

1. Basic Provisions

The NOVIS Guaranteed Growth Insurance Fund is created and managed by the insurance company NOVIS Insurance Company, NOVIS Versicherungsgesellschaft, NOVIS Compagnia di Assicurazioni, NOVIS Poistovňa a.s. based in Námestie Ľudovíta Štúra 2, 811 02 Bratislava, Company Registration Number: 47 251 301, registered in the Commercial Register of the Bratislava I County Court in Bratislava, Section: Sa, Entry No.: 5851/B (hereinafter referred to as the “Insurance Company” or “Insurer”).

The full title of the Fund is: The NOVIS Guaranteed Growth Insurance Fund (hereinafter referred to as the “Fund”).

The Fund was created in 2013 for an unlimited period of time.

2. The Orientation and Goals of the Investment Policy of the Insurance Fund

The Fund is an Insurance Company’s internal fund. In the Fund, the Insurer provides a hundred per cent capital guarantee for the entire duration of the Insurance Policy. Moreover, this Fund includes positive appreciation each month which will be published on the website of the Insurer at the end of each calendar year for the next calendar year.

The Fund can invest in:

- Bonds – bonds are debt securities usually connected to the payment of revenues and with an original maturity of more than one year. The bonds in which the Fund invests, are the government bonds or bonds guaranteed by a state entity issued by the countries of the European Economic Area and denominated in euro.
- Deposits – representing balances in current and deposit accounts in banks and foreign bank branches based in the countries of the European Economic Area with a maturity of up to one year.

Under usual market conditions, the Insurance Company observes the following limits for asset allocation when managing the Fund:

- Investment proportion in bonds of up to 100 % of the Fund value
- Proportion of money market instruments and deposits of up to 20 % of the Fund value

The Insurance Company is publishing the share of the underlying assets within the Fund on its website www.novis.eu on monthly basis.

3. Rules for the valuation of Fund Assets

The Insurance Company does the valuation of the underlying Fund assets with professional diligence. The value of the underlying assets is divided by units. Each fund unit has a constant value of one currency unit, e.g. each fund unit is always valued as one euro.

The guaranteed return of the Fund for a new calendar year will be always the same or higher as the guaranteed return of the Fund for the current calendar year, except, when the result of following formula will be lower than the return of the Fund for the current calendar year. If the result of the formula will be lower, the guaranteed return of the Fund for a new calendar year will be set to the result of the formula.

Bond Yields + (IF/0,3)

Where:

Bond Yields represent weighted yearly yield in % of all bonds held as underlying assets of the Fund at the moment of setting the return of the Fund for next calendar year and IF represents the yearly Investment Fee in % charged by the Insurer according to General Terms and Conditions for the Insurance Product.

Should the return of the underlying assets within the Fund not cover the performance set and published for the respective calendar year by the Insurance Company on its website www.novis.eu, the Insurer will cover the difference from its total income derived from the Investment Fees that pertain to the contract and are defined in the General Term and Condition for the Insurance product.

4. Changes to the Statute

The Insurance Company is authorized to change the rules and regulations related to the Fund unilaterally if there is any change in the generally binding legal regulations.

The change to the Statute shall be carried out by means of an issuance of the new wording of the statute which will be published by the Insurance Company on its web page www.novis.eu. The change is effective as of the date stated in the new wording of the Statute.

The Insurance Company informs the Policyholder about the change of the Statute without any undue delay but at the latest as part of the letter containing required information for the Policyholder (Annual Letter).

5. Final Provisions

The Fund Statute as follows is effective as of December 1st, 2018.