

# 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

**Product:** BBH Luxembourg Funds – BBH Short Duration Fund  
**Manufacturer:** FundRock Management Company, S.A.  
**ISIN:** LU0416171873  
**Website:** <https://www.fundrock.com/>  
**Contact:** 352462685633

**Commission de Surveillance du Secteur Financier is responsible for supervising FundRock Management Company, S.A. in relation to this Key Information Document.**

**This PRIIP is authorised in Luxembourg.**

**BBH Luxembourg Funds is authorised in Luxembourg and regulated by Commission de Surveillance du Secteur Financier.**

**This key information document is valid as at 01 January 2023.**

## What is this product?

### Type:

Société d'Investissement à Capital Variable [SICAV]

### Term:

This product is not subject to any fixed term.

### Objectives:

The objective of BBH Luxembourg Funds – BBH Short Duration Fund is to provide investors with maximum total return, consistent with preservation of capital and prudent investment management. The fund employs an active management approach and seeks to build a low duration, taxable bond portfolio bottom-up allowing valuation to drive our portfolio construction.

The Short Duration Sub-fund will primarily invest in a well-diversified portfolio of high quality fixed income instruments. These investments will mainly be focused in notes, bonds, and asset-backed securities. The issuers would include U.S. and non-U.S. corporations and financial institutions, the U.S. government, U.S. government agencies, issuers with explicit U.S. government guarantees, U.S. states and municipalities, or other issuing entities. For reference purposes only, it is intended that the Short Duration Sub-fund would typically invest in approximately 75 to 200 different securities, reasonably diversified by industry sector.

The Short Duration Sub-fund may also purchase mortgage-backed securities and other sovereign debt when the Investment Manager believes that the additional income from these securities justifies the higher risk of allocations to these asset classes. The Short Duration Sub-fund may also invest in money market instruments, and derivative instruments to meet its investment objective. The Income Sub-fund will not invest in instruments which, at the time of acquisition, have a rating of "CCC" (or equivalent) and below. The Income Sub-fund will have the flexibility to invest in the sectors, industries, securities and durations that the Investment Manager identifies as offering attractive risk-adjusted returns consistent with the Income Sub-fund's investment objective.

The Short Duration Sub-fund will have the flexibility to invest in the sectors, industries, securities and durations that the Investment Manager identifies as offering attractive risk-adjusted returns consistent with the Short Duration Sub-fund's investment objective. The Short Duration Sub-fund may invest in units of UCITS and other UCIs, such as Exchange Traded Funds ("ETF"). In order to (i) achieve its investment goals, (ii) for treasury purposes, and/or (iii) in case of unfavourable market conditions, the Sub-fund may invest in bank deposits, money market instruments and money market funds. While the assets of the Short Duration Sub-fund will be primarily invested in securities denominated in U.S. dollars, some investments may be denominated in other currencies.

The Sub-fund does not attempt to mirror any benchmark or index.

Income is reinvested into the fund except for non-accumulating share classes.

You may redeem your investment upon demand. This fund deals daily.

### Intended Retail Investor:

Investment in the Sub Fund is suitable for Professional Clients, Retail Clients & Eligible counterparties seeking maximum total return while preserving capital. Investors in the Sub Fund are expected to be informed investors who understand and accept the risks associated with investing in corporate bonds, asset-backed securities, etc. Investment in the Sub Fund is suitable for clients who can bear a loss of 100% of the principal amount invested.

### Additional Information:

JP Morgan Luxembourg SE, Luxembourg Branch

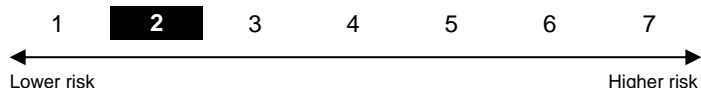
BBH Luxembourg Funds (the "Company"), is an investment company with variable capital (société d'investissement à capital variable – "SICAV") registered in the Grand Duchy of Luxembourg as an undertaking for collective investment in transferable securities (a "UCITS") pursuant to Part I of the Luxembourg law of 17 December 2010 (as amended from time to time) on undertakings for collective investment (the "UCI Law") and Directive 2009/65/EC of the European Parliament and of the Council (the "UCITS Directive"), as may be amended from time to time.

The share price is published daily and is available, along with any indicative net asset value, online at <https://www.bbhluxembourgfund.com/global/institutional/en.html>

The fund is an umbrella fund with segregated liability between sub-funds. This means that the assets and liabilities of each sub-fund are segregated by law.

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

## Risk indicator



The risk indicator assumes you keep the product for 5 Years. (Where applicable in accordance with point 3(a) of Annex III) 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.

**We have classified this product as class 2 out of 7, which is a low risk class. This rates the potential losses from future performance at a low level, and poor market conditions are very unlikely to impact the capacity of the fund to pay you.**

The Sub-fund is subject to credit risk, which is an issuer's inability to meet principal and interest payments on its obligations. The Sub-fund seeks to minimize such risk by primarily investing in securities of high quality issuers. The value of a security may decline for a number of reasons which directly relate to the issuer, such as management performance, financial leverage and reduced demand for the issuer's goods or services. The Sub-fund invests in high yield securities. High yield securities can be volatile and have a high risk of default. You must be prepared to accept the risks that your investment may suffer significant losses, and that the Sub-fund's returns may fluctuate. The Sub-fund will try to minimize these risks by diversifying its holdings by issuer, industry and credit quality. The Sub-fund will enter into various financial contracts (derivatives) with another party. There is a risk that the other party will become insolvent or fail to make its payments which may result in the Sub-fund and your investment suffering a loss. Liquidity risk exists when a particular instrument is difficult to purchase or sell. If a transaction is particularly large or if the relevant market is illiquid (as is the case with many restricted securities), it may not be possible to initiate a transaction or liquidate a position at an advantageous time or price. Investors should also read Risk Descriptions in the Prospectus for a full description of each of the Sub-fund's risks.

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

## 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.

Recommended holding period: 5 Years Investment: 10 000 USD			
Scenarios Minimum:		1 Year	5 Years (recommended holding period)
Stress scenario	What you might get back after costs	9 210 USD	8 860 USD
	Average return each year	- 7.9 %	- 2.38 %
Unfavourable scenario	What you might get back after costs	9 330 USD	9 140 USD
	Average return each year	- 6.67%	- 1.79%
Moderate scenario	What you might get back after costs	9 800 USD	10 050 USD
	Average return each year	- 2.04%	0.1%
Favourable scenario	What you might get back after costs	10 170 USD	10 560 USD
	Average return each year	1.72%	1.1%

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 10/2021 and 11/2022.

Moderate: This type of scenario occurred for an investment between 08/2017 and 07/2022.

Favourable: This type of scenario occurred for an investment between 03/2016 and 02/2021.

## What happens if BBH Luxembourg Funds is unable to pay out?

The manufacturer of this product has no obligations to pay out. Investors may, however, suffer loss if the Company is unable to pay out. Investors do not have protection from an investor compensation or guarantee scheme. In the worst case, you could lose your entire investment.

## 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.

- USD 10 000 is invested.

Investment: 10 000 USD	If you exit after 1 Year	If you exit after 5 Years
<b>Total Costs</b>	389 USD	<b>719 USD</b>
Annual Cost Impact (*)	3.89 %	1.39 %

(\*) 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 1.49% before costs and .10% after costs.

### Composition of Costs

One-off costs upon entry or exit		If you exit after 1 Year
<b>Entry costs</b>	3.00% of the amount you pay in when entering this investment. These costs are already included in the price you pay.	300 USD
<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>	0.70% of the value of your investment per year. This is an estimate based on actual costs over the last year.	82 USD
<b>Transaction costs</b>	0.07% 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.	7 USD
<b>Incidental costs taken under specific conditions</b>		
<b>Performance fees</b>	There is no performance fee for this product.	0 USD

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

**Recommended holding period:** 5 Years

This product is an open-ended fund and has no required minimum holding period but is designed for long term investment; you should be prepared to hold your investment over the recommended holding period of 5 years.

### How can I complain?

Complaints must be addressed in writing by e-mail to the Management Company (FRMC\_TATEAM@Fundrock.com) or any representative of the Fund, or by letter to the Fund's registered office in Luxembourg.

**Website:** <https://www.fundrock.com/>

**E-mail:** [frmc\\_crm@fundrock.com](mailto:frmc_crm@fundrock.com)

**Address:** 33 Rue de Gasperich, 5826 Hesperange, Luxembourg

Furthermore, the Management Company will also address complaints which have been forwarded to it by the Fund's service providers or by the CSSF.

### Other relevant information

Alongside this document, please read the Prospectus on our website.

The past performance of this product can be found by following this link <https://www.bbhluxembourgfonds.com>.

Past performance shows the fund's performance as the percentage loss or gain per year over the last 10 years.

Previous performance scenario calculations can be found by following this link <https://www.bbhluxembourgfonds.com>.

Additional information about this product that the Company is required to make available including, but not limited to, the annual report, half year report and the latest price of the Company's shares from <https://www.bbhluxembourgfonds.com/global/institutional/en.html>. Please refer to the Risk factors" section of the Prospectus which may also be obtained from the Company's website.