



Investments

Offshore Investing For South African residents

Everything you need to know
about investing offshore.

Enter



The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

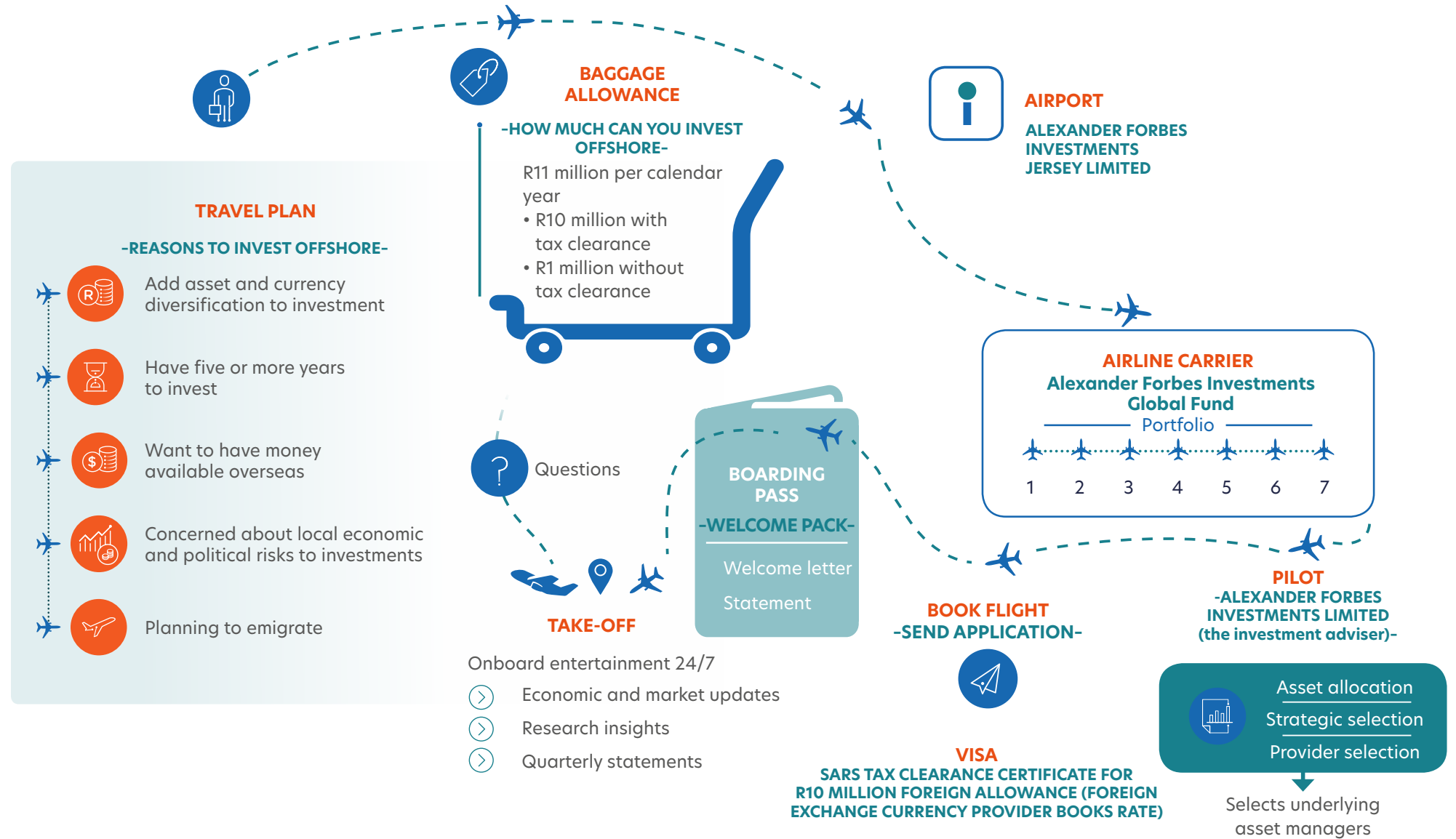
Risks to consider

FAQs

Contact

Disclaimer

The offshore journey



The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Why investing offshore makes sense

A world of opportunity

Going **beyond borders** can be a daunting, but exciting, experience - both for travellers and investors. There is a broad and diverse range of investments outside South Africa that could further diversify your investment plan, lower your risk and possibly **contribute to your earnings growth**. If you are considering expanding your global footprint, here are some aspects for you to consider.

Looking at the numbers

> **0.4%**

South Africa only contributes about 0.4% to the global gross domestic product (GDP).

> **8 000**

The Johannesburg Stock Exchange (JSE) only has about 400 listed companies, whereas, for example, the New York Stock Exchange has more than 8 000 listed companies.

> **\$70 trillion**

The market cap of the JSE is \$1.4 trillion, compared to a global universe of about \$70 trillion.

Source: World Bank, JSE and OECD

Diversify your sources of investment returns

The main objective of investing offshore is to diversify your sources of investment returns. Diversification is still the most cost-effective method of reducing risk (measured as volatility), without necessarily reducing the expected return on investment.



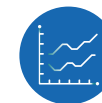
Some sectors (technology and utilities sector) or asset classes (alternatives) are not available, or are underrepresented in the South African market.

Companies, such as Apple, Google and Microsoft, are not available in our local equity market.



South Africa's local equity market is among the world's most concentrated.

The South African bond market is dominated by, and primarily limited to, government and bank debt.



South Africa has had a volatile past and sources of political and social instability remain.

South Africa-specific risk and volatility can be a major driver of currency risk and currency-induced inflation.

Who should consider investing offshore?

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

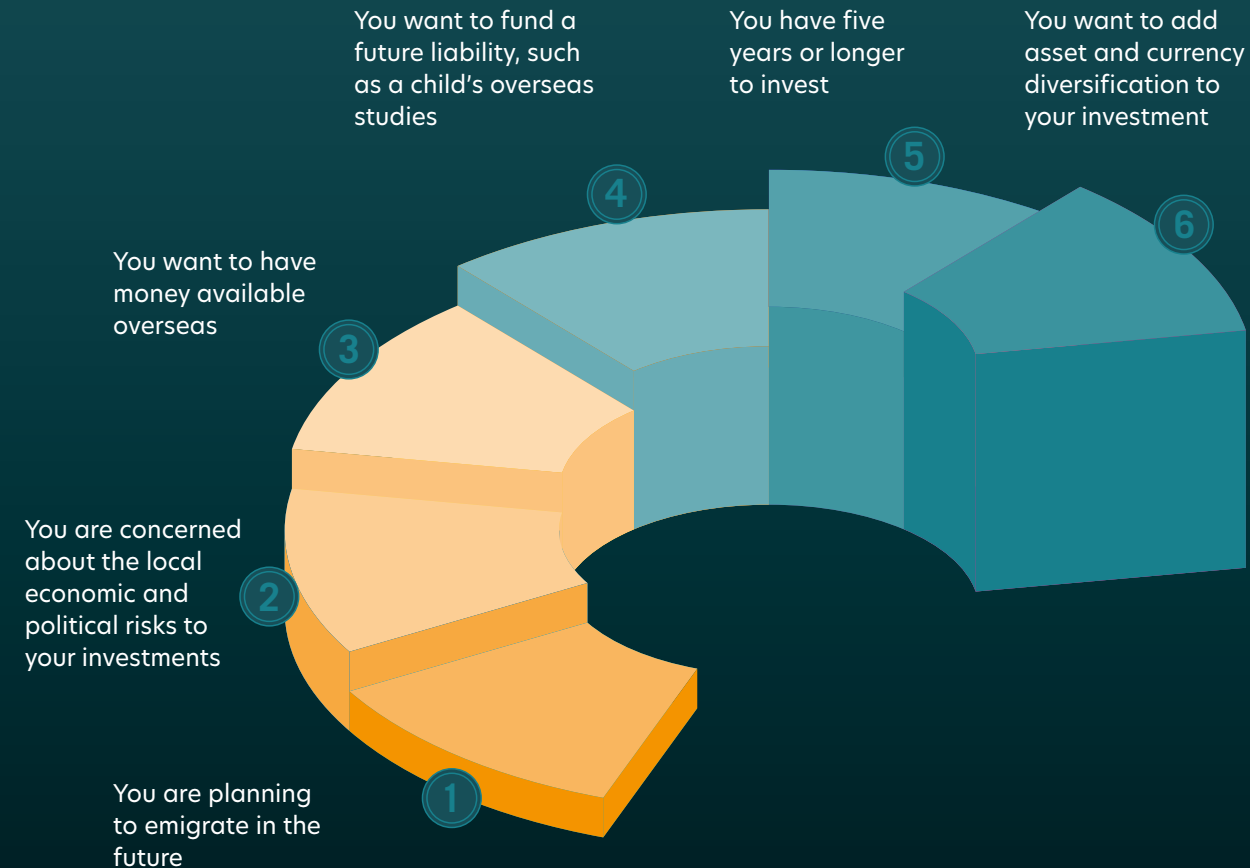
Required documents

Risks to consider

FAQs

Contact

Disclaimer



How much can you invest directly offshore?

Investing directly offshore using foreign currency-denominated unit trusts

South African investors can currently invest up to R11 million offshore per calendar year. Combined investments of up to R1 million a calendar year don't require tax clearance (called a single discretionary allowance). Investments that are greater than R1 million require clearance from both the South African Revenue Service and the South African Reserve Bank, up to a maximum of R10 million (called a foreign capital allowance).

The R1 million single discretionary allowance is only available to South African residents who are 18 years or older, including residents temporarily abroad (for details, refer to the latest currency and exchange guidelines for individuals).

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Why consider investing with us?

Using a foreign-denominated unit trust means your investment and currency exposure is foreign. You:

- invest in a foreign currency, and
- are paid out in a foreign currency

Investors can invest directly and easily into the range of offshore unit trusts offered by Alexander Forbes Investments Jersey Limited (the manager). The unit trusts on offer are class funds (or units) of the Alexander Forbes Investments Global Fund (the fund), an 'umbrella fund' and open-ended unit trust established according to the laws of Jersey and constituted by a trust deed. The manager is regulated by the Jersey Financial Services Commission. The Financial Sector Conduct Authority of South Africa authorised the unit trusts to be marketed to South African investors.

Jersey is a key base

The jurisdiction of Jersey has established itself as a key base for offshore private wealth management. Reliability, political and economic stability, and a sophisticated infrastructure of laws have kept Jersey at the forefront of global finance for over 50 years.

Strategic relationship with Mercer Investments

Our relationship with Mercer Investments allows full access to the skills, research and global experience that lies within Mercer Investments worldwide. This is a significant benefit for our clients.

Manager research

We have a broad and global network, ensuring access to a truly diverse selection of carefully vetted asset managers across markets, including Europe, Asia and the Americas.

Long-term focus

We believe in remaining focused over the long term, aiming to achieve consistent performance returns. Our commitment to long-term performance is replicated in the approach we take to choosing underlying asset managers. We choose asset managers with complementary, but different investment styles that can produce consistent, competitive returns that compound into superior performance over time.

Our global manager research reach through our relationship with Mercer Investments



Sources: Mercer Investments and Alexander Forbes Investments. Data at 30 September 2021

Why consider investing in our unit trusts?

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Joint investing

Jersey law allows for joint investors. To avoid donations tax being levied, we restrict joint investors to spouses. When one of the joint investors passes away, the surviving spouse (as joint investor) becomes the sole owner of the investment. As such, the investment does not pass to the executor and executor's fees will not apply. Investors are advised to get professional advice about the tax consequences of joint investing under the relevant laws of their jurisdiction at the time. The consequences will vary with the law and practice of an investor's country of citizenship, residence, domicile or incorporation, and with their personal circumstances.

Total transparency

Investors benefit from total transparency of fees, portfolio positioning and investment performance.

Tax benefits

The fund is a roll-up fund so there is no interest, or dividend income to declare during the term of the investment. With a roll-up unit trust, the interest and dividend income earned is reinvested and is reflected as capital growth in the value of the units. When you sell units, you pay capital gains tax on the growth in the price of the units. Capital gains tax will also be payable when switching between portfolios. Individuals don't pay tax in South Africa on currency movements. The capital gain or loss is calculated in the foreign currency and then translated into rands using either the spot rate on the date of sale or the average exchange rate for the tax year in which the units were sold. Tax rules can change. Whether they benefit investors or not will depend on an individual's personal circumstances.

Ongoing governance

We review asset managers deployed in our portfolios every six months, and we do a performance and business review annually.

Competitive pricing

Leveraging the combined scale of us and Mercer Investments, to secure competitively priced asset manager fees, places our offshore portfolio fees on par with local unit trusts.

Wide variety

The offshore investment choices available to investors cater for varying investment objectives and risk profiles.

Efficient administration

Dedicated investment and operational resources provide comprehensive support. Portfolios are priced daily and are actively managed.

Skilfully blended diversification

Investors gain exposure to a truly global opportunity set of asset managers, strategies, styles and asset classes like equities and bonds, skilfully blended by us and Mercer Investments. This reduces volatility and aims to increase long-term performance returns.

Why consider investing in our unit trusts?

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

The investment process

Investments, well planned, make it happen

Investors find it increasingly difficult to achieve their investment goals in a rapidly evolving and complex world.

We partner with you

We have a deep understanding of the needs of our diverse clients, informed by powerful research and insight.

Through our skilled and dedicated investment professionals, in partnership with Mercer Investments, we connect investors to the right advice and solutions for their needs.

We engage with our clients across different and vast savings and investments pools to help them achieve smoother, consistent and competitive investment outcomes.

Our investment approach

Increasing the likelihood of achieving investment goals, in both strong and weak markets, requires a strong focus on risk

management. Risk cannot be eliminated but it can be managed. Our solutions are built with a risk-management mindset, purposefully constructed to spread investment risk beyond asset managers and across asset classes and investment strategies too. It is this purposeful diversification that helps limit drawdowns compared to other market-linked investment portfolios. This means that investments can grow off a higher base, and over time, increase the likelihood of achieving desired investment goals on behalf of our clients.

How we construct our client solutions

We place a strong focus on risk management - understanding what risks need to be managed and identifying how best to manage those risks. This risk-led approach means that we take more responsibility in the construction and management of risks within our portfolios, optimising investment goals within acceptable levels of risk.



The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Every aspect of our investment management process is designed to improve certainty of outcomes, through our knowledge of markets, risk management and portfolio construction. Across all our multi-managed investment portfolios, including investment portfolios managed on behalf of associate companies, we manage clients' money in a defined process encompassing three steps:



We decide how much to invest in each investment type

This involves identifying how much to invest across a range of investment types, such as equities, bonds, cash, hedge funds, private markets, commodities, and so on. This investment mix ensures that your savings and investments are exposed to different sources of investment return.



We decide which styles to use

The next step involves determining which money management styles 'work' within each investment type:

- Which are more likely to provide outperformance over time?
- Which are more predictable?
- Which complement each other?

This helps us manage investment risk to deliver smoother investment returns to you through time



We decide which asset managers to appoint

Finally, we allocate your savings and investments to those asset managers best placed at implementing the desired money management styles. Investing in asset managers with dependable styles helps us produce repeatable outcomes and reliable investment performance for you over time.

We believe the enhanced diversification achieved through this process provides us with a more sophisticated means of controlling risk within our portfolios and improving investment outcomes, over the long term, for our clients.



The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Multi-asset class portfolios

Portfolio name	Strategic Global Conservative Fund	Strategic Global Moderate Fund	Strategic Global Balanced Fund	Strategic Global Aggressive Fund
Launch date	30 June 2006	30 June 2006	30 June 2006	30 June 2006
Portfolio objective	The investment objective of this class fund is to generate capital appreciation over the short to medium term by investing in a mix of collective investment funds.	The investment objective of this class fund is to generate capital appreciation over the medium term by investing in a mix of collective investment funds.	The investment objective of this class fund is to generate capital appreciation over the medium to long term by investing in a mix of collective investment funds.	The investment objective of this class fund is to generate capital appreciation over the long term by investing in a mix of collective investment funds.
Portfolio summary	The fund is suitable for investors who are conservative in nature, and therefore prefer a limited exposure to equity markets and a short-to medium-term investment (less than two years). The fund offers investors returns with low volatility managed within conservative investment parameters.	The fund is suitable for investors who require capital growth over the medium term and prefer a moderate exposure to equity markets and would like to outperform inflation in the medium term (between three and five years).	The fund is suitable for investors who want to maximise capital growth over the medium to long term (five to seven years). It is aimed at investors who have a relatively low aversion to risk and would like exposure to equity markets. The fund's relatively high weighting to equities is designed to increase the possibility of returns above inflation in the medium to long term (five to seven years)	The fund is suitable for investors with a high-risk tolerance who are primarily seeking exposure to equity markets to achieve maximum capital growth over the long term (more than seven years). Typically, the exposure to equities will be approximately 75%.
Benchmark	Morningstar EAA Fund USD Cautious Allocation	MorningStar EAA Fund USD Moderate Allocation	MorningStar EAA Fund USD Moderate Allocation	Morningstar EAA Fund USD Adventurous Allocation
Risk profile	Conservative	Moderate	Moderate	Aggressive
Strategic asset allocation	Equities excluding Property 28% Bonds 28% Property 5% Cash 23% Alternatives 16%	Equities excluding Property 50% Bonds 20% Property 8% Cash 14% Alternatives 8%	Equities excluding Property 0% - 75% Bonds 0% - 100% Property 0% - 25% Cash 0% - 100%	Equities excluding Property 75% Bonds 11% Property 10% Cash 4%
Base currency	USD	USD	USD	USD

Continue

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Single asset class portfolios

Portfolio name	Strategic Global Equity Fund	Strategic Sterling Liquidity Fund	Strategic U.S. Dollar Liquidity Fund
Launch date	29 April 1997	31 March 2000	31 March 2000
Portfolio objective	The investment objective of this class fund is to generate capital appreciation over the long term by investing in predominantly equity. This will be achieved by investing in a mix of collective investment funds invested in equity.	The investment objective of this Class Fund is to invest in the MGI UK Cash Fund (the Cash Fund), a sub-fund of the MGI Funds plc (the MGI Fund), a UCITS scheme incorporated under the laws of Ireland. The Cash Fund has the investment objective of the preservation of capital and the provision of liquidity.	The investment objective of this class fund is to invest in the Mercer USD Cash Fund (the Cash Fund), a sub-fund of the MGI Funds plc (the MGI Fund), a UCITS scheme incorporated under the laws of Ireland. The MGI Fund prospectus includes information about the Cash Fund, and states that the Cash Fund has the investment objective of the preservation of capital and the provision of liquidity.
Portfolio summary	The fund is suitable for investors with a high-risk tolerance who are primarily seeking exposure to equity markets to achieve maximum capital growth over the long term (more than seven years). Typically, the exposure to equities will be between 80% to 100%.	The Cash Fund will invest in cash deposits and short-dated money market securities globally. Such money market securities may include, without limitation, short-term commercial paper, bankers' acceptances, government securities and certificates of deposit, securities issued by or on behalf of or guaranteed by the government of the UK or by other OECD sovereign governments or by their sub-divisions or agencies and securities issued by public corporations, local authorities, banks or other financial institutions or corporate issuers. At least 80% of the assets of the Cash Fund will consist of money market securities or deposits which have a maturity at date of acquisition of not greater than one year.	The Cash Fund will invest in cash deposits and short-dated money market securities globally. Such money market securities may include, without limitation, short-term commercial paper, bankers' acceptances, government securities and certificates of deposit, securities issued by or on behalf of or guaranteed by the government of the U.S. or by other OECD sovereign governments or by their sub-divisions or agencies and securities issued by public corporations, local authorities, banks or other financial institutions or corporate issuers. At least 80% of the assets of the Cash Fund will consist of money market securities or deposits which have a maturity at date of acquisition of not greater than one year.
Benchmark	MSCI All Countries Equity Index	1-Month UK Treasury Bill Rate	US 3-Month Treasury Bill
Risk profile	Aggressive	Conservative	Conservative
Strategic asset allocation	Equities excl. Property 80% - 100% Cash 0% - 20%	Cash 100%	Cash 100%
Base currency	USD	Sterling	USD



Our advantage

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer



ACCESS TO PORTFOLIOS

We have access to portfolios across a range of asset classes that offer:

- increased diversification
- better risk-adjusted outcomes
- faster implementation and execution



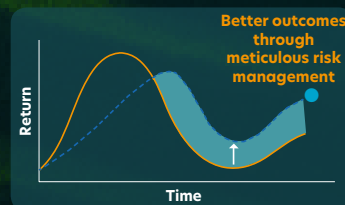
BEST IDEAS

From:

- 6 000+ active asset managers
- 35 000+ active strategies
- 11 000+ strategies rated
- 2 800+ strategies rated A



Smart portfolio construction



Our strong focus on risk management is expected to limit drawdowns, when compared to other market-linked investment portfolios. This means that the investment can grow off a higher base and, over time, meaningfully outperform the market.



Economies of scale

Cost reduction

Aggregated buying power is leveraged to lower fees

Fees are reviewed and negotiated to ensure competitiveness

No performance fees

Improved outcomes for clients

Fees

Portfolio	Base currency	Annual management charge	Annual fund administration and trustee charge	Maximum annual service fee (paid on behalf of the adviser)
Strategic Global Aggressive Fund Class A	USD	1.15%	0.10%	0.75%
Strategic Global Balanced Fund Class A	USD	1.20%	0.10%	0.75%
Strategic Global Conservative Fund Class A	USD	1.10%	0.10%	0.75%
Strategic Global Moderate Fund Class A	USD	1.10%	0.10%	0.75%
Strategic Global Equity Fund Class A	USD	1.15%	0.10%	0.50%
Strategic Sterling Liquidity Fund Class A	GBP	0.30%	0.10%	0.50%
Strategic U.S. Dollar Liquidity Fund Class A	USD	0.30%	0.10%	0.50%

Important notes

1. Full details of all fees, charges, expenses, and how they may be applied, are set out in the prospectus and its schedules.
2. These charges and expenses don't include any telegraphic transfer and banking charges that may be incurred on the purchase or redemption of units.
3. These charges will reduce the investment value.
4. All the above fees are current fees and may be subject to change as detailed in the prospectus.
5. Any of the fees that the manager is entitled to receive and retain pursuant to the prospectus or any schedule thereof (including any management fee, trustee and administration fee or service fee) may, subject to the class of units held, be payable either:
 - a) out of each class fund, or
 - b) by way of a redemption of the investor's units as are required to meet these fees.
6. Subject to any applicable law, the manager may rebate all or any part of its fees to financial intermediaries.



Investment guide

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

<p>USING YOUR R1 MILLION SINGLE DISCRETIONARY ALLOWANCE</p>	<p>Speak to an accredited financial adviser to help you to select a suitable portfolio.</p>	<p>Complete the application form for individual investors.</p>	<p>Submit all original documentation</p> <ul style="list-style-type: none"> Completed and signed application form Signed and certified required documents 	<p>Once we're satisfied that all the application requirements have been met, and the initial customer due diligence process is complete, we will supply our bank account details to you.</p>	<p>Buy your relevant foreign currency. Request onward payment of your foreign currency to our bank account.</p>	<p>Send proof of payment</p>
<p>USING YOUR R10 MILLION FOREIGN CAPITAL ALLOWANCE</p>	<p>Speak to an accredited financial adviser to help you to select a suitable portfolio.</p>	<p>Complete the application form for individual investors.</p>	<p>Obtain SARS tax clearance certificate:</p> <ul style="list-style-type: none"> Use form available on website (FIA 001) Use online service (eFiling) Use foreign exchange currency provider (Incompass) 	<p>Submit all original documentation</p> <ul style="list-style-type: none"> Completed and signed application form Signed and certified required documents 	<p>Once we're satisfied that all the application requirements have been met, and the initial customer due diligence process is complete, we will supply our bank account details to you.</p>	<p>Buy your relevant foreign currency. Request onward payment of your foreign currency to our bank account.</p> <p>Send proof of payment</p>
<p>WHEN YOUR FUNDS ARE ALREADY OFFSHORE</p>	<p>Speak to an accredited financial adviser to help you to select a suitable portfolio.</p>	<p>Complete the application form for Individual Investors.</p>	<p>Submit all original documentation</p> <ul style="list-style-type: none"> Completed and signed application form Signed and certified required documents 	<p>Once we're satisfied that all the application requirements have been met, and the initial customer due diligence process is complete, we will supply our bank account details to you.</p>	<p>Arrange for the transfer of your funds by</p> <ul style="list-style-type: none"> completing a telegraphic transfer form for your bank, or transferring funds via online banking to our bank account. 	<p>Send proof of payment</p>

- The offshore journey
- Why offshore?
- Who should consider offshore?
- How much can you take offshore?
- Why consider us?
- Why consider unit trusts?
- Investment process
- Portfolios
- Our advantage
- Fees
- Investment guide
- Required documents
- Risks to consider
- FAQs
- Contact
- Disclaimer

Required documents for all applicants

1 Proof of banking details
 We require a certified copy of a recent (not older than three months) bank statement for verification. If the application is in joint names, we also require an indemnity form and required documents for the joint investor.

2 Required documents for all applicants and joint investors

Proof of identification

For South African investors:

- A certified copy of official South African ID or, if not available, a valid passport (with not less than three months until expiry)
- If a passport is being used, attach a letter of explanation as to why an official South African ID wasn't provided

For non-South African investors:

- A certified copy of a valid passport (with not less than three months until expiry)

3 Proof of address
 Certified documents must reflect the current residential address.

We accept any one of the following:

- Lease or rental agreement
- Bank statement (not older than three months)
- SARS clearance certificate
- Municipal rates and taxes invoice (not older than three months)
- Electricity account statement (not older than three months)
- Telephone (not mobile) account statement (not older than three months)

The certification stamp needs to contain the following:

- Full name and surname of the certifier
- Address of the company
- Date of certification
- Signature of certifier
- Certifier's designation such as ex officio or certified financial planner

If you don't have a proof of residence in your name, ask the person residing with you to complete a Joint Address form and to submit their certified required documents.

What to consider when investing offshore

Investing offshore is not without risk. The following are some of the key risks to consider when investing offshore.

High return expectations

The investment opportunity across global developed markets, although vast, could be expected to provide similar or lower real returns to what can be earned in South Africa. Offshore investments may perform better at times, relative to local investments, and vice versa, depending on many different factors, such as global economic conditions and exchange rates.

Political risk

Apart from global market risk, other countries and regions of the world also have risks of their own. Political instability can be a major driver of volatility, through fluctuating capital flows, foreign direct investment and exchange rates.

Market risk

Investment volatility is linked to fluctuating stock prices, currencies and interest rates in the various global markets.

Tax implications

Tax implications relating to offshore investments are often overlooked. When looking to invest offshore, the tax you may be required to pay depends largely on the way you choose to invest. Therefore, it is important that you speak to your financial adviser or tax consultant before you make any investment decisions.

Liquidity risk

If investing in frontier markets, the immediate access to either the ability to buy or sell investments, or the ability to access and withdraw funds, may be constrained.

Investors should keep their overall risk objective and risk profile in mind when considering the above-mentioned risks. This will influence the appropriate level of global exposure.

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Frequently asked questions

General questions

1 Why consider investing offshore?

Having a portion of your investment offshore allows you to diversify your investment risk, create opportunity to potentially earn investment returns under different economic conditions, invest in a wider variety of companies and potentially benefit from movements in exchange rates. At times, offshore investments can perform better than local investments and vice versa. This is dependent on factors such as global economic conditions, movements in exchange rates, etc.

2 Does an offshore investment require investment in foreign currency or rands?

You can invest offshore using rands, foreign currency, or a combination of both. An investment in rands can be done through a rand-denominated portfolio holding foreign underlying portfolios and/or securities. It does not require tax clearance from the South African Revenue Service (SARS) or the South African Reserve Bank (SARB). A direct offshore investment must be made in a foreign currency and if a single investment, or the aggregate of all investments during a calendar year, is greater than R1 million it will require clearance from both SARS and the SARB, up to a maximum of R10 million.

3 Is an offshore investment held locally or offshore?

If you invest in a rand-denominated offshore unit trust, you get offshore exposure from a locally held investment. This means that although you invest in rands, your investment returns are generated from shares, bonds, property and cash, which are held offshore. Your investment performance is based on the performance of offshore markets, rather than local markets. Returns will be influenced by currency exchange rate movement. Any withdrawal of your investment is paid to your South African bank account in rands.

A foreign currency-denominated unit trust is held offshore and is managed by an investment manager abroad. You invest in foreign currency and your investment return is generated from offshore investments in the base currency of the offshore portfolio (typically USD). Any withdrawal can be paid into your South African bank account or your foreign bank account. If your withdrawal is paid into your South African bank account, there will be costs associated with converting currencies. Speak to your bank about these costs.

4 What happens to my direct offshore investment when I die?

For estate planning, your direct offshore investment can be dealt with locally in your estate, in terms of South African estate legislation. If you have a joint investor on your investment, your spouse (as joint investor) becomes the sole owner of the investment. As such, the investment does not pass to the executor and executor's fees will not apply. If you do not have a joint investor, your investment will be dealt with locally in your estate.

< Offshore investing

Portfolio-specific questions

5 Is it safe to invest in an offshore unit trust?

As with local unit trusts, there are laws that regulate foreign unit trusts. Our unit trusts are approved by the Financial Services Conduct Authority of South Africa. Alexander Forbes Investments Jersey Limited, as the manager, is regulated by the Jersey Financial Services Commission. Alexander Forbes Investments Limited, as the investment adviser and fund administrator, is an authorised Financial Services Provider in terms of section 8 of the *Financial Advisory and Intermediary Services (FAIS) Act* is a registered insurer licensed to conduct non-life insurance business, and, through Alexander Forbes Group Holdings Limited, is a member of the Association for Savings and Investment South Africa (ASISA).

6 Do you permit joint investors?

Jersey law allows for joint investors of a collective investment scheme. To avoid donations tax being levied, we restrict joint investors to spouses only. When one of the investors passes away, the surviving spouse (as joint investor) becomes the full owner of the investment. As such, the investment does not pass to the executor and executor's fees will not apply. Investors are advised to obtain professional advice about the tax consequences of joint investing under the relevant laws of their jurisdiction at the time. The consequences will vary with the law and practice of an investor's country of citizenship, residence, domicile or incorporation and with their personal circumstances. Joint investors must be 18 years or older.

7 Do you offer recurring debit order investments?

We do not offer recurring debit order investments within our offshore portfolios, only single premium investments. Recurring debit order investments are generally available for rand-denominated unit trusts.

8 Do you accept funds from another investment house (third party)?

No, we do not accept third-party payments.

9 Can my proceeds be transferred to another investment company?

Yes, we can transfer your proceeds to another investment company, if you give us proof that the investment at another asset manager is in your name.

10 Do you allow offshore bank accounts?

Yes, we do. If your account is with an offshore bank, we need a certified copy of your bank statement for verification purposes.

11 Do you provide tax certificates?

No, we do not issue tax certificates to investors within our offshore portfolios. Our offshore portfolios are regulated in Jersey, so we do not issue IT3(c) tax certificates. To ensure you have all the relevant information to complete your tax return every year, we issue a capital gains tax statement, which reflects the capital gain, or loss, you made when you disposed of, or switched, units.

12 What kind of updates can I expect from you?

For your specific investment, we will send you a quarterly statement reflecting all transactions concluded during the quarter, and the market value of your investment. You can register on our online site - www.online.alexanderforbesinvestments.co.za - to enjoy 24/7 access to your investment records.



The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Disclaimer

This document is for information purposes only and the information in this document is not advice, as defined in the *Financial Advisory and Intermediary Services Act* (No. 37 of 2002). This document does not form part of the Alexander Forbes Investments Global Fund (the fund) prospectus, and is not an invitation to subscribe for participatory interests (units) in the fund or in any of its class funds. The prospectus is available upon request from Alexander Forbes Investments Jersey Limited (the manager). The matters set out herein should not be relied upon for the purposes of making an investment in the fund. The fund is an open-ended collective investment scheme, which was established in Jersey on 28 April 1997 as an unclassified fund. Unclassified funds are not covered by the Compensation for Investors (Jersey) Regulations 1988. The fund is an unregulated collective investment scheme in the UK and its promotion in the UK is restricted by the *Financial Services Act 1986*. The fund is a foreign collective investment scheme approved to solicit investments from members of the South African public, in terms of section 65 of the *Collective Investment Schemes Control Act* (No. 45 of 2002). At the time of publication, the information in this document was correct. However, the information is subject to change. South African investors should review the Schedule of Similarities and Differences (the schedule), reflecting the key differences and similarities between the regulations applicable to the fund, and those applicable to South African registered collective investment schemes. The **SCHEDULE** is available for inspection on the website.

Risk (portfolio specific)

Derivatives: There is no assurance that a portfolio's use of a derivative strategy will succeed. A portfolio's management may employ a sophisticated risk management process, to oversee and manage derivative exposures within a portfolio, but the use of derivative instruments may involve risks different from, and, in certain cases, greater than, the risks presented by the securities from which they are derived.

Exposure to foreign securities: Foreign securities within portfolios may have additional material risks, depending on the specific risks affecting that country, such as: potential constraints on liquidity and the repatriation of funds; macroeconomic risks; political risks; foreign exchange risks; tax risks; settlement risks; and potential limitations on the availability of market information. Fluctuations or movements in exchange rates may cause the value of underlying international investments to go up or down. Investors are reminded that an investment in a currency other than their own may expose them to a foreign exchange risk.

Fund of funds: A fund of funds is a portfolio that invests in portfolios of collective investment schemes (unit trusts) that levy their own charges, which could result in a higher fee structure for the fund of funds.

Feeder funds: A feeder fund is a portfolio that invests in a single portfolio of a collective investment scheme, which levies its own charges and which could result in a higher fee structure for the feeder fund.

Drawdown: The potential magnitude of loss - the largest peak-to-trough decline in returns over the period, also known as the maximum drawdown.

Liquidity: The risk that a given security or asset cannot be traded quickly enough in the market to prevent a loss (or make the required profit).

Equities: The value of equities may vary according to company profits and future prospects, as well as more general market factors. In the event of a company default, the owners of their equity rank last in terms of any financial payment from that company.

Bonds: The value of fixed income investments (e.g. bonds) tends to decrease when interest rates and/or inflation rises. Bonds issued by major governments and companies will be more stable than those issued by emerging markets or smaller corporate issuers. If an issuer experiences financial difficulty, there may be a risk to some, or all, of the capital invested. Any historical or current yields quoted should not be considered reliable indicators of future performance.

For a detailed description of these risks, and other risks that are relevant to the portfolio, please refer to the **PROSPECTUS**.

General disclosure

Collective investment schemes (unit trusts) are generally medium-term to long-term investments. The value of participatory interests (units) 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 assets). The manager does not provide any guarantee, either with respect to the capital or the return of a portfolio. Any forecasts and/or commentary in this document are not guaranteed to occur. Different classes of participatory interests apply to these portfolios and are subject to different fees and charges. **A SCHEDULE OF FEES AND CHARGES** and maximum commissions is available on request from the manager, or is available on our website. Forward pricing is used.

Specific disclosures

Income distribution

This fund is an accumulation fund and does not distribute income.

Redemptions

If you disinvest from a class fund soon after you invested in the class fund, the charges you have paid may be more than the growth on the investment. Should this happen, you will not receive the full value of your original investment amount.

Prices

PRICES are published daily on our website.

The offshore journey

Why offshore?

Who should consider offshore?

How much can you take offshore?

Why consider us?

Why consider unit trusts?

Investment process

Portfolios

Our advantage

Fees

Investment guide

Required documents

Risks to consider

FAQs

Contact

Disclaimer

Performance fees

Performance fees are not levied on the portfolios.

Valuation and transaction cut-off times

The valuation point is close of business in all financial markets on the subscription day. The subscription price will be available at 16:30 Jersey time on the following subscription day. The manager must receive correctly completed application forms and notification of deposits before 11:00 Jersey time for the investment instruction to be carried out on that day. If received after the applicable cut-off time, the manager will invest the money at the unit price of the following day. The 11:00 cut-off time also applies to redemptions and switches.

Additional information

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

- **PROSPECTUS**
- **APPLICATION FORM FOR LEGAL ENTITIES**
- **APPLICATION FORM FOR INDIVIDUAL INVESTOR**
- **FEES AND CHARGES SCHEDULE**
- **ANNUAL REPORT AND HALF-YEARLY REPORT**
- **QUARTERLY GENERAL INVESTOR REPORT**

Complaints and conflict of interest

The manager follows the fund administrator's **COMPLAINTS HANDLING PROCEDURE**, as well as the **CONFLICTS OF INTEREST MANAGEMENT POLICY**. Associates of the manager may be invested within certain portfolios, and the details thereof are available from the manager.

For more details on our offshore offering contact your accredited financial adviser or call our contact centre on **0860 333 316**.

Manager

Alexander Forbes Investments Jersey Limited

Registration number: 67439

Physical address: 2-6 Church Street, St Helier, Jersey, Channel Islands

Telephone number: +44 (0) 1534 837837

Fax number: +44 (0) 1534 837888

Email address: AFInvestJersey@alexforbes.je

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

The manager is regulated by the Jersey Financial Services Commission.

Investment adviser and fund administrator

Alexander Forbes Investments Limited

Registration number: 1997/000595/06

Physical address: 115 West Street, Sandown, 2196

Telephone number: +27 (11) 505 6000

Fax number: +27 (11) 263 1555

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

The investment adviser and fund administrator is an authorised Financial Services Provider (FSP711) in terms of section 8 of the *Financial Advisory and Intermediary Services Act (FAIS)*, is a registered insurer licensed to conduct life insurance business, and through Alexander Forbes Group Holdings Limited, is a member of the Association for Savings and Investment South Africa (ASISA). This information is not advice, as defined in FAIS. Please be advised that there may be supervised representatives.

Trustee

BNP Paribas Depositary Services (Jersey) Limited

Registration number: 6043

Physical address: IFC1, The Esplanade, St Helier, Jersey, Channel Islands

Telephone number: +44 (0) 1534 813800

Fax number: +44 (0) 1534 849318

The trustee is regulated by the Jersey Financial Services Commission.

Published date: March 2022
AFIJsy22039

www.alexforbes.com/je/en



alexforbes.je/en/

alexforbes
insight • advice • impact