

Key Information Document (KID)

Athelney
TRUST PLC

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 similar products.

>>Product

Name:	ATHELNEY TRUST PLC ORDINARY SHARES
ISIN:	GB0000609296
Manufacturer:	ATHELNEY TRUST PLC
Competent Authority:	UK Financial Conduct Authority
Contact Details:	www.athelneytrust.co.uk
Company Secretary:	Debbie Warburton +44 (0)1326 378288
KID Updated :	31st December 2023

>>What is this product?

Type:	This product is an investment trust company, which is a type of alternative investment fund.
Objective:	The investment objective of the Company is to provide shareholders with prospects of long-term capital growth with the risks inherent in small cap. investment minimised through a spread of holdings over various industries and sectors. The Fund Manager also considers that it is highly important to maintain a progressive dividend record.
Intended Investor:	This product is intended for Investors who are prepared to take on a relatively medium to high level of risk of loss to their original capital in order to get a higher potential return .

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

Risk Indicator



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

It is a guide to the level of risk of this product compared to other similar products.

The value of investments and the income from them can go down as well as up, and you may get back less than you invested.

We have classified this product as 5 out of 7, which is the third-highest risk class. This rates the potential losses from future performance at a medium to high level. Poor market conditions will likely impact the value that will be returned to you.

This product does not include any protection from future market performance so you could lose some or all of your investment. The shares in the Company are listed on the London Stock Exchange and their price is affected by supply and demand.

If this product is not held for the recommended period the potential risk may be higher than the one shown above.

In addition to the above, the Company is subject to other risks including regulatory risk, financial risk and liquidity risk.

Shares in the Company may trade at a discount to their Net Asset Value per share, which may adversely affect the value of your investment, particularly when you come to sell your shares.

Further information on risk is given in the Company's annual report available on the Company's website: www.AthelneyTrust.co.uk.

Investment performance information

The Company invests in smaller companies listed in the UK. We do not invest in speculative companies but those with a proven track record. The portfolio is actively managed in order to outperform the market over the cycle. The Company invests in equities and the performance of the Company is liable to be affected by the performance of the underlying equity markets. In addition, investment styles may be in, or out of, favour. The portfolio is domestically focused and strengthening Sterling may be beneficial to the portfolio, while weakening Sterling may lead to relative underperformance. The share price does not always reflect the underlying net asset value (NAV) and reductions in the discount / increases in the premium of the price relative to the NAV will enhance the share price return while a widening of the discount / narrowing of the premium will reduce the share price return relative to the underlying NAV. The Company has no benchmark, but the most relevant Reference Index for the Company is the Numis Smaller Companies plus AIM excluding Investment Companies Index and most of the holdings in the portfolio are likely to be drawn from its constituents. The portfolio is actively managed meaning that the weighting of holdings reflects the manager's conviction, rather than the stock's weighting in the index. Performance and volatility can be expected to vary significantly, both positively and negatively, from that of the Reference Index.

What could affect my return positively?

Conditions that favour smaller companies may be beneficial to the return of the portfolio relative to that of the Reference Index. Good stock selection may deliver positive relative performance. The portfolio may increase in value if UK equities are generally rising. Movements in exchange rates relative to Sterling may affect returns. Changes in political, geopolitical or market conditions may increase the appeal of particular markets and the value of investments. There may be times when the UK market and / or smaller companies are in favour relative to other markets leading to outperformance of the Company relative to companies invested in other markets. Gearing may also enhance returns relative to the Index, particularly if interest rates are low or falling. Improving sentiment towards the Company and / or to the sector may lead to a narrowing of the discount of the share price to the NAV, or an increase in the premium of the share price to the NAV.

What could affect my return negatively?

Conditions that favour larger companies may be detrimental to the return of the portfolio relative to that of the Reference Index. Poor stock selection may lead to negative relative performance. The portfolio may decline in value if UK equities are generally falling. Movements in exchange rates relative to Sterling may affect returns. Changes in political, geopolitical or market conditions may cause the portfolio to underperform. There may be times when the UK market and / or smaller companies are out of favour relative to other markets leading to underperformance of the Company relative to companies invested in other markets. Gearing may also detract from returns relative to the Index, particularly if interest rates are high. A widening of the discount of the share price to the NAV, or a reduction in the premium of the share price to the NAV can negatively affect the share price return relative to the performance of the value of the Company. The Company is a listed Investment Company and is not subject to redemptions / subscriptions. However, in the event that the Company is wound up under severely adverse market conditions, the reported NAV at the time of the decision may significantly overstate the realisable value of the portfolio meaning that the amounts distributed per share may be less than the reported NAV. The liquidity profile of the portfolio at the time may affect the degree of discount that would end up being applied. The Company does not currently have borrowings, nor does it intend to take on borrowings, but if it does have borrowings at the time it is wound up these would need to be repaid. The repayment cost may be above the carrying value in the accounts and penalties may also be applied for early repayment.

>> What happens if Athelney Trust Plc is unable to pay out?

Athelney has no obligation to pay out as it is not an open-ended fund but a company with its shares traded on the stock market. Athelney therefore has no involvement in the settlement of the payment for the sale of shares and is not liable for any loss should the stock market default on their obligations.

>> What are the costs?

The Reduction in Yield (RIY) shows what impact the total costs you pay may have on your investment return. 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. There are no exit penalties as Athelney is a company with shares and not an open ended fund. 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 this product may charge you other costs. If so, this person will provide you with information about these costs. This will show you the impact that all costs will have on your investment.

Investment Scenario (£10,000)	If you cash in after 1 year	If you cash in after recommended period of 5 years (after 3 years)	If you cash in at the recommended period of 5 years
Total Costs	£287	£861	£1435
Impact on return (RIY) per year	2.87%	2.87%	2.87%

>> What are the costs? (continued)

Table 2: Composition of costs

The table below shows:

1. 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.
2. The meaning of the different cost categories.

One-off costs	Entry costs	0.00%	The impact of the costs you pay when entering your investment.
	Exit costs	0.00%	The impact of the costs of exiting your investment when it matures.
Recurring costs	Portfolio transaction costs	0.18%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	2.69%	The impact of the costs that we take each year for managing your investments.
Incidental costs	Performance/ other incidental fees	0.00%	This product does not have any performance or other incidental fees.
Interests	Carried Interests	0.00%	This product does not have any carried interests.

Depending on how you buy these shares you may incur other costs, including broker commission, platform fees and Stamp Duty. The distributor will provide you with additional documents where necessary

>> How long should I keep my investment and can I sell my shares early?

This product is intended as a long term investment, as such it is recommended holding the investment for a period of 5 or more years. You may sell some or all of your shares in the product, without penalty, on any day on which shares are traded.

>> How can I complain?

If you have any complaints about the product or conduct of Athelney Trust Plc and or its officers you may lodge your complaint in writing to:

The Company Secretary, Athelney Trust Plc, Waterside Court, Falmouth Road, Penryn, Cornwall, U.K. TR10 8AW.

Alternatively please contact The Company Secretary on +44 (0)1326 378288

If you have a complaint regarding your adviser or share dealer please contact them directly.

>> Other relevant information

We are required to provide further information, latest performance figures, Annual and Interim Accounts all of which are available on our website at www.athelneytrust.co.uk