

Key Information Document

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 the Company and to help you compare it with other products.



Electra Private Equity PLC

GB0003085445

PRIIP manufacturer (for the purposes of this document only): Electra Private Equity PLC

Competent Authority: UK Financial Conduct Authority

Website: electraequity.com Tel: +44 (0)20 38748300

Date of Production 08/07/2021

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

What is this Product?

Type: Ordinary shares in Electra Private Equity PLC, a closed-ended investment company incorporated in England (the "Company" or "us"). The Company has an unlimited life and there is no maturity date for the ordinary shares. There is no recommended holding period for the ordinary shares. The Company may, but is under no obligation to, repurchase ordinary shares and investors should expect that the primary means of disposing of ordinary shares will be by sales on the secondary market. The price at which an investor may dispose of ordinary shares will depend on the prevailing secondary market price, which may, or may not, reflect the prevailing net asset value per ordinary share. Typically, at any given time on any given day, the price at which an ordinary share can be bought will be higher than the price at which an ordinary share can be sold.

Objective: The Company's investment objective is to follow a realisation strategy which aims to crystallise value for shareholders, through balancing the timing of returning cash to shareholders with maximisation of value. The Company will not make any new investments but will continue to support its existing investments to the extent required in order to optimise returns. The Company will retain sufficient cash to meet its obligations and to support its portfolio assets, with cash from realisations being invested in AAA rated money market funds pending utilisation or return to shareholders.

Intended retail investor: An investment in the Company's securities is only suitable for investors: (i) who understand the potential risk of capital loss and the fact that there may be limited liquidity in the underlying investments of the Company; (ii) for whom an investment in the Company's securities would be of a long-term nature constituting part of a diversified investment portfolio; and (iii) who fully understand and are willing to assume the risks involved in investing in the Company's securities.

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

The summary risk indicator (SRI) is a guide to the level of risk of the Company compared to other products. It shows how likely it is that the Company will lose money because of movements in the markets.



We have classified the Company as 6 out of 7, which is the second highest risk class.

The SRI assumes you hold your shares in the Company for at least five years. This rates the potential losses from future performance at a high level, and poor market conditions will impact the value of the ordinary shares. The price at which shares in the Company are sold in the market has not historically tracked the Company's net asset value per share. The Company does not include any protection from future market performance so you could lose some or all of your investment.

Other risks materially relevant to the ordinary shares that are not included in the summary risk indicator include: Portfolio Diversification Risk, Strategy Implementation Risk, Investment Risk, Solvency and Liquidity Risk, Macroeconomic Risk, Valuation Risk, Operational Risk, Gearing Risk, Foreign Currency Risk and Cash Drag Risk. Past performance is not necessarily an indicator of future performance.

What are the risks and what could I get in return? (continued)

This table shows the money you could get back over the next 5 years, 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 on how the value of this investment has performed and are not an exact indicator. What you get 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, and it does not take into account the situation where the Company is not able to pay out.

| Investment £10,000 | | 1 year | 3 years | 5 years (Recommended holding period) |
|-----------------------|-------------------------------------|---------|---------|-----------------------------------------|
| Scenarios | | | | |
| Stress scenario | What you might get back after costs | £224 | £840 | £322 |
| | Average return each year | -97.76% | -56.20% | -49.71% |
| Unfavourable scenario | What you might get back after costs | £6,759 | £5,692 | £5,364 |
| | Average return each year | -32.41% | -17.13% | -11.71% |
| Moderate scenario | What you might get back after costs | £10,960 | £13,226 | £15,961 |
| | Average return each year | 9.60% | 9.77% | 9.80% |
| Favourable scenario | What you might get back after costs | £17,909 | £30,971 | £47,861 |
| | Average return each year | 79.09% | 45.76% | 36.77% |

Market developments in the future cannot be accurately predicted. The scenarios shown are only an indication of some of the possible outcomes based on recent returns. Actual returns could be lower.

The figures shown include all the costs of the Company itself, but does not include 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.

What happens if the Company is unable to pay out?

The Company is not required to make any payment to you in respect of your investment. If the Company was liquidated, you would be entitled to receive a distribution equal to your share of the Company's assets, after payment of all of its creditors. Neither the Company's investment manager nor any other service provider has an obligation to make any payment to you in respect of the ordinary shares. There is no compensation or guarantee scheme in place that applies to the Company and, if you invest in the Company, you should be prepared to assume the risk that you could lose all of your investment.

What are the costs?

Costs over Time

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 Company itself, for three different holding periods. The figures assume you invest £10,000. The figures are estimates and may change in the future.

The person selling you or advising you about the Company 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 £10,000 | | | |
|---------------------------------|-----------------------------|------------------------------|---------------------------|
| Scenarios | If you cash in after 1 year | If you cash in after 3 years | If you cash in at 5 years |
| Total costs | £94 | £308 | £563 |
| Impact on return (RIY) per year | 0.86% | 0.86% | 0.86% |

What are the costs? (continued)

Composition of costs

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 | N/A | There are no direct entry costs associated with the Company. |
| | Exit costs | N/A | There are no direct exit costs associated with the Company. |
| Ongoing costs | Portfolio transaction costs | 0.22% | The impact of the costs of us buying and selling underlying investments for the Company. |
| | Other ongoing costs | 0.64% | The impact of the costs that are incurred each year for managing your investments and running the Company. |
| Incidental costs | Performance fees | N/A | The Company does not pay a performance fee. |
| | Carried interests | N/A | The Company does not pay carried interests. |

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

Listed private equity funds are designed to be long term investments and the returns from them can be volatile during their life. With limited exceptions, a five year investment horizon is the minimum period recommended by LPEQ, the trade body for listed private equity funds. As the shares are listed on the London Stock Exchange, you can expect to sell them at any time through a bank, stockbroker or other channel. This product has no required minimum holding period.

How can I complain?

As a shareholder of Electra Private Equity PLC, you do not have the right to complain to the UK Financial Ombudsman Service (FOS) about the management of the Company. Complaints about the Company or the Key Information Document should be sent in writing to Electra Private Equity PLC, 17 Old Park Lane, London W1K 1QT or by email to info@electraepc.com. If you have a complaint about a person who is advising on, or selling, the product you should pursue that complaint with the relevant person in the first instance.

Other relevant information

On 4 October 2018, the Board announced the outcome of the third phase of its strategic review. The Board announced that it considered that each of the remaining corporate investments represented an opportunity for value creation within an acceptable timeframe, but had decided that the concentration of the portfolio and the structural inefficiency in reinvesting in a listed private equity vehicle with a significant market discount to NAV made it inappropriate to seek to do this within the existing investment objective and policy of the Company. The Board therefore concluded, and recommended, that it is in the best interests of shareholders to conduct a managed wind-down of the portfolio over a period of time, allowing optimisation of returns, the return of cash to shareholders, and ultimately the winding up of the Company.

The Board announced that implementation of the Board's recommendation to wind-down the Company would require shareholder approval of a new investment objective and policy. This can be viewed on our company website (www.electraequity.com).

Further documentation, including the Company's annual and semi-annual reports, regulatory disclosures, results of phases of the strategic review and other announcements, is available on the Company's website at www.electraequity.com. This documentation is made available in accordance with the Disclosure Guidance and Transparency Rules of the United Kingdom Listing Authority and the Alternative Investment Fund Managers Regulations 2013 (SI 2013/1773). The cost, performance and risk calculations included in this KID follow the methodology prescribed by legislation.