts, shares of investment funds, such as ETFs, mutual funds, UCITS and etc. (having no regard to sustainability)	100
3	Equity Instruments, including but not limited to stocks, depository receipts, shares of investment funds, such as ETFs, mutual funds, UCITS and etc. (having regard to sustainability)	50

### 2. Risk profile and main risks associated with the Strategy

General Risk profile: Medium to High.

Sustainability Risk profile: Medium.

Specific risks list described below is not exhaustive. Please refer to our «Risk Disclosure Booklet» and «Sustainability Risk Policy» at [www.bosonalfa.com](http://www.bosonalfa.com) for more information.

The Portfolio valuation will be calculated in its base currency for all purposes. Consequently, the Portfolio is subject to the risk of exchange rate fluctuations between the value of the US dollar and the original currency of investment, if such original currency is other than USD.

Market value of Portfolio can decline significantly due to economic, political and other events.



For defensive purposes in response to volatile market the Company may liquidate all positions in financial instruments and hold the Portfolio in cash instruments. As the result the Strategy may not achieve its Investment Objectives.

Although it is the overall policy of the Company to diversify the Portfolio, at certain time BOSON ALFA LTD may hold relatively few positions. The Portfolio could suffer significant losses if the Company holds a large position in a particular investment that declines in value.

BOSON ALFA LTD may use leverage and consequently, the Portfolio will be exposed to greater risk, regardless of whether or not the transaction was intended to be profitable from a pricing prospective.

OTC transactions may be subject to another regulatory regime and therefore may involve greater risks than transactions executed on the trading venue.

The main risks associated with investments in ETFs are:

- The prices of the underlying investments of the ETFs will vary according to the markets on which these are listed or traded;
- Neither dividend payout nor dividend growth is not guaranteed;
- Underlying assets of ETFs may decline in value;
- As all other leveraged instruments, leveraged ETFs are exposed to greater market risk.

Margin trading can amplify gains as well as losses. It is possible to lose more than 100% of investment in margin trading.

### **3. Base currency**

The currency of the Strategy and the currency for NAV calculation is USD.

### **4. Investment horizon and recommended investment amount**

The Strategy may be terminated at any time, but it is recommended to remain within the Strategy for a period of at least 36 (thirty six) months in order to achieve Investment Objectives.

Recommended investment amount for initial investment is 1 000 000 (one million) USD. Estimated value of financial instruments for initial investment should be agreed with us. The minimum additional amount of Assets for deposit is 200 000 (two hundred thousand) USD.

BOSON ALFA LTD reserves the right to return the Assets transferred with the violation of the above terms.

### **5. Management and Performance Fee rates**

Management fee is 2% of NAV and is calculated quarterly. Performance fee is charged for the increase of NAV above 6% per annum at 20% rate and is calculated on annual basis. VAT (if applicable) is included in the calculated fees. Please refer to Appendix 4 for detailed information.



## **6. Costs and charges**

All transaction costs, such as commissions with regards to transactions, safekeeping fees and etc. will be borne by the Client. A higher portfolio turnover may indicate higher transaction costs. These costs will affect the Portfolio's performance. Please refer to Appendix 1 for detailed information.

## **7. Leverage and restrictions**

There are no prohibited categories of investments within those permitted above. REPO transactions and short sales are not allowed. Margin trading - up to 50% of Portfolio. There is no restriction on the maturity date of the instruments in the Portfolio, terms of coupons and etc. There is no restriction on the NAV which may be invested in Financial Instruments of a single issuer. There is no restriction on the currency of Financial Instruments in the Portfolio. There is no restriction on industry and jurisdiction of the issuer, liquidity of the instruments and listing exchange. OTC transactions are allowed.