

This document provides you with key investor information about this fund. It is not marketing material. The information is required by law to help you understand the nature and the risks of investing in this fund. You are advised to read it so you can make an informed decision about whether to invest.

Nordea 1 – European High Yield Bond Fund, HBC-GBP Share Class

ISIN-Code: LU0841559262

The fund is managed by Nordea Investment Funds S.A., a company of the group Nordea Bank AB.

Objectives and investment policy

This sub-fund aims to preserve the Shareholders' capital and provide a return exceeding the average return of the European high yield bond market.

This sub-fund shall invest at least 2/3 of its total assets (after deduction of cash) in high yield bonds, credit default swaps and other debt securities, including Contingent Convertible Bonds, issued by or on companies doing business in Europe and that pay high interest due to their higher credit risk.

The sub-fund may invest up to 10% of its total assets (after deduction of cash) in asset backed securities, including collateralised loan obligations (CLO's) and collateralised debt obligations (CDO's).

The sub-fund may be exposed to other currencies than the base currency through investments and/or cash holdings. In the sub-fund, the majority of all currency exposures are hedged to the base currency.

The sub-fund may use financial derivative instruments* mainly to:

- mitigate the negative effect related to the default of the issuer(s) of debt instruments in its portfolio;
- replace direct securities investment; or more generally to enhance its performance by taking additional risk;
- extend or reduce its interest rate risk;
- protect itself against the depreciation of foreign currencies in its portfolio.

* These are financial contracts the value of which depends on the market price of a reference item.

Nordea's Policy for Responsible Investment aims to create responsible returns throughout environmental, social and governance analysis, norm based screening and active ownership activities.

The sub-fund may take part in a securities lending program.

Any investor may redeem its shares in the sub-fund on demand, on a daily basis. This sub-fund may not be appropriate for investors who plan to withdraw their money within a period of 5 years.

While the sub-fund compares its performance against the Merrill Lynch European Currency High Yield Constrained Index -Total Return 100% Hedged to EUR, it may freely select the securities that it will invest in.

This share class is not distributing dividends. Income from investments is reinvested.

The sub-fund is denominated in EUR. Investments in this share class settle in GBP. This share class seeks to largely protect its performance against the EUR/GBP fluctuations.

Risk and reward profile



The indicator measures the risk of price fluctuations in the sub-fund certificates based on the last 5 years volatility and places the sub-fund in category 4. This means that the purchase of units in the sub-fund is connected to **medium risk** of such fluctuations.

Please note that category 1 does not mean a risk free investment.

Historical data, such as is used in calculating the synthetic indicator, may not be a reliable indication of the future risk profile of the UCITS, as the category might change in the future.

Following risks are materially relevant to the UCITS but are not adequately captured by the synthetic indicator and may cause additional loss:

- **Counterparty risk:** A counterpart may fail paying the proceeds related to the sale of securities by the sub-fund or may fail delivering the securities purchased by the sub-fund. A counterpart of the sub-fund in an OTC derivative may fail satisfying its obligations towards the sub-fund at any event of the OTC derivative agreement.
- **Credit risk:** The default of the issuer of a debt instrument held by the sub-fund.
- **Derivatives risk:** Derivatives are used to increase, lower or maintain the risk level of the sub-fund. The strategy followed by the sub-fund may fail resulting in significant losses for the sub-fund.
- **Event risk:** Unforeseeable events such as devaluations, political events, etc.
- **Liquidity risk:** Securities in the sub-fund may be sold below their valuation due to insufficient liquidity in the market.
- **Operational risk:** Failures or delays in operational processes may negatively affect the sub-fund.

Key Investor Information

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Charges

The charges you pay are used to pay the costs of running the fund, including the costs of marketing and distributing it. These charges reduce the potential growth of your investment.

One-off charges taken before or after you invest	
Entry charge	Up to 3.00%
Exit charge	Up to 1.00%
This is the maximum that might be taken out of your money before it is invested / before the proceeds of your investment are paid out.	
Charges taken from the fund over a year	
Ongoing charges	0.89%
Charges taken from the fund under certain specific conditions	
Performance fee	The share class is not subject to any performance fee.

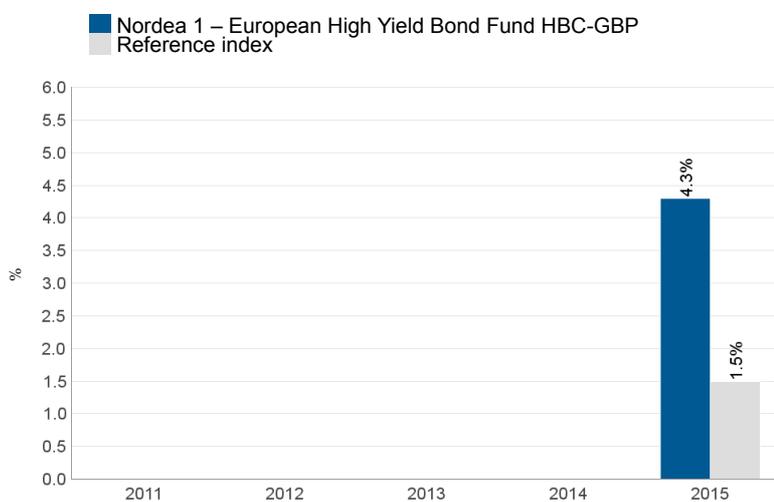
The entry and exit charges shown are maximum figures. In some cases you might pay less – you can find this out from your financial advisor or distributor.

The ongoing charges figure is based on the last year's expenses, for the year ending December 2015, and this figure may vary from year to year. It excludes performance related fees and transaction costs including third party brokerage fees and bank charges on securities transactions.

For more information about charges, please see section 17 of the fund's prospectus, which is available at www.nordea.lu.

This sub-fund is subject to swing pricing.

Past performance



- Such historical performance is only indicative and may not be met in the future.
- The past performance of the share class is calculated NAV to NAV excluding initial and exit charges.
- The sub-fund was launched in 2002 and the share class in 2014.
- Performances are shown in GBP.
- Reference index is the ML Europ. Ccy High Yield Constrained Index - TR 100% Hedged.

Practical information

- Nordea 1, SICAV is an umbrella fund, consisting of separate sub-funds, each issuing one or more share classes. This Key Investor Information Document is prepared for a share class. Assets and liabilities of each sub-fund of Nordea 1, SICAV are segregated, meaning that your investment in this sub-fund is only impacted by profits and losses in this sub-fund.
- For further information regarding Nordea 1, SICAV, copies of its prospectus and its periodic reports in English, documents are available free of charge at the following home page:
Home page: www.nordea.lu
Depositary: J.P. Morgan Bank Luxembourg S.A.
- Other share classes are available for this sub-fund. For more details, please consult www.nordea.lu. You may exchange your investment in share(s) of this sub-fund for investment in share(s) of another sub-fund of Nordea 1, SICAV. You can find detailed information in the Prospectus of Nordea 1, SICAV.

- Daily NAV prices of this share class are published on the website www.nordea.lu. Please follow the path Nordea Investment Funds S.A./Funds/Fund codes & share classes then click on Fund codes & share classes table and select the relevant fund and share class.
- Nordea Investment Funds S.A. may be held liable solely on the basis of any statement contained in this document that is misleading, inaccurate or inconsistent with the relevant parts of the prospectus for the UCITS.
- Taxes: the tax legislation of the UCITS' home Member State may have an impact on the personal tax position of the investor.
- A summary of the Remuneration Policy, in its latest applicable version, is available on www.nordea.lu under the "Download Centre". The policy includes a description of how remuneration and benefits are calculated, the details of persons responsible for awarding the remuneration and benefits including the composition of the remuneration committee, in case such committee has been established. Investors may obtain, free of charge, a copy of the current Remuneration Policy at the registered office of the Management Company.