

KEY INVESTOR INFORMATION

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 help you compare it with other products.



CQS New City High Yield Fund Limited

- CQS New City High Yield Fund Limited (the “Company”)
- CQS (UK) LLP (the “PRIIP Manufacturer”)
- ISIN JE00B1LZS514
- Call +44 20 7201 6900 for more information
- CQS (UK) LLP is authorised and regulated by the Financial Conduct Authority
- Produced as at 31 December 2021

WHAT IS THIS PRODUCT?

Type

The Company is a Jersey domiciled closed-ended investment company whose shares are traded on the London Stock Exchange.

Objectives

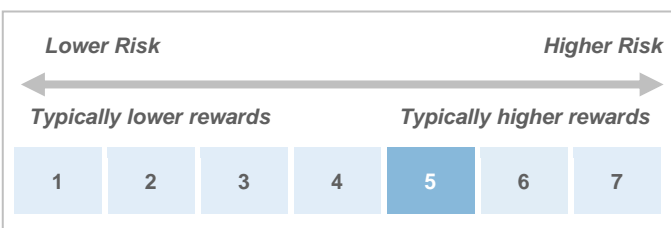
To provide investors with a high dividend yield and the potential for capital growth by investing mainly in quoted high yielding fixed interest securities.

The Company has borrowed to purchase assets for the Company. This will magnify any gains or losses made by the Company.

The Ordinary Shares of the Company are bought and sold via markets. Typically, at any given time on any given day, the price you pay for a share will be higher than the price at which you could sell it.

The Shares of the Company are intended for investors who are able to make an informed investment decision based on this document and the most recent Annual and Half yearly Financial Reports. Investors should understand that there is no capital guarantee or protection (100 per cent of capital is at risk).

WHAT ARE THE RISKS AND WHAT COULD I GET IN RETURN



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 risk indicator assumes you keep the product for 5 years. The actual risk can vary significantly if you cash in at an early stage and you may get back less.

We have classified this product as 5 out of 7, which is a medium-high risk class. This rates the potential losses from future performance at a medium-high level, and poor market conditions are likely to impact the products performance. This product does not include any protection from future market performance so you could lose some or all of your investment.

This table below shows the money you could get back over the next 5 years, under different scenarios, assuming that you invest £10,000. The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products. The scenarios presented are an estimate of future performance based on evidence from the past, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment. The stress scenario shows what you might get back in extreme market circumstances, and it does not take into account the situation where we are not able to pay you. The figures shown include all the costs of the product itself. The figures do not take into account your personal tax situation, which may also affect how much you get back.

Performance Scenarios		Investment £10,000		
		1 year	3 years	5 years
Stress scenario	What might you get back after costs	17	4,679	3,713
	Average return each year	(100%)	(22%)	(18%)
Unfavourable scenario	What might you get back after costs	7,230	5,871	5,181
	Average return each year	(28%)	(16%)	(12%)
Moderate scenario	What might you get back after costs	10,331	10,916	11,535
	Average return each year	3%	3%	3%
Favourable scenario	What might you get back after costs	14,520	19,965	25,261
	Average return each year	45%	26%	20%

WHAT HAPPENS IF CQS (UK) LLP IS UNABLE TO PAY OUT?

The assets of the Company are entrusted to BNP Paribas Securities Services S.C.A. Jersey Branch. If CQS (UK) LLP encounters financial difficulties these assets will not be affected. If the assets are lost and this is the fault of BNP Paribas Securities Services S.C.A. Jersey Branch (or its delegates), equivalent assets/value will be returned to the Company. If BNP Paribas Securities Services S.C.A. Jersey Branch (or its delegates) encounters financial difficulties, the Company could suffer a loss in some circumstances.

WHAT ARE THE COSTS?

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs.

The amounts shown here are the cumulative costs of the product itself, for the three different holding periods. The figures assume you invest £10,000. The figures are estimates and may change in the future.

	Investment £10,000		
	1 year	3 years	5 years
Total Costs	£153	£458	£763
Impact on return (RIY)	1.53%	1.53%	1.53%

Composition of costs

The table below shows:

- The impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period;
- The meaning of the different cost categories

Impact on return per year			
One-Off costs	Entry costs	None	The impact of the costs you pay when entering your investment.
	Exit Costs	None	The impact of the costs of exiting your investment.
Ongoing costs	Portfolio Transaction costs	(0.05%)	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	1.58%	The impact of the costs that we take each year for managing your investment.
Incidental costs	Performance fees	None	The impact of the performance fee.
	Carried interests	None	The impact of the carried interests.

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

The shares are considered to be a medium to long-term investment and therefore the recommended holding period should be at least five years. The company is expected to continue indefinitely and does not offer shareholders the option to withdraw their money early.

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:

CQS New City High Yield Fund Limited,
BNP Paribas Fund Services Jersey, IFC1, The Esplanade, St. Helier, Jersey, JE1 4BP
Email: jersey_bp2s_fund_compliance@bnpparibas.com

OTHER RELEVANT INFORMATION

The cost, performance and risk calculations included in this KID follow the methodology prescribed by EU rules. The investor information document required under AIFMD provides you with key information about the product which you are advised to read so you can make an informed decision about whether to invest. This document together with the Annual and Half-Yearly Financial Reports, Company Announcements and other information is available on www.ncim.co.uk.

Legal Notice

All Investors should ensure that they have received and read the Prior-Investment Disclosure which is available from CQS at clientservice@cqsm.com. In common with most investment companies, the Company may borrow to finance further investment (gearing). The use of gearing is likely to lead to volatility in the Net Asset Value (NAV) meaning that a relatively small movement, down or up, in the value of a Company's assets will result in a magnified movement, in the same direction, of that NAV. The value of shares and the income from them can go down as well as up and you may get back less than the amount invested. Past performance is not a guide to the future. Exposure to a single country market increases potential volatility. There is no guarantee that the market price of shares in the Company will fully reflect their underlying Net Asset Value. As with all stock exchange investments, the value of investment company shares purchased will immediately fall by the difference between the buying and selling prices, the bid-offer spread. The NAV stated is calculated based on the bid prices of the portfolio holdings by the Administrator. An investment company should be considered only as part of a balanced portfolio. Under no circumstances should this information be considered as an offer or solicitation to deal in investments. New City Investment Managers is a trading name for CQS (UK) LLP who are authorised and regulated by the Financial Conduct Authority and its registered office is: 4th Floor, One Strand, London WC2N 5HR. Not for distribution to retail investors as defined in Article 4 of the European Directive 2011/61/EU and the UK FCA COBS 3.4. 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In relation to each member state of the EEA (each a "Member State") which has implemented the AIFMD (and for which transitional arrangements are not/no longer available), this document may only be distributed and shares in a CQS Fund ("Shares") may only be offered or placed in a Member State to the extent that: (1) the CQS Fund is permitted to be marketed to professional investors in the relevant Member State in accordance with AIFMD (as implemented into the local law/regulation of the relevant Member State); or (2) this document may otherwise be lawfully distributed and the Shares may otherwise be lawfully offered or placed in that Member State (including at the initiative of the investor).

In relation to each Member State of the EEA which, at the date of this document, has not implemented the AIFMD, this document may only be distributed and Shares may only be offered or placed to the extent that this document may be lawfully distributed and the Shares may lawfully be offered or placed in that Member State (including at the initiative of the investor).

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Contact Information

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