

## Key Investor Information

**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.**

### GMO Quality Investment Fund - USD Class (ISIN: IE00B3SBSR82) a sub-fund of GMO Funds plc

#### Objectives and Investment Policy

The fund aims to achieve positive returns.

The fund invests primarily in shares and related securities of companies anywhere in the world which the investment manager believes to be of high quality.

In assessing a company's quality, the investment manager may consider several factors, including in particular, high profitability, stable profitability and low leverage.

The fund may make tactical allocations of up to 20% of the fund's net asset value to investments in cash and debt securities rated at least investment grade by a rating agency or rated lower or unrated but deemed by the investment manager to be of at least investment grade. Such debt securities may be government or corporate securities and may be fixed or floating rate.

The fund may also invest in other investment funds to pursue the investment objective of the fund.

The fund is actively managed and does not manage the fund to, or control the fund's risk relative to, any securities index or securities benchmark. The fund uses the S&P 500 Index, MSCI World Index, Russell 1000 Growth Index, Russell 1000 Value Index, FAANG Stocks Index for performance comparison purposes only (together, the "Comparator

Indices"). Although the fund's securities may be components of the Comparator Indices, the fund's investment manager may or may not invest in securities not included in the Comparator Indices.

The fund may use instruments whose value is determined by changes in the value of the underlying assets they represent (derivatives). Derivatives may be used for the reduction of risk and cost and the generation of additional capital or income.

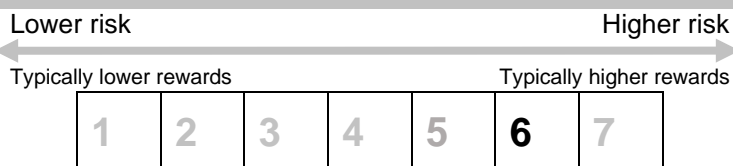
For more information about the investment policy, see "Investment Objectives and Policies of the Funds" in the fund's prospectus available at [www.gmo.com](http://www.gmo.com).

You may sell your shares usually on each business day (generally a day on which banks in Dublin and London and the New York Stock Exchange are open) by sending your request to State Street Fund Services (Ireland) Limited before 2.00 pm (Irish time) on the preceding business day.

Income is reinvested into the fund.

*Recommendation: this fund may not be appropriate for investors who plan to withdraw their money within the short term.*

#### Risk and Reward Profile



The risk category is based on simulated and historical data and may not be a reliable indicator of the future risk profile of the fund. The risk category shown is not guaranteed and may change over time.

The numerical scale is complex. For example, 2 is not twice as risky as 1. The gap between 1 and 2 might not be the same as the gap between 5 and 6. A category 1 fund is not a risk-free investment – the risk of losing your money may be small, but the chance of making gains is also limited.

The fund is in category 6 because it invests in shares in companies worldwide and so historically there has been a greater fluctuation in the price of the shares of the fund than other funds (such as money market funds).

#### Risks materially relevant to the fund which may not be adequately captured by the indicator:

The fund may not achieve its investment objective and the value of shares in the fund may fall.

The market value of a share may decline for reasons directly related to the issuing company, such as management performance, borrowing levels and reduced demand for its goods or services.

Operational risk can result from inadequate procedures and controls, human error and system failures by a service provider to the fund.

Focusing investments in a limited number of countries, sectors or companies or in industries with high positive correlations to one another (i.e., tend to move in the same direction) creates additional risk. The fund invests its assets in the securities of a limited number of issuers, and a decline in the market value of a particular security held by the fund may affect the fund's performance more than if the fund invested in the securities of a larger number of issuers.

Fluctuations in exchange rates can adversely affect the market value of the fund's foreign currency holdings and investments denominated in foreign currencies.

The use of derivatives involves the risk that their value may not move as expected relative to the value of the relevant underlying assets, rates or indices. Derivatives also present other risks, including market risk, liquidity risk, currency risk and counterparty risk.

The fund runs the risk that the counterparty to an OTC derivatives contract (i.e. one that's not traded on an exchange) or a borrower of the fund's securities will be unable or unwilling to make timely settlement payments or otherwise honour its obligations.

**See also the description of the risks applicable to the fund in the section titled "Risk Factors" in the fund's prospectus.**

## Charges for this Fund

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** 0%

**Exit Charge** 0%

This is the maximum that might be taken out of your money before it is invested or before the proceeds of your investment are paid out.

Charges taken from the fund over a year

**Ongoing charges** 0.59%

Charges taken from the fund under certain specific conditions

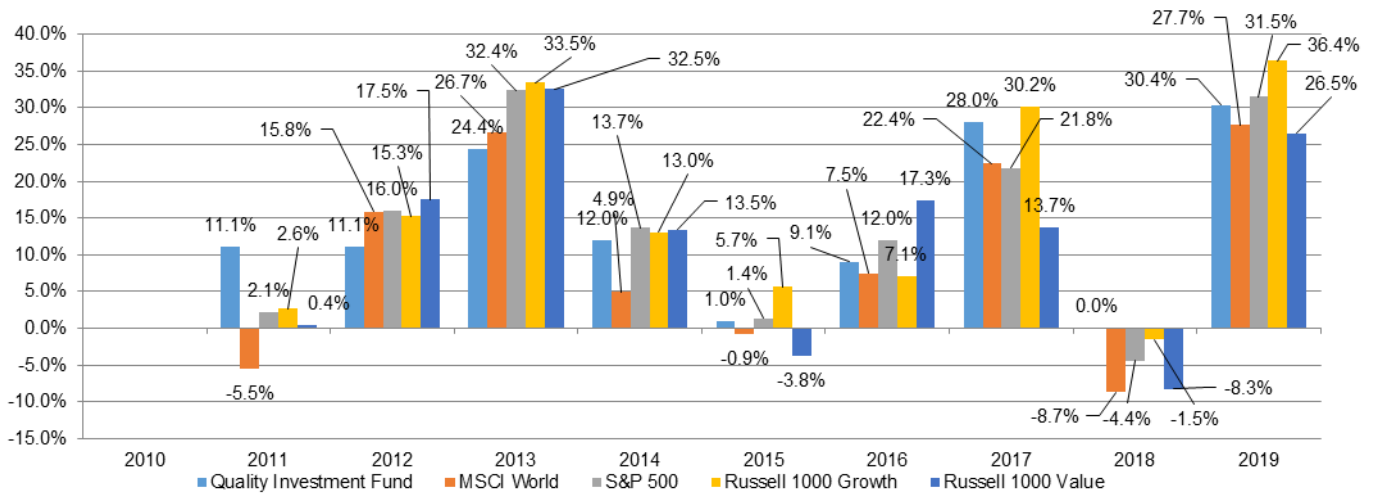
**Performance fee** None

A **switching charge** of up to 2% may be payable for switching shares.

The **ongoing charges** figure is based on expenses for the year ending 30 September 2019. This figure may vary from year to year and excludes portfolio transaction costs incurred when we buy or sell assets for the fund except in the case of an entry/exit charge paid by the fund when buying or selling units in another collective investment undertaking.

**For more information about charges, please see “Fees and Expenses” in the fund’s prospectus.**

## Past Performance



## Past performance is not a reliable guide to future performance.

The fund was launched in 2010; the USD Class was launched in October 2010. The past performance shown here takes account of all charges and costs with the exception of the exit charge. Past performance is calculated in US Dollars.

## Practical Information

Depository is State Street Custodial Services (Ireland) Limited.

Information about the umbrella GMO Funds plc, its sub-funds and available share classes, including the prospectus and the latest annual and semi-annual reports of the umbrella, can be obtained in English and free of charge at 78 Sir John Rogerson’s Quay, Dublin 2, Ireland. Information on the current remuneration policy of GMO Funds plc, including a description of how remuneration and benefits are calculated and the identity of persons responsible for awarding the remuneration and benefits, is available at [www.gmo.com](http://www.gmo.com). A paper copy of this information is available free of charge upon request from GMO UK Limited, 1 London Bridge, London, SE1 9BG, United Kingdom. The share price is published on each business day and is available online at [www.gmo.com](http://www.gmo.com) and in the “Offshore Funds” section of the Bloomberg price and market information service. The fund is subject to tax laws and regulations in Ireland. This may have an impact on your personal tax position. Consequently, you should seek independent advice from your tax adviser.

GMO Funds plc 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. This fund is a sub-fund of GMO Funds plc which is an umbrella fund with segregated liability between sub-funds. This means that the assets and liabilities of each sub-fund are segregated by law. Subject to the prior approval of the directors of the fund, you may switch your investment into shares of another sub-fund of the umbrella fund. For further details please see the section “Conversion of Shares” in the fund’s prospectus. A charge will be applied if you choose to switch (see above under “Charges for this Fund”).

This key investor information relates to the USD Class of the fund. The other share classes of the fund are the EUR Class and the GBP Class.

This fund is authorised in Ireland and regulated by the Central Bank of Ireland. This key investor information is accurate as at 29 July 2020.