

# 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.



## ScotGems plc

### Product

**Product:** ScotGems plc  
**Product Manufacturer:** First State Investments (UK) Limited  
**ISIN:** GB00BYT25542  
**Website:** www.scotgems.com

**Call number:** 01314732200  
**Regulator:** Financial Conduct Authority  
**Document valid as at:** 21-02-2018

### What is this product?

**Type:** Investment Trust - a public limited company whose shares are listed on the premium segment of the London Stock Exchange main market.

**Objective:** To provide long-term capital growth by investing in a diversified portfolio of small cap companies listed on global stock markets across a range of sectors.

**Intended retail investor:** This product is compatible with retail investors who are seeking growth and income and have a basic level of knowledge and/or experience. Shares in the company are bought and sold via markets. Typically at any given time on any given day, the price you pay for a share may be higher than the price at which you could sell it.

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

#### Risk indicator



Lower risk

Higher risk

We have classified this product as class 3 out of 7, which is a medium-low risk class.

This rates the potential losses from future performance at a medium-low level, and poor market conditions are unlikely to impact the amount you get back.

The risk indicator assumes you keep the product for 5 years.

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.

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

## Performance scenarios

Investment 10000 GBP		1 year	3 years	5 years (recommended holding period)
<b>Stress scenario</b>	<b>What might you get back after costs</b>	<b>1 955 GBP</b>	<b>5 313 GBP</b>	<b>4 323 GBP</b>
	Average return each year	-80 %	-19 %	-15 %
<b>Unfavourable scenario</b>	<b>What might you get back after costs</b>	<b>9 322 GBP</b>	<b>10 429 GBP</b>	<b>12 229 GBP</b>
	Average return each year	-7%	1%	4%
<b>Moderate scenario</b>	<b>What might you get back after costs</b>	<b>11 409 GBP</b>	<b>14 825 GBP</b>	<b>19 263 GBP</b>
	Average return each year	14%	14%	14%
<b>Favourable scenario</b>	<b>What might you get back after costs</b>	<b>13 924 GBP</b>	<b>21 015 GBP</b>	<b>30 259 GBP</b>
	Average return each year	39%	28%	25%

This table shows the money you could get back over the recommended holding period, under different scenarios, assuming that you invest £ 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, and are not an exact indicator. What you get back will vary depending on how the market performs and how long you keep the investment. The stress scenario shows what you might get back in extreme market circumstances.

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your adviser 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 ScotGems plc is unable to pay out?

In the event of the failure of the company, the amount you receive will depend on the value of any liquidation proceeds being greater than the outstanding liabilities of the company. As a shareholder of the company which is a listed company you would not be able to make a claim to the Financial Services Compensation Scheme in the event that the company is unable to pay out.

### 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 in the moderate scenario. 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. The figures assume you invest £ 10,000. The figures are estimates and may change in the future.

In addition, Stamp Duty is levied by HMRC at 0.5% on all share purchases; this will be deducted by the person selling you the shares.

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 10000 GBP	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
<b>Total costs</b>	<b>192.09 GBP</b>	<b>761.48 GBP</b>	<b>1 677.2 GBP</b>
Impact on return (RIY) per year	1.92 %	1.92 %	1.92 %

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 %	There are no direct entry costs for this product
	Exit costs	0 %	There are no direct exit costs for this product
Ongoing costs	Portfolio transaction costs	0.16 %	The impact of the costs of us buying and selling underlying investments for the product
	Other ongoing costs	1.5 %	The impact of costs that we take each year for managing your investments
Incidental costs	Performance Fee	0 %	

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

#### Recommended minimum holding period:

5 years

The above mentioned period has been defined in accordance with the product characteristics. The recommended holding period of 5 years has been selected for illustrative purposes only. Equity investments should be seen as long term investments however there is no minimum (or maximum) holding period for the shares. The shares can

be sold when the markets on which they trade are open, in this instance the London Stock Exchange. Investors who sell may be subject to dealing costs which their bank, stockbroker or similar adviser may charge.

### How can I complain?

As a shareholder of the company you do not have the right to complain to the Financial Ombudsman Service (FOS) about the management of the company. Complaints about the product or the Key Information Document can be made via:

**Postal address:** First State Investments, 23 St Andrew Square, Edinburgh EH21BB.

**Website:** [www.firststateinvestments.com](http://www.firststateinvestments.com)

**E-mail:** [enquiries@firststate.co.uk](mailto:enquiries@firststate.co.uk)

### Other relevant information

The Annual Report and the Interim Report will be available on the website <http://www.scotgems.com> and the Investor Disclosure Document is currently available on the website along with other information about the company. The cost, performance and risk calculations included in this KID follow the methodology prescribed by the EU rules. This KID is produced by First State (UK) Investments.