



## Distribution of SEB Investment Fund Units in the Republic of

### Latvia

#### 1. General information

AS *SEB banka*, the address: *SEB finanšu centrs (the SEB Financial Centre)*, Valdlauči, Meistaru iela 1, Ķekavas pagasts, Ķekavas novads, LV-1076, hereinafter referred to as - *SEB banka*, is the distributor of the units of the following funds - SEB Fund 1, SEB Fund 2, SEB Fund 3, SEB Fund 4, SEB Fund 5, SEB SICAV 1, SEB SICAV 2, SEB High Yield, SEB Active Fund, SEB Concept Biotechnology Sub-fund (hereinafter referred to as - the Fund(s)) in Latvia and offers the opportunity for clients to acquire and transact with the Fund units. The list of publicly distributed Funds is available on *SEB banka's* website [www.seb.lv](http://www.seb.lv), in the section Investment funds "Fund Prices".

To buy the Fund units and transact with them, the client must have a current or investment account and securities account opened with *SEB banka*. To open a securities account, the client and *SEB banka* shall enter into an agreement. The opening and servicing of a securities account with *SEB banka* occurs in accordance with *SEB banka's* effective *Securities account Terms and Conditions*. *SEB banka* shall account for the Fund units bought by the client in the client's securities account opened in the client's name.

#### 2. Transactions with the Fund units

A client who has opened current or investment account and securities account opened with *SEB banka*, may submit a Fund unit purchase order, a Fund unit sale (redemption) order, an order for the regular buying of Fund units and a Fund switch order (hereinafter jointly referred to as - Orders).

Orders can be submitted in following channels:

- a) at any branch of *SEB banka* on working days during business hours,
- b) by using the internet bank of *SEB banka* every day, on a 24-hour basis,
- c) by using the Robo-Advisor functionality available in the SEB mobile application, which provides a recommendation for investments in SEB funds and allows to execute Orders in accordance with the received recommendation. Robo-Advisor is available every day, on a 24-hour basis.

Where an Order has been submitted on a day which is a holiday or a weekend day in Luxembourg, Sweden, Latvia or another country, which has an impact on the procedure for calculating the price of the Fund<sup>1</sup>, it shall be processed on the next working day. Payments for transactions with the Fund units shall be made in the share class currency of the Fund in accordance with *SEB banka's* General pricelist. Where the share class currency of the Fund is different from that of the current or investment account specified in the client's Order, it will be automatically converted using order submission day exchange rate set by *SEB banka*. Client shall bear the costs related to currency exchange. Clients' Orders shall be executed in accordance with *SEB banka's* Order Execution Policy, which is available on *SEB banka's* website [www.seb.lv](http://www.seb.lv). *SEB banka* shall submit the Orders on transactions with fund units to the relevant investment management company managing the particular investment fund, directly or through intermediaries. By submitting an Order to *SEB banka*, the client agrees that the Order may be executed outside a regulated market or multilateral trading facility.

#### 2.1. Value of a fund unit

The value of a Fund unit (hereinafter referred to as - the Price or NAV - (*net asset value*)) shall be calculated on any day which is the Value date<sup>2</sup> under the Fund prospectus. The Price shall be the net asset value of the Fund attributable to one unit of the Fund in share class currency. Information on the share class currency of each Fund is available in the Fund prospectus. The Price includes commission charges owed to the banks and financial institutions involved in the distribution of the Fund units, but excludes *SEB banka's* General pricelist commissions.

<sup>1</sup> Funds may be closed for transactions and the value of their units is not calculated if there is a bank holiday in the country in which the fund is registered or/and managed or if more than 30% of the assets of the Fund have been placed in a market that is closed due to bank holidays.

<sup>2</sup> Valuation date is any bank's working day in Luxembourg, and/or Sweden.

## 2.2. Purchase orders

Fund units shall be issued on each Value date (T-date). Purchase orders submitted to *SEB banka* until 2 pm (Latvian time) on the Value date (T-date) shall be processed on third working day (T+2) at the prices effective on the Value date (T-date). Purchase orders submitted to *SEB banka* after 2 pm (Latvian time), shall be deemed to have been received on the next Value date. *SEB banka* shall only execute the Fund unit purchase order if there is the necessary amount of cash for the transaction and commission in the client's current account. Where there is insufficient cash in the account for executing the transaction, *SEB banka* shall not execute the order. Where the client has issued an order to purchase the units of a number of Funds, but there is only part of the cash necessary for the execution of the order in the current or investment account, *SEB banka* shall execute the order partly, freely choosing the order of execution.

**T-date** – order submission day

**T+1 day** – known NAV for the trade order (T-date NAV)

**T+2 days** – Value date

## 2.3. Sale orders

Sale orders submitted to *SEB banka* until 2 pm (Latvian time) on the Value date (T-date) shall be processed on third working day (T+2) at the prices effective on the Value date (T-date). Sale orders submitted to *SEB banka* after 2 pm (Latvian time), shall be deemed to have been received on the next Value date.

*SEB banka* shall credit cash for the sold client's Fund units to the client's current or investment account with *SEB banka* not later than within ten (10) working days after the execution of the sale transaction. Cash may be credited later due to national holidays or weekdays.

**T-date** – order submission day

**T+1 day** – known NAV for the trade order (T-date NAV)

**T+2 days** – Value date

## 2.4. Fund standing order

Fund standing order shall be given for an indefinite or limited time. The client instructs *SEB banka* to purchase units of a specified Fund with stated regularity using the cash in the client's current or investment account. If, in any month, the selected date is a weekend day or national holiday in Luxembourg, Sweden, Latvia or another country, which has an impact on the procedure for calculating the Fund price, the order shall be executed on the next working day following the selected date.

If the client has failed to provide the necessary amount of cash for the execution of Fund standing order three times in a row, *SEB banka* has the right to consider that the order has been cancelled.

## 2.5. Exceptions in the order execution procedure

The orders applicable to Funds:

**SEB Europe Equity Fund,**

**SEB Nordic Equity Fund,**

**SEB Concept Biotechnology Fund,**

submitted to *SEB banka* until 2 pm (Latvian time) on the Value date (T-date) shall be processed on third working day (T+2), applying the price effective on the next Value date (T+1). In processing the orders received at *SEB banka* after 2 pm (Latvian time), shall be deemed to have been received on the next Value date.

**T-date** – order submission day

**T+1 day** – NAV used for the trade order

**T+2 days** – Value date

The orders applicable to Funds:

**SEB Global High Yield Fund,**

**SEB Eastern Europe Small and Mid Cap Fund,**

**SEB Asia ex. Japan Fund,**

**SEB Technology Fund,**

**SEB Listed Private Equity,**

submitted to *SEB banka* until 2 pm (Latvian time) on the Value date (T-date) shall be processed on fourth working day (T+3), applying the price effective on the next Value date (T+1). In processing the orders received at *SEB banka* after 2 pm (Latvian time),

shall be deemed to have been received on the next Value date.

**T-date** – order submission day

**T+1 day** – NAV used for the trade order

**T+2 days** – known NAV for the trade order (T+1 NAV)

**T+3 days** – Value date

The orders applicable to the Fund:

**SEB Active 20,**

**SEB Active 30,**

**SEB Active 55,**

**SEB Active 80,**

**SEB Emerging Markets Fund,**

submitted to *SEB banka* until 2 pm (Latvian time) on the Value date (T-date) shall be processed on fourth working day (T+3), applying the price effective of day after tomorrow Value date (T+2). In processing the orders received at *SEB banka* after 2 pm (Latvian time), shall be deemed to have been received on the next Value date.

**T-date** – order submission day

**T+1 day**

**T+2 days** – NAV used for the trade order

**T+3 days** – known NAV for the trade order (T+2 NAV) and value date

## 2.6. Switch orders

A client may switch held Fund units for another *SEB banka* distributed Fund units. Fund switch transactions are free of charge. Fund switch order shall not be executed if the Price calculation, purchase or sale has been suspended in one of the committed Funds. The number of the Fund units to be received from switch transaction shall be determined, using the following formula:

$$\frac{(A \times B \times C)}{D} = N,$$

where:

**A** is the number of units of the Fund submitted for switch,

**B** is the price of one unit of the Fund submitted for switch on the date of execution of the switch order,

**C** is the switch multiplier between the share class currencies of both the Funds on the day of execution of the switch order. If the Funds have the same share class currency, the multiplier shall be one (1),

**D** the price of one unit of the allocated Fund as a result of the switch on the date of execution of the switch order,

**N** the number of allocated units of the Fund as a result of the switch.

Switch orders submitted to *SEB banka* until 2 pm (Latvian time) shall be processed on third working day (T+2) at the prices effective on the Value date (T-date) on which the orders have been received. Switch orders submitted to *SEB banka* after 2 pm (Latvian time) shall be deemed to have been received on the next Value date.

In instances where the switch order is submitted for Funds with different trading cycles, Fund switch transaction shall be executed according to the longest trading cycle of involved funds.

## 2.7. Order cancellation

Clients may cancel their Order, submitting a written application to *SEB banka*, if the transaction status is “accepted”. An employee of the branch of *SEB banka* shall verify the transaction status before the submission of the Cancellation of the Order. The client may cancel the submitted Order by cancelling the transaction through the internet bank of *SEB banka*, if the transaction status is “accepted”.

## 3. Commission charge

The client shall pay a commission charge to *SEB banka* for the execution of the order in accordance with *SEB banka's* effective General Pricelist and the Fund prospectus.

## 4. Information of the Fund

General information about the Fund and the procedure for purchasing the units thereof, the documents governing the Fund (in

English), annual and six-month reports (in English), Key Investor Information Documents (in Latvian), information on the prices of the units of the Fund and notifications to Fund investors are available at any branch of *SEB banka*, at the website of *SEB banka* [www.seb.lv](http://www.seb.lv) and at the website of SEB Investment Management AB [www.sebgroup.lu](http://www.sebgroup.lu). Additional information can be obtained, by calling *SEB banka's* information helpline on 8777. The annual report shall comprise the Fund's audited financial statements. A six-month report shall consist of the Fund's unaudited financial statements.

#### **5. Governing law**

The legal relations between the client and *SEB banka* in transactions with the units of the Funds shall be interpreted under the laws of the Republic of Latvia, unless binding regulatory enactments provide otherwise.

#### **6. Changes and additions**

Any changes to the Fund prospectus, regulatory documents or other material information on the Fund that the investor needs to be notified of under the existing regulatory enactments, shall be placed on *SEB banka's* website [www.seb.lv](http://www.seb.lv), as well as on the website of the management company *SEB Investment Management AB* [www.sebgroup.lu](http://www.sebgroup.lu). If, within a month of these changes or additions becoming effective, the client has not submitted the Order for the sale of the Fund units to *SEB banka*, SEB bank shall consider that the client has fully agreed to the effected changes or additions.