

PURPOSE

This document contains essential information about this investment product. This is not marketing material. The information is provided to you under a legal obligation to help you understand the nature, risks, costs, gains, and potential losses arising from this product and to help you compare it with other products.

PRODUCT

SHARES issued by Lion Capital

ISIN: ROSIFAACNOR2
Trading market: Bucharest Stock Exchange (BVB or BSE) - Premium category - symbol LION -
Management company Lion Capital S.A.
Issuer's website www.lion-capital.ro
Number in ASF AFIAA Register PJR07.1AFIAA / 020007 / 09.03.2018
Number in ASF FIAIR Register PJR09FIAIR / 020004 / 01.07.2021

Call TEL +40257 304 438 for more information.

The Financial Supervisory Authority (ASF) is the competent authority responsible for supervising Lion Capital S.A. (the new corporate name starting March 24, 2023, of Societatea de Investiții Financiare Banat-Crișana) in relation to this Key Information Document

KID's Date of Production 31.01.2024

You are about to buy a product that is not simple and could be difficult to understand.

WHAT IS THIS PRODUCT?

Type

Lion Capital is a joint stock company, incorporated as an investment company, authorized by ASF as an Alternative Investment Fund Manager (AIFM) and operating as a self-managed closed-end investment fund, qualified as a diversified alternative investment fund addressed to retail investors (AIFRI).

Term

Lion Capital has a duration of operation as per the articles of association of 99 years.

Objectives

The Investment Objective is the efficient management of a diversified portfolio of quality assets, able to ensure a constant flow of income, conservation, and medium-long term capital growth, to increase shareholder value and achieve the highest possible returns of invested capital. The fund does not aim to track an index, the active management is not related to a reference index.

The investment policy aims to diversify the portfolio, the main categories of eligible financial instruments subject to investments are shares, fixed income instruments, and fund units. Derivative financial instruments can be used both for hedging risk and to achieve the investment objectives. The strategic allocations by asset classes and within each class are based on assessments of the individual attractiveness of investment opportunities. The dividends generated by the portfolio are reinvested and represent a predictable source of income and liquidity, contributing to its overall stability and performance. Lion Capital does not substantially use the leverage effect in the process of managing the financial instruments portfolio, respectively the methods used to increase the exposure of the portfolio will comply with the adopted average risk profile.

Sustainability risks are assessed at the level of the economic activity of the issuers in the portfolio, their integration in the investment decision-making process is in permanent connection with the investment strategy and objectives of Lion Capital in terms of portfolio allocation.

Dividend Policy: Rewarding shareholders by distributing dividends or reinvesting them, or by repurchasing own shares under the buyback programs carried out by Lion Capital, may bring additional benefits to shareholders in the medium and long term.

Policy concerning the shares

You can sell (trade) shares on the Bucharest Stock Exchange during trading days. There is no other option to redeem the shares on demand.

Intended retail investor

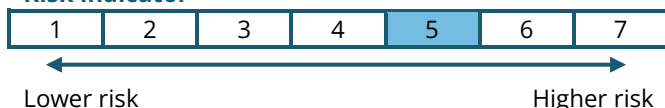
Investment in shares issued by Lion Capital is intended for retail investors who are seeking capital maximizations over the medium and long term and are willing to accept the risks associated to investment exposure to emerging markets such as volatility of the prices or currency fluctuations. This type of investment is not suitable for investors that cannot afford any loss of their investment or require a steady income.

The depositary bank for Lion Capital assets is **BANCA COMERCIALĂ ROMÂNĂ S.A.**

Further information may be obtained by consulting the "Other Relevant Information" section of this document.

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN?

Risk indicator



The synthetic risk indicator assumes the keeping of the product for 5 years.

The actual risk may vary significantly if you cash out early and may receive a lower amount.

The synthetic risk indicator (SRI) measures the level of risk to which the investor is exposed by purchasing shares issued by Lion Capital. SRI is not a measure of the risk of losing the money invested, but a measure of the price increases and decreases recorded by the product in the last 5 years as a result of its fluctuations on the BVB market.

The classification of the fund in risk category 5 out of 7, medium to high risk, derives from the aggregation of market risk and credit risk in the synthetic risk indicator using the corresponding annual volatility VaR over a recommended holding period of 5 years.

Other risks not included in the synthetic risk indicator: Liquidity Risk is the risk that the product may not be bought or sold quickly enough to minimize a loss.

Risks specific to the issuer: current or future risk of negative impact on profits and capital, determined by the inability of Lion Capital to fulfil the obligations when they are due; the operational risk arising from the inappropriate nature of internal processes, human errors and system deficiencies, risks related to trading procedures, settlement, and valuation of the company's assets or from external events including legislative or legal risk.

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

PERFORMANCE SCENARIOS

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 consider your personal tax situation, which may also affect how much you get back.

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 over the last 10 years. Markets could develop very differently in the future.

Recommended holding period: Investment example:	5 years RON 50,000	If you exit after 1 year	If you exit after 5 years
Scenarios			
Minimum scenario	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress scenario	What you might get back after costs (RON)	22,744	6,506
	Average return each year (%)	-54.51%	-33.49%
Unfavourable scenario	What you might get back after costs (RON)	32,353	40,351
	Average return each year (%)	-35.29%	-4.20%
Moderate scenario	What you might get back after costs (RON)	52,740	67,970
	Average return each year (%)	5.48%	7.18%
Favourable scenario	What you might get back after costs (RON)	61,637	126,797
	Average return each year (%)	63.27%	20.46%

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

The unfavourable scenario for a 1-year holding occurred if the investment was made between January 2018 and January 2019 and for a 5-year holding if the investment was made between February 2018 and January 2023.

The moderate scenario for a 1-year holding occurred if the investment was made between March 2022 and March 2023 and for a 5-year holding, using a linear transformation, if the investment was made between September 2018 and September 2023.

The favourable scenario for a 1-year holding occurred if the investment was made between February 2017 and January 2018 and for a 5-year holding, if the investment was made between March 2017 and March 2022.

WHAT HAPPENS IF THE ISSUER IS UNABLE TO PAY OUT?

The shareholders of Lion Capital may face a financial loss due to non-fulfilment of payment obligations by the Issuer, obligations arising from the type of financial instrument in case of insolvency, inability to pay.

This financial instrument is not covered by any investor compensation or guarantee system.

To cover any risks related to professional liability arising from professional negligence in the activities that the Issuer may carry out, it permanently holds additional own funds.

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.

Cost over Time

The tables show the amounts presumed to be 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 product's performance. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year the investment has 0% annual return. For the other holding periods we have assumed the product performs as shown in the moderate scenario.
- RON 50,000 per year is invested.

	If you exit after 1 year	If you exit after 5 years
Total costs (RON)	451	2,648
(*) Annual cost impact - RIY (%)	0.90%	0.90%

(*) This illustrates how costs reduce your return each year over the holding period. These costs are already included in the calculation of annual net profit per share.

These figures do not include the fee that you pay to the intermediary or broker for the purchase and / or sale of LION shares.

COMPOSITION OF COSTS

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	Commissions paid to the intermediary for the purchase and/or sale of LION shares	N/A
Exit costs		N/A
Ongoing costs [taken each year]		
Management fees and other administrative or operating costs	0.82% of the value of your investment per year. This is an estimate based on actual costs over the last year.	RON 410
Transaction costs	0.04% 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.	RON 18
Incidental costs taken under specific conditions		
Performance fees	There is no performance fee for this product.	RON 0
Return fee	There is no return fee for this product.	RON 0

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

Recommended holding period: 5 years

The shares issued by Lion Capital have no minimum required holding period. You can sell (trade) your shares on Bucharest Stock Exchange during the market trading days.

HOW CAN I COMPLAIN?

A complaint regarding the product or the conduct of the issuer or its personnel which may affect the right or interests of investors may be lodged in the following ways:

- **lodging at the registered office** of the company or its branch, Monday - Friday, in working days, between 08-16 hours;
- **by post**, at the registered office of Lion Capital or Company's branch, at the addresses:
 - Headquarters:** 35A Calea Victoriei, Arad 310158, Romania, telephone: +40257 304 438, fax: +40257 250 165,
 - Bucharest branch:** 46-48 Serghei Vasilevici Rahmaninov Str., 3rd floor, sector 2, Bucharest, 020199, Romania
- **by fax**, at +4 0257 250 165;
- **by e-mail**, at office@lion-capital.ro or comunicare@lion-capital.ro

OTHER RELEVANT INFORMATION

The Net Asset Value and the Net Asset Value per Share calculated by Lion Capital and certified by the Depository bank of Lion Capital's assets are published monthly at www.lion-capital.ro, and www.bvb.ro on the page dedicated to the issuer LION.

Information on the past performance of net asset value for the last 10 years can be found at <https://www.lion-capital.ro/en/portfolio-management/net-asset/>

The daily price of LION shares can be followed on the website of the market operator where the Fund is listed, www.bvb.ro

Previous performance scenarios, calculated based on the evolution of the LION share price at the Bucharest Stock Exchange, can be found at www.lion-capital.ro in Corporate Governance section, in AIFRI subsection.

Information concerning the issue prospectus and the rules of the fund, reports, and financial statements of Lion Capital are published on the website www.lion-capital.ro where are available free of charge in both Romanian and English.

The remuneration policy, describing the remuneration practices of the Company regarding the identified personnel and approved by the shareholders, is available on the website www.lion-capital.ro in the "Corporate Governance" section.

Lion Capital can only be held liable for statements in this document that are misleading or are inaccurate and inconsistent with the corresponding parts of Lion Capital's prospectus.

The taxation of the gains made from the investments in shares is made according to the fiscal legislation in force.