

# 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.

## TwentyFour Income Fund Limited

### PRODUCT

<b>Product:</b>	TwentyFour Income Fund Limited (TFIF) - TwentyFour Income Fund Limited - Ordinary Shares
<b>Manufacturer name:</b>	TwentyFour Income Fund Limited
<b>Product code:</b>	GG00B90J5Z95
<b>Website:</b>	<a href="https://twentyfouram.com/funds/twentyfour-income-fund/">https://twentyfouram.com/funds/twentyfour-income-fund/</a>
<b>Competent Authority:</b>	TwentyFour Income Fund Limited is authorised in United Kingdom and regulated by Guernsey Financial Services Commission (GFSC). This PRIIP is authorised in Guernsey.
<b>Domicile country:</b>	Guernsey

Document valid as at: 01 July 2024

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

### WHAT IS THIS PRODUCT?

#### Type:

This product is an Alternative Investment Fund (AIF). It is also a non-cellular company limited by shares incorporated in Guernsey under the Companies (Guernsey) Law 2008, as amended, with registered number 56128, and is a London listed closed-ended investment company.

#### Term:

This fund is not subject to any fixed term.

#### Objectives:

The investment objective is to generate attractive risk-adjusted returns, principally through income distributions, by investing directly in a diversified portfolio of predominantly UK and European asset-backed securities (ABS), that provide indirect exposure to pools of financial assets, including, but not limited to, residential and commercial mortgages, credit card receivables, recreational vehicle leases, instalment sales contracts, corporate loans, and various types of account receivables, and which are typically more difficult to sell but provide greater returns to the Fund, and which the Fund's portfolio manager believe represent attractive relative value. The Fund's portfolio (Portfolio) is subject to geographical restrictions and issuer restrictions, but will typically look to hold at least 50 securities. The Portfolio will include assets that are linked to interest rates; their value will therefore change in line with interest rates. The Fund targets a dividend of 6 pence per Ordinary Share or such higher Dividend Target as the Directors determine. The Fund may, from time-to-time, utilise derivatives (contracts where value is linked to the value of an underlying investment) to reduce the risk of potential losses. The Fund may also, from time-to-time, employ gearing and /or derivatives, as well as borrowing (up to a limit of 25% of the Fund's NAV) for investment purposes. The Fund may have more than one loan, repurchase or stock loan facility in place. The value of an investment in the Fund depends on the value that its shares are traded at on the main market of the London Stock Exchange, which, in turn, depends on the value of the Portfolio which may be affected by the income the Fund generates, prevailing interest rates and global economic conditions. The Fund is valued by the Fund's administrator. Details on how the Fund's assets are valued are set out in the Fund's most recent prospectus. Realisation Elections may be made at 3 year intervals where investors may elect to realise all or part of their investment, or, alternatively, continue their investment in the Fund.

#### Intended Retail Investor:

The Fund may be appropriate for professional investors or professionally advised retail investors seeking principally income returns from a portfolio of Asset-Backed Securities, and who are capable of evaluating the potential risks of investing in the Fund and who can afford to hold the investment for a minimum period of 5 years. Most investors will hold this investment as part of a wider investment strategy and not as a single investment.

### 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 class 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 capacity of the fund to pay you.**

The fund may include illiquid assets which may not be able to be sold at the desired price and / over the desired timeframe. Please refer to the Prospectus for further details.

#### Performance scenarios

**What you will get from this product depends on future market performance. Market developments in the future are uncertain and cannot be accurately predicted.**

**The unfavourable, moderate, and favourable scenarios shown are illustrations using the worst, average, and best performance of the product / a suitable benchmark over the last 10 years. Markets could develop very differently in the future.**

<b>Recommended minimum holding period: 5 years</b>			
<b>Investment 10 000 GBP</b>			
<b>Minimum: There is no minimum guaranteed return. You could lose some or all of your investment.</b>		<b>If you exit after 1 year</b>	<b>If you exit after 5 years</b> (recommended holding period)
<b>Stress scenario</b>	<b>What might you get back after costs</b>	1 410 GBP	<b>2 110 GBP</b>
	Average return each year	-85.88 %	- 26.77 %
<b>Unfavourable scenario</b>	<b>What might you get back after costs</b>	7 850 GBP	<b>9 920 GBP</b>
	Average return each year	-21.47 %	- 0.16 %
<b>Moderate scenario</b>	<b>What might you get back after costs</b>	10 430 GBP	<b>12 270 GBP</b>
	Average return each year	4.28 %	4.18 %
<b>Favourable scenario</b>	<b>What might you get back after costs</b>	12 880 GBP	<b>13 850 GBP</b>
	Average return each year	28.85 %	6.74 %

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.

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable: This type of scenario occurred for an investment between 04/2015 and 03/2020.

Moderate: This type of scenario occurred for an investment between 09/2017 and 08/2022.

Favourable: This type of scenario occurred for an investment between 01/2015 and 12/2019.

## **WHAT HAPPENS IF TWENTYFOUR INCOME FUND LIMITED IS UNABLE TO PAY OUT?**

An investment in TFIF is not covered by an investor compensation (such as the Financial Services Compensation Scheme (FSCS)) or guarantee scheme; therefore should the Fund be unable to pay you any dividends or returns it may elect to pay from time-to-time, or if it were unable to pay any amounts due on a winding up, you would not be able to make any claims. An investment in TFIF therefore carries the risk of full capital loss.

In case of any unanticipated problems in the understanding or handling of this product and this document, please feel free to directly contact the Company Secretary, Northern Trust International Fund Administration Services (Guernsey) Limited, either in writing to the Fund's registered office, by email or by telephone. The Company will handle your complaint and endeavour to provide you with a response as soon as possible.

## **WHAT ARE THE COSTS?**

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

### **Costs over Time**

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods:

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario.

- GBP 10 000 is invested.

<b>Investment 10 000 GBP</b>	<b>If you exit after 1 year</b>	<b>If you exit after 5 years</b>
<b>Total costs</b>	<b>116 GBP</b>	<b>728 GBP</b>
Annual Cost Impact*	1.16 %	1.21 %

\*This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 5.39% before costs and 4.18% after costs.

### **Composition of Costs**

<b>One-off costs upon entry or exit</b>		<b>If you exit after 1 year</b>
<b>Entry costs</b>	We do not charge an entry fee for this product.	N/A
<b>Exit costs</b>	We do not charge an exit fee for this product, but the person selling you the product may do so.	N/A
<b>Ongoing costs</b>		
<b>Management fees and other administrative or operating costs</b>	0.99% The ongoing charges are the running costs of the Fund, including distribution and marketing, but exclude transaction costs and performance fees.	100 GBP
<b>Portfolio transaction costs</b>	0.16% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	16 GBP
<b>Incidental costs taken under specific conditions</b>		
<b>Performance Fee</b>	There is no performance fee for this product.	N/A

## HOW LONG SHOULD I HOLD IT AND CAN I TAKE MY MONEY OUT EARLY?

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### Recommended minimum holding period: 5 years

The recommended minimum holding period of 5 years (as above) has been selected for illustrative purposes only and reflects the long-term nature of the Company's investment objectives. To sell your investment before the end of the recommended minimum 5 year holding period you will need to place an order with your broker to sell your investment on the main market of the London Stock Exchange. The broker may levy a fee for the service it provides to you. No exit charges will be levied by the Fund. Investments may be sold on any day that the London Stock Exchange is open for business provided there is demand in the market. There is no guarantee that your broker will be able to sell your investment at the quoted market price, at a price equal to the proportionate value of the Portfolio, or at all.

## HOW CAN I COMPLAIN?

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**E-mail:** GSY\_Board\_Relationship\_Team@ntrs.com  
**Address:** Northern Trust, PO Box 255, Trafalgar Court, Les Banques, St Peter Port, Guernsey, GY1 3QL  
**Telephone:** +44(0) 1481 745001

## OTHER RELEVANT INFORMATION

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- The cost performance and risk calculations included in this document follow the methodology prescribed by EU rules.
- The Fund makes available a number of additional documents before and after you invest in accordance with EU and national law. Copies of these documents and the latest copy of this document are available at <https://selectmonthlyincomefund.com/>. These documents include: (i) SMIF Investor Disclosure Document; (ii) Prospectus; (iii) Notice of annual general meeting and proposed renewal of quarterly tender facility; and (iv) Annual Report and financial statements.
- Investors should take care when making investment decisions and refer to all available information including the Prospectus, Financial Statements and factsheets as well as the KID and any other relevant material.
- The Alternative Investment Fund Manager (AIFM) is Waystone Management Co (IE) Limited (with effect from 1 July 2024).
- Alongside this document, we invite you to carefully consult the Prospectus on our website.
- The past performances of this product can be found here <https://www.twentyfouram.com/view/GG00B90J5Z95/twentyfour-income-fund#documents>. Please note that past performance is not indicative of future performance. It cannot provide a guarantee of returns that you will receive in the future.
- The previous scenarios document for this product can be found here <https://www.twentyfouram.com/view/GG00B90J5Z95/twentyfour-income-fund#documents>.