

**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.

## Bluefield Solar Income Fund – GBP Ordinary Shares

**PRIIP Manufacturer: Bluefield Solar Income Fund Limited**

**ISIN GG00BB0RDB98**

**Website: [www.bluefieldsif.com](http://www.bluefieldsif.com)**

**Call +44 (0) 1481 716000 for further information**

Bluefield Solar Income Fund Limited is a non-cellular company limited by shares incorporated in Guernsey under the Law on 29 May 2013 under number 56708. Bluefield is regulated by the Guernsey Financial Services Commission as a registered closed-ended collective investment scheme. For more information write to us at Heritage Hall, PO Box 225, Le Marchant Street, St Peter Port, Guernsey GY1 4HY.

This document was created on 31st December 2017.



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

### What is this product?

#### Type

The Bluefield Solar Income Fund Limited (the **Fund**, “**we**” or “**us**”) is a closed-ended investment company. You can invest in the Fund by purchasing Ordinary Shares in the Fund (the **Shares** or **product**). The Fund will pool together the capital raised through the sale of the Shares to investors and use this to invest in a diversified basket of financial or other assets. The Fund is self-managed by the Board Of Directors (the **Board**), advised by Bluefield Partners LLP (**Bluefield or Investment Adviser**) and administered by Heritage International Fund Managers Limited (**HIFM**), who together control where investments are made.

By purchasing the Shares, you will be exposed to the value of the underlying investments of the Fund as well as market volatility. If the value of the underlying investments increases, the value of your Shares may increase, and you may also receive dividends. Conversely, if the value of the underlying investments decreases, you may make a loss, and the value of your Shares may decrease, and you may lose your initial investment.

#### Objectives

The Fund seeks to provide investors with long-term, targeted dividends, by fully distributing its cash flow and through investment in a range of operational assets which generate electricity, with a specific focus on solar photovoltaic (“PV”) farms and solar roof-top schemes in the UK. The Fund’s investment strategy is to target long life solar energy infrastructure, with an expected 25 year asset life, and to seek to invest in these assets through equity and/or debt instruments either entered into directly by the Fund or through the Fund’s group structure. Investments are solely in the UK and predominantly in the south of the country where irradiation is higher. The Fund’s investment strategy places certain restrictions on what investments may make up the Fund’s total portfolio. The Fund will ensure that no single investment in an asset represents more than 25% of the Fund’s Net Asset Value. The Fund aims to manage total portfolio risk by ensuring that there is a prudent spread of risk across the portfolio in line with the investment strategy. The Fund has borrowed, and may borrow in the future, to purchase assets, which will magnify any gains or losses made by the Fund.

#### Intended retail investor

The Fund is not primarily targeted at retail investors. The Shares are intended for sophisticated investors and private clients who understand and are willing to assume the potential risk of capital loss and understand that there may be limited buyers for the underlying investments of the Fund and who have sufficient resources to be able to bear losses (which may equal the whole amount invested).

The Shares do not have a maturity or expiry date. There is no recommended holding period, but in order to make the product comparable to others a period of 5 years has been adopted in this document with performance scenarios illustrated below based on past price history, including reinvestment of the dividends that have been paid. You may be able to sell your Shares on the London Stock Exchange on any London business day between 8am and 4.30pm. Typically, at any given time on any given day, the price you pay to buy the Shares will be higher than the price at which you could sell them.

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

#### Risk Indicator



**The risk indicator assumes you keep the Shares for the recommended holding period of 5 years.**

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 3 out of 7, which is a mid to low risk class.

This rates the potential losses from future performance as relatively low, and poor market conditions are unlikely to impact the value of your shares.

The value of the shares is sensitive to changes in legislation and UK Government policy relating to benefits, tax based or otherwise, provided to operators of renewable energy projects and assets.

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

## Performance Scenarios

Investment GBP 10,000		1 year	3 years	5 years (Recommended holding period)
Stress scenario	What you might get back after costs	£6,935	£6,969	£6,228
	Average return each year	-30.65%	-11.34%	-9.04%
Unfavourable scenario	What you might get back after costs	£9,245	£8,989	£8,944
	Average return each year	-7.54%	-3.49%	-2.21%
Moderate scenario	What you might get back after costs	£10,240	£10,722	£11,226
	Average return each year	2.40%	2.35%	2.34%
Favourable scenario	What you might get back after costs	£11,313	£12,756	£14,054
	Average return each year	13.13%	8.45%	7.04%

This table shows the money you could get back over the next 1, 3 and 5 years under different scenarios, assuming that you invest GBP 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, 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 we are not able to pay you.

The figures shown include all the costs of the product itself, but may not include the costs of 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 Fund is unable to pay out?

The Company is not required to make any payment to you in respect of your investment. If the Company were liquidated, you would be entitled to receive a distribution equal to your share of the Company's net assets, i.e. after payment of all of its creditors. No service provider to the Company has any 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?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. 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. They include potential early exit penalties. The figures assume you invest GBP10,000. The figures are estimates and may change in the future.

### Costs over time

The person selling you or advising you about this investment 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 GBP 10,000	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years
<b>Total costs</b>	£150	£480	£850
Impact on return (RIY) per year	1.47%	1.47%	1.47%

## 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;
- The meaning of the different cost categories.

This table shows the impact on return per year			
One-off costs	Entry costs	N/A	The impact of costs you pay when you enter into your investment. No entry costs are payable when you acquire Ordinary Shares, although you may be required to pay brokerage fees or commissions.
	Exit costs	N/A	The impact of costs you pay when you exit your investment. No exit costs are payable when you dispose of Ordinary Shares, although you may be required to pay brokerage fees or commissions.
Recurring costs	Portfolio transaction costs per year	0.28%	These costs relate to the purchase of the Fund's underlying solar farms.
	Other ongoing costs	1.14%	These costs relate to the ongoing expenses of running the Fund.
Incidental costs	Performance fees	0.05%	The Investment Adviser is also entitled to a variable fee which is triggered when dividends in relation to a full financial year exceed stated target.
	Carried interest	N/A	No carried interest is payable in respect of the Ordinary Shares.

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

The Shares do not have a maturity or expiry date, however, for the purposes of this document a recommended holding period of 5 years has been used for calculations. Shares are tradeable (in accordance with the Fund's Articles of Association) on the London Stock Exchange on any London business day between 8am and 4.30pm. There are no exit costs for selling the Shares, however you may have to pay brokerage fees, commissions and other related costs, payable to entities other than the Fund, as a result of selling the Shares.

## How can I complain?

If you have any complaints about the product or the conduct of the product manufacturer, you may make a complaint by visiting our website, which lists our contact information, at [www.bluefieldsif.com](http://www.bluefieldsif.com), by email at [bluefieldteam@heritage.co.gg](mailto:bluefieldteam@heritage.co.gg) or write to us at Heritage Hall, PO Box 225, Le Marchant Street, St Peter Port, Guernsey GY1 4HY.

## Other relevant information

If you wish to find out further information in relation to the Fund, please visit our website at [www.bluefieldsif.com](http://www.bluefieldsif.com) or to view the Prospectus for the Fund go to [www.bluefieldsif.com/investor-relations/publications](http://www.bluefieldsif.com/investor-relations/publications). The cost, performance and risk calculations included in this KID follow the methodology prescribed by EU rules.