

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	SET Fund III C.V. (the Fund)
PRIIP manufacturer	SET Management B.V. (the Manager)
Website	www.setventures.com
Telephone number	+31 20 320 01 04
Competent Authority	The Dutch Authority for the Financial Markets (<i>Autoriteit Financiële Markten</i> , AFM)
Date	10 June 2019

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

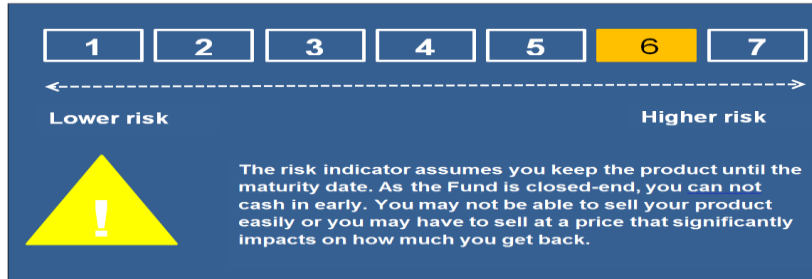
What is this product?

Type	An investment in a limited partnership interest in the Fund. The Fund is a limited partnership (<i>commanditaire vennootschap</i>) governed by a Dutch law limited partnership agreement (the LPA). The Fund is a closed-end alternative investment fund (<i>beleggingsinstelling</i>) within the meaning of section 1:1 of the Dutch Act on the financial supervision (<i>Wet op het financieel toezicht</i> , AFS), and is managed by the Manager.
Objectives	The Fund has been established in order to (a) to realize long-term capital appreciation through making equity and/or quasi-equity venture capital investments in early stage, development stage and growth stage European businesses that positively impact the energy system transition, with special attention to companies providing smart and/or technology solutions (software and services) (the Investment Objectives), (b) to engage in such other activities as the general partner deems necessary, advisable, convenient or incidental to the foregoing (including the entering into of borrowings, granting of security rights and issuing of guarantees) and (c) to engage in any other lawful acts or activities consistent with the foregoing. The recommended holding period is until the maturity date, as described below. Return is generally generated by a sale or initial public offering of the portfolio companies held by the Fund. Return depends on the Manager identifying suitable investment opportunities and on the price for which portfolio companies are sold. The Manager is pursuing an optimal return over the full period of the Fund. An early exit of an investor will have a negative impact on the return which an investor may receive. Further information about objectives, factors upon which return depend and risks can be found in the limited partnership agreement with respect to the Fund (the LPA), the subscription agreement with respect to the Fund (the SA) and the information memorandum with respect to the Fund (the IM).
Intended retail investor	Interests in the Fund can only be acquired against a minimum consideration of at least € 5,000,000 or such lower amount as the Manager decides in its sole discretion, provided that the minimum investment is € 100,000, this amount is to be provided at once. Investing in the Fund is suitable only for sophisticated investors who wish to have exposure to an investment in accordance with the Investment Objectives, and who are experienced in making private equity investments, who have no need for liquidity of the amount of the capital invested until the maturity date of the fund, who can afford the risk of loss of all or part of such amount of capital invested and who are able to provide the representations and warranties set forth in the SA.
Maturity date	The term of the Fund commenced on the Initial Closing and shall continue, unless the Fund is sooner dissolved, until the tenth anniversary of the Initial Closing, provided that, unless the Fund is sooner dissolved, the term of the Fund may be extended by the General Partner for up to two consecutive periods of one year each with the prior approval of Limited Partners representing at

least 75% in Interest (the **Term**). Terms used and which are not defined in this paragraph have the same meaning as given in the LPA. The Fund can be dissolved prior to the end of the Term, in accordance with the procedure and on the conditions set forth in the LPA. The General Partner is not entitled to terminate the Fund unilaterally.

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

Risk Indicator



The summary risk indicator (**SRI**) 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 the capacity of the Fund to pay you. This product does not include any protection from future market performance so you could lose some or all of your money. If we are unable to pay you what is owed, you could lose your entire investment.

Performance scenarios

Investment €100,000		1 year*	5 years*	10 years (recommended holding period)*
Stress scenario	What you might get back after costs	€ 45,399	€ 66,910	€ 23,014
	Average return each year	-54.60%	-20.25%	-57.47%
Unfavourable scenario	What you might get back after costs	€ 72,335	€ 74,100	€ 43,822
	Average return each year	-27.67%	-15.05%	-32.93%
Moderate scenario	What you might get back after costs	€ 92,030	€ 116,900	€ 98,920
	Average return each year	-7.97%	7.82%	-0.33%
Favourable scenario	What you might get back after costs	€ 133,148	€ 192,260	€ 203,780
	Average return each year	33.15%	33.18%	21.03%

* Please note that in general it is not possible to transfer interests in the Fund or to withdraw from the Fund.

This table shows the money you could get back until the maturity date, excluding extension (the **Recommended Holding Period**), under different scenarios, assuming that you invest € 100,000. 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 on how the value of this investment varies, 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. This product cannot be cashed in. This means that it is difficult to estimate how much you would get back if you cash in before maturity. You will either be unable to cash in early or you will have to pay high costs or make a large loss if you do so. Your maximum loss would be that you will lose all your investment. The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situations, which may also affect how much you get back.

What happens if the Fund is unable to pay out?

Investors may face a financial loss due to the default of the Fund or the default of any counterparty to the Fund. Any losses in this respect are not covered by an investor compensation or guarantee scheme.

What are the costs?

Below you will find an overview of the costs associated with an investment in the Fund, comprising both direct and indirect 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 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.

Table 1 Costs over time

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment € 10,000	If you cash in after 1 year*	If you cash in after 5 years*	If you cash in after 10 years*
Total costs	€ 319	€ 1,181	€ 1,931
Impact on return (RIY) per year	3.19%	2.36%	1.93%

* Please note that in general it is not possible to transfer interests in the Fund or to withdraw from the Fund.

Table 2 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.

This table shows the impact on return per year

One-off costs	Entry costs	0.037%	The impact of the costs you pay when entering your investment.
	Exit costs	0.000%	The impact of the costs of exiting your investment when it matures.
Ongoing costs	Portfolio transaction costs	0.000%	The impact of the costs of us buying and selling underlying investments for the product.
	Other ongoing costs	1.893%	The impact of other costs that we take each year for managing your investments.
Incidental costs	Performance fees	0.000%	The fund currently has no performance fees other than carried interest.
	Carried interests	-	The impact of carried interests. More information can be found in LPA.

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

The Fund is a closed-end and in general investors in the Fund cannot request the Manager to redeem their interests in the Fund. The Recommended Holding Period is until the maturity date (as set out above), because the Manager is pursuing an optimal return over the full period of the Fund. The Investors may only transfer their interests in the Fund in accordance with the terms of the LPA. An early exit of an investor will have a negative impact on the return which an investor may receive.

How can I complain?

If you have a complaint about the product or about the Manager, you can submit your complaint via the following email address: leoniemekel@setventures.com or via telephone: +31 20 320 01 04.

Other relevant information Reference is made to the LPA and SA for further information on the Fund. The Manager provides the LPA and SA governing the Fund to potential investors upon request.