# Key Information Document The Mining Fund

## Purpose

This document provides you with key information about this investment product. It is not marketing material. This information is legally required to help you understand the nature, risks, costs, potential profit, and potential losses associated with this product, and to assist you in comparing it with other products.

## Product

| | |
|---|---|
| Product name | The Mining Fund |
| PRIIP-developer | The Mining Fund Beheer B.V. |
| Email for more information | ir@theminingfund.com |
| Call for more information | +31 (0)888589000 |
| Competent authority | Autoriteit Financiële Markten (AFM) |
| Production date KID | 01 February 2025 |

WARNING: YOU ARE ABOUT TO PURCHASE A PRODUCT THAT IS NOT SIMPLE AND MAY BE DIFFICULT TO UNDERSTAND.

## What kind of product is this?

### Type

The Mining Fund ("**Fund**") is a fund for joint account ("FGR") under Dutch law, governed by the Management and Legal Ownership Terms ("**Terms**"). The Fund is an investment institution within the meaning of Article 1:1 of the Financial Supervision Act ("Wet op het financieel toezicht"). The manager of the Fund is The Mining Fund Beheer B.V. ("**Manager**"). The legal owner of the Fund is Stichting Juridisch Eigenaar The Mining Fund ("**Legal Owner**").

### Duration

The Fund has no expiration date. Fund subscriptions and redemptions are possible every month, taking into account gate provisions described in the Investment Memorandum ("**IM**"). The Manager can only dissolve the Fund if all participations have been closed. The Fund can be dissolved under the conditions prescribed in the Terms, including by a joint decision of the Manager and the Legal Owner. The Terms can be found in Appendix 2 of the IM.

### Objectives

- The Fund aims to achieve an average net return of more than 10% per year for Participants.
- Given the growing dependence on raw materials in a region that consumes more than it produces, and in the context of the electrification of the world, de-globalization, and increasing resource nationalism, the Fund also sees participation as a strategic investment option.
- The Fund focuses on investments in publicly listed mining companies that produce essential metals & minerals. These raw materials are crucial for the transition to a more sustainable economy, for hardware that promotes efficiency & improves quality of life, for global physical infrastructure, and the global financial system. In addition, the Fund may also invest in exchange listed mining royalty and streaming companies, vertically integrated producers, metal and mineral refineries, recycling companies, and battery manufacturers with controlled or contracted resource supply, for diversification purposes and to achieve attractive returns.
- The Fund primarily invests in listed products such as stocks, options, mutual funds, ETFs, government bonds, and money market funds. Additionally, the Fund can participate in private placements, in which case warrants may be acquired. The Fund actively invests based on trends or strong growth catalysts. The strategy of the Fund is based on extensive experience in the commodity sector, a cyclical sector with high volatility. To manage this volatility, a value & quality-oriented long bias is applied, combined with option strategies to be able to provide protection against macroeconomic and geopolitical risks. To protect against sector and market corrections, or in between resource industry investments, the Fund can also temporarily allocate capital to government bonds and money market funds.
- The assets of the Fund are invested in accordance with the strategy outlined in the Investment Memorandum.
- The return on your investment in the Fund is directly related to the value of the underlying products, minus the transaction cost (see 'What are the costs?').
- The relationship between the return on your investment, how it is affected, and how long you hold your investment is described below (see 'How long should I hold it and can I withdraw my money earlier?').
- Any distributions, such as dividends or interest, are generally not paid out but reinvested. Investment gains or losses are shared proportionally based on the number of participations.
- The base currency of the Fund is the euro (EUR). The Manager may invest in financial instruments listed in other currencies, such as the United States dollar (USD), Canadian dollar (CAD), Australian dollar (AUD), or Pound sterling (GBP). Currency price fluctuations may affect the performance of your participations.
- Further information about the objectives of the Fund and the associated risks can be found in the Fund's IM.

### Retail Investor Target Group

An investor must invest at least €100,000 to participate in the Fund. The product is particularly suitable for investors who:

- Have some to significant experience with investing;
- Are willing to take the risk of (significant) depreciation and can bear that risk;
- Do not need immediate income from this investment;
- Intend to hold their investment in the Fund for a longer period of time; and
- Accept limited liquidity of their investment (exit is only possible once per month, taking into account gate provisions described in the IM).

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

### Risk-indicator

| 1 | 2 | 3 | 4 | 5 | 6 | 7 |
|---|---|---|---|---|---|---|

Lower risk ← → Higher risk

The risk indicator assumes you hold the product for 5 years. The actual risk may vary significantly if you exit sooner, and you may receive less than you invested.

The summary risk indicator (SRI) is a guideline for the risk level of this product compared to other products. The indicator shows the likelihood that investors will incur losses or gains with this product due to market developments. The product developer has classified this product in risk class 7 out of 7; this is the highest risk class. This means that potential losses on future performance are estimated to be very high, and the chance that you will not be fully paid out due to poor market performance is very large. Since this product is not protected against future market performance, you may lose your investment entirely or partially.

### Performance scenarios (one-time investment)

The table below shows how much you could receive from your investment in the "No cure, no pay class" of the Fund when held for 1 and 5 years (recommended holding period). What you ultimately receive depends on future market performance. Future market developments are uncertain and cannot be accurately predicted. Markets could develop differently in the future. The unfavorable, moderate, and favorable scenarios are illustrations. A benchmark of an equal-weighted distribution (50/50) of the SPDR S&P Metals & Mining ETF and the VanEck Junior Gold Miners ETF over the past 10 years has been used. The stress scenario shows what you could receive under extreme market conditions.

| Recommended holding period: | 5 years | | Recommended holding period ↴ |
|---|---|---|---|
| Example investment: | EUR 10,000 | If you exit after 1 year | If you exit after 5 years |
| Minimum | There is no minimum guaranteed return. You may lose your investment entirely or partially. | | |
| Stress scenario | What can you get back after costs | € 2,850 | € 940 |
| | Average return per year | -71.5% | -37.7% |
| Unfavorable scenario | What can you get back after costs | € 6,940 | € 8,790 |
| | Average return per year | -30.6% | -2.6% |
| Moderate scenario | What can you get back after costs | € 10,430 | € 12,900 |
| | Average return per year | 4.3% | 5.2% |
| Favorable scenario | What can you get back after costs | € 17,220 | € 19,670 |
| | Average return per year | 72.2% | 14.5% |

The amounts shown include all the costs of the Fund itself but may not include all the costs you pay to your advisor or distributor. The amounts do not take into account your personal tax situation, which may also affect how much you get back. Please note that an investment in other participation classes, as mentioned in paragraph 13.1 of the Investment Memorandum, may have a different cost structure and, therefore, different performance scenarios.

## What happens if the fund cannot make a payout?

If the Fund has repurchased participation rights at the request of a participant, there is a risk that the Fund may not (fully) fulfill its obligation to pay the amount owed to that participant. The loss incurred in that case is not covered by a compensation or guarantee scheme. In certain cases, there is a limitation regarding the repurchase of participation rights. More information about this can be found in paragraph 12.4 of the Fund's Investment Memorandum.

## What are the costs?

The person who advises you about this product or sells you this product may charge you additional costs. In that case, this person will provide you with information about these costs and their impact on your investment.

### Costs over time

The tables show the amounts deducted from your investment to cover various types of costs. These amounts vary depending on how much you invest, how long you hold the investment, and how well the Fund performs. The amounts shown below are illustrations based on an example investment amount and different possible investment periods. We assume:

- € 10,000 is invested;
- You make no return in the first year;
- For the other holding periods, we assume that the product performs according to the moderate scenario;

| Costs table | If you exit after 1 year | | If you exit after 5 years |
|---|---|---|---|
| Total costs | € 160 | | € 1,761 |
| Effect of costs per year* | 1.6% | | 3.2% per year |

*This illustrates how the costs decrease your return each year over the holding period. For example, it shows that if you exit after the recommended holding period, your average annual return is estimated to be 8.4% before costs and 5.2% after costs.

### Breakdown of different costs

| Costs category | Costs type | Description | If you exit after 1 year |
|---|---|---|---|
| One-time cost | Entry cost | 0.61% of the amount you pay when you invest in this Fund | € 61 |
| | Exit cost | 0.39% of your investment when you exit the Fund. | € 39 |
| Ongoing costs | Management fees and other administrative or operating costs | No management fees, but 0.5% in underlying product costs, such as administrative fees, excluding transaction costs which will be included below. | € 50 |
| | Transaction costs | 0.1% 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 Fund. The actual amount will vary depending on how much is bought or sold. | € 10 |
| Incidental costs | Performance fees | 40% of the gross return achieved above the high water mark. 'Gross' means after deducting ongoing costs, but before deducting the performance fees. The actual amount will vary depending on the performance of your investment. | - |

## How long should I hold it, and can I withdraw money earlier?

Recommended minimum holding period: 5 years

The Manager recommends a minimum investment period of 5 years. This recommended holding period is the minimum duration for which the Fund's investment strategy is expected to perform well and provides sufficient time to achieve the intended returns. The Fund does not impose a minimum lock-up period. Investors can enter and/or exit once a month, taking into account gate provisions described in the IM. Participants can only sell their participations back to the Fund itself and cannot transfer them to third parties. Investors must participate in the Fund with at least €100,000 and can acquire additional participations for a minimum investment of €25,000 per deposit. The total invested amount must never be less than €100,000 per participant (except when the value of participations drops below this legal threshold as a result of market price declines), as the Manager is subject to the conditions set for light regime for fund managers in The Netherlands. An exit fee of 0.39% may be charged if an investor exits the Fund.

## How can I file a complaint?

A complaint about the Fund or the Manager can be submitted as follows:

- via e-mail: ir@theminingfund.com

The aim is to process your complaint within two weeks.

### Other useful information

For more information about the product, we refer you to the IM, the Terms, and, if available, the recent annual reports of the Fund. These documents contain more information about the investment objectives, returns, risks, and costs of the Fund. These documents can be requested free of charge via email from the Manager.

In addition, you are referred to the Manager for the performance and past performance scenarios of the Fund since its inception in 2025.