

FIRST SUPPLEMENTARY INFORMATION MEMORANDUM OF TA ALTERNATIVE ABSOLUTE RETURN FUND

This First Supplementary Information Memorandum of TA Alternative Absolute Return Fund dated 28 February 2024 (“First Supplementary Information Memorandum”) must be read together with the Information Memorandum of TA Alternative Absolute Return Fund dated 3 July 2023 (“Information Memorandum”).

Manager : **TA Investment Management Berhad** (Registration Number: 199501011387 (340588-T))

Trustee : **CIMB Commerce Trustee Berhad** (Registration Number: 199401027349 (313031-A))

The date of constitution of the TA Alternative Absolute Return Fund is 19 June 2023.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THE INFORMATION MEMORANDUM AND THIS FIRST SUPPLEMENTARY INFORMATION MEMORANDUM. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.

FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE “RISK FACTORS” COMMENCING ON PAGE 16 OF THE INFORMATION MEMORANDUM AND PAGE 5 OF THIS FIRST SUPPLEMENTARY INFORMATION MEMORANDUM.

THIS FIRST SUPPLEMENTARY INFORMATION MEMORANDUM OF TA ALTERNATIVE ABSOLUTE RETURN FUND DATED 28 FEBRUARY 2024 MUST BE READ TOGETHER WITH THE INFORMATION MEMORANDUM OF TA ALTERNATIVE ABSOLUTE RETURN FUND DATED 3 JULY 2023.

Responsibility Statements

This First Supplementary Information Memorandum has been reviewed and approved by the directors of TA Investment Management Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements, or omission of other facts which would make any statement in this First Supplementary Information Memorandum false or misleading.

Statements of Disclaimer

The Securities Commission Malaysia has not authorised or recognised the TA Alternative Absolute Return Fund (“Fund”) and a copy of the Information Memorandum and this First Supplementary Information Memorandum have not been registered with the Securities Commission Malaysia.

The lodgement of the Information Memorandum and this First Supplementary Information Memorandum should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in the Information Memorandum and this First Supplementary Information Memorandum.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of TA Investment Management Berhad responsible for the Fund and takes no responsibility for the contents in the Information Memorandum and this First Supplementary Information Memorandum. The Securities Commission Malaysia makes no representation on the accuracy or completeness of the Information Memorandum and this First Supplementary Information Memorandum, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

Additional Statements

Investors should note that they may seek recourse under the *Capital Markets and Services Act 2007* for breaches of securities laws including any statement in this First Supplementary Information Memorandum that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this First Supplementary Information Memorandum or the conduct of any other person in relation to the Fund.

This First Supplementary Information Memorandum does not constitute an offer or solicitation to anyone in any jurisdiction in which such offer or solicitation is not authorised or to any person to whom it is unlawful to make such offer or solicitation.

The Fund will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to any U.S. Person(s), except in a transaction which does not violate the securities laws of the United States of America. Accordingly, investors may be required to certify that they are not U.S. Person(s) before making an investment in the Fund.

Additional Disclosures on Personal Information

Investors are advised to read and understand the full personal data or information related disclosures which will be given to you together with the application form before purchasing Units of the Fund. The said disclosures consist of, but is not limited to, TA Investment Management Berhad being entitled to transfer, release or disclose from time to time any information relating to the Unit Holders to any of TA Investment

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Management Berhad's parent company, subsidiaries, associate companies, affiliates, delegates, service providers and/or agents (including any outsourcing agents and/or data processors) for any purpose on the basis that the recipients shall continue to maintain the confidentiality of information disclosed as required by laws, regulations or directives, regulatory agency, government body or authority, or in relation to any legal action to any court.

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Unless otherwise provided in this First Supplementary Information Memorandum, all the capitalised terms used herein shall have the same meanings ascribed to them in the Information Memorandum.

This First Supplementary Information Memorandum is issued to inform investors that:

- The information relating to statements of disclaimer has been updated (please refer to page 1 of this First Supplementary Information Memorandum).
- The definition of “Sophisticated Investor(s)” has been updated.
- The information relating to the Fund has been amended.
- The information relating to suspension risk has been inserted.
- The information relating to the risk mitigation of the Fund has been updated.
- The illustration of computation of NAV and NAV per Unit for a particular day has been updated.
- The information relating to the Manager has been updated.

A. Amendment to “Definition” from pages 2 to 5 of the Information Memorandum

The definition of “Sophisticated Investor(s)” is hereby deleted and replaced with the following:-

Sophisticated Investor(s)	<p>Any person who:</p> <p>(a) is determined to be a sophisticated investor under the Guidelines on Categories of Sophisticated Investors, as amended from time to time; or</p> <p>(b) acquires any capital market product specified under the Guidelines where the consideration is not less than two hundred and fifty thousand ringgit or its equivalent in foreign currencies for each transaction whether such amount is paid for in cash or otherwise; or</p> <p>(c) fall under any other category(ies) of investors as may be permitted by the SC from time to time.</p> <p>Note: For more information and/or updates on the definition of “Sophisticated Investor”, please refer to our website at www.tainvest.com.my.</p>
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B. Amendment to “Chapter 1 - The Fund” from pages 7 to 15 of the Information Memorandum

The following information relating to the Fund is hereby deleted and replaced with the following:-

FEES AND CHARGES RELATED TO THE FUND	
<p><i>The table below describes the fees and charges directly incurred by you when you purchase or redeem Units of the Fund. All fees and charges quoted below are <u>exclusive</u> of any taxes and/or duties which may be imposed by the government or relevant authority unless otherwise specified.</i></p>	
SALES CHARGE	<p>Up to 5.00% of the NAV per Unit imposed either by IUTAs, unit trust consultants or Manager.</p> <p><i>All sales charge is to be rounded to two (2) decimal points. We reserve the right to waive and/or reduce the sales charge from time to time at our absolute discretion.</i></p>

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	<p><i>Note: Sophisticated Investors may negotiate for a lower sales charge through the sales and promotional campaigns from time to time; alternatively, Sophisticated Investors may negotiate with their preferred distributors for a lower sales charge. Investment through the distributors shall be subject to their respective terms and conditions.</i></p> <p>Illustration on how the sales charge is calculated:</p> <p><i>Assuming an investor decided to invest RM10,000.00 in the Fund for MYR Hedged Class. The NAV per Unit is RM1.0000 and the sales charge is 5.00% of the NAV per Unit. The sales charge is calculated based on his investment amount and is illustrated as follows:</i></p> <table border="1" data-bbox="581 562 1416 751"> <tr> <td>Investment amount</td> <td>RM</td> <td>10,000.00</td> </tr> <tr> <td>Number of Units allocated (RM10,000.00 / RM1.0000)</td> <td></td> <td>10,000.00</td> </tr> <tr> <td>Add sales charge 5.00% of investment amount (5.00% x RM10,000.00)</td> <td>RM</td> <td>500.00</td> </tr> <tr> <td>Total amount payable by investor</td> <td>RM</td> <td>10,500.00</td> </tr> </table> <p><i>Please note that the calculation set out above is for illustration purposes and exclusive of any payable taxes and/or duties.</i></p>	Investment amount	RM	10,000.00	Number of Units allocated (RM10,000.00 / RM1.0000)		10,000.00	Add sales charge 5.00% of investment amount (5.00% x RM10,000.00)	RM	500.00	Total amount payable by investor	RM	10,500.00
Investment amount	RM	10,000.00											
Number of Units allocated (RM10,000.00 / RM1.0000)		10,000.00											
Add sales charge 5.00% of investment amount (5.00% x RM10,000.00)	RM	500.00											
Total amount payable by investor	RM	10,500.00											
<p><i>The table below describes the fees and charges indirectly incurred by you when you invest in the Fund which may impact the performance of the Fund. All fees and charges quoted below are <u>exclusive</u> of any taxes and/or duties which may be imposed by the government or relevant authority unless otherwise specified.</i></p>													
<p>ANNUAL MANAGEMENT FEE</p>	<p>Up to 2.00% per annum of the NAV of the Fund, calculated and accrued on a daily basis.</p> <p><i>Note: We may, at our own discretion, from time to time, charge an annual management fee that is lower than that stated above.</i></p> <p><i>Please refer to Section 4.1, Computing of NAV and NAV per Unit on how the annual management fee is calculated.</i></p>												
<p>ANNUAL TRUSTEE FEE</p>	<p>Up to 0.04% per annum of the NAV of the Fund, subject to a minimum fee of RM10,000 per annum of the Fund (excluding foreign custodian fees and charges).</p> <p><i>Please refer to Section 4.1, Computing of NAV and NAV per Unit on how the annual trustee fee is calculated.</i></p>												

Notes:

- We may for any reason and at any time, waive or reduce: (a) any fees (except the annual Trustee's fee); (b) other charges payable by you in respect of the Fund; and/or (c) transactional values including but not limited to the Units or amount, for any Unit Holder and/or investments made via any distribution channels or platform.***
- Unit Holders and/or the Fund, shall be responsible for any taxes and/or duties chargeable in respect of all applicable fees, charges and expenses which may be imposed by the government or other authorities from time to time as provided in the Information Memorandum.***

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C. Amendment to “Section 2.1 – General Risks of Investing in the Fund” on page 16 of the Information Memorandum

The information relating to the “suspension risk” is hereby inserted immediately after the “Operational Risk”:-

g) Suspension Risk

The Manager may, in consultation with the Trustee and having considered the interests of the Unit Holders, suspend the redemption of Units where it is impractical for the Manager to calculate the NAV of the Fund due to the Manager being unable to determine the market value or fair value of a material portion of the Fund’s investments. Upon suspension, the Fund will not be able to pay Unit Holders’ redemption proceeds in a timely manner and Unit Holders will be required to remain invested in the Fund for a longer period. In such a scenario, Unit Holder’s investments will continue to be subjected to risk factors inherent to the Fund.

D. Amendment to “Section 2.4 – Risk Mitigation” on page 27 of the Information Memorandum

The following new paragraph is hereby inserted immediately after the second paragraph:-

To avoid suspension of the Fund, the Fund will hold adequate Liquid Assets (up to 15% of the Fund’s NAV) and if the Liquid Assets are insufficient to meet redemption requests, the Manager may seek temporary financing if this is in the best interests of Unit Holders. If the Manager has exhausted all possible avenues to avoid a suspension of the Fund, the Manager may as a last resort, in consultation with the Trustee and having considered the interests of the Unit Holders, suspend the redemption of Units where it is impractical for the Manager to calculate the NAV of the Fund due to the Manager being unable to determine the market value or fair value of its investment in the Target Fund. Please note that during the suspension period, there will be no NAV per Unit available and hence, any application for subscription, redemption or switching of Units received by the Manager during the suspension period will only be accepted and processed on the next Business Day after the cessation of the suspension. Unit Holders will be notified of the suspension and when the suspension is lifted.

E. Amendment to “Section 4.1 – Computing of NAV and NAV per Unit” on page 48 of the Information Memorandum

The last note after the illustration of computation of NAV and the NAV per Unit for a particular day is hereby deleted and replaced with the following:-

Note:

The management fee and trustee fee for a particular day is illustrated based on 365 calendar days. In the event of a leap year, the computation will be based on 366 calendar days.

The calculation set out above is for illustration purposes only and exclusive of any payable taxes and/or duties.

F. Amendment to “Section 5.4 – Investment Team” on page 54 of the Information Memorandum

The information relating to the investment team of the Manager is hereby deleted and replaced with the following:-

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5.4 INVESTMENT TEAM

Mr. Choo Swee Kee, CFA – Chief Investment Officer and the designated fund manager for the Fund

Mr. Choo is the Chief Investment Officer and Executive Director of TAIM. He joined TAIM in July, 2005 and has more than twenty-five (25) years' experience in the investment and stock markets. He leads the investment team and is responsible for implementing the investment strategy of funds and managing TAIM's portfolio. After graduation, he joined an accounting group, Coopers & Lybrand in 1987 as a senior officer. Between 1990 and 1999, Mr. Choo gained valuable knowledge and experience in the investment line working as analyst and fund manager in Singapore and Malaysia. Prior to joining TA Group, he was the Chief Investment Officer of KLCS Asset Management Sdn. Bhd. Mr. Choo holds a Bachelor of Business Administration from the National University of Singapore and the Chartered Financial Analyst (CFA) designation.