

ALEXANDER FORBES INVESTMENTS UNIT TRUSTS LIMITED

Registration number: 2001/015776/06

INVESTMENTS

Alexforbes, 115 West Street, Sandown, 2196 PO Box 786055, Sandton, 2146 **Telephone number:** 0860 333 316

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Website: www.alexforbes.com/za/en/

FICA Checklist - Unlisted Foreign Companies Unit Trust Scheme

Important notes

- Certified means certified by an approved commissioner of oaths.
- Require certified copies of all documents except for the Application Forms.

In terms of the *Financial Intelligence Centre Act, 38 of 2001 (FICA)*, Alexander Forbes Investments requires the following information from your client:

Full name(s)					

Fully completed Application Form signed by Authorised Signatory

Proof of Identity

- Certified copy of certificate of incorporation or foreign equivalent reflecting the:
 - Registered name of company
 - Registered address of company
 - Registration number of company

Proof of Business Physical Address of Foreign Companies

- A certified copy of a utility bill/rates and taxes reflecting a business address (less than three (3) months old); OR
- · A certified copy of a lease or rental agreement (less than three (3) months); OR
- A certified copy of a CIPC Registration Certificate, containing physical business address; OR
- · A certified copy of a current television licence; OR
- A certified copy of a current motor vehicle licence; OR
- A certified copy of a mortgage statement; OR
- A certified copy of a current insurance policy document; OR
- A certified copy of acurrent tax document

Additional Required Documents

- A certified copy of proof of authority to act on behalf of the Foreign company in the form of a Directors resolution, nominating and authorizing a signatory to act on its behalf; AND
- · A certified copy of identification documentation of all South African natural authorized persons; AND
- · Controlling Parties section of the instruction form; AND
- · A certified copy of identification documentation of Foreign natural authorized persons (check expiry date) AND
 - A certified copy of a South African passport accompanied with letter of explanation why no bar-coded identity document or Smart Card was provided (Check the expiry date); OR
 - o A certified copy of a South African Smart Card identification document issued by the Department of Home Affairs; AND
 - o Completed Controlling Parties section of the instruction form per related party.
 - o If the Member or Person Acting on behalf of the Unlisted Foreign Company is a Foreign Natural Person:
 - A certified copy of a passport (check the expiry date to determine if the document is still valid)

Exceptions

If any of the following is obtained, then identification and verification documents for purposes of FICA are not required.

NB in the event that Alexander Forbes Investments Compliance is satisfied that a specific document which normally would not be accepted
can be accepted, Silica will accept the document as valid, but will still perform quality checking and apply the business rule requirements

CIS disclosures

General

Collective Investment Schemes (unit trusts) are generally medium to long-term investments, but a hedge fund may have short term strategies and practices. The value of participatory interests (units) or the investment may go down as well as up. Past performance is not necessarily a guide to future performance. Collective investment schemes are traded at ruling prices and can engage in borrowing and scrip lending (i.e. borrowing and lending of assets). Hedge funds trade at ruling prices and prices may fluctuate post publication. Hedge funds can engage in scrip borrowing and scrip lending. The manager does not provide any guarantee, either with respect to the capital or the return of a portfolio. Different classes of participatory interests apply to these portfolios and are subject to different fees and charges. A schedule of all fees and charges, inclusive of VAT and maximum commissions, is available on request from us or from your financial adviser. Forward pricing is used. Hedge funds are CIS with a strategy that allows for leveraging and short-selling strategies. Hedge fund strategies can result in losses greater than the market value of the fund, but investors' losses are limited to the value of the investment or contractual commitments. Hedge funds can also invest in illiquid instruments. While CIS in hedge funds differ from CIS in securities (long-only portfolios) the two may appear similar, as both are structured in the same way, and are subject to the same regulatory requirements. Further risks associated with hedge funds include: investment strategies may be inherently risky; leverage usually means higher volatility; short-selling can lead to significant losses; unlisted instruments might be valued incorrectly; fixed income instruments may be low-grade; exchange rates could turn against the fund; other complex investments might be misunderstood; the client may be caught in a liquidity squeeze; the prime broker or custodian may default; regulations could change; past performance might be theoretical; or the manager may be conflicted. For a detailed description of these risks, please refer to the HEDGE FUND RISK DISCLOSURE DOCUMENT, available on the website.

Redemptions

The collective investment scheme may borrow up to 10% of the market value of the portfolio to bridge insufficient liquidity. The ability of the portfolio to repurchase, is dependent upon the liquidity of the securities and cash of the portfolio. A manager may suspend repurchases for a period, subject to regulatory approval, to await liquidity, and the manager must keep the investors informed about these circumstances.

Yields

The yield for bond and income portfolios is historic and is calculated quarterly. The yield for the money market portfolio is calculated daily. The yield is calculated by means of a yield curve, which will be the daily updated average of the Negotiable Certificate of Deposit (NCD) rates that are published by the four major South African banks, namely First National Bank, ABSA Bank, Standard Bank and Nedbank. A compounding formula is applied to the curve, depending on whether the instrument pays interest annually (NACA), semi-annually (NACS), or quarterly (NACQ).

The latest **PRICES** and TER are published daily in the Business Report (South Africa's National Financial Daily) and are made available on our

Performance fees for unit trusts

Performance fees are not levied on the portfolio.

Performance fees for hedge funds

Performance fees are not levied on the portfolio, although they have been provided for. Investors will receive three (3) months' written notice, if performance fees will be levied in the future.

Performance returns

Lump-sum performance returns are being quoted. Income distributions, prior to deduction of applicable taxes, are included in the performance calculations. to NAV figures have been used for the performance calculations, as calculated by the manager at the valuation point defined in the deed, over all reporting periods. Investment performance calculations are available for verification upon request by any person. Reinvestment of income

is calculated on the actual amount distributed per participatory interest, using the ex-dividend date NAV price of the applicable class of the portfolio, irrespective of the actual reinvestment date. The performance is calculated for the fee class. The . individual investor performance may differ, as a result of initial fees, the actual investment date, the date of reinvestment and dividend withholding tax. The rate of return is calculated on a total return basis, and the following elements may involve a reduction of the investor's capital: interest rates, economic outlook, inflation, deflation, economic and political shocks or changes in economic policy. Annualised returns are period returns re-scaled to a period of one year. This allows investors to compare returns of different assets that they have owned for different lengths of time. All period returns greater than one year have been annualised. Returns for periods less than one vear have not been annualised. A cumulative return is the aggregate amount an investment has gained or lost over time, independent of the period of time involved. Actual annual figures are available to the investor on request.

Valuations and transaction cut-off times for unit

The portfolio is valued daily, at the end of the day (18:00). The withdrawal instruction must be received before 13:00 on the pricing date, failing which, the next pricing date will apply.

Valuations and transaction cut-off times for hedge funds

The Qualified Investor Hedge Funds (QIHFs) are valued on the last day of each calendar month. The Pricing Date is the last day of each calendar month. The withdrawal instruction must be received before 13:00, at least five business days (or shorter, as determined by the Manager) prior to the pricing date, failing which, the pricing date in the following calendar month will apply.

Waiver of rights

Alexander Forbes Investments Limited may not request or induce an investor in any manner to waive any right or benefit conferred on the investor by legislation or accept or act on any such waiver.

Additional information

For additional information on the portfolio, refer to the following documents, available on our website, from your financial adviser, or on request from the manager, free of charge.

Alexander Forbes Investments Unit Trust Scheme

- APPLICATION FORM FOR LEGAL
- APPLICATION FORM FOR INDIVIDUAL **INVESTORS**
- ANNUAL REPORT
- FEE AND CHARGES SCHEDULE QUARTERLY GENERAL INVESTOR
- REPORT
- **PORTFOLIO SUMMARY**

Alexander Forbes Investments QI Hedge Fund of Funds

- APPLICATION FORM FOR LEGAL
- APPLICATION FORM FOR INDIVIDUAL **INVESTORS**
- FEES AND CHARGES SCHEDULE
- **QUARTERLY GENERAL INVESTOR** REPORT

Complaints and conflicts of interest

The COMPLAINTS HANDLING PROCEDURE as well as the CONFLICTS OF INTEREST MANAGEMENT POLICY, are available on our website. Associates of the manager may be invested within certain portfolios, and the details thereof are available from the manager.

Closure of the portfolio

The manager has the right to close certain portfolios to new investors, in order to manage them more efficiently, in accordance with their mandates.

Structure of the hedge funds

The QIHFs were established as a collective investment scheme trust arrangement on 26 May 2016, with the conversion process being completed on 01 November 2016. All prior information was in an unregulated environment. The portfolio will not change its investment strategy or investment policy without prior approval from the Financial Sector Conduct Authority and investors. The ballot procedure, as prescribed in CISCA and the Deed, will be followed.

Counterparties and prime brokers

We do not enter into counterparty or prime broker arrangements, but the underlying portfolios may enter into such arrangements. We receive reporting on counterparty exposure levels from the underlying portfolio managers and this information can be provided on request.

Contact details

CIS Manager

Alexander Forbes Investments Unit Trusts Limited Registration number: 2001/015776/06 Physical address: 115 West Street, Sandown,

Postal address: PO Box 786055, Sandton, 2146 Telephone number: + 27 (0)11 505 6000 Email address: afinvestments@alexforbes.com Website address: www.alexforbes.com/za/en/ Directors:

https://www.alexforbes.com/za/en/about-us/ company-directors

The manager is registered as a manager of collective investment schemes, in terms of the Collective Investment Schemes Control Act. The manager, through Alexander Forbes Group Holdings Limited, is a member of the Association for Savings and Investment South Africa (ASISA).

Trustee, Custodian and Depositary

FirstRand Bank Limited, acting through RMB Trustee Services

Registration number: 1929/001225/06 Physical address: No. 3 First Place, Corner Jeppe and Simmonds Streets, Johannesburg, 2001 Postal address: PO Box 7713, Johannesburg,

Telephone number: +27 (0) 87 736 1732 Email address: info@rmb.co.za Website address: www.rmb.co.za

The trustee is registered as a trustee of collective investment schemes, in terms of the Collective Investment Schemes Control Act

Investment Manager for unit trusts Alexander Forbes Investments Limited

Registration number: 1997/000595/06 FSP number: 711

Insurer number: 10/10/1/155

Physical address: 115 West Street, Sandown,

2196

Postal address: PO Box 786055, Sandton, 2146 **Telephone number:** + 27 (0)11 505 6000 Email address: afinvestments@alexforbes.com Website address: www.alexforbes.com/za/en/

The investment manager is an authorised Financial Services Provider (FSP), as discretionary FSP, in terms of Section 8 of the Financial Advisory and Intermediary Services Act (FAIS), and is a registered insurer licensed to conduct life insurance business. This information is not advice, as defined in FAIS. Please be advised that there may be representatives acting under supervision.

Investment Manager for hedge funds

Alexander Forbes Investments Administration (Pty) Limited

Registration number: 2005/043273/07

FSP number: 27584 Physical address: 115 West Street, Sandown,

Postal address: PO Box 786055, Sandton, 2146 Telephone number: + 27 (0)11 505 6000 Email address: afinvestments@alexforbes.com Website address: www.alexforbes.com/za/en/

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