

## COLLECTIVE INVESTMENT SCHEME

### Tax Free Investment

This Tax Free Investment is managed in accordance with Section 12T of the Income Tax Act and allows individuals to invest without incurring any tax. Contributions to Tax Free Investments are limited to R33 000 per tax year and R500 000 over the life of an individual. Contributions above these limits will incur income tax at 40%.

#### HOW TO INVEST

1. Before investing, read the attached Terms and Conditions and the Investment Option Brochure.
2. Complete this form and e-mail to [client.services@mosaic.co.za](mailto:client.services@mosaic.co.za).
3. Cut off times for receiving instructions are **13:00** (SA).
4. The following supporting documentation must be submitted with this application:

FICA Documentation     
  Proof of Deposit     
  Proof of Banking Details     
  Compulsory Tax Annexure

#### PERSONAL DETAILS

New Investor       Existing Investor       Client Number

Existing investors must complete the section below if their personal details have changed:

Title       Surname

First Name(s)       Male       Female

Date of Birth       Nationality

Marital Status      Single       Widowed       Divorced       Antenuptial contract       In Community of Property

ID or Passport Number (if Foreign National)

Income Tax Number       Country of residence for tax purposes

Do you have a USA income tax number/tax residency/nationality?    Yes     No     Occupation

#### Street Address

c/o

Unit

Complex

Street Number

Street

Suburb

City

Postal Code

Country

Telephone (H)

Telephone (W)

Email

#### Postal Address

Same as Street Address      Yes       No

c/o

Line 1

Line 2

Line 3

Line 4

Postal Code

Country

Fax

Cell

Specify your preferred method of receiving correspondence      Email       Postal Address

**ACTING ON BEHALF OF INVESTOR \***

\* Legal Guardian / Power of Attorney

Title  Surname

First Name(s)  Male  Female

Date of Birth  Nationality

ID or Passport Number (if Foreign National)

Income Tax Number  Country of residence for tax purposes

**Street Address**

**Postal Address**

c/o  Same as Street Address Yes  No

Unit  c/o

Complex  Line 1

Street Number  Line 2

Street  Line 3

Suburb  Line 4

City  Postal Code

Postal Code  Country

Country

Telephone (H)  Fax

Telephone (W)  Cell

Email

Capacity

**SOURCE OF FUNDS INVESTED**

Please specify the source of funds (e.g. salary; investment proceeds; sale of assets; inheritance etc.)

**BANKING DETAILS OF INVESTOR**

Name of Account Holder	<input type="text"/>
Bank	<input type="text"/>
Branch Name	<input type="text"/>
Branch Code	<input type="text"/>
Account Number	<input type="text"/>
Account Type	<input type="text"/>
Signature of Account Holder	<input type="text"/>

- A cancelled cheque or bank statement must be attached as proof of banking details.
- The account holder must have a South African bank account.
- Debit orders and electronic collections will be deducted from this account.
- The onus is on the investor to inform Prescient of any changes to the bank account details.
- No payments will be made into third party bank accounts or credit cards.

**METHOD OF PAYMENT**

**Lump Sum**

Account Name	Mosaic Invest Inflow Account
Account Number	1089 576 013
Bank	Nedbank
Branch	Corporate Client Services
Branch Code	198 765
Reference Number	Investor Name and Surname

- Cheque Deposit  All cheques need to be endorsed as "Non-Transferable" and deposited directly into the unit trust inflow account by the investor. Banks do not accept cheques that exceed an amount of R500 000.00. The investment will only be made when cheques are cleared. **I/We agree to pay bank charges and costs incurred for any cash deposits made.**
- Electronic / Internet Transfer  Electronic internet transfers may take up to two business days to appear in the bank account. Units may only be purchased upon receipt of documentation and funds into the account. Please attach proof of transfer.

**Debit Order / Electronic Collection**

**Note:** Maximum contribution of R2 750 per month allowed (R33 000 per tax year of assessment), subject to a lifetime limit of R500 000.

I/we hereby authorise Prescient to deduct the stated amount for the investment from the bank account above. I/we agree to pay bank charges and costs incurred by this electronic collection or debit order. Any debit order amendment must be received in writing by Prescient prior to the 7th day of the month in order for it to be acted upon in the following month.

- Electronic Collection  Funds are deducted from the investor's bank account on receipt of this application form and all supporting documentation. Electronic collection by Prescient is restricted to a maximum of R1 000 000.00 per debit. Where a higher amount than this is requested, multiple debits will be processed on the same day.
- Regular Debit Order  Funds are deducted from the investor's bank account on the **1<sup>st</sup> working day** of each month or **as soon as possible thereafter**.

Commencement Date         Annual Escalation   %

**Note:** Funds invested via electronic collection or debit order may not be redeemed until after 40 days from the date on which such funds were invested into units on your behalf.

**Banking details for debit order deduction/electronic collection (if different from investor's bank details):**

Name of Account Holder	
Bank	
Branch Name	
Branch Code	
Account Number	
Account Type	
Signature of Account Holder	



12. I authorise Prescient to accept and act upon instructions by facsimile or e-mail and hereby waive any claim that I have against Prescient and indemnify Prescient against any loss incurred as a result of Prescient receiving and acting on such communication or instruction.
13. SARS requires Prescient to pay over dividend tax on your behalf where applicable. Prescient will deduct this tax before it pays any dividends or re-invests these into your investment account. Unless Prescient receives information from you indicating otherwise, accounts held by South African trusts, companies and partnerships will attract the default Dividend Withholding Tax (DWT) rate of 20%.
14. Any personal information may be used by Prescient in the normal course of business to provide the products and services and Prescient may retain any information for purposes of investment transactions, processing and administration and to communicate directly with me. Personal information will not be given or sold to any third parties. Prescient will disclose or report personal information if and when required to do so by law or any regulatory authority, and to Prescient's employees (if relevant), or agents who require such information to carry out their duties. I/we consent to the processing of my/our personal information/data and the disclosure of my/our personal information/data to any tax authority and/or as may be required to comply with FATCA and the Common Reporting Standard (CRS) as explained in the Terms and Conditions and the Compulsory Foreign Tax Declaration and Self-Certification attached hereto.
15. I consent to Prescient making enquiries of whatsoever nature for the purpose of verifying the information disclosed in this application and I expressly consent to Prescient obtaining any other information concerning me from any source whatsoever to enable Prescient to process this application.
16. I confirm that I have received, noted and understand the following information: Minimum Disclosure Document; Effective Annual Cost (can be obtained on request from pmancoadmin@prescient.co.za); investment objectives; the calculation of the NAV and dealing prices; charges and fees; risk factors; distribution of income accruals; any additional information necessary to enable the investor to make an informed decision.
17. Political Exposed Person (PEP) is someone who has been entrusted with a prominent public function, or an individual who is closely related to such a person.

I consider myself to be, or to be associated with a Political Exposed Person:

Yes  No

If Yes, provide details:

**Investor**

Signature	
Full Name	
Signed at	
Date	

**Legal Guardian / Power of Attorney \***

Signature	
Full Name	
Signed at	
Date	

\* If signing on behalf of the investor please provide proof of authority and supporting verifying documentation.

## COMPULSORY FOREIGN TAX DECLARATION AND SELF-CERTIFICATION

### INSTRUCTIONS FOR COMPLETION

1. This Declaration must be completed by all investors, including South African citizens.
2. We are obliged for FATCA (Foreign Account Tax Compliance Act) and the Common Reporting Standard (CRS) to collect certain information about each investor's tax arrangements. Please complete the sections below as directed and provide any additional information that is requested. Please note that in certain circumstances we may be obliged to share this information with the relevant tax authorities.
3. Unless otherwise stated, all relevant terms are as defined in the Agreement between the Government of South Africa and the Government of the United States of America to Improve International Tax Compliance and to Implement FATCA (the "Agreement"), and/or the OECD Standard for Automatic Exchange of Financial Account Information in Tax Matters ("the Standard") and, specifically, the Common Reporting Standard ("CRS").
4. If any of the information below about the Investor's tax residence or FATCA/CRS classification changes in the future, please ensure that we are advised of these changes promptly.
5. If you have any questions about how to complete this form, please contact your tax advisor.

### SECTION 1: INVESTOR IDENTIFICATION

Investor Name

#### Residential Address

c/o

Unit

Complex

Street Number

Street

Suburb

City

Postal Code

Country

#### Postal Address

Same as Street Address Yes  No

c/o

Line 1

Line 2

Line 3

Line 4

Postal Code

Country

#### Place of birth

Town or City of Birth

Country of Birth

Date of Birth

### SECTION 2: FOREIGN ACCOUNT TAX COMPLIANCE ACT (FATCA)

SA Tax Number (Issued by SARS)

Do you have a Tax Identification Number (TIN) issued by another country? Yes  No

If yes please list them:

Country of Tax Issue	Tax ID Number (TIN)

Are you considered a tax payer, or need to submit a tax return, in any other country for which you have not been issued a TIN?

Yes  No

If yes please list them:

List of Countries

### SECTION 3: CRS DECLARATION OF TAX RESIDENCY

Please indicate your/ the investor's country of tax residence (if resident in more than one country please detail all countries of tax residence and associated taxpayer identification numbers ("TIN")).

Country of Tax Residence	Tax ID Number (TIN)

**Note:** Provision of a Tax ID number (TIN) is required unless you are tax resident in a Jurisdiction that does not issue a TIN.

### SECTION 4: DECLARATIONS AND UNDERTAKINGS

I/We declare (as an authorised signatory if applicable) that the information provided in this form is, to the best of my/our knowledge and belief, accurate and complete.

I/We undertake to advise the recipient promptly and provide updated Self-Certification where any change in circumstance occurs which causes any of the information contained in this form to be incorrect.

Authorised Signature	
Capacity	
Date	

## TERMS AND CONDITIONS

### GENERAL

1. This application together with the Main Deed and the relevant Supplemental Deeds, will govern the legal relationship between the investor, the asset manager and Prescient Management Company (RF) Limited ("Prescient"). It is Prescient's sole discretion to accept or reject the investor's application form.
2. Any references to the singular shall include the plural.
3. Please note that all documents, notifications of deposit, investment, redemption and switch applications must be received by Prescient by or before 13:00 (SA), to be transacted at the net asset value price for that day. Where all required documentation is not received before the stated cut off time Prescient shall not be obliged to transact at the net asset value price as agreed to.
4. No interest will accrue to monies awaiting allocation.
5. All redemptions must be submitted in writing and will be executed following receipt and acceptance of such instruction. Please note in the case of redemptions, settlement may take up to 48 hours. Funds invested via electronic collection or debit order may not be redeemed until after 40 days from the date on which such funds were invested into units on your behalf.
6. Investors wishing to redeem units amounting to more than 5% of the total market value of the relevant unit trust fund portfolio must provide Prescient with at least 7 business days' written notice of such redemption. If this notice is not received by Prescient, Prescient may treat such withdrawal as only having taken place on the 7th business date after such instruction is received. However, where the amount to be redeemed exceeds 10% of the total market value of the portfolio, the parties shall determine the actual date of withdrawal through mutual agreement between them.
7. The net asset value price is calculated using the forward pricing methodology. The net asset value can be defined as the total market value of all assets in the portfolio including any income accruals and less any permissible deductions from the portfolio, divided by the number of units in issue.
8. Units will be bought and sold at the net asset value price in accordance with the requirements of the Collective Investment Schemes Control Act 45 of 2002 and the relevant Deed.
9. Prescient may, at its discretion, close portfolios to new investors and existing unit holders including the cessation of debit orders, if applicable.
10. Prescient reserves the right to terminate this contract by giving 30 days' notice to the investor. Units shall be repurchased on the 30th day after notification of termination at the ruling price on that day. Any proceeds from the termination shall be paid to the Investor's bank account given in this application form.
11. All material facts must be accurately and properly disclosed, and the accuracy and completeness of all answers, statements or other information provided by or on behalf of the investor, are the investor's own responsibility.
12. No indulgence granted by Prescient shall affect or prejudice the rights of Prescient, nor shall it be regarded as a waiver of Prescient's rights.
13. The Trustee's details are: Nedbank Ltd Investor Services, 2nd Floor, 16 Constantia Boulevard, Constantia Kloof, Roodepoort, 1709, South Africa. P.O. Box 1144, Johannesburg, 2000, South Africa.

### TAX FREE INVESTMENT

1. This investment is a tax free investment in terms of section 12T of the Income Tax Act. It is available to individuals only and is not subject to income tax, dividends tax or capital gains tax.
2. Your contributions to all tax free investments are limited to a maximum of R33 000 per tax year of assessment (R2 750 per month) and up to a maximum of R500 000 (both in aggregate) over your lifetime. Profits, accruals or gains that are reinvested do not form part of these limits. Please note that any contributions that exceed the annual or lifetime limits will incur income tax at 40%.
3. Investors may have multiple tax free investments however the combined value may not exceed R33 000 per tax year and R500 000 in your lifetime.
4. You may not transfer your tax free investment from one financial institution to another, until such time as confirmation is received from National Treasury.
5. You will be allowed to withdraw from your tax free investment however will reduce your annual and lifetime contribution limits.

### APPLICABLE IF APPOINTING A FINANCIAL ADVISOR/FSP

1. Prescient will only accept applications, submitted on behalf of investors, from FSP's who have been granted a licence by the Financial Services Board.
2. Prescient cannot be held responsible or liable for loss or damage suffered by the investor as a result of the FSP acting outside his / her licence parameters or because of delays in the processing or rejection of this application form, caused by the fact that the investor's FSP is not authorised as a Financial Services Provider or is not approved by Prescient.
3. The FSP is responsible for ensuring that the investor receives and understands all appropriate advice, product and fee information including changes in the working practices and procedures of Prescient.

### INSTRUCTIONS

1. Only signed written instructions (faxed copies included) from the unit holder or the FSP will be acted upon.
2. Prescient will not proceed with any transaction if there is any doubt as to the validity of any signatures/information or if it deems the application to be incomplete in any way and Prescient cannot be held liable for any resultant losses as a result thereof.

### REPORTING

1. Unit Holder statements will be issued quarterly. Transaction notes are sent on a transaction basis. Additional investor statements are available on request from Prescient.



## FEES

1. The fees that apply to this investment are set out in the latest Investment Option Brochure.
2. You may negotiate an initial advisor fee, subject to the relevant maximums, to be paid to your FSP before your first contribution is invested.
3. The annual management fee is the fee you pay to Prescient for managing the portfolios.
4. Prescient may pay an annual advisor service fee to your FSP out of the annual management fee of Prescient. This is set and taken into account when the price of the portfolio is calculated (i.e. part of the standard expense of the portfolio). You cannot negotiate this fee percentage.
5. You may negotiate an additional annual advisor fee to be paid to your FSP. Units will need to be cancelled to pay your advisor this fee.
6. All fees may be amended by Prescient from time to time, and in such event, a notification will be sent to the investor.
7. All fees are exclusive of VAT.

## PROTECTION OF PERSONAL INFORMATION

Your personal information may be collected, processed, transferred and disclosed by Prescient in the normal course of business to effectively process your transaction instructions. Prescient will disclose or report personal information if and when required to do so by law or any regulatory authority, and to our employees, or agents who require such information to carry out their duties in fulfilling your transaction. Prescient may retain any information for purposes of investment transactions, processing and administration and to communicate directly with you. The type of information we collect will depend on the purpose for which it is collected and used. We will only collect information that we need for that purpose.

Prescient may share information with companies within in Prescient Group of companies and service providers with whom we have a business agreement to process such information on our behalf or to those who render services to us.

Prescient Group is an international business and located in different geographical locations. As a result, Prescient may transfer or process your personal information outside of South Africa to such countries that may not offer the same level of data protection as South Africa.

You understand that failure to provide or consent to the processing of necessary information may result in the delay or failure to process any instruction or application.

You may access the personal information we have on record for you and you may request that we correct any errors or delete your information.

To view our full privacy notice and to exercise your preferences, please visit [www.prescient.co.za](http://www.prescient.co.za).

## RISK WARNING

Collective Investment Schemes in Securities (CIS) should be considered as medium to long-term investments. The value may go up as well as down and past performance is not necessarily a guide to future performance. CIS's are traded at the ruling price and can engage in scrip lending and borrowing. A schedule of fees, charges and maximum commissions is available on request from the Manager. There is no guarantee in respect of capital or returns in a portfolio. A CIS may be closed to new investors in order for it to be managed more efficiently in accordance with its mandate. CIS prices are calculated on a net asset basis, which is the total value of all the assets in the portfolio including any income accruals and less any permissible deductions (brokerage, STT, VAT, auditor's fees, bank charges, trustee and custodian fees and the annual management fee) from the portfolio divided by the number of participatory interests (units) in issue. Forward pricing is used. The Fund's Total Expense Ratio (TER) reflects the percentage of the average Net Asset Value (NAV) of the portfolio that was incurred as charges, levies and fees related to the management of the portfolio. A higher TER does not necessarily imply a poor return, nor does a low TER imply a good return. The current TER cannot be regarded as an indication of future TER's. During the phase in period TER's do not include information gathered over a full year.

A Money Market portfolio is not a bank deposit account and the price is targeted at a constant value. The total return is made up of interest received and any gain or loss made on any particular instrument; and in most cases the return will have the effect of increasing or decreasing the daily yield, but in the case of abnormal losses it can have the effect of reducing the capital value of the portfolio. The yield is calculated as a weighted average yield of each underlying instrument in the portfolio. Excessive withdrawals from the portfolio may place the portfolio under liquidity pressures and a process of ring-fencing of withdrawal instructions and managed pay-outs over time may be followed.

A Fund of Funds is a portfolio that invests in portfolios of collective investment schemes, which levy their own charges, which could result in a higher fee structure for these portfolios.

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.

The Manager retains full legal responsibility for any third-party-named portfolio.

Where foreign securities are included in a portfolio there may be 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.

The investor acknowledges the inherent risk associated with the selected investments and that there are no guarantees. Prescient is a member of the Association for Savings and Investments SA.

## FICA REQUIREMENTS

In terms of the Financial Intelligence Centre Act, 2001 ("FICA") Prescient requires a copy of each of the following documents:

An "ID document" means a document containing a photo, full names, date of birth and ID number, a passport or a valid driver's licence.

"Proof of address/business address" means a document less than 3 months old containing residential address that is a utility bill, bank statement, rates account or tax invoice.

### South African Citizens and Residents or Foreign Nationals

- ID document, drivers licence or a passport.
- Proof of address.
- Proof of income tax number.
- Proof of bank statement.

### Third Party Representing another Individual/Power of Attorney

- ID document in respect of both parties.
- Proof of address.
- Proof of authority to act.
- Proof of bank statement.

## CONTACT

### Prescient Management Company (RF) Ltd

Physical Address	Prescient House, Westlake Business Park, Otto Close, Westlake, 7945
Postal Address	P.O. Box 31142, Tokai, 7966
Telephone	021 700 3600
Fax	021 700 7333
Email	<a href="mailto:pmancoadmin@prescient.co.za">pmancoadmin@prescient.co.za</a>
Website	<a href="http://www.prescient.co.za">www.prescient.co.za</a>

### Mosaic Invest (Pty) Ltd

Physical Address	Zotos House, 183 Smit Street, Fairland, 2170
Postal Address	PO Box 731529, Fairland, 2030
Telephone	011 083 7145
Email	<a href="mailto:client.services@mosaic.co.za">client.services@mosaic.co.za</a>
Website	<a href="http://www.mosaic.co.za">www.mosaic.co.za</a>

## COMPLIANCE DEPARTMENT

Compliance Officer	Christine Pretorius
Physical Address	Prescient House, Westlake Business Park, Otto Close, Westlake, 7945
Postal Address	P.O. Box 31142, Tokai, 7966
Telephone	021 700 3607
Fax	021 700 7333
Email	<a href="mailto:compliance@prescient.co.za">compliance@prescient.co.za</a>
Website	<a href="http://www.prescient.co.za">www.prescient.co.za</a>

## COMPLAINTS

Please do not hesitate to contact us if you are not satisfied with this investment or the services received from Prescient. A complaint must be submitted to the Compliance Officer. Prescient will acknowledge the complaint in writing and will inform the investor of the contact details of the persons involved in the resolution thereof. Should you wish to lodge a complaint regarding the services being provided, an email can be sent to [complaints@prescient.co.za](mailto:complaints@prescient.co.za) or alternatively you can obtain our complaints policy, conflict of investment management policy from the compliance department (address above).

If an investor is not satisfied with the response from Prescient or if an investor has a complaint about the advice given by the Financial Advisor, he/she has the right to address his/her complaint in writing to the Ombud for Financial Services Providers at the address below. The Ombud is legally empowered to investigate and adjudicate complaints in a procedurally fair, economical and expeditious manner.

Postal Address	P.O. Box 74571 Lynnwood Ridge 0040
Telephone	012 470 9080
Fax	012 348 3447
Email	<a href="mailto:info@faisombud.co.za">info@faisombud.co.za</a>

## INVESTMENT OPTION BROCHURE

Unit Trust Portfolio	Mosaic Flexible Prescient Fund
ASISA Classification	South Africa Multi-Asset Flexible Fund
Investment Objective	The fund has a primary investment objective of long-term capital growth
Risk Rating	High
Benchmark	JSE All Share Index TR
Regulation 28 compliant	No
Income Distribution	Annually (March)
Annual Management Fee	1.25%
Annual Distribution Fee	0%

### Notes:

1. The **annual management fee** is the fee charged by Prescient for managing or administering the fund.
2. An **annual distribution fee** is an annual fee payable to financial advisors by Prescient for marketing and distribution services. This fee is included in the annual management fee and will not reflect on investor statements. You cannot negotiate this fee percentage. Each Investment Option set out herein may have more than one class available. It is important for investors to understand that the class they select will determine whether the fees payable are fixed or are negotiable and how the fees are deducted. Certain fee classes will pay the Annual Distribution Fee to financial advisors. Financial Advisor Fees agreed to by the investor will be in addition to the Annual Distribution Fee. Your financial advisor must disclose all fees payable to him/her/it to you.
3. **ASISA** is the Association for Savings and Investments South Africa.
4. The **ASISA classification** is when ASISA classifies portfolios that are registered with the FSB according to where they invest, either being locally or off-shore, and what they invest in (e.g. shares or bonds).
5. The **Benchmark** is an index or measure which is used to calculate the rate of return that a portfolio needs to achieve.
6. **Regulation 28** of the Pension Funds Act determines investment limits that are considered suitable for retirement savings purposes. Some Portfolios are managed to comply with these limits.