

## Key Information Document

### 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.

### PRODUCT

**Name:** Foresight Sustainable Forestry Company PLC (the “Company”) Ordinary Shares.

**PRIP Manufacturer:** Foresight Group LLP (the “Investment Manager” and the “AIFM”).

**Contact Details:** The Shard, 32 London Bridge Street, London, SE1 9SG, and its telephone number is +44 (0)20 3667 8100. Website:

[www.foresightgroup.eu/foresight-sustainable-forestry-company-plc](http://www.foresightgroup.eu/foresight-sustainable-forestry-company-plc)

**ISIN:** GB00BMDPKM71.

**Competent Authority:** The Company is not regulated or authorised by the Financial Conduct Authority (“FCA”) but is subject to various laws and regulations, including the Listing Rules, the Disclosure Guidance and Transparency Rules and the Prospectus Regulation Rules, as applicable to closed-ended investment companies.


**Date:** This key information document (“KID”) has been approved by the Investment Manager for publication on 31 December 2023.

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

### WHAT IS THIS PRODUCT

<b>Type:</b>	Ordinary shares (the “Ordinary Shares”) in the Company, a closed-ended investment company incorporated in England and Wales. The Ordinary Shares are denominated in Pounds and are listed on the premium listing category of the Official List of the FCA and traded on the Main Market (the “Main Market”) of the London Stock Exchange PLC (the “LSE”). The Company is alternative investment fund (“AIF”) under the UK AIFMD Regulations.
<b>Objectives:</b>	The Company’s investment objective is to generate an attractive net total return for Shareholders over the longer term, comprising capital growth and aperiodic dividends, targeting sustainable impact through predominantly investment in sustainably managed Forestry Assets (including both Standing Forests and Afforestation projects). The Company will seek to make a direct contribution in the fight against climate change through Forestry and Afforestation carbon sequestration initiatives. The Company is targeting a net asset value (“NAV”) total return of more than CPI + 5% p.a. on a rolling five-year basis, based on the NAV once the Company is substantially invested.
<b>Intended retail investor:</b>	Typical investors in the Company are expected to be institutional investors, professionally advised private investors and retail investors. An investment in the Company is only suitable for persons capable of evaluating the risks and merits of such an investment and who have sufficient resources to bear any loss which may result from the investment (which may equal the whole amount invested) – see ‘How long should I hold it and can I take money out early?’ below.

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

<b>Risk Indicator</b>	<div> <div>1</div> <div>2</div> <div>3</div> <div>4</div> <div>5</div> <div>6</div> <div>7</div> </div> <p>← Lower risk Risk Higher →</p> <p>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. The Investment Manager has classified this product as 4 out of 7, which indicates a medium risk class. This product has no required minimum holding period, however five years has been used for the purposes of the calculations in this document. The risk indicator assumes you invest in the product for five years. The actual risk can vary significantly if you divest early and you may get back less than you invested originally.</p>	 <p>The risk indicator assumes that you invest in the product for 5 years.</p> <p>The actual risk can vary significantly if you divest early and you may get back less than you invested originally.</p>
<b>Investment Performance Information</b>	<p><b>What are the main factors likely to affect future returns?</b></p> <p>The main factors likely to affect future returns include:</p> <ul style="list-style-type: none"> <li>• Relating to the Company – the Company has limited operating history, target returns are based on estimates and assumptions inherently subject to uncertainties and contingencies.</li> <li>• Investment policy and asset types – the Company may not meet its investment objective or target returns, availability of appropriate Forestry investments and attractive investment terms for investments. Valuations are subjective. Forestry assets are subject to price fluctuations, physical risks, laws and regulations, failure to obtain planning permissions and industry certifications.</li> <li>• Regulation, taxation and the Company’s operating environment – changes in laws or regulations governing the Company and any companies in the Company’s group (“Group”) or the Investment Manager and their respective businesses may adversely affect the business and performance of the Group.</li> <li>• Reliance on third party service providers – the Company has no employees and relies on third party contractors for all of its activities including investment management, planting and harvesting.</li> </ul>	

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

### How does the target compare with performance volatility?

The Company's targeted returns are based on estimates and assumptions on varying factors including value, yield and performance of the company's Forestry Assets, the UK and global market for forest products, the future development of a market for Carbon Credit trading and the future price of Carbon Credits.

### What is the most relevant benchmark?

No relevant benchmark is available as there is no single benchmark that adequately measures the performance of Forestry Assets.

### What could affect my return positively?

A strong growing economy, a stable political environment, increased value and demand of timber and underlying land, successful carbon credit trading.

### What could affect my return negatively?

Poor market performance, insufficient suitable investments and difficulty identifying a market to exit, material changes to government regulations, price fluctuations, changes in demand for timber, physical damage to Forestry Assets that cannot be recovered, reduced land value.

### What can be expected if the fund is encashed under severely adverse market conditions?

This product does not include any protection from future market performance so you could lose some or all of your investment. Forestry Asset investments are illiquid, they may be difficult for the Company to sell and the price achieved on any realisation may be at a discount to the prevailing valuation of the relevant Forestry Assets, which may impact the liquidity of the Ordinary Shares.

## WHAT HAPPENS IF THE COMPANY IS UNABLE TO PAY OUT?

As a shareholder of the Company, you would not be able to make a claim to the Financial Services Compensation Scheme about the Company if the Company is unable to pay out. A default by the Company or any of the underlying holdings could affect the value of your investments.

## WHAT ARE THE COSTS?

The Reduction in Yield ("RIY") shows what the impact the total costs you pay may have on your investment return. The total costs consider 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 £10,000. The figures are estimates and may change in the future.

Investment £10,000	If you cash in after 1 year	If you cash in after 3 years	If you cash in after 5 years (recommended holding period)
Total Costs	£260	£631	£851
Impact of Return (RIY) per Year	2.60%	2.60%	2.60%

**Composition of Costs** The table below shows the impact each year of different types of costs on the investment return you might get at the end of the recommended holding period.

This table shows the impact on return per year			
One-off costs	Entry Costs	0.00%	No entry costs are payable when you acquire Ordinary Shares, although you may be required to pay brokerage fees or commissions.
	Exit Costs	0.00%	No exit costs are payable when you dispose of Ordinary Shares, although you may be required to pay brokerage fees or commissions.
Ongoing costs	Portfolio Transaction Costs	1.14%	The impact of the costs of the Company buying and selling underlying investments for the product.
	Other ongoing costs	1.46%	The impact of the base fee payable to the Investment Adviser and the Company's other operational costs including service provider fees.
Incidental costs	Performance fees	0.00%	No performance fee is charged by the Company or its Investment Adviser.
	Carried interests	0.00%	No carried interest is payable in respect of the Ordinary Shares.

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

### RECOMMENDED HOLDING PERIOD: 5 YEARS

The Company has an unlimited life and there is no maturity date for Ordinary Shares. Therefore, there is no required minimum holding period. The Company's Ordinary Shares are designed to be held over the long term and may not be suitable as short-term investments. The Company has calculated a recommended holding for illustrative purposes in this document only and no advice is given by the Company as to the individual investment decisions of investors. The Company calculated this period on the basis that (a) Ordinary Shares are designed for long term investment with investors being able to sell their investment at will on the LSE and (b) the underlying investments of the Company are long-term projects.

There is no guarantee that any appreciation in the value of the Company's investments will occur and investors may not get back the full value of their investments. The value of the Ordinary Shares and the income derived from them (if any) may go down as well as up. The Company may, but is under no obligation to, repurchase Ordinary Shares. The Company does not have a fixed winding-up date and therefore, unless shareholders voted to wind-up the Company, Shareholders will only be able to realise their investment through the market. Although the Ordinary Shares are traded on the Main Market, it is possible that there may not be a liquid market in the shares and investors may have difficulty selling them. The ability of shareholders to sell Ordinary Shares in the market, and the price which they may receive, will depend on market conditions and the Ordinary Shares may trade at a discount to their prevailing NAV. 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. Accordingly, investors may be unable to realise their shares at the quoted market price (or at the prevailing net asset value per share), or at all. You may sell your investments within the recommended holding period without penalty.

## HOW CAN I COMPLAIN?

As a shareholder of the Company, you do not have the right to complain to the Financial Ombudsman Service ("FOS") about the management of the Company. Complaints about the Company or the key information document should be sent to the Head of Investor Relations at Foresight Group LLP, The Shard, 32 London Bridge Street, London, SE1 9SG, +44 (0)20 3667 8181. Emails can be sent to [investorrelations@foresightgroup.eu](mailto:investorrelations@foresightgroup.eu). The Company's website contains further contact information at [www.foresightgroup.eu/foresight-sustainable-forestry-company-plc](http://www.foresightgroup.eu/foresight-sustainable-forestry-company-plc)

## OTHER RELEVANT INFORMATION?

Further documentation, including the Company's latest prospectus, and regulatory disclosures, are available on the Company's website at [www.foresightgroup.eu/foresight-sustainable-forestry-company-plc](http://www.foresightgroup.eu/foresight-sustainable-forestry-company-plc). This documentation is made available in accordance with applicable laws and regulations, including the Listing Rules and the Disclosure Guidance and Transparency Rules and the UK transposition of the Alternative Investment Fund Managers Directive (2011/61/EU), which is part of UK law by virtue of the European Union (Withdrawal) Act 2018. Investors may wish to consult their stockbroker, bank manager, solicitor, accountant or other independent financial adviser before making an investment in the Company.

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.