

10 July 2023

Dear Valued Unit Holder,

**TA RAINBOW INCOME FUND 12 (“the Fund”)
NOTICE OF 1st ANNUAL OBSERVATION – 21 JUNE 2023**

Thank you for your continued support investing with us.

The Fund has reached its **first observation on 21st June 2023**. Due to prevailing market conditions and inflationary concerns, the Fund’s underlying assets retraced earlier gains, with two of the underlyings posting slight positive returns, but they were not enough to offset the negative return of the fixed income underlying which was negatively impacted by the unprecedented interest rate-hiking environment.

The weightage has been assigned to each of the Underlying Assets on the observation date as follows:

Underlying Assets	Weightage (%)
BlueBay Investment Grade Euro Aggregate Bond Fund - EUR	25%
Amiral Gestion Sextant Grand Large	45%
S&P 500 Daily Risk Control 5% Excess Return (USD) Index	30%

Due to the underperformance of one the Underlying Assets in the Rainbow Basket, no payout is available for the first observation.

Please refer to the write up on the Fund performance review as attached.

The next observation date will be on 21 June 2024.

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