

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

Capital Four CLO Investment III K/S
EUR

Capital Four AIFM A/S, www.capital-four.com. Call +45 3525 6100 for more information. The Danish Financial Supervisory Authority is responsible for supervising Capital Four AIFM A/S in relation to this Key Information Document. Capital Four AIFM A/S is authorised in Denmark and regulated by the Danish Financial Supervisory Authority. KID production date 2025-07-14.

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

What is this product?

Type

"Capital Four CLO Investment III K/S" (The Fund) is established as a limited partnership (in Danish: Kommanditselskab) under the laws of Denmark. The General Partner is "Capital Four CLO Investment III GP APS". The Fund is a closed-ended alternative investment fund for the purpose of the AIFM Regulation registered with the Danish FSA as an alternative investment fund managed by Capital Four AIFM.

Term

The fund Term is defined as the latter of when the last Risk Retention Investment has expired or the 12th anniversary of the end of the investment period, contemplating a total of 14 years. As the fund is closed-ended and hence, Limited Partners cannot demand to be redeemed, Limited Partners rely on the fund cash flow and either expiry or liquidation of the last Risk Retention Investment for their participation in the Fund to end. The last Risk Retention Investment may expire or be liquidated before 14 years – however, both Term as well as the Investment Period as set out in the LPA can be subject to extensions of respectable 3 and 2 years. Please note that the holding period as described above covers the period from first call to final payment of the fund.

The PRIIP manufacturer is not entitled to terminate the PRIIP unilaterally.

Objectives

The Fund invests in CLO equity tranches and warehouse "first loss" financing of European and US CLOs managed by Capital Four (and its affiliated entities). The investment objective of The Fund is to achieve attractive total returns and high income.

Investment policy: The Fund invests in structured credit, primarily in CLO (Collateralised Loan Obligations) Notes. The Fund's focus is to issue, hold or invest in EU Risk Retention Investments and US Risk Retention Investments - as well as subordinated Notes in connection with CLO Warehouse facilities, but can also invest in CLO Equity Investments as well as tranches that are senior to the subordinated "first loss" tranche. Investments can be made directly, via certain series interests or via conditional forward sale agreements.

The Fund makes investments in EUR and USD, and does not use hedging. The Fund is actively managed and is not managed with reference to any benchmark.

The Fund pays distributions starting after the investment period originating from interest and principal payments.

Intended retail investor

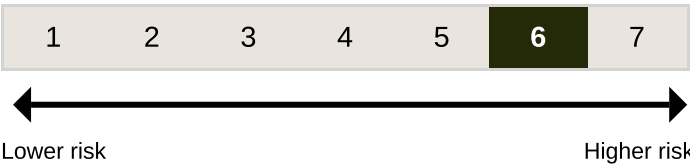
Minimum investment amount is EUR 500,000.00.

The Fund is intended for professional investors as defined by MiFID II (Annex II of Directive 2014/65/EU) and semi-professional investors pursuant to the AIFM Act and provided that the investors have signed the risk-awareness document.

Investors must be prepared to lock up their investment until the end of the (initial) investment period plus 12 years, understanding that returns are not guaranteed and the full investment amount is at risk of loss.

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

Risk Indicator



The risk indicator assumes you keep the product for 14 years. The actual risk can vary significantly if you cash in at an early stage and

you may get back less. You cannot cash in early.

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 6 out of 7, which is the second-highest risk class. This rates the potential losses from future performance at a high level, and poor market conditions are very likely to impact our capacity to pay you.

Performance Scenarios

The figures shown include all the costs of the product itself, and includes 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.

performance. Market developments in the future are uncertain and cannot be accurately predicted. The scenarios shown are illustrations based on results from the past and on certain assumptions. Markets could develop very differently in the future. The stress scenario shows what you might get back in extreme market circumstances.

What you will get from this product depends on future market

Recommended holding period: 14 years Example Investment: EUR 10,000			If you exit after 14 years
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment		
Stress	What you might get back after costs	EUR 95	
	Average return each year	-28%	
Unfavourable	What you might get back after costs	EUR 6,241	
	Average return each year	-3%	
Moderate	What you might get back after costs	EUR 33,427	
	Average return each year	9%	
Favourable	What you might get back after costs	EUR 200,635	
	Average return each year	24%	

What happens if Capital Four AIFM A/S is unable to pay out?

There is no compensation or guarantee scheme in place against the default of the Fund and in a worst case scenario you could lose your entire investment if this happens. The assets of the Fund are segregated by law from those of Capital Four AIFM A/S. The assets of the Fund are under supervision of the Fund's depositary bank, Embankment Depositary Services A/S.

What are the costs?

Costs over time

The tables show the amounts that are 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 how well the product does (where applicable). The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed: In the first year you would get back the amount that you invested (0 % annual return). For the other holding periods we have assumed the product performs as shown in the moderate scenario. EUR 10,000 is invested.

If you exit after 14 years	
Total costs	EUR 6,955
Annual cost impact (*)	1.18% each year

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 10.18% before costs and 9.00% after costs.

Composition of Costs

The Partnership shall be responsible for all reasonable external costs, fees and expenses which are necessary for the Fund's establishment, administration, operations and business.

The manager is entitled to receive from the Fund a performance fee (the "Performance Fee"). A Performance Fee equal to twenty percent (20%) of any increase in the Net Asset Value of the Fund as of the first Performance Fee Valuation Day (within the Investment Period) compared to the Net Asset Value of the Fund as of the last Performance Fee Valuation Day (within the Investment Period) in excess of ten percent (10%) per annum.

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less. This includes the costs of distribution of your product.	0.00%
Exit costs	The impact of the costs of exiting your investment when it matures.	0.00%
Ongoing costs		
Management fees and other administrative or operating costs	The impact of the costs that we take each year for managing your investments and other recurring costs.	0.18%
Transaction costs	The impact of the costs of us buying and selling underlying investments for the product.	0.00%
Incidental costs taken under specific conditions		
Performance fees	The impact of the performance fee. We take these from your investment if the product outperforms its high water-mark	1.00%
Carried interests	The impact of carried interests. We take these when the investment has performed better than 0.00%. A payment of 0.00% of the final return will take place subsequently to the exit of the investment.	0.00%

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

Recommended holding period: 14 years

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Investment for their participation in the Fund to end. The last Risk Retention Investment may expire or be liquidated before 14 years – however, both Term as well as the Investment Period as set out in the LPA can be subject to extensions of respectable 3 and 2 years. Please be noted that the holding period as described above covers the period from first call to final payment of the fund.

How can I complain?

Complaints can be sent in written form by e-mail (clientservice@capital-four.com) or to the following address of the product manufacturer at:

Capital Four AIFM A/S
Per Henrik Lings Allé 2, 8th Floor
2100 Copenhagen
Denmark

Other relevant information

Further information about the Fund - including the relevant legal documents, latest financial reports and latest NAVs - are available free of charge by making a written request to clientservice@capital-four.com or the registered office of the product manufacturer, Capital Four AIFM (provided above).