



# TA INFLATION MULTI-ASSET FUND

## INFORMATION MEMORANDUM

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

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

This Information Memorandum is dated 19 September 2022.

The date of constitution of the TA Inflation Multi-Asset Fund is 6 September 2022.

**INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS 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.**

TABLE OF CONTENTS

	<u>Page No.</u>
RESPONSIBILITY STATEMENTS AND STATEMENTS OF DISCLAIMER.....	1
DEFINITION .....	2
CORPORATE DIRECTORY .....	7
CHAPTER 1: THE FUND .....	8
CHAPTER 2: RISK FACTORS .....	16
2.1 GENERAL RISKS OF INVESTING IN THE FUND .....	16
2.2 SPECIFIC RISKS RELATED TO THE FUND .....	17
2.3 SPECIFIC RISKS RELATED TO THE TARGET FUND .....	18
2.4 RISK MITIGATION .....	23
CHAPTER 3: THE INFORMATION ON PIMCO FUNDS: GLOBAL INVESTORS SERIES PLC – INFLATION MULTI-ASSET FUND (“TARGET FUND”).....	25
3.1 STRUCTURE OF THE COMPANY .....	25
3.2 REGULATORY AUTHORITY WHICH REGULATES THE TARGET FUND .....	25
3.3 COUNTRY OF DOMICILE OF THE TARGET FUND .....	25
3.4 FUND LEGISLATION APPLICABLE TO THE TARGET FUND.....	25
3.5 THE MANAGEMENT COMPANY OF THE TARGET FUND .....	25
3.6 THE INVESTMENT ADVISOR OF THE TARGET FUND .....	25
3.7 INVESTMENT OBJECTIVE OF THE TARGET FUND .....	26
3.8 INVESTMENT STRATEGY AND POLICIES OF THE TARGET FUND .....	26
3.9 INVESTMENT RESTRICTIONS OF THE TARGET FUND .....	29
3.10 EFFICIENT PORTFOLIO MANAGEMENT AND SECURITIES FINANCING TRANSACTIONS OF THE TARGET FUND .....	32
3.11 CALCULATION AND SUSPENSION OF CALCULATION OF NET ASSET VALUE OF THE TARGET FUND .....	33
3.12 RESTRICTIONS ON REDEMPTION BY THE COMPANY .....	34
3.13 FEE CHARGABLE BY THE TARGET FUND .....	35
CHAPTER 4: TRANSACTION INFORMATION.....	36

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

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4.1	COMPUTING OF NAV AND NAV PER UNIT .....	36
4.2	PRICING OF UNITS .....	36
4.3	SALE OF UNITS.....	37
4.4	REDEMPTION OF UNITS .....	38
4.5	BASES OF VALUATION OF THE ASSETS OF THE FUND AND VALUATION FOR THE FUND .....	39
4.5.1	Bases of Valuation of the Assets of the Fund .....	39
4.6	VALUATION FOR THE FUND .....	40
4.7	DISTRIBUTION PAYMENT .....	40
	CHAPTER 5: THE MANAGER.....	41
5.1	BACKGROUND INFORMATION .....	41
5.2	ROLE, DUTIES AND RESPONSIBILITIES OF THE MANAGER.....	41
5.3	BOARD OF DIRECTORS.....	41
5.4	INVESTMENT TEAM.....	41
5.5	MATERIAL LITIGATION .....	41
	CHAPTER 6: TRUSTEE.....	43
6.1	ABOUT CIMB COMMERCE TRUSTEE BERHAD .....	43
6.2	EXPERIENCE AS TRUSTEE TO UNIT TRUST FUNDS .....	43
6.3	ROLES, DUTIES AND RESPONSIBILITIES OF THE TRUSTEE .....	43
6.4	TRUSTEE'S DELEGATE (CUSTODIAN) .....	43
6.5	TRUSTEE'S DISCLOSURE OF MATERIAL LITIGATION AND ARBITRATION .....	44
	CHAPTER 7: SALIENT TERMS OF THE DEED .....	45
7.1	RIGHTS AND LIABILITIES OF THE UNIT HOLDERS.....	45
7.2	TERMINATION OF THE FUND.....	45
7.2.1	Termination of the Fund .....	45
7.2.2	Introduction and/or Termination of a Class of Units .....	45
7.3	POWER TO CALL FOR A MEETING BY UNIT HOLDERS .....	46
7.3.1	Unit Holders' Meeting convened by the Unit Holders .....	46
7.3.2	Unit Holders' Meeting convened by the Manager or Trustee .....	46
	CHAPTER 8: ADDITIONAL INFORMATION.....	47
8.1	REPORTS AND UP-TO-DATE INFORMATION RELATING TO THE FUND .....	47
8.2	CUSTOMER SERVICE.....	47

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

---

8.3	ANTI-MONEY LAUNDERING POLICY .....	47
8.4	UNCLAIMED MONEYS POLICY .....	48
8.5	UNCLAIMED INCOME DISTRIBUTION .....	48
CHAPTER 9: LIST OF TA INVESTMENT MANAGEMENT BERHAD'S OFFICE, INSTITUTIONAL UNIT TRUST ADVISERS AND AUTHORISED DISTRIBUTORS .....		49

## **RESPONSIBILITY STATEMENTS AND STATEMENTS OF DISCLAIMER**

### **Responsibility Statements**

This 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 Information Memorandum false or misleading.

### **Statements of Disclaimer**

The Securities Commission Malaysia is not liable for any non-disclosure on the part of TA Investment Management Berhad, the management company responsible for the Fund and takes no responsibility for the contents in this Information Memorandum. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this 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**

**THE FUND MAY DECLARE DISTRIBUTION OUT OF CAPITAL AND THE CAPITAL OF THE FUND MAY BE ERODED. THE DISTRIBUTION IS ACHIEVED BY FORGOING THE POTENTIAL FOR FUTURE CAPITAL GROWTH AND THIS CYCLE MAY CONTINUE UNTIL ALL CAPITAL IS DEPLETED.**

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 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 Information Memorandum or the conduct of any other person in relation to the Fund.

This 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 US 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 US 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 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.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### DEFINITION

Act	Capital Markets and Services Act 2007, which reference shall include all amendments, modifications, alterations, consolidations or re-enactment made thereto or for the time being in force and all statutory instruments, regulations or orders made pursuant thereto or for the time being in force.
AUD	Australian Dollar, the lawful currency of Australia.
AUD Hedged Class	The Class issued by the Fund denominated in AUD that aims to minimise the effect of exchange rate fluctuations between the Base Currency and AUD.
Base Currency	The base currency of the Fund, i.e. USD.
Business Day	<p>A day on which Bursa Malaysia is open for trading or banks in Kuala Lumpur are open for business. The Manager may declare certain business days to be a non business day although Bursa Malaysia or the banks are open for business.</p> <p><b>Note:</b> We may declare certain Business Days to be a non-Business Day if the jurisdiction of the Target Fund declares a non-business day and/or if the Target Fund's manager declares a non-dealing day.</p>
Bursa Malaysia	The stock exchange managed and operated by Bursa Malaysia Securities Berhad and includes any changes to the name or the operator of the Malaysian stock exchange.
Class(es)	Any class of units representing similar interest in the assets of the Fund.
Company	PIMCO Funds: Global Investors Series plc, an open-ended investment company with variable capital incorporated in Ireland pursuant to the Companies Act 2014.
Deed	The deed dated 6 September 2022 entered into between the Manager and the Trustee in respect of the Fund as may be modified or varied by a supplemental deed from time to time.
EEA	In relation to the Target Fund, means the European Economic Area (EU plus Norway, Iceland and Liechtenstein).
Eligible Market	<p>Means an exchange, government securities market or an over-the-counter(OTC) market–</p> <p>(a) that is regulated by a regulatory authority of that jurisdiction;</p> <p>(b) that is open to the public or to a substantial number of market participants; and</p> <p>(c) on which financial instruments are regularly traded.</p>
EU	European Union.
EUR Hedged Class	The Class issued by the Fund denominated in EUR that aims to minimise the effect of exchange rate fluctuations between the Base Currency and EUR.
Fixed Income Instruments	In relation to the Target Fund, fixed income instruments includes Fixed Income Securities and derivative instruments including but not limited to futures, options and swap agreements (which may be listed or over-the-counter) that are issued in connection with, synthesise, or are linked or referenced to such Fixed Income Securities.



## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

Fixed Income Securities	<p>In relation to the Target Fund, fixed income securities includes the following instruments:</p> <ul style="list-style-type: none"><li>a) securities issued or guaranteed by Member States and non-Member States, their sub-divisions, agencies or instrumentalities;</li><li>b) corporate debt securities and corporate commercial paper;</li><li>c) mortgage-backed and other asset-backed securities which are transferable securities that are collateralised by receivables or other assets;</li><li>d) inflation-indexed bonds issued both by governments and corporations;</li><li>e) event-linked bonds issued by both governments and corporations;</li><li>f) securities of international agencies or supranational entities;</li><li>g) debt securities whose interest is, in the opinion of bond counsel for the issuer at the time of issuance, exempt from U.S. federal income tax (municipal bonds);</li><li>h) freely transferable and unleveraged structured notes, including securitised loan participations;</li><li>i) freely transferable and unleveraged hybrid securities which are derivatives that combine a traditional stock or bond with an option or forward contract;</li><li>j) loan participations and loan assignments which constitute money market instruments.</li></ul> <p>Fixed Income Securities may have fixed, variable, or floating rates of interest, and may vary inversely with respect to a reference rate.</p>
Fund	TA Inflation Multi-Asset Fund.
GBP	Pound Sterling, the lawful currency of United Kingdom.
GBP Hedged Class	The Class issued by the Fund denominated in GBP that aims to minimise the effect of exchange rate fluctuations between the Base Currency and GBP.
Guidelines	Guidelines on Unlisted Capital Market Products Under the Lodge and Launch Framework.
Information Memorandum	The information memorandum in relation to the Fund.
Initial Offer Period	The period of not more than twenty-one (21) days from the date of this Information Memorandum. The Manager reserves the right to shorten the Initial Offer Period at its own discretion.
Initial Offer Price	The price payable by an applicant for a Unit during the Initial Offer Period.
Investment Advisor	Pacific Investment Management Company LLC ("PIMCO").
IUTA	A corporation registered with the Federation of Investment Managers Malaysia and authorised to market and distribute unit trust schemes of another party.
Last Practicable Date	31 August 2022 being the latest practicable date in respect of the information in this Information Memorandum.
Launch Date	The date on which sale of Units of the Fund may first be made and is the date of this Information Memorandum.
Liquid Assets	<p>Means:</p> <ul style="list-style-type: none"><li>a) Money market instruments that are dealt in or under the rules of an Eligible Market, and whose residual maturity does not exceed 12 months;</li></ul>

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

	<ul style="list-style-type: none"> <li>b) Placement in short-term deposits; and</li> <li>c) Derivatives for the sole purpose of hedging arrangement.</li> </ul>
Management Company	PIMCO Global Advisors (Ireland) Limited, or any other person or persons for the time being duly appointed manager of the Company in succession thereto.
MCR	Multi-class ratio, being the apportionment of the NAV of each Class over the total NAV of the Fund based on the size of each Class. The MCR is calculated by dividing the NAV of the respective Class by the NAV of the Fund before income and expenses for the day. The apportionment is expressed as a ratio and calculated as a percentage.
Member State	In relation to the Target Fund, means a member state of the European Union.
MYR Class	The Class issued by the Fund denominated in RM.
MYR Hedged Class	The Class issued by the Fund denominated in RM that aims to minimise the effect of exchange rate fluctuations between the Base Currency and RM.
NAV	Net Asset Value.
NAV of the Fund	The value of all the Fund's assets less the value of all the Fund's liabilities at a valuation point.
NAV of the Class	The value of the assets of the Fund attributable to a Class less the value of the liabilities of the Fund attributable to such Class at a valuation point.
NAV per Unit	The NAV of the Class divided by the number of Units in circulation of that Class at the same valuation point.
OECD	In relation to the Target Fund, means the Organisation for Economic Co-operation and Development. The 33 members of the OECD are: Australia, Austria, Belgium, Canada, Chile, Czech Republic, Denmark, Finland, France, Germany, Greece, Hungary, Iceland, Ireland, Israel, Italy, Japan, Luxembourg, Mexico, Netherlands, New Zealand, Norway, Poland, Portugal, Slovak Republic, Slovenia, South Korea, Spain, Sweden, Switzerland, Turkey, United Kingdom and United States.
Regulated Market	In relation to the Target Fund, means a stock exchange or a regulated, recognised market which is a market that operates regularly and is open to the public and which in each case is in a Member State, or if not in a Member State, is listed in Appendix 1 of the Target Fund's Prospectus.
Regulations	In relation to the Target Fund, means the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (S.I. No. 352 of 2011) and any further amendments thereto) and any regulations or notices issued by the Central Bank pursuant thereto for the time being in force.
Reinvestment Date	The income distribution reinvestment date shall be within three (3) Business Days after the date of declaration of any income distribution.
RM / MYR	Ringgit Malaysia, the lawful currency of Malaysia.
RMB	Renminbi, the lawful currency of the People's Republic of China.
RMB Hedged Class	The Class issued by the Fund denominated in RMB that aims to minimise the effect of exchange rate fluctuations between the Base Currency and RMB.



## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

Rule 144A Securities	In relation to the Target Fund, means securities which are not registered under the 1933 Act but can be sold to certain institutional buyers in accordance with Rule 144A under the 1933 Act.
SC / Securities Commission	Securities Commission Malaysia established under the Securities Commission Malaysia Act 1993.
SFDR or SFT Regulation	In relation to the Target Fund, means Regulation (EU) 2015/2365 of the European Parliament and of the Council on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012, as may be amended, supplemented, consolidated, substituted in any form or otherwise modified from time to time.
SGD	Singapore Dollar, the lawful currency of Singapore.
SGD Hedged Class	The Class issued by the Fund denominated in SGD that aims to minimise the effect of exchange rate fluctuations between the Base Currency and SGD.
Sophisticated Investor(s)	<p>Refers to any person who:</p> <ul style="list-style-type: none"> <li>(a) falls within any of the categories of investors set out in Part I, Schedule 6 and 7 of the Act; or</li> <li>(b) acquires unlisted capital market products 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</li> </ul> <p>Note: For more information, please refer to our website at <a href="http://www.tainvest.com.my">www.tainvest.com.my</a> for the current excerpts of Part 1, Schedules 6 and 7 of the Act and the definition of “Sophisticated Investor” under the Guidelines.</p>
Special Resolution	<p>A resolution passed by a majority of not less than three-fourths (<math>\frac{3}{4}</math>) of the Unit Holders voting at a meeting of Unit Holders.</p> <p>For the purpose of terminating or winding up the Fund, a Special Resolution is passed by a majority in number representing at least three-fourths (<math>\frac{3}{4}</math>) of the value of the Units held by Unit Holders voting at the meeting.</p>
TAE	TA Enterprise Berhad (Registration Number: 199001003300 (194867-M)).
Target Fund	PIMCO Funds: Global Investors Series plc – Inflation Multi-Asset Fund.
Target Fund’s Prospectus	The prospectus for the Target Fund dated 8 August 2022 and as may be amended and/or supplemented from time to time.
TASH	TA Securities Holdings Berhad (Registration Number: 197301001467 (14948-M)).
Trustee	CIMB Commerce Trustee Berhad (Registration Number: 199401027349 (313031-A)).
UCITS	<p>In relation to the Target Fund, means an Undertaking for Collective Investment in Transferable Securities, being an undertaking:</p> <ul style="list-style-type: none"> <li>(a) the sole objective of which is the collective investment in either or both:- transferable securities; other liquid financial assets referred to in Regulation 68 of the Regulations, of capital raised from the public and which operates on the principle of risk spreading;</li> <li>(b) the shares of which are, at the request of holders, repurchased or redeemed, directly or indirectly, out of the undertaking’s assets.</li> </ul>

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

Unit or Units	An undivided share in the beneficial interest and/or right in the Fund and a measurement of the interest and/or right of a Unit Holder in the Fund.
Unit Holder(s) / investor(s) / you	/ Sophisticated Investor(s) registered for the time being as the holder or holders of Units of the Fund including persons jointly registered.
USD	United States Dollar, the official currency of United States of America.
USD Class	The Class issued by the Fund denominated in USD.
Valuation Day	A Business Day on which the price of the Fund is calculated.
We / our / us / the Manager / TAIM	TA Investment Management Berhad (Registration Number: 199501011387 (340588-T)).

## CORPORATE DIRECTORY

### Manager

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

Registered Address: 34<sup>th</sup> Floor, Menara TA One  
22 Jalan P. Ramlee  
50250 Kuala Lumpur

Telephone Number: 03-2072 1277

Head Office / Business Address: 23<sup>rd</sup> Floor, Menara TA One  
22 Jalan P. Ramlee  
50250 Kuala Lumpur

Telephone number: 03-2031 6603  
Facsimile number: 03-2031 4479  
Email address: [investor.taim@ta.com.my](mailto:investor.taim@ta.com.my)  
Website: [www.tainvest.com.my](http://www.tainvest.com.my)

### Trustee

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

Registered Address: Level 13, Menara CIMB  
Jalan Stesen Sentral 2  
Kuala Lumpur Sentral  
50470 Kuala Lumpur

Telephone Number: 03-2261 8888  
Facsimile Number: 03-2261 0099  
Website: [www.cimb.com](http://www.cimb.com)

Business Address: Level 21, Menara CIMB  
Jalan Stesen Sentral 2  
Kuala Lumpur Sentral  
50470 Kuala Lumpur

Telephone Number: 03-2261 8888  
Facsimile Number: 03-2261 9894  
Email Address: [ss.corptrust@cimb.com](mailto:ss.corptrust@cimb.com)

## CHAPTER 1: THE FUND

FUND INFORMATION																								
Fund Name	TA Inflation Multi-Asset Fund																							
Fund Profile	<ul style="list-style-type: none"><li>Fund Category</li><li>Fund Type</li></ul>																							
Base Currency	USD																							
Class(es) of Units	<ul style="list-style-type: none"><li>USD Class</li><li>MYR Class</li><li>AUD Hedged Class</li><li>SGD Hedged Class</li><li>GBP Hedged Class</li><li>RMB Hedged Class</li><li>EUR Hedged Class</li><li>MYR Hedged Class</li></ul>																							
Launch Date	<table><tr><th>USD Class</th><th>MYR Class</th><th>AUD Hedged Class</th><th>SGD Hedged Class</th><th>GBP Hedged Class</th><th>RMB Hedged Class</th><th>EUR Hedged Class</th><th>MYR Hedged Class</th></tr><tr><td colspan="8">19 September 2022</td></tr></table>								USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class	19 September 2022							
USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class																	
19 September 2022																								
Initial Offer Price	<table><tr><th>USD Class</th><th>MYR Class</th><th>AUD Hedged Class</th><th>SGD Hedged Class</th><th>GBP Hedged Class</th><th>RMB Hedged Class</th><th>EUR Hedged Class</th><th>MYR Hedged Class</th></tr><tr><td>USD 1.0000</td><td>RM 1.0000</td><td>AUD 1.0000</td><td>SGD 1.0000</td><td>GBP 1.0000</td><td>RMB 1.0000</td><td>EUR 1.0000</td><td>RM 1.0000</td></tr></table>								USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class	USD 1.0000	RM 1.0000	AUD 1.0000	SGD 1.0000	GBP 1.0000	RMB 1.0000	EUR 1.0000	RM 1.0000
USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class																	
USD 1.0000	RM 1.0000	AUD 1.0000	SGD 1.0000	GBP 1.0000	RMB 1.0000	EUR 1.0000	RM 1.0000																	
Initial Offer Period	<p>A period of twenty-one (21) days from the Launch Date of the Fund.</p> <p>The Initial Offer Period may be shortened when we deem appropriate to enter the market to capitalize on the prevailing yields and/or market condition.</p> <p>The Fund may create new Classes without having to seek Unit Holders’ prior approval. You will be notified of the issuance of the new Classes by way of a written and the prospective investors will be notified of the same by way of a supplementary/replacement information memorandum.</p>																							
Commencement Date	The next Business Day immediately following the end of the Initial Offer Period.																							
Investment Objective	<p>The Fund aims to achieve capital preservation over time by investing in a collective investment scheme which predominantly invest in a diversified portfolio of inflation-related assets.</p> <p><b><i>Any material change to the Fund’s investment objective would require Unit Holders’ approval.</i></b></p>																							
Investment Strategy	<p>The Fund seeks to achieve its investment objective by investing a minimum of 85% of the Fund’s NAV in the Target Fund and the remainder of the Fund’s NAV will be invested in Liquid Assets.</p> <p>The Fund may employ currency hedging strategies to hedge the foreign currency exposure to manage the currency risk of the hedged Classes which are not denominated in the Base Currency.</p>																							

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

	<p>If and when the Manager considers the investment in the Target Fund is unable to meet the investment objective of the Fund, the Manager may replace the Target Fund with another collective investment scheme that is deemed more appropriate. As this is a feeder fund, the Manager does not intend to take a temporary defensive position for the Fund during adverse market, economic and/or any other conditions. However, in such conditions the Manager may decide to temporarily lower the asset allocation or exposure of the Fund in the Target Fund to below 85% of the Fund's NAV should the Manager decide that this will be in the best interest of the Unit Holders.</p> <p>Currently, the Fund invests in Institutional Class Accumulation (I-Acc) shares of the Target Fund. The Fund may change its entire investment into another class of the Target Fund (which must be denominated in the same currency) if the Manager is of the opinion that the change is in the interest of the Unit Holders. If the Manager wishes to effect such change, the Manager will seek concurrence from the Trustee and the Unit Holders will be notified before implementation. Please refer to Chapter 3, The Information on PIMCO Funds: Global Investors Series plc – Inflation Multi-Asset Fund ("Target Fund") for details of the Target Fund. Investors may obtain a copy of the Target Fund's Prospectus from the Manager upon request.</p>
<b>Asset Allocation</b>	<ul style="list-style-type: none"> <li>• A minimum of 85% of the Fund's NAV will be invested in the Target Fund;</li> <li>• A maximum of 15% of the Fund's NAV will be invested in Liquid Assets.</li> </ul>
<b>Principal Risk Associated with the Fund</b>	<ul style="list-style-type: none"> <li>• Risk of passive strategy;</li> <li>• Currency risk;</li> <li>• Counterparty risk;</li> <li>• Country risk;</li> <li>• Distribution out of capital risk;</li> <li>• Temporary suspension of Collective Investment Scheme Risk; and</li> <li>• Fund management of the Target Fund risk.</li> </ul>
<b>Performance Benchmark</b>	<p>The Fund adheres to the benchmark of the Target Fund for performance comparison. The benchmark of the Target Fund may be found on key investor information document ("KIID") or prospectus of the Target Fund which is available on <a href="http://www.pimco.com">www.pimco.com</a>. Alternatively, you may obtain information on the benchmark from the Manager upon request.</p>
<b>Investor Profile</b>	<p>The Fund is suitable for Sophisticated Investors who are :</p> <ul style="list-style-type: none"> <li>• looking for a higher long-term after inflation return from their investments;</li> <li>• willing to accept the increased risk of investing in inflation related assets;</li> <li>• seeking to mitigate the negative effects of higher inflation and those who want to diversify their portfolios away from nominal fixed income securities (non-inflation related) and stocks.</li> </ul>
<b>Permitted Investments</b>	<p>Unless otherwise prohibited by the relevant regulatory authorities or any relevant law and provided always that there are no inconsistencies with the objective of the Fund, the Fund is permitted under the Deed to invest in the following:</p> <ol style="list-style-type: none"> <li>1. units and or shares of a collective investment scheme;</li> <li>2. money market instruments;</li> <li>3. deposits placed with financial institutions;</li> <li>4. financial derivatives instruments, including but not limited to options, futures contracts, forward contracts and swaps, for hedging purposes; and</li> <li>5. any other investments as may be agreed between the Manager and the Trustee from time to time.</li> </ol>
<b>Investment Restrictions and Limits</b>	<p>The Fund is not subject to any investment restriction or limit.</p>

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

FEES AND CHARGES RELATED TO THE FUND																								
<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 tax which may be imposed by the government or relevant authority unless otherwise specified.</i>																								
SALES CHARGE		Up to 5.50% of the NAV per Unit imposed either by IUTAs, unit trust consultants or Manager.  <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>  <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>																						
REDEMPTION CHARGE		Nil.																						
SWITCHING FEE		We may impose an administrative fee for a switching transaction from each Class, subject to our discretion. <table border="1"><thead><tr><th>USD Class</th><th>MYR Class</th><th>AUD Hedged Class</th><th>SGD Hedged Class</th><th>GBP Hedged Class</th><th>RMB Hedged Class</th><th>EUR Hedged Class</th><th>MYR Hedged Class</th></tr></thead><tbody><tr><td>USD25</td><td>-</td><td>AUD25</td><td>SGD25</td><td>GBP25</td><td>RMB25</td><td>EUR25</td><td>-</td></tr></tbody></table> <i>or such other lower amount as we may decide from time to time.</i>  <i>Note: In addition to the switching fee, Unit Holders will have to pay the difference in sales charge, if any, when switching from a Class to any other funds managed by us. No sales charge difference will be charged if the Class or fund (or its class) to be switched into has a lower sales charge.</i>							USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class	USD25	-	AUD25	SGD25	GBP25	RMB25	EUR25	-
USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class																	
USD25	-	AUD25	SGD25	GBP25	RMB25	EUR25	-																	
TRANSFER FEE		No transfer fee will be imposed for each transfer.																						
OTHER CHARGES PAYABLE DIRECTLY BY AN INVESTOR WHEN PURCHASING OR REDEEMING THE UNITS		Any applicable bank charges and other bank fees incurred as a result of an investment or redemption will be borne by you.																						
<i>The table below describes the fees and charges indirectly incurred by you when you invest in the Fund. All fees and charges quoted below are <u>exclusive</u> of any tax which may be imposed by the government or relevant authority unless otherwise specified.</i>																								
ANNUAL MANAGEMENT FEE		Up to 1.80% per annum of the NAV of the Fund, calculated and accrued on a daily basis.  <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>																						

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

<b>ANNUAL TRUSTEE FEE</b>	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).
<b>OTHER EXPENSES RELATED TO THE FUND</b>	<p>Only the expenses (or part thereof) which are directly related and necessary to the operation and administration of the Fund or each Class may be charged to the Fund or each Class respectively. These would include (but are not limited to) the following:</p> <ul style="list-style-type: none"> <li>(i) commissions or fees paid to brokers or dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes (if any);</li> <li>(ii) remuneration and out of pocket expenses of the person(s) undertaking the oversight functions of the Fund and/or the members of advisers (if any) of that Fund, unless the Manager decides to bear the same;</li> <li>(iii) (where the custodial function is delegated by the Trustee), charges and fees paid to sub-custodians taking into custody any foreign assets of the Fund;</li> <li>(iv) taxes and other duties charged on the Fund by the government and/or other authorities;</li> <li>(v) costs, fees and expenses properly incurred by the auditor of the Fund;</li> <li>(vi) costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;</li> <li>(vii) costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;</li> <li>(viii) costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;</li> <li>(ix) costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;</li> <li>(x) costs, fees and expenses incurred in engaging any specialists approved by the Trustee for investigating or evaluating any proposed investment of the Fund;</li> <li>(xi) costs, fees and expenses incurred in engaging any adviser for the benefit of the Fund;</li> <li>(xii) costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;</li> <li>(xiii) costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;</li> <li>(xiv) costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are ordered by the court not to be reimbursed by the Fund);</li> <li>(xv) costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority;</li> <li>(xvi) all costs and expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or warrant or telegraphic transfer;</li> <li>(xvii) expenses and charges incurred in connection with the printing and postage for the annual or quarterly report, tax certificates and other services associated with the administration of the Fund;</li> </ul>



## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

	(xviii) costs, fees and expenses incurred for the fund valuation and accounting of the Fund performed by a fund valuation agent;
	(xix) costs, fees and expenses incurred in relation to the subscription, renewal and/or licensing of the performance benchmark for the Fund; and
	(xx) any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred under subparagraphs (i) to (xix) above.

**Note: We may for any reason and at any time, waive or reduce: (a) any fees (except the trustee 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.**

**THERE ARE FEES AND CHARGES INVOLVED AND SOPHISTICATED INVESTORS ARE ADVISED TO CONSIDER THEM BEFORE INVESTING IN THE FUND.**

TRANSACTION INFORMATION								
Minimum Initial Investment	USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class
	USD 5,000	RM 5,000	AUD 5,000	SGD 5,000	GBP 5,000	RMB 5,000	EUR 5,000	RM 5,000
	or such other lower amount as we may decide from time to time.							
Minimum Additional Investment	USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class
	USD 1,000	RM 1,000	AUD 1,000	SGD 1,000	GBP 1,000	RMB 1,000	EUR 1,000	RM 1,000
	or such other lower amount as we may decide from time to time.							
Minimum Redemption	USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class
	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units
	or such other lesser number of Units as we may decide from time to time.							
Note: Unit Holders must hold the minimum holding of Units in their account for each Class if they wish to remain as Unit Holders. The Unit Holder will be deemed to have redeem all of his Units if his Units fall below the minimum holding amount for each Class and we will pay the redemption proceeds to the Unit Holders.								
Minimum Transfer of Units	USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class
	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units
	or such other lesser number of Units as we may decide from time to time.							
Minimum Holding of Units	USD Class	MYR Class	AUD Hedged Class	SGD Hedged Class	GBP Hedged Class	RMB Hedged Class	EUR Hedged Class	MYR Hedged Class
	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units
	or such other lesser number of Units as we may decide from time to time.							
Frequency of Redemption	There is no restriction on the frequency of redemption.							
	Redemption requests must be received by us before 4.00p.m. on any Business Day. Redemption requests that are received after 4.00p.m. will only be processed on the next Business Day.							

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

<b>Redemption Payment Period</b>	Redemption proceeds will be paid to you within ten (10) Business Days from the day the redemption request is received by us based on the selected payment method stated in the transaction form received by our head office. However, for a withdrawal amount exceeding 10% of the total NAV of the Fund, the Manager may extend to fifteen (15) Business Days to pay the redemption proceeds to the Unit Holders.																		
<b>Switching Facility</b>	<p>Switching is available between the Classes of the Fund and between a Class and any other TAIM's funds (or its class of units), which are denominated in the same currency.</p> <p>(a) for switching out of the Class</p> <ul style="list-style-type: none"><li>the minimum switching of Units is 1,000 Units; and</li><li>the minimum holding of Units is 1,000 Units (after the switch) of the respective Class, unless you are fully redeeming from the Class entirely.</li></ul> <p>(b) for switching into the Class</p> <p>(a) the minimum initial investment amount or the minimum additional investment amount (as the case may be) applicable to the Class that you intend to switch into will be applicable to you.</p> <p><i>Note: The Manager has the discretion to lower the minimum Units for switching from time to time.</i></p> <p>Switching will be made at the prevailing NAV per Unit of the Fund to be switched from on a Business Day when the switching request is received and accepted by us on or before the cut off time of 4.00 p.m., subject to any terms and conditions imposed by the intended fund to be switched into, if any. If we receive your switching request after 4.00 p.m., we will process your request on the next Business Day.</p> <p>Please note that the net asset value per unit of a fund (or its class) to be switched out and the net asset value per unit of the fund to be switched into may be of different Business Days. The table below sets out as a guide when the Unit Holder switches out of a fund into another fund managed by us. All switches will be transacted based on the net asset value per unit of the fund on the same day except for the following:</p> <table><tr><th rowspan="2">Switch Out</th><th rowspan="2">Switch In</th><th colspan="2">Pricing Day (NAV)</th></tr><tr><th>Switch Out</th><th>Switch In</th></tr><tr><td>Non-money market fund*</td><td>Non-money market fund**</td><td>T Day</td><td>T+1 Day</td></tr><tr><td>Non-money market fund</td><td>Money market fund</td><td>T Day</td><td>At the next valuation point, subject to clearance of payment and money received by the intended fund.</td></tr><tr><td>Money market fund</td><td>Money market fund</td><td>T Day</td><td>At the next valuation point, subject to clearance of payment and money received by the intended fund.</td></tr></table> <p><u>Note:</u></p> <p><i>* For certain funds with foreign investment exposure, the valuation point may be after the close of Bursa Malaysia but before 5.00p.m. on the following day in which the Manager is open for business. As a result of having a valuation point on the following day (T+1day), the net asset value of those funds with foreign investment will not be published on the next Business Day but instead will be published the next following Business Day i.e.: two (2) Business Days later (T+2day).</i></p>	Switch Out	Switch In	Pricing Day (NAV)		Switch Out	Switch In	Non-money market fund*	Non-money market fund**	T Day	T+1 Day	Non-money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund.	Money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund.
Switch Out	Switch In			Pricing Day (NAV)															
		Switch Out	Switch In																
Non-money market fund*	Non-money market fund**	T Day	T+1 Day																
Non-money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund.																
Money market fund	Money market fund	T Day	At the next valuation point, subject to clearance of payment and money received by the intended fund.																

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

	<p><b>** for funds where the valuation point is on the same day, the net asset value of the funds will be published on the following Business Day (T+1day).</b></p> <p>Currently, there is no restriction on the frequency of switch. However, we have the discretion to allow or reject any switching into (or out of) the Class, either generally (for all investors) or specifically (for any particular investor or a group of investors). However, switching from this Fund (conventional fund) to an Islamic fund is discouraged especially for Muslim Unit Holders.</p> <p>The Manager reserves the right to vary the terms of switching.</p>
<b>Transfer Policy</b>	<p>Unit Holders may transfer all or part of their Units to another person by completing a transfer form signed by both the transferor and transferee in the presence of a witness.</p> <p>For a partial transfer of Units, Unit Holders must maintain the minimum holding of Units of the Class or such other lesser number of Units as we may from time to time decide, and be subject to any other terms and conditions which may be applicable to the Class.</p> <p>We may, at our absolute discretion, allow or reject Unit Holders' applications to transfer their Units subject to such terms and conditions as may be stipulated by us from time to time.</p> <p>The person who is in receipt of the Units must be a Sophisticated Investor as well.</p>
<b>Cooling-off Right</b>	A cooling-off right is not available for the Fund.
<b>Eligibility to Subscribe</b>	<p>The Fund is only offered for sale to Sophisticated Investors.</p> <p>In the event that we become aware that a Unit Holder who is not eligible to apply for Units is in fact holding Units, we shall be deemed to have received a redemption request in respect of such Units on the Business Day following the day we first became aware of the Unit Holder's ineligibility.</p>

***Note: We may, at our absolute and sole discretion at any time and without having to assign any reason, allow for a lower amount or number of Units in any purchasing of Units (or additional Units) or withdrawing of Units or switching of Units and/or transferring of Units, either generally (for all investors) or specifically (for any particular investor, a group of investors or investments made via any digital platform) without prior notice to you. We may also, at our absolute and sole discretion at any time and without having to assign any reason, reduce the minimum holding, either generally (for all investors) or specifically (for any particular investor, a group of investors or investments made via any digital platform) without prior notice to you.***

<b>ADDITIONAL INFORMATION</b>	
<b>Distribution Policy</b>	<p>Subject to availability of income, distribution (if any) is incidental.</p> <p>Payment of distribution, if any, may be made out of capital for the Fund so as to allow for the ability to provide income, if any, to investors since the Fund is currently investing in accumulation shares of the Target Fund.</p> <p>The effects of distributing income out of capital would include but are not limited to the following:</p> <ul style="list-style-type: none"> <li>• the value of the investments in the Fund may be reduced;</li> <li>• the capital of the Fund may be eroded.</li> </ul>

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

	Please note that if distribution is made, such distribution is not a forecast, indication or projection of the future performance of the Fund. The Manager has the right to make provisions for reserves in respect of distribution of the Fund.
<b>Financial Year End</b>	31 December
<b>Deed</b>	The deed in respect of the Fund dated 6 September 2022 entered into between the Manager and the Trustee.
<b>Avenue for Advice</b>	You may contact our Customer Service at 1-800-38-7147.
<b>Trustee</b>	CIMB Commerce Trustee Berhad (Registration Number: 199401027349 (313031-A)).
<b>Establishment of other classes</b>	Under the Deed, the Manager has the sole and absolute right to issue and/or establish other, different or new classes of units in the Fund with different and/or similar features including but not limited to fees, charges, currency and/or distribution policy without the need to seek Unit Holders' prior approval provided the issuance of such other Classes and the imposition of the terms will not in the opinion of the Manager and the Trustee prejudice the rights of the Unit Holders of the existing Classes. Where a new Class is established or issued, Units in the Fund or any existing Classes may be re-designated so long as there is no prejudice to the existing Unit Holders of the Fund as a whole or of such Classes. As at the date of this Information Memorandum, there are eight (8) Classes in the Fund, i.e. USD Class, MYR Class, AUD Hedged Class, SGD Hedged Class, GBP Hedged Class, RMB Hedged Class, EUR Hedged Class and MYR Hedged Class.

You should read and understand the contents of this Information Memorandum and if necessary, consult your adviser(s) before making an investment decision.

## CHAPTER 2: RISK FACTORS

We encourage Unit Holders to give careful consideration to the risks associated with the Fund when investing in the Fund and, accordingly, to obtain independent financial and taxation advice before investing in the Fund.

### 2.1 GENERAL RISKS OF INVESTING IN THE FUND

Below are some of the **general risks** which Unit Holders should be aware of when investing in the Fund:

#### a) Market Risk

Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV.

#### b) Manager Risk

This risk refers to the day-to-day management of the Fund by the Manager which will impact the performance of the Fund. For example, any non-compliance with internal policies, investment mandate, the Deed, relevant law or Guidelines due to factors such as human error or weaknesses in operational processes and systems may adversely affect the performance of the Fund.

#### c) Inflation Risk

Inflation risk is the risk that an investor's investment in the Fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce the investor's purchasing power even though the value of the investment in monetary terms has increased.

#### d) Non-compliance Risk

This risk arises from non-compliance with laws, rules, regulations, prescribed practices and internal policies and procedures by the management company. For example, the Manager may fail to comply with internal policies and procedures due to internal factors such as oversight, human error and/or system error. This risk may also occur indirectly due to the imposition and/or amendment to the relevant regulatory frameworks, laws, rules and other prescribed practices affecting the Fund. The Manager has put in place internal controls to ensure that comprehensive and timely compliance monitoring is undertaken.

#### e) Loan Financing Risk

This risk occurs when investors take a loan or financing to finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments. In the event Units are used as collateral, investors may be required to top-up the investors' existing instalment if the prices of Units fall below a certain level due to market conditions. Failing which, the Units may be sold at a lower NAV per Unit as compared to the NAV per Unit at the point of purchase towards settling the loan.

#### f) Operational Risk

Apart from a market disruption event, system interruption can also impact processes when there is an interruption in the flow of information needed for making qualified decisions where decisions are made based on accurate flow of information with operated system in managing the Fund. These disruptions may impact the performance of the Fund, the settlement of trades in the Fund and may also affect the investor's transactions with the Fund. The Manager has put in place internal controls to manage some of these disruptions such as business continuity plans. However, investors should note that not all circumstances can be prepared for nor anticipated. In such circumstances, the Manager in consultation with the Trustee will take appropriate measures to safeguard the Unit Holders' interests.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### 2.2 SPECIFIC RISKS RELATED TO THE FUND

Below are some of the **specific risks** when investing in the Fund; these may include but are not limited to:

#### a) Risk of Passive Strategy

The Fund adopts a passive strategy of investing a minimum of 85% of its NAV into the Target Fund at all times. This passive strategy would result in the Fund being exposed to the risk of its NAV declining when the Target Fund's net asset value declines. All investment decisions on the Target Fund are left with the Investment Advisor of the Target Fund.

#### b) Currency Risk

The Fund may offer Units in multiple currency Classes, which will expose the Unit Holder to currency risk in respect to the currency of Units of a Class other than the Base Currency.

##### (i) Currency risk at the hedged Class level

Investors in the hedged Classes are subject to currency risk as the Manager will as much as practicable mitigate this risk by hedging the currency of the respective hedged Classes against the Base Currency. However, investors should note that hedging is subject to a minimum investment size of entering into a forward contract and the unhedged portion of the respective hedged Classes may still be affected by the exchange rate movement which may result in fluctuation of NAV of the respective hedged Classes. In addition, investors in the hedged Classes should note that by employing this hedging, investors would not be able to enjoy the additional currency gains when the Base Currency moves favourably against the currency of the hedged Classes. Additional transaction costs of hedging will also have to be borne by the investors in these hedged Classes.

##### (ii) Currency risk at the non-hedged Class level

For investors in the non-hedged Classes, the impact of the exchange rate movement between the Base Currency and the currency of the respective non-hedged Classes (other than USD Class) may result in a depreciation of the investor's holdings as expressed in the Base Currency.

#### c) Counterparty Risk

Investors in the hedged Classes of the Fund are subject to counterparty risk on the derivatives contract that may be entered into with the financial institutions for the purpose of hedging strategy. Hence, any default or downgrade in rating by the counterparty may affect the NAV of the hedged Classes. In mitigating this risk, the Manager will carry out stringent selection process on the counterparty prior to entering the derivatives contract with the counterparty.

#### d) Country Risk

The Fund invests in the Target Fund which is domiciled in Ireland. Any adverse changes in the economic fundamentals, social and political stability, currency movements and foreign investments policies in Ireland may have an impact on the prices of the Target Fund and consequently may also affect the Fund's NAV.

#### e) Distribution Out of Capital Risk

Distribution may be paid out of capital when the realised gains or realised income of the Fund is insufficient to pay a distribution. Unit Holders should note that the payment of distribution out of capital represents a return or withdrawal of part of the amount the Unit Holders originally invested or from any capital gains attributable to the original investment. Such distribution may result in an immediate decrease in the NAV per Unit of the Class and in the capital that the Fund has available for investment in the future. As a result, capital growth may be reduced and a high distribution yield from distribution out of capital does not imply a positive or high return on Unit Holders' total investments.

## **Information Memorandum in respect of the TA Inflation Multi-Asset Fund**

### **f) Temporary Suspension of Collective Investment Scheme Risk**

If the right of the Fund to redeem its shares of the Target Fund is temporarily suspended, the Fund may also be affected if the Fund does not have sufficient liquidity to meet redemption request from Unit Holder. As such, the Manager will also suspend the redemption of Units of the Fund. Any redemption request 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.

### **g) Fund Management of the Target Fund Risk**

We have exercised due skill and care in selecting the Target Fund. However, we do not have control over the management of the Target Fund and there is no guarantee that the investment objective of the Target Fund will be met. This may affect the value of the Unit Holders' investments in the Fund.

The Target Fund may change its investment objective which may become inconsistent with the investment objective of the Fund. In such instances, we will replace the Target Fund with other collective investment scheme which we consider to be more appropriate in meeting the investment objective of the Fund. Any changes on the replacement of the Target Fund would require the Unit Holders' approval.

## **2.3 SPECIFIC RISKS RELATED TO THE TARGET FUND**

The value of the Target Fund can go down as well as up and an investor may not get back the amount invested. Risks attributable to securities in which the Target Fund may invest are discussed in "Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques" of the Target Fund's Prospectus. Please refer to the "General Risk Factors" in the Target Fund's Prospectus which should be considered prior to investing in the Target Fund is. Details of specific risks associated to the Target Fund is described in this section.

### **a) Commodity Risk**

The Target Fund's investments in commodity indexlinked derivative instruments may subject the Target Fund to greater volatility than investments in traditional securities. The value of commodity index-linked derivative instruments may be affected by changes in overall market movements, commodity index volatility, changes in interest rates, or factors affecting a particular industry or commodity, such as drought, floods, weather, livestock disease, embargoes, tariffs and international economic, political and regulatory developments.

### **b) High Yield Risk**

The Target Fund invests in high yield below investment grade securities and unrated securities of similar credit quality (commonly known as "junk bonds") may be subject to greater levels of interest rate risk, credit risk, call risk and liquidity risk than funds that do not invest in such securities. These securities are considered predominately speculative with respect to the issuer's continuing ability to make principal and interest payments, and may be more volatile than higher rated securities of similar maturity. An economic downturn or period of rising interest rates or individual corporate developments could adversely affect the market for high yield securities and reduce the Target Fund's ability to sell these securities at an advantageous time or price. In particular, junk bonds are often issued by smaller, less creditworthy companies or by highly levered (indebted) companies, which are generally less able than more financially stable companies to make scheduled payments of interest and principal. High yield securities structured as zero-coupon bonds or pay-in-kind securities tend to be especially volatile as they are particularly sensitive to downward pricing pressures from rising interest rates or widening spreads and may require the Target Fund make taxable distributions of imputed income without receiving the actual cash currency. If the issuer of a security is in default with respect to interest or principal payments, the Target Fund may lose its entire investment. Issuers of high yield securities may have the right to "call" or redeem the issue prior to maturity, which may result in the Target Fund having to reinvest its proceeds in securities paying a lower interest rate. Also, junk bonds tend to be less marketable (i.e., less liquid) than higher-rated securities because the market for them is not as broad or active, high yield issuances may be smaller than investment grade issuances and less public information is typically available about high yield securities. Because of the risks involved in investing in high yield securities, an investment in the Target Fund that invests in such securities may be considered speculative.



## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### c) Currency Risk

The Target Fund may be exposed to currency exchange risk. Changes in exchange rates between currencies or the conversion from one currency to another may cause the value of the Target Fund's investments to diminish or increase. Currency exchange rates may fluctuate significantly over short periods of time. They generally are determined by supply and demand in the currency exchange markets and the relative merits of investments in different countries, actual or perceived changes in interest rates and other complex factors. Currency exchange rates also can be affected unpredictably by intervention (or the failure to intervene) by governments or central banks, or by currency controls or political developments. In addition, in the event that the Target Fund invests in a currency (i) which ceases to exist or (ii) in which a participant in such currency ceases to be a participant in such currency, it is likely that this would have an adverse impact on the Target Fund's liquidity.

### d) Derivatives Risk

The Target Fund may be subject to risks associated with derivative instruments.

Derivatives are financial contracts whose value depends on, or is derived from, the value of an underlying asset, Reference rate or index. The various derivative instruments that the Target Fund may use are set out in the section headed "Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques" of the Target Fund's Prospectus. Derivatives will typically be used as a substitute for taking a position in the underlying asset and/or as part of strategies designed to gain exposure to, for example, issuers, portions of the yield curve, indices, sectors, currencies, and/or geographic regions, and/or to reduce exposure to other risks, such as interest rate or currency risk. The Target Fund may also use derivatives for gaining exposure within the limits set out by the Central Bank, in which case their use would involve exposure risk, and in some cases, may subject the Target Fund to the potential for unlimited loss. The use of derivatives may cause the Target Fund's investment returns to be impacted by the performance of securities the Target Fund does not own and result in the Fund's total investment exposure exceeding the value of its portfolio.

The Target Fund's use of derivative instruments involves risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. Derivatives are subject to a number of risks described elsewhere in this section, such as liquidity risk, interest rate risk, market risk, credit risk and management risk, as well as risks arising from changes in margin requirements. They also involve the risk of mispricing or improper valuation and the risk that changes in the value of the derivative may not correlate perfectly with the underlying asset, rate or index. The Target Fund investing in a derivative instrument could lose more than the principal amount invested and derivatives may increase the volatility of the Target Fund, especially in unusual or extreme market conditions. Also, suitable derivative transactions may not be available in all circumstances and there can be no assurance that the Target Fund will engage in these transactions to reduce exposure to other risks when that would be beneficial or that, if used, such strategies will be successful. In addition, the Target Fund's use of derivatives may increase or accelerate the amount of taxes payable by shareholders of the Target Fund.

Participation in the markets for derivative instruments involves investment risks and transaction costs to which the Target Fund may not be subject absent the use of these strategies. The skills needed to successfully execute derivative strategies may be different from those needed for other types of transactions. If the Target Fund incorrectly forecasts the value and/or creditworthiness of securities, currencies, interest rates, counterparties or other economic factors involved in a derivative transaction, the Target Fund might have been in a better position if the Target Fund had not entered into such derivative transaction. In evaluating the risks and contractual obligations associated with particular derivative instruments, it is important to consider that certain derivative transactions may be modified or terminated only by mutual consent of the Target Fund and its counterparty. Therefore, it may not be possible for the Target Fund to modify, terminate, or offset the Target Fund's obligations or the Target Fund's exposure to the risks associated with a derivative transaction prior to its scheduled termination or maturity date, which may create a possibility of increased volatility and/or decreased liquidity to the Target Fund. In such case, the Target Fund may lose money.

Because the markets for certain derivative instruments (including markets located in foreign countries) are relatively new and still developing, appropriate derivative transactions may not be available in all circumstances for risk management or other purposes. Upon the expiration of a particular contract, the Target Fund may wish to retain the Target Fund's position in the derivative instrument by entering into

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

a similar contract, but may be unable to do so if the counterparty to the original contract is unwilling to enter into the new contract and no other appropriate counterparty can be found. When such markets are unavailable, the Target Fund will be subject to increased liquidity and investment risk.

When a derivative is used as a hedge against a position that the Target Fund holds, any loss generated by the derivative generally should be substantially offset by gains on the hedged investment, and vice versa. Although hedging can reduce or eliminate losses, it can also reduce or eliminate gains. Hedges are sometimes subject to imperfect matching between the derivative and the underlying security, and there can be no assurance that the Target Fund's hedging transactions will be effective.

Additional future regulation of the derivatives markets may make derivatives more costly, may limit the availability of derivatives, or may otherwise adversely affect the value or performance of derivatives. Any such adverse future developments could limit the Target Fund's ability to employ certain strategies that use derivatives, impair the effectiveness of the Target Fund's derivative transactions and cause the Target Fund to lose value.

### **e) Emerging Market Risk**

The Target Fund may invest in securities of issuers based in countries with developing, or "emerging market" economies.

Foreign investment risk may be particularly high to the extent the Target Fund invests in emerging market securities. Emerging market securities may present market, credit, currency, liquidity, legal, political and other risks different from, and potentially greater than, the risks of investing in securities and instruments economically tied to developed foreign countries. To the extent the Target Fund invests in emerging market securities that are economically tied to a particular region, country or group of countries, the Target Fund may be more sensitive to adverse political or social events affecting that region, country or group of countries. Economic, business, political, or social instability may affect emerging market securities differently, and often more severely, than developed market securities. The Target Fund that focuses its investments in multiple asset classes of emerging market securities may have a limited ability to mitigate losses in an environment that is adverse to emerging market securities in general. Emerging market securities may also be more volatile, less liquid and more difficult to value than securities economically tied to developed foreign countries. The systems and procedures for trading and settlement of securities in emerging markets are less developed and less transparent and transactions may take longer to settle. Rising interest rates, combined with widening credit spreads, could negatively impact the value of emerging market debt and increase funding costs for foreign issuers. In such a scenario, foreign issuers might not be able to service their debt obligations, the market for emerging market debt could suffer from reduced liquidity, and any investing Target Fund could lose money.

### **f) Equity Risk**

To the extent the Target Fund invests in equity or equity-related investments, it will be subject to equity risk. The values of equity securities may decline due to general market conditions which are not specifically related to a particular company, such as real or perceived adverse economic conditions, changes in the general outlook for corporate earnings, changes in interest or currency rates or adverse investor sentiment generally. They may also decline due to factors which affect a particular industry or industries, such as labour shortages or increased production costs and competitive conditions within an industry. Equity securities generally have greater price volatility than fixed income securities.

Equity securities with higher dividend yields may be sensitive to changes in interest rates, and as interest rates rise, the prices of such securities may fall, which may result in losses to the Target Fund. The Target Fund's use of a dividend capture strategy (i.e., purchasing an equity security shortly before the issuer pays a dividend and selling it shortly thereafter) exposes the Target Fund to higher portfolio turnover, increased trading costs and the potential for capital loss, particularly in the event of significant short-term price movements of stocks subject to dividend capture trading. Also, securities purchased to capture a dividend often decline in value at the time of sale (i.e., shortly following the dividend) and the resulting realized loss to the Target Fund may exceed the amount of the dividend received, thereby negatively impacting the Target Fund's net asset value.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### **g) Interest Rate Risk**

Interest rate risk is the risk that fixed income securities, dividend-paying equity securities and other instruments in the Target Fund's portfolio will decline in value because of an increase in interest rates. As nominal interest rates rise, the value of Fixed Income Securities, dividend-paying equity securities and other instruments held by the Target Fund is likely to decrease. Securities with longer durations tend to be more sensitive to changes in interest rates, usually making them more volatile than securities with shorter durations. A nominal interest rate can be described as the sum of a real interest rate and an expected inflation rate. Interest rate changes can be sudden and unpredictable, and the Fund may lose money as a result of movements in interest rates. The Target Fund may not be able to hedge against changes in interest rates or may choose not to do so for cost or other reasons. In addition, any hedges may not work as intended. Inflation-indexed securities decline in value when real interest rates rise. In certain interest rate environments, such as when real interest rates are rising faster than nominal interest rates, inflation-indexed securities may experience greater losses than other fixed income securities with similar durations.

Fixed income securities with longer durations tend to be more sensitive to changes in interest rates, usually making them more volatile than securities with shorter durations. The values of equity and other non-fixed income securities may also decline due to fluctuations in interest rates. Inflation-indexed bonds decline in value when real interest rates rise. In certain interest rate environments, such as when real interest rates are rising faster than nominal interest rates, inflation-indexed bonds may experience greater losses than other fixed income securities with similar durations.

Variable and floating rate securities generally are less sensitive to interest rate changes but may decline in value if their interest rates do not rise as much, or as quickly, as interest rates in general. Conversely, floating rate securities will not generally increase in value if interest rates decline. Inverse floating rate securities may decrease in value if interest rates increase. Inverse floating rate securities may also exhibit greater price volatility than a fixed rate obligation with similar credit quality. When the Target Fund holds variable or floating rate securities, a decrease (or, in the case of inverse floating rate securities, an increase) in market interest rates will adversely affect the income received from such securities and the net asset value of the Target Fund's shares.

Dividend-paying equity securities, particularly those whose market price is closely related to their yield, may be more sensitive to changes in interest rates. During periods of rising interest rates, the values of such securities may decline, which may result in losses to the Target Fund.

A wide variety of factors can cause interest rates to rise (e.g., monetary policies, inflation rates, general economic conditions, etc.). This is especially true under economic conditions where interest rates are at low levels. Thus, the Target Fund that invests in fixed income securities may face a heightened level of interest rate risk.

Very low or negative interest rates may magnify interest rate risk. Changing interest rates, including rates that fall below zero, may have unpredictable effects on markets, may result in heightened market volatility and may detract from the Target Fund performance to the extent the Target Fund is exposed to such interest rates.

Measures such as average duration may not accurately reflect the true interest rate sensitivity of the Target Fund. This is especially the case if the Target Fund consists of securities with widely varying durations. Therefore, the Target Fund with an average duration that suggests a certain level of interest rate risk may in fact be subject to greater interest rate risk than the average would suggest. This risk is greater to the extent the Target Fund uses leverage or derivatives in connection with the management of the Target Fund.

### **h) Liquidity Risk**

Liquidity risk exists when particular investments are difficult to purchase or sell. Also, illiquid securities may become harder to value especially in changing markets. The Target Fund's investments in illiquid securities may reduce the returns of the Target Fund because it may be unable to sell the illiquid securities at an advantageous time or price which could prevent the Target Fund from taking advantage of other investment opportunities. The Target Fund with principal investment strategies that involve foreign securities, derivatives or securities with substantial market and/or credit risk tend to have the greatest exposure to liquidity risk.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

Additionally, the market for certain investments may become illiquid under adverse market or economic conditions independent of any specific adverse changes in the conditions of a particular issuer. Bond markets have consistently grown over the past three decades while the capacity for traditional dealer counterparties to engage in fixed income trading has not kept pace and in some cases has decreased. As a result, dealer inventories of corporate bonds, which provide a core indication of the ability of financial intermediaries to “make markets,” are at or near historic lows in relation to market size. Because market makers provide stability to a market through their intermediary services, the significant reduction in dealer inventories could potentially lead to decreased liquidity and increased volatility in the fixed income markets. Such issues may be exacerbated during periods of economic uncertainty.

In such cases, the Target Fund, due to limitations on investments in illiquid securities and the difficulty in purchasing and selling such securities or instruments, may be unable to achieve its desired level of exposure to a certain sector. To the extent that the Target Fund's principal investment strategies involve securities of companies with smaller market capitalizations, foreign securities, illiquid sectors of fixed income securities, or securities with substantial market and/or credit risk, the Target Fund will tend to have the greatest exposure to liquidity risk. Further, fixed income securities with longer durations until maturity face heightened levels of liquidity risk as compared to fixed income securities with shorter durations until maturity. Finally, liquidity risk also refers to the risk of unusually high redemption requests or other unusual market conditions that may make it difficult for the Target Fund to fully honour redemption requests within the allowable time period. Meeting such redemption requests could require a Fund to sell securities at reduced prices or under unfavourable conditions, which would reduce the value of the Target Fund. It may also be the case that other market participants may be attempting to liquidate fixed income holdings at the same time as the Target Fund, causing increased supply in the market and contributing to liquidity risk and downward pricing pressure.

### **i) Mortgages Related and Other Asset Backed Securities Risks**

The Target Fund may invest in mortgage or other asset-backed securities. Mortgage-related securities include mortgage pass-through securities, collateralized mortgage obligations (“CMOs”) (CMOs are debt obligations of a legal entity that are collateralised by mortgages. They are typically rated by a rating agency and registered with the SEC and are structured into multiple classes, often referred to as “tranches”, with each class bearing a different stated maturity and entitled to a different schedule for payments of principal and interest, including pre-payments), commercial mortgage-backed securities, privately-issued mortgage-backed securities, mortgage dollar rolls, CMO residuals (which are mortgage securities issued by agencies or instrumentalities of the US Government or by private originators of, or investors in, mortgage loans, including savings and loan associations, homebuilders, mortgage banks, commercial banks, investment banks, partnerships, trusts and special purpose entities of the foregoing), stripped mortgage-backed securities (“SMBSs”) and other securities that directly or indirectly represent a participation in, or are secured by and payable from, mortgage loans on real property.

The value of some mortgage- or asset-backed securities may be particularly sensitive to changes in prevailing interest rates. Early repayment of principal on some mortgage-related securities may expose the Target Fund to a lower rate of return upon reinvestment of principal. When interest rates rise, the value of a mortgage-related security generally will decline; however, when interest rates are declining, the value of mortgage-related securities with prepayment features may not increase as much as other Fixed Income Securities. The rate of prepayments on underlying mortgages will affect the price and volatility of a mortgage-related security, and may shorten or extend the effective maturity of the security beyond what was anticipated at the time of purchase. If unanticipated rates of prepayment on underlying mortgages increase the effective maturity of a mortgage-related security, the volatility of the security can be expected to increase. The value of these securities may fluctuate in response to the market's perception of the creditworthiness of the issuers. Additionally, although mortgages and mortgage-related securities are generally supported by some form of government or private guarantee and/or insurance and/or collateral, there is no assurance that private guarantors or insurers will meet their obligations or that any collateral backing the security will cover the debt.

One type of SMBS has one class receiving all of the interest from the mortgage assets (the interest-only, or “IO” class), while the other class will receive all of the principal (the principal-only, or “PO” class). The yield to maturity on an IO class is extremely sensitive to the rate of principal payments (including prepayments) on the underlying mortgage assets, and a rapid rate of principal payments may have a material adverse effect on the Target Fund's yield to maturity from these securities.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

The Target Fund may invest in collateralized debt obligations (“CDOs”), which include collateralized bond obligations (“CBOs”), collateralized loan obligations (“CLOs”) and other similarly structured securities. A CBO is a trust which is backed by a diversified pool of high risk, below investment grade fixed income securities. A CLO is a securitised, 144A security rated by one or more rating agencies and is typically collateralized by a pool of loans, which may include, among others, domestic and foreign senior secured loans, senior unsecured loans, and subordinate corporate loans, including loans that may be rated below investment grade or equivalent unrated loans. The Target Fund may invest in other asset-backed securities that have been offered to investors.

The CMOs referred to above may include support bonds. As CMOs have evolved, some classes of CMO bonds have become more common. For example, the Target Fund may invest in parallel-pay and planned amortization class (“PAC”) CMOs and multi-class pass through certificates. Parallel-pay CMOs and multi-class pass through certificates are structured to provide payments of principal on each payment date to more than one class. These simultaneous payments are taken into account in calculating the stated maturity date or final distribution date of each class, which, as with other CMO and multi-class pass-through structures, must be retired by its stated maturity date or final distribution date but may be retired earlier. PACs generally require payments of a specified amount of principal on each payment date. PACs are parallel-pay CMOs with the required principal amount on such securities having the highest priority after interest has been paid to all classes. Any CMO or multi-class pass through structure that includes PAC securities must also have support tranches—known as support bonds, companion bonds or non-PAC bonds—which lend or absorb principal cash flows to allow the PAC securities to maintain their stated maturities and final distribution dates within a range of actual prepayment experience. These support tranches are subject to a higher level of maturity risk compared to other mortgage-related securities, and usually provide a higher yield to compensate investors. If principal cash flows are received in amounts outside a pre-determined range such that the support bonds cannot lend or absorb sufficient cash flows to the PAC securities as intended, the PAC securities are subject to heightened maturity risk. Consistent with the Target Fund’s investment objectives and policies, the Investment Advisor may invest in various tranches of CMO bonds, including support bonds.

The Target Fund may invest in credit risk transfer securities which have similar risks and characteristics to those associated with other types of mortgage related securities.

### **j) Credit and Default Risk**

A decline in the financial health of an issuer of a fixed income security can lead to an inability or unwillingness to repay a loan or meet a contractual obligation. This could cause the value of its bonds to fall or become worthless. The Target Fund with high exposures to non-investment grade securities have a higher exposure to this risk.

### **k) Master Limited Partnerships (“MLP”) Tax Risk**

The Target Fund may be required to file tax returns and pay income taxes which may have the effect of reducing the Target Fund’s return. While investments in MLPs may subject the Fund to U.S. taxation and return filing obligations, it is not expected that investments in derivative instruments such as total return swaps on MLPs will result in these same tax consequences, although there can be no guarantee.

## **2.4 RISK MITIGATION**

We do not employ risk management strategy on the portfolio of the Target Fund. The risk management strategies and techniques employed will be at the Target Fund level, where the Investment Manager combines financial techniques and instruments to manage the overall risk of the Target Fund’s portfolio including diversification in terms of its exposure to various countries, industries and sectors.

As this is a feeder fund, the Manager does not intend to take a temporary defensive position for the Fund during adverse market, economic and/or any other conditions. However, in such conditions the Manager may decide to temporarily lower the asset allocation or exposure of the Fund in the Target Fund to below 85% of the Fund’s NAV should the Manager decide that this will be in the best interest of the Unit Holders.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

THE ABOVE SHOULD NOT BE CONSIDERED TO BE AN EXHAUSTIVE LIST OF THE RISKS WHICH POTENTIAL INVESTORS SHOULD CONSIDER BEFORE INVESTING INTO THE FUND. POTENTIAL SOPHISTICATED INVESTORS SHOULD BE AWARE THAT AN INVESTMENT IN THE FUND MAY BE EXPOSED TO OTHER RISKS FROM TIME TO TIME.

YOU SHOULD RELY ON YOUR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF AN INVESTMENT. YOU SHOULD READ AND UNDERSTAND THE CONTENTS OF THIS INFORMATION MEMORANDUM AND, IF NECESSARY, CONSULT YOUR ADVISER(S) BEFORE MAKING AN INVESTMENT DECISION.

## **CHAPTER 3: THE INFORMATION ON PIMCO FUNDS: GLOBAL INVESTORS SERIES PLC – INFLATION MULTI- ASSET FUND (“TARGET FUND”)**

This section of the Information Memorandum provides you with information regarding the Target Fund as extracted from the Target Fund’s Prospectus save for certain additional information included by the Investment Advisor. All capitalized terms and expressions used in this section in reference to the Target Fund shall, unless the context otherwise requires, have the same meanings ascribed to them in the Target Fund’s Prospectus.

The Manager intends to invest into PIMCO Funds: Global Investors Series plc – Inflation Multi-Asset Fund.

### **3.1 STRUCTURE OF THE COMPANY**

The PIMCO Funds: Global Investors Series plc (“Company”) is an umbrella type open-ended investment company with variable capital and segregated liability between sub-funds of the Company and incorporated with limited liability under the laws of Ireland.

### **3.2 REGULATORY AUTHORITY WHICH REGULATES THE TARGET FUND**

Central Bank of Ireland.

### **3.3 COUNTRY OF DOMICILE OF THE TARGET FUND**

Ireland.

### **3.4 FUND LEGISLATION APPLICABLE TO THE TARGET FUND**

Laws of Ireland.

### **3.5 THE MANAGEMENT COMPANY OF THE TARGET FUND**

PIMCO Global Advisors (Ireland) Limited has been appointed Manager of the Company (“Management Company”) under a management agreement (summarised under “General Information” of the Target Fund’s Prospectus). The Management Company is responsible for the investment management of the Target Fund and the general administration of the Company and may delegate such functions subject to the overall supervision and control of the directors of the Company. The Management Company, a private limited company, incorporated on 14 November, 1997 is ultimately majority-owned by Allianz SE.

### **3.6 THE INVESTMENT ADVISOR OF THE TARGET FUND**

The Management Company has delegated the investment management of the Target Fund to PIMCO, PIMCO Asia Pte Limited, PIMCO Europe Ltd and PIMCO Europe GmbH under Investment Advisory Agreements (summarised under “**General Information**”) and has power to delegate such functions. Pursuant to the Investment Advisory Agreement, PIMCO was appointed Investment Advisor.

The Investment Advisor may delegate the discretionary investment management of the Target Fund to one or more sub-investment advisors, subject to all applicable legal and regulatory requirements. The fees of each sub-investment advisor so appointed shall be paid by the Management Company, or by



## **Information Memorandum in respect of the TA Inflation Multi-Asset Fund**

the Investment Advisor on behalf of the Management Company, from the management fee of the Target Fund.

PIMCO is ultimately majority-owned by Allianz SE. Allianz SE is a European-based, multinational insurance and financial services holding company and is a publicly traded German company.

PIMCO is regulated by the U.S. Securities and Exchange Commission ("SEC"), an independent, non-partisan, quasi-judicial regulatory agency with responsibility for administering and enforcing the following federal securities laws: U.S. Securities Act of 1933, as amended, U.S. Securities Exchange Act of 1934, as amended, U.S. Investment Company Act of 1940, as amended and U.S. Investment Advisors Act of 1940, as amended. PIMCO is registered as an investment advisor with the SEC under the U.S. Advisors Act of 1940, as amended.

The Investment Advisor has full discretion to make investments on behalf of the Target Fund by virtue of having discretionary investment management functions delegated to them by the Management Company, in accordance with the Regulations and the investment objectives, and policies set forth in this Information Memorandum or the Target Fund's Prospectus.

### **3.7 INVESTMENT OBJECTIVE OF THE TARGET FUND**

The Target Fund's investment objective is to preserve the real value of capital through prudent investment management. The Target Fund will be managed actively and will predominantly invest in a diversified portfolio of inflation-related assets.

### **3.8 INVESTMENT STRATEGY AND POLICIES OF THE TARGET FUND**

The Target Fund seeks to achieve its objective by investing in a combination of global inflation-related Fixed Income Instruments, emerging market bonds and currencies, equities and equity related securities, and commodity and property related instruments. Exposure to such assets may be achieved through direct investment or through the use of financial derivative instruments as detailed below. The Target Fund will pursue a multi-asset oriented investment strategy in accordance with its investment policies. The objective of the strategy is to achieve real capital preservation over time by allocating to a range of inflation related asset classes. As part of its investment strategy, the Investment Advisor will use a global secular forecast of interest and inflation rates across economies and an integrated investment process as set out herein.

The Target Fund intends to measure its performance against a blend of the Bloomberg Global Inflation Linked 1-30yrs Index (USD hedged), the JPMorgan Emerging Local Markets Index Plus (Unhedged), the Bloomberg Commodity Total Return Index, the FTSE NAREIT Global Real Estate Developed Total Return Index (USD unhedged), and the Bloomberg Gold Subindex Total Return Index weighted 45%/15%/20%/10%/10% respectively (together the "Benchmark"). The Target Fund is considered to be actively managed in reference to the Benchmark by virtue of the fact that it uses the Benchmark for performance comparison purposes. Certain of the Target Fund's securities may be components of and may have similar weightings to the Benchmark. However the Benchmark is not used to define the portfolio composition of the Target Fund or as a performance target and the Target Fund may be wholly invested in securities which are not constituents of the Benchmark.

The Target Fund will invest in an actively managed, diversified portfolio of global inflation-related Fixed Income Instruments of varying maturities issued by governments, their agents or instrumentalities and corporations. Inflation-related Fixed Income Securities are structured to provide protection against inflation. The value of the bond's principal or the interest income paid on the bond is adjusted to track changes in an official inflation measure. The assets in which the Target Fund will invest will be rated at least B by Moody's or S&P or equivalently rated by Fitch (or, if unrated, determined by the Investment Advisor to be of comparable quality). The Target Fund may invest without limit in securities of issuers that are economically tied to countries with emerging market economies. Such emerging markets exposure may include any of the types of securities outlined in this investment policy.

The Investment Advisor will select assets which it considers to be inflation-related. Commodity related instruments are considered inflation-related as commodities, such as food and energy costs, are included in the Consumer Price Index. Property related instruments can be inflation-related as the value

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

of property tends to be positively correlated with inflation over a certain period of time. In addition, as changes in currency rates can impact over time upon an inflation measurement (such as the Consumer Price Index), taking tactical views on emerging market currencies forms part of the Target Fund's investment policy as further outlined below. Equities of companies which produce assets which are included in the common inflation measurements will also be invested in as further set out below.

The Target Fund may also invest in commodity-related instruments, up to a maximum of 50% of total assets. Commodity-related instruments include, but are not limited to, derivative instruments, as further outlined below, based on commodity indices (including the Bloomberg family of commodity indices and other eligible financial indices which have been cleared by the Central Bank), commodity index-linked notes and eligible exchange-traded securities which may include shares in closed-ended exchanged traded funds, open-ended exchange traded funds and other commodity-related equities traded on a Regulated Market.

The Target Fund may gain exposure to property through property-related securities including listed real estate investment trusts ('REITs'), equity securities of companies whose principal business is the ownership, management and/or development of real estate or derivatives, as further outlined below, based on REIT indices or other property-related indices. The Target Fund will typically invest 0% to 20% of its total assets in equity or equity-related securities. These may include, but are not limited to, common stock, preferred stock, securities convertible into equity securities or equity exchange-traded funds. Any investment in exchange traded funds will be in accordance with the investment limits for investment in transferrable securities and collective investment schemes appropriate and as set out in Appendix 4 of the Target Fund's Prospectus.

The Target Fund may hold both non-USD denominated Fixed Income Instruments and non-USD denominated currency positions. Non-USD denominated currency exposure is limited to 30% of total assets. Therefore, movements in both non-USD denominated Fixed Income Instruments and non-USD denominated currencies can influence the Target Fund's return. The Target Fund's exposure to emerging market currencies may be actively managed on an opportunistic basis where the Investment Advisor believes it would be beneficial to do so. Any active currency positions and currency hedging activities will be implemented using instruments such as spot and forward foreign exchange contracts and currency futures, options and swaps in accordance with the Central Bank's requirements.

The various efficient portfolio management techniques (including without limitation when issued, delayed delivery, forward commitment, currency transactions, repurchase and reverse repurchase and securities lending transactions) are subject to the limits and conditions set down by the Central Bank from time to time and are more fully described in the Target Fund's Prospectus under the heading "Efficient Portfolio Management and Securities Financing Transactions" including that repurchase, reverse repurchase and securities lending transactions will be used for efficient portfolio management purposes only. There can be no assurance that PIMCO will be successful in employing these techniques.

Subject to the Regulations as set forth in Appendix 4 of the Target Fund's Prospectus and as more fully described under the headings "Efficient Portfolio Management and Securities Financing Transactions" and "Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques", the Target Fund may use equity, equity-related and fixed income related derivative instruments such as options, futures contracts, options on futures and swap agreements (which may be listed or over-the-counter) and may also enter into currency forward contracts. Swaps used by the Target Fund will be based on asset classes contemplated under the investment policy of the Target Fund as set out above in addition to permissible indices, currencies and interest rates. Such derivative instruments may be used (i) for hedging purposes and/or (ii) for investment purposes and/or (iii) efficient portfolio management. For example, the Target Fund may use derivatives (which will be based only on underlying assets or indices based on equity, equity-related and Fixed Income Securities which are permitted under the investment policy of the Target Fund) (i) to hedge a currency exposure, (ii) as a substitute for taking a position in the underlying asset where the Investment Advisor feels that a derivative exposure to the underlying asset represents better value than a direct exposure, (iii) to tailor the Target Fund's exposures to the Investment Advisor's outlook for various markets, and/or (iv) to gain an exposure to the composition and performance of a particular financial index including commodity-related indices. Details of any financial indices used by the Target Fund will be provided to shareholders of the Target Fund by the Investment Advisor on request and will be set out in the Company's semi-annual and annual accounts. Any such indices will be used in accordance with the requirements of the Central Bank. Only derivative instruments listed in the Company's risk management process and

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

cleared by the Central Bank may be utilised. In respect of any instrument which contains an embedded derivative, the derivative component of such instrument shall be of a type which the Target Fund could otherwise invest in directly.

The use of derivative instruments may expose the Target Fund to the risks disclosed under the headings of the Target Fund's Prospectus "General Risk Factors" and detailed under "Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques". Position exposure to underlying assets of derivative instruments (other than index based derivatives), when combined with positions resulting from direct investments, will not exceed the investment limits set out in Appendix 4 of the Target Fund's Prospectus. The use of derivatives will give rise to an additional leveraged exposure. The level of leverage for the Target Fund is expected to range from 0% to 400% of net asset value of the Target Fund. The Target Fund's leverage may increase to higher levels, for example, at times when PIMCO deems it most appropriate to use derivative instruments to alter the Target Fund's equity, interest rate, currency or credit exposure. The leverage figure is calculated using the sum of the notional of the derivatives used as is required by the Central Bank and as such does not take into account any netting and hedging arrangements that the Target Fund has in place at any time.

Where the Investment Advisor believes it appropriate to do so as a result of detailed investment analysis, the Target Fund may use derivatives to create synthetic short positions. Synthetic short positions are positions which are in economic terms equivalent to short positions and will be implemented through the use of financial derivative instruments in accordance with the Central Bank's requirements. The Target Fund will take long and synthetic short positions over a variety of time periods in accordance with the requirements of the Central Bank. Further information on the Target Fund's use of derivatives is set out below. The proportion of long to short exposure in the Target Fund will depend on the market conditions at any given time. It is possible that the Target Fund may have long only exposure, or conversely short only exposure at any point in time. Although under normal market conditions it is not anticipated that the Target Fund would be directionally short, on a net basis. Such positions may be taken across various asset classes contemplated under the investment policy of the Target Fund as set out herein. When calculated using the gross notional value of any derivatives in the Target Fund and the market value of any direct investments, the combination of total gross long positions and total gross short positions are not expected to exceed 600% of the net asset value of the Target Fund. For further information, please refer to the paragraph in this section of the Information Memorandum outlining the level of leverage expected for the Target Fund which is calculated using the sum of the notional of the derivatives used.

The market risk associated with the use of derivatives will be covered and will be risk managed using the Value at Risk ("VaR") methodology in accordance with the Central Bank's requirements. VaR is a statistical methodology that predicts, using historical data, the likely maximum daily loss that the fund could lose calculated to a one-tailed 99% confidence level. However there is a 1% statistical chance that the daily VaR number may be exceeded. The VaR approach uses a historical observation period and thus the VaR result may be biased if abnormal market conditions are not prevalent or are omitted from the historical observation period. Accordingly, the Target Fund could suffer significant financial losses in abnormal market conditions.

The Target Fund intends to use the Absolute VaR model. Accordingly, the VaR of the Target Fund's portfolio will not exceed 20% of the net asset value of the Target Fund and the holding period shall be 20 days. The historical observation period shall not be less than one year. It should be noted that the above limit is the current VaR limit required by the Central Bank. However, should the VaR model for the Target Fund or the Central Bank limits change, the Target Fund will have the ability to avail of such new model or limits by updating the Target Fund's Prospectus and the Risk Management Process of the Company accordingly. The measurement and monitoring of all exposures relating to the use of derivative instruments will be performed on at least a daily basis.

The Target Fund may invest up to 10% of its net assets in units or shares of other collective investment schemes.

The Target Fund may invest in cash and cash equivalents such as commercial paper and certificates of deposit, without limitation, when PIMCO determines that opportunities for investing in other types of instruments are unattractive.

The Target Fund may also invest up to 10% of its net assets in illiquid securities (including bonds and other Fixed Income Instruments as set out in this investment policy, which are illiquid) which are

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

described in further detail in the Target Fund's Prospectus under the heading "Transferable Illiquid Securities" and in loan participations and loan assignments which constitute money market instruments but which are not traded on a Regulated Market.

### 3.9 INVESTMENT RESTRICTIONS OF THE TARGET FUND

The Company is authorised as a UCITS pursuant to the Regulations. Pursuant to the Regulations, a UCITS is subject to the following investment restrictions. If the Regulations are altered during the life of the Company, the investment restrictions may be changed to take account of any such alterations. Shareholders of the Target Fund will be advised of such changes in the next succeeding annual or semi-annual report of the Company.

#### 1 Permitted Investments

Investments of a UCITS are confined to:

- 1.1 Transferable securities and money market instruments which are either admitted to official listing on a stock exchange in a Member State or non-Member State or which are dealt on a market which is regulated, operates regularly, is recognised and open to the public in a Member State or non-Member State.
- 1.2 Recently issued transferable securities which will be admitted to official listing on a stock exchange or other market (as described above) within a year.
- 1.3 Money market instruments other than those dealt on a Regulated Market.
- 1.4 Units of UCITS.
- 1.5 Units of alternative investment funds.
- 1.6 Deposits with credit institutions.
- 1.7 Financial derivative instruments.

#### 2 Investment Restrictions

- 2.1 A UCITS may invest no more than 10% of net assets in transferable securities and money market instruments other than those referred to in paragraphs 1.
- 2.2 Subject to paragraph (2) of this 2.2 below, a UCITS shall not invest any more than 10% of its assets in securities of the type to which Regulation 68(1)(d) of the Regulations apply.

Paragraph (1) of this 2.2 above, does not apply to an investment by a UCITS in US Securities known as "Rule 144 A securities" provided that;

- (a) the relevant securities have been issued with an undertaking to register the securities with the SEC within 1 year of issue; and
- (b) the securities are not illiquid securities i.e. they may be realised by the UCITS within 7 days at the price, or approximately at the price, which they are valued by the UCITS.

- 2.3 A UCITS may invest no more than 10% of net assets in transferable securities or money market instruments issued by the same body provided that the total value of transferable securities and money market instruments held in the issuing bodies in each of which it invests more than 5% is less than 40%.
- 2.4 Subject to the approval of the Central Bank, the limit of 10% (in 2.3) is raised to 25% in the case of bonds that are issued by a credit institution which has its registered office in a Member State and is subject by law to special public supervision designed to protect bondholders. If a UCITS invests more than 5% of its net assets in these bonds issued by one issuer, the total value of these investments may not exceed 80% of the net asset value of the UCITS.
- 2.5 The limit of 10% (in 2.3) is raised to 35% if the transferable securities or money market instruments are issued or guaranteed by a Member State or its local authorities or by a non-Member State or public international body of which one or more Member States are members.
- 2.6 The transferable securities and money market instruments referred to in 2.4. and 2.5 shall not be taken into account for the purpose of applying the limit of 40% referred to in 2.3.
- 2.7 A UCITS shall not invest more than 20% of its assets in deposits made with the same body.
- 2.8 The risk exposure of a UCITS to a counterparty to an OTC derivative may not exceed 5% of net assets.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

This limit is raised to 10% in the case of a credit institution authorised in the EEA or a credit institution authorised within a signatory state (other than an EEA Member State) to the Basle Capital Convergence Agreement of July 1988; or a credit institution in a third country deemed equivalent pursuant to Article 107(4) of the Regulation (EU) No 575/2013 of the European Parliament and of the Council of 26 June 2013 on prudential requirements for credit institutions and investment firms and amending Regulation (EU) No 648/2012.

- 2.9** Notwithstanding paragraphs 2.3, 2.7 and 2.8 above, a combination of two or more of the following issued by, or made or undertaken with, the same body may not exceed 20% of net assets:
- investments in transferable securities or money market instruments;
  - deposits; and/or
  - counterparty risk exposures arising from OTC derivatives transactions.
- 2.10** The limits referred to in 2.3, 2.4, 2.5, 2.7, 2.8 and 2.9 above may not be combined, so that exposure to a single body shall not exceed 35% of net assets.
- 2.11** Group companies are regarded as a single issuer for the purposes of 2.3, 2.4, 2.5, 2.7, 2.8 and 2.9. However, a limit of 20% of net assets may be applied to investment in transferable securities and money market instruments within the same group.
- 2.12** A UCITS may invest up to 100% of net assets in different transferable securities and money market instruments issued or guaranteed by any Member State, its local authorities, non-Member States or public international body of which one or more Member States are members.

The individual issuers must be listed in the prospectus and may be drawn from the following list:

OECD Governments (provided the relevant issues are investment grade), Government of Singapore, European Investment Bank, European Bank for Reconstruction and Development, International Finance Corporation, International Monetary Fund, Euratom, The Asian Development Bank, European Central Bank, Council of Europe, Eurofima, African Development Bank, International Bank for Reconstruction and Development (The World Bank), The Inter American Development Bank, European Union, Federal National Mortgage Association (Fannie Mae), Federal Home Loan Mortgage Corporation (Freddie Mac), Government National Mortgage Association (Ginnie Mae), Student Loan Marketing Association (Sallie Mae), Federal Home Loan Bank, Federal Farm Credit Bank, Tennessee Valley Authority, Straight-A Funding LLC, Government of the People's Republic of China, Government of Brazil (provided the issues are of investment grade), Government of India (provided the issues are of investment grade).

The UCITS must hold securities from at least 6 different issues, with securities from any one issue not exceeding 30% of net assets.

### **3 Investment in investment funds**

- 3.1** A UCITS may not invest more than 20% of net assets in any one investment fund.
- 3.2** Investment in alternative investment funds may not, in aggregate, exceed 30% of net assets.
- 3.3** The investment fund is prohibited from investing more than 10 per cent of net assets in other open-ended investment funds.
- 3.4** When a UCITS invests in the units of other investment funds that are managed, directly or by delegation, by the UCITS management company or by any other company with which the UCITS management company is linked by common management or control, or by a substantial direct or indirect holding, that management company or other company may not charge subscription, conversion or redemption fees on account of the UCITS investment in the units of such other investment fund.
- 3.5** Where by virtue of investment in the units of another investment fund, an investment manager or an investment advisor receives a commission on behalf of the UCITS (including a rebated commission), the relevant commission shall be paid into the property of the UCITS.
- 3.6** Investment must not be made in the Target Fund which itself holds shares in other funds within the Company.
- 3.7** The investing UCITS may not charge an annual management fee in respect of that portion of its assets invested in other investment funds within the umbrella (whether such fee is paid directly at the investing fund level, indirectly at the receiving fund level or a combination of both), such that there shall be no double charging of the annual management fee to the

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

investing fund as a result of investments in the receiving UCITS. This provision is also applicable to the annual fee charged by the Investment Advisor where such fee is paid directly out of the assets of the Target Fund.

### 4 Index Tracking UCITS

- 4.1** A UCITS may invest up to 20% of net assets in shares and/or debt securities issued by the same body where the investment policy of the UCITS is to replicate an index which satisfies the criteria set out in the Central Bank UCITS Regulations and is recognised by the Central Bank.
- 4.2** The limit in 4.1 may be raised to 35%, and applied to a single issuer, where this is justified by exceptional market conditions.

### 5 General Provisions

- 5.1** An investment company, or management company acting in connection with all of the CIS it manages, may not acquire any shares carrying voting rights which would enable it to exercise significant influence over the management of an issuing body.
- 5.2** A UCITS may acquire no more than:
- (i) 10% of the non-voting shares of any single issuing body;
  - (ii) 10% of the debt securities of any single issuing body;
  - (iii) 25% of the units of any single CIS;
  - (iv) 10% of the money market instruments of any single issuing body.

NOTE: The limits laid down in (ii), (iii) and (iv) above may be disregarded at the time of acquisition if at that time the gross amount of the debt securities or of the money market instruments, or the net amount of the securities in issue cannot be calculated.

- 5.3** 5.1 and 5.2 shall not be applicable to:
- (i) transferable securities and money market instruments issued or guaranteed by a Member State or its local authorities;
  - (ii) transferable securities and money market instruments issued or guaranteed by a non-Member State;
  - (iii) transferable securities and money market instruments issued by public international bodies of which one or more Member States are members;
  - (iv) shares held by a UCITS in the capital of a company incorporated in a non-Member State which invests its assets mainly in the securities of issuing bodies having their registered offices in that State, where under the legislation of that State such a holding represents the only way in which the UCITS can invest in the securities of issuing bodies of that State. This waiver is applicable only if in its investment policies the company from the non-Member State complies with the limits laid down in 2.3 to 2.11, 3.1, 3.2, 5.1, 5.2, 5.4, 5.5 and 5.6 and provided that where these limits are exceeded, paragraphs 5.5 and 5.6 below are observed; and
  - (v) shares held by an investment company or investment companies in the capital of subsidiary companies carrying on only the business of management, advice or marketing in the country where the subsidiary is located, in regard to the repurchase of units at unit-holders' request exclusively on their behalf.
- 5.4** UCITS need not comply with the investment restrictions herein when exercising subscription rights attaching to transferable securities or money market instruments which form part of their assets.
- 5.5** The Central Bank may allow recently authorised UCITS to derogate from the provisions of 2.3 to 2.12, 3.1, 3.2, 4.1 and 4.2 for six months following the date of their authorisation, provided they observe the principle of risk spreading.
- 5.6** If the limits laid down herein are exceeded for reasons beyond the control of a UCITS, or as a result of the exercise of subscription rights, the UCITS must adopt as a priority objective for its sales transactions the remedying of that situation, taking due account of the interests of its unitholders.
- 5.7** Neither an investment company, nor a management company or a trustee acting on behalf of a unit trust or a management company of a common contractual fund, may carry out uncovered sales of:
- transferable securities;
  - money market instruments;
  - units of CIS; or

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

- financial derivative instruments.
- 5.8 A UCITS may hold ancillary liquid assets.
- 6 **Financial Derivative Instruments (“FDI”)**
  - 6.1 The UCITS global exposure relating to FDI must not exceed its total net asset value.
  - 6.2 Position exposure to the underlying assets of FDI, including embedded FDI in transferable securities or money market instruments, when combined where relevant with positions resulting from direct investments, may not exceed the investment limits set out in the Central Bank UCITS Regulations/Guidance. (This provision does not apply in the case of index based FDI provided the underlying index is one which meets with the criteria set out in Central Bank UCITS Regulations.)
  - 6.3 UCITS may invest in FDIs dealt in over-the-counter (OTC) provided that
    - The counterparties to over-the-counter transactions (OTCs) are institutions subject to prudential supervision and belonging to categories approved by the Central Bank.
  - 6.4 Investment in FDIs are subject to the conditions and limits laid down by the Central Bank.

## 7 **Restrictions on Borrowing and Lending**

- 7.1 A UCITS may borrow up to 10% of its net assets provided such borrowing is on a temporary basis, including but not limited to for example the financing of redemption requests or to cover a cash shortfall caused by mismatched settlement dates on purchase and sale transactions. The depositary of the Target Fund may give a charge over the assets of the UCITS in order to secure borrowings. Credit balances (e.g. cash) may not be offset against borrowings when determining the percentage of borrowings outstanding.
- 7.2 A UCITS may acquire foreign currency by means of a “back-to-back” loan agreement. The Management Company shall ensure that a UCITS with foreign currency borrowings which exceed the value of a back-to-back deposit treats that excess as borrowings for the purpose of Regulation 103 of the UCITS Regulations.

## 3.10 **EFFICIENT PORTFOLIO MANAGEMENT AND SECURITIES FINANCING TRANSACTIONS OF THE TARGET FUND**

The Company may employ techniques and instruments intended to provide protection against exchange risks in the context of the management of the assets and liabilities of the Target Fund and under the conditions and within the limits laid down by the Central Bank from time to time. Furthermore, new techniques and instruments may be developed which may be suitable for use by the Target Fund in the future and the Target Fund may employ such techniques and instruments in accordance with the requirements of the Central Bank.

To the extent permitted by the investment objectives and policies of the Target Fund and subject to the limits set down by the Central Bank from time to time, use of the following techniques and instruments for efficient portfolio management purposes apply to all the Target Fund.

The use of efficient portfolio management techniques will only be used in line with the best interests of the Target Fund. Efficient portfolio management techniques may be used with the aim of reducing certain risks associated with the Target Funds’ investments, reducing costs and to generate additional income for the Target Fund having regard to the risk profile of the Target Fund. The use of efficient portfolio management techniques will not result in a change to the investment objective as outlined in the Target Fund’s Prospectus.

### **Securities Financing Transactions**

In accordance with the requirements of SFTR and the Central Bank, the Target Fund may use certain Securities Financing Transactions where provided for in the Target Fund’s Prospectus. Such Securities Financing Transactions may be entered into for any purpose that is consistent with the investment objective of the Target Fund, including to generate income or profits in order to increase portfolio returns or to reduce portfolio expenses or risks. A general description of the types of Securities Financing Transactions the Target Fund may engage in is set out below.



## **Information Memorandum in respect of the TA Inflation Multi-Asset Fund**

Any type of assets that may be held by the Target Fund in accordance with its investment objective and policies may be subject to such Securities Financing Transactions. Where provided for in the Target Fund's Prospectus, the Target Fund may also use Total Return Swaps. Subject to the Target Fund's investment objective and policies, there is no limit on the proportion of assets that may be subject to Securities Financing Transactions and Total Return Swaps and therefore the maximum and expected proportion of the Target Fund's assets that can be subject to Securities Financing Transactions will be 100%, i.e. all of the assets of the Target Fund. In any case the most recent semi-annual and annual accounts of the Company will express the amount of the Fund's assets subject to Securities Financing Transactions and Total Return Swaps.

The Investment Advisor classifies repurchase agreements as transactions whereby a counterparty sells a security to the Target Fund with a simultaneous agreement to repurchase the security from the Target Fund at a fixed future date at a stipulated price reflecting a market rate of interest unrelated to the coupon rate of the securities. The Investment Advisor classifies reverse repurchase agreements as transactions whereby a counterparty purchases securities from the Target Fund and simultaneously commits to resell the securities to the Target Fund at an agreed upon date and price.

Total Return Swaps may be entered into for any purpose that is consistent with the investment objective of the Target Fund, including efficient portfolio management (such as hedging purposes or the reduction of portfolio expenses), speculative purposes (in order to increase income and profits for the portfolio), or to gain exposure to certain markets.

The Target Fund shall not enter into securities lending agreements until such time as an updated supplement is filed with the Central Bank.

All revenues from Securities Financing Transactions, Total Return Swaps and other efficient portfolio management techniques, net of direct and indirect operational costs, will be returned to the Target Fund. Any direct and indirect operational costs/fees arising do not include hidden revenue and will be paid to such entities as outlined in the annual and semi-annual report of the Company.

Investors should consult the sections of the Target Fund's Prospectus entitled "Characteristics and Risks of Securities, Derivatives, Other Investments and Investment Techniques" and "Fund Transactions and Conflicts of Interest" for more information on the risks associated with efficient portfolio management.

### **3.11 CALCULATION AND SUSPENSION OF CALCULATION OF NET ASSET VALUE OF THE TARGET FUND**

#### **Net Asset Value**

The net asset value per share of the Target Fund shall be calculated as at the Valuation Point on, or with respect to, each dealing day of the Target Fund by dividing the net asset value of the Target Fund by the total number of shares in issue or deemed to be in issue in the Target Fund as at the relevant valuation point of the Target Fund and rounding the resulting total to two decimal places or such other number of decimal places as may be determined by the directors of the Company. Such rounding may result in a benefit to the Target Fund or shareholder of the Target Fund.

#### **Swing Pricing**

The underlying securities of the Target Fund that are listed or dealt in on a Regulated Market are typically valued and priced at the mid or last traded price at the close, but these securities are traded using bid and offer prices. The wider the spreads between these bid and offer prices, the higher the impact on the valuation of the Target Fund (i.e. the value of the underlying securities of the Target Fund may be reduced as a result of any spread between the buying and selling and any charges incurred in dealings in the Target Fund's investments). In the appropriate circumstances and in order to prevent this effect, called "dilution", and the potential adverse effect on the existing or remaining shareholders of the Target Fund, the directors of the Company may implement swing pricing.

In accordance with the Articles of Association, swing pricing is implemented by moving the net asset value per share of the Target Fund up or down by a Swing Factor depending on the direction of net cash flows for the Target Fund. This adjusted net asset value of the Target Fund will then be applied to

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

any subscriptions or redemptions which are received on the relevant dealing day of the Target Fund. Significant net inflows will cause an upward swing in the net asset value per share of the Target Fund, significant net outflows a downward swing. Swing pricing is implemented by the Company when net cash flows exceed a pre-determined Threshold set by the Directors, beyond which the Directors believe the amount of dilution caused by transaction related costs could be material to the Target Fund.

Swing pricing will be at the fund level rather than share class of the Target Fund level as transaction related costs are incurred at fund level.

### Suspension

The directors of the Company may at any time declare a temporary suspension of the calculation of the net asset value of the Target Fund and the issue, redemption or exchange of shares of the Target Fund during:

- (i) any period when any of the principal markets or stock exchanges on which a substantial portion of the investments of the Target Fund are quoted or dealt is closed, otherwise than for ordinary holidays, or during which dealings therein are restricted or suspended;
- (ii) any period when, as a result of political, economic, military or monetary events or any circumstances outside the control, responsibility and power of the directors of the Company, disposal or valuation of investments of the Target Fund is not reasonably practicable without this being seriously detrimental to the interests of Shareholders of the relevant class or if, in the opinion of the directors of the Company, redemption prices cannot fairly be calculated;
- (iii) any breakdown in the means of communication normally employed in determining the price of any of the investments of the Target Fund or other assets or when for any other reason the current prices on any market or stock exchange of any assets of the Target Fund cannot be promptly and accurately ascertained; or
- (iv) any period during which the Company is unable to repatriate funds required for the purpose of making payments on the redemption of shares of the Target Fund from shareholders of the Target Fund or during which the transfer of funds involved in the realisation or acquisition of investments or payments due on redemption of shares of the Target Fund cannot, in the opinion of the directors of the Company, be effected at normal prices or normal rates of exchange.

The Central Bank may also require the temporary suspension of redemption of shares of any class in the interests of the shareholders or the public.

Shareholders of the Target Fund who have requested the issue or redemption of shares of the Target Fund or exchange of shares of the Target Fund to another will be notified of any such suspension in such manner as may be directed by the directors of the Company and, unless withdrawn but subject to the limitation referred to above, their requests will be dealt with on the first dealing day of the Target Fund after the suspension is lifted. Any such suspension shall be notified to the Central Bank and Euronext Dublin immediately and in any event within the same business day of the Target Fund on which such a suspension occurs. Where possible, all reasonable steps will be taken to bring any period of suspension to an end as soon as possible.

### 3.12 RESTRICTIONS ON REDEMPTION BY THE COMPANY

The Company is entitled to limit the number of shares of the Target Fund redeemed on any dealing day of the Target Fund to 10% of the total number of shares of the Target Fund in issue. In this event, the Company shall reduce *pro rata* any requests for redemption on that dealing day of the Target Fund and shall treat the redemption requests as if they were received on each subsequent dealing day of the Target Fund until all the shares of the Target Fund to which the original request related have been redeemed.

The Articles contain special provisions where a redemption request received from a shareholder of the Target Fund would result in more than 5% of the net asset value of shares of the Target Fund being redeemed by the Company on any dealing day of the Target Fund. In such a case the Company, at its sole discretion, may satisfy the redemption request by the transfer in specie (in kind) to the shareholder of assets of the Target Fund having a value equal to the redemption price for the shares of the Target Fund redeemed as if the redemption proceeds were paid in cash less any redemption charge and other expenses of the transfer provided that such a distribution would not be prejudicial to the interests of the remaining shareholders of the Target Fund. Where the shareholder of the Target Fund requesting such

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

redemption receives notice of the Company's intention to elect to satisfy the redemption request by such a distribution of assets, that shareholder of the Target Fund may require the Company, instead of transferring those assets, to arrange for their sale and the payment of the proceeds of sale to that shareholder of the Target Fund, the cost of which shall be borne by the relevant shareholder of the Target Fund.

### 3.13 FEE CHARGABLE BY THE TARGET FUND

The following fees and charges are currently payable out of the assets of the Target Fund:

Preliminary Charge <sup>1</sup>	Max 5%
Redemption Charge	None
Annual Management and Advisory Fee <sup>2</sup>	0.79%
Service Fee	-
Trail Fee	-
Unified Fee	0.79%

Note:

<sup>1</sup>No preliminary charge as the Fund is subscribing directly through the administrator of the Target Fund.

<sup>2</sup>There will be no double charging of annual management fees. The management fee imposed on the Target Fund level will be taken from the annual management fee of up to 1.80% per annum of the NAV of the Fund charged by the Manager.

## CHAPTER 4: TRANSACTION INFORMATION

### 4.1 COMPUTING OF NAV AND NAV PER UNIT

Sophisticated Investors should note that the NAV of the Fund is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at a particular valuation point.

The NAV per Unit is the NAV of the Fund attributable to a Class divided by the number of Units in circulation for that particular Class, at the same valuation point.

The valuation of the Fund will be carried out in the Base Currency. Accordingly, all assets that are not denominated in USD will be translated to USD for valuation purposes. The foreign exchange rate used for this purpose shall be the bid foreign exchange rate quoted by Bloomberg or Reuters at 4.00 p.m. United Kingdom time (which is equivalent to 11.00 p.m. or 12.00 midnight (Malaysia time) on the same day) as the valuation point of the Fund or such time as may be prescribed by the relevant laws from time to time.

Due to multiple Classes in the Fund, the gain, income, expenses, and/or other expenses related to the Fund are apportioned based on the value of the Class (quoted in the Base Currency) relative to the value of the Fund (also quoted in the Base Currency), which is shown as multi-class ratio ("MCR").

Please refer to the illustration below for the computation

#### ***An illustration of computation of NAV and the NAV per Unit for a particular day:-***

Items	Fund (USD)	USD Class (USD)	SGD Hedged Class (USD)	MYR Hedged Class (USD)	AUD Hedged Class (USD)	MYR Class (USD)	RMB Hedged Class (USD)	GBP Hedged Class (USD)	EUR Hedged Class (USD)
<b>Net Asset Value BF</b>	54,686,964.12	8,302,515.85	2,978,175.31	12,986,252.69	10,560,492.47	3,500,045.10	1,515,004.50	4,390,088.00	10,454,390.20
Multi Class Ratio (MCR) %		15.18189204	5.44585964	23.74652332	19.31080403	6.40014518	2.77032109	8.02766815	19.11678655
Class gains	4,609.18	-	1,550.80	6,998.13	(3,984.55)	-	(1,355.20)	(1,557.00)	2,957.00
Gains, Income and Expenses	195,922.50	29,744.74	10,669.66	46,524.79	37,834.21	12,539.32	5,427.68	15,728.01	37,454.09
<b>Gross Asset Value Before Fee</b>	54,887,495.80	8,332,260.59	2,990,395.77	13,039,775.61	10,594,342.13	3,512,584.42	1,519,076.98	4,404,259.01	10,494,801.29
Management Fee	(2,706.78)	(410.91)	(147.47)	(643.06)	(522.46)	(173.22)	(74.91)	(217.20)	(517.55)
Trustee Fee	(60.15)	(9.13)	(3.28)	(14.29)	(11.61)	(3.85)	(1.66)	(4.83)	(11.50)
<b>Net Asset Value</b>	54,884,728.87	8,331,840.55	2,990,245.02	13,039,118.26	10,593,808.06	3,512,407.35	1,519,000.41	4,404,036.98	10,494,272.24
<b>Units in Circulation</b>		7,750,000.00	3,750,000.00	50,000,000.00	14,660,000.00	14,000,000.00	9,800,000.00	3,230,000.00	9,005,000.00
Exchange Rate		1.0000	1.3700	4.1500	1.4800	4.1500	6.9500	0.7757	0.9165
NAV Per Unit in Fund Currency		1.07507620	0.79739867	0.26078237	0.72263356	0.25088624	0.15500004	1.36347894	1.16538281
NAV Per Unit in Class Currency		1.07507620	1.09243618	1.08224682	1.06949768	1.04117789	1.07725029	1.05765061	1.06807335
NAV Per Unit in Class Currency (Rounded to four decimals)		1.0751	1.0924	1.0822	1.0695	1.0412	1.0773	1.0577	1.0681

*Please note that the calculation set out above is for illustration purposes only.*

### 4.2 PRICING OF UNITS

We adopt the single pricing policy for any transaction. Under this regime, both the selling price and redemption price of Units are fixed at the Initial Offer Price during the Initial Offer Period. After the Initial Offer Period, the selling price and redemption price will be the NAV per Unit.

The daily NAV per Unit is valued at the next valuation point after a subscription application or a redemption request is received by us, i.e., on forward price basis.

#### **Policy on rounding adjustment**

In calculating your investments with us, the NAV per Unit will be rounded to four (4) decimal places.

Units allocated to a Unit Holder will be rounded to two (2) decimal places.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### 4.3 SALE OF UNITS

<b>Minimum Initial Investment</b>	<b>USD Class</b>	<b>MYR Class</b>	<b>AUD Hedged Class</b>	<b>SGD Hedged Class</b>	<b>GBP Hedged Class</b>	<b>RMB Hedged Class</b>	<b>EUR Hedged Class</b>	<b>MYR Hedged Class</b>
	USD 5,000	RM 5,000	AUD 5,000	SGD 5,000	GBP 5,000	RMB 5,000	EUR 5,000	RM 5,000
	<i>or such other lower amount as we may decide from time to time.</i>							
<b>Minimum Additional Investment</b>	<b>USD Class</b>	<b>MYR Class</b>	<b>AUD Hedged Class</b>	<b>SGD Hedged Class</b>	<b>GBP Hedged Class</b>	<b>RMB Hedged Class</b>	<b>EUR Hedged Class</b>	<b>MYR Hedged Class</b>
	USD 1,000	RM 1,000	AUD 1,000	SGD 1,000	GBP 1,000	RMB 1,000	EUR 1,000	RM 1,000
	<i>or such other lower amount as we may decide from time to time.</i>							

The Fund is open for subscription on each Business Day.

Application of Units must be submitted by completing the account opening form, which is available at our head office and business centres. Please refer to Chapter 9, List of TA Investment Management Berhad's office, institutional unit trust advisers and authorised distributors for details.

Individual or joint application must be accompanied by a copy of the NRIC / passport or other documents of identification.

Corporate application must be accompanied by, where applicable, a certified true copy of the certificate of incorporation, memorandum and article of association or constitution, form 24 or return for allotment of shares under section 78 of the Companies Act 2016, form 44 or notice under section 46 of the Companies Act 2016 and form 49 or notice under section 58 of the Companies Act 2016, board resolution with list of authorised signatories and company seal (if applicable), latest audited financial statement, certified true copy of NRIC or passport or other form of identification of directors.

The completed documents, together with the proof of payment must be attached. Bank charges, where relevant, will be borne by investors. The validity of the transaction is subject to clearance of the payment made to us.

Any application form received through fax will only be deemed complete after we receive the original copy of the form together with the proof of payment. Receipt of fax copy will not be an indication of acceptance of application by us or completion of transaction. We shall not be responsible for applications not processed as a result of incomplete transmission of fax. Valid application received by our office before 4.00 p.m. on any Business Day be it via fax, send in by post or walk-in, will be processed based on the NAV per Unit calculated at the end of the Business Day. Any application received after 4.00 p.m. will be deemed to have been received on the next Business Day. If an application is received on Saturday, the request will be processed based on the NAV per Unit calculated after the close of the next Business Day, which in this case will normally be on Monday. We reserve the right to reject any application that is unclear, incomplete and/or not accompanied by the required documents. Incomplete applications will not be processed until all the necessary information has been received.

***Note: We reserve the right to accept or reject any application in whole or part thereof without assigning any reason.***

All applicants intending to invest in a Class other than MYR Class or MYR Hedged Class are required to have a foreign currency account with any financial institution as all transactions relating to the particular foreign currency will ONLY be made via telegraphic transfers.

**SOPHISTICATED INVESTORS ARE ADVISED NOT TO MAKE ANY PAYMENT IN CASH TO ANY INDIVIDUAL AGENT WHEN PURCHASING UNITS OF THE FUND.**

**PLEASE BE ADVISED THAT IF A SOPHISTICATED INVESTOR INVESTS IN UNITS THROUGH AN IUTA WHICH ADOPTS THE NOMINEE SYSTEM OF OWNERSHIP, THE SOPHISTICATED**

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

***INVESTOR WOULD NOT BE CONSIDERED TO BE A UNIT HOLDER UNDER THE DEED AND THE SOPHISTICATED INVESTOR MAY CONSEQUENTLY NOT HAVE ALL THE RIGHTS ORDINARILY EXERCISABLE BY A UNIT HOLDER (FOR EXAMPLE, THE RIGHT TO CALL FOR A UNIT HOLDERS' MEETING AND TO VOTE THEREAT AND THE RIGHT TO HAVE THE UNIT HOLDER'S PARTICULARS APPEARING IN THE REGISTER OF UNIT HOLDERS OF THE FUND).***

### 4.4 REDEMPTION OF UNITS

Redemption of Units can be made by completing a transaction form available from any of our offices or by sending written instructions to any of our offices on any Business Day.

If you give us written instructions, your letter should include:

- (a) your account number;
- (b) the name of the fund and its class of units (if any) that you wish to redeem your units from;
- (c) the number of units that you intend to redeem; and
- (d) instructions on what we should do with the moneys (e.g. credit into your bank account).

Redemption requests sent via fax are accepted by us. Receipt of fax copy should not be an indication of acceptance of a redemption request by us or completion of transaction. We shall not be responsible for redemption requests that are not processed as a result of incomplete transmission of fax. We reserve the right to reject any redemption request that is unclear, incomplete and/or not accompanied by the required documents. Investors are strongly advised to contact our customer service to confirm receipt of instruction given by fax.

The Fund will be valued on a daily basis and the daily prices of the Fund will be published on the next Business Day. The Fund's Unit prices are available on our website [www.tainvest.com.my](http://www.tainvest.com.my) or from our head office or any of our business centres listed in Chapter 9, List of TA Investment Management Berhad's office, institutional unit trust advisers and authorised distributors.

Any valid redemption request received by our head office or any of our business centres before 4.00 p.m. on a Business Day will be processed based on the NAV per Unit calculated at the next valuation point. A redemption request received after 4.00 p.m. will be deemed to have been received on the next Business Day. If a redemption request is received on Saturday, the request will be processed based on the NAV per Unit calculated at the close of the next Business Day, which in this case will normally be Monday.

Redemption proceeds will be paid to you within ten (10) Business Days from the day the redemption request is received by us based on the selected payment method stated in the transaction form received by our head office. However, for a withdrawal amount exceeding 10% of the total NAV of the Fund, the Manager may extend to fifteen (15) Business Days to pay the redemption proceeds to the Unit Holders. In case of joint holders, we will process the redemption request based on the operating instruction stated in the account opening form when you first invested in the Fund. For avoidance of doubt, all redemption proceeds will be made payable to the principal applicant by default, unless there is a request by the principal applicant that the redemption proceeds be made payable to the joint applicant.

Redemption proceeds will be paid according to the payment mode stated in the transaction form. We reserve the right to vary the terms and conditions of redemption payment from time to time.

The NAV per Unit of the Fund is sent to the Federation of Investment Managers Malaysia (FiMM) in order for it to be published in major newspapers. The Manager will ensure the accuracy of the NAV per Unit forwarded to FiMM. The Manager, however, will not held liable for any error or omission in NAV per Unit published as this is beyond the Manager's control. In the event of any NAV per Unit discrepancy in the NAV per Unit between the newspaper and the Manager's computation, the Manager's computed NAV per Unit shall prevail.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### 4.5 BASES OF VALUATION OF THE ASSETS OF THE FUND AND VALUATION FOR THE FUND

#### 4.5.1 Bases of Valuation of the Assets of the Fund

The bases of valuation of the respective asset classes of the Fund are as follows:

Investment Instruments	Valuation Basis
<b>Collective investment schemes</b>	<p>Collective investment schemes which are quoted on an exchange shall be valued based on the official closing price or last known transacted price on the Eligible Market on which the collective investment scheme is quoted. However, if the price is not representative or not available to the market, the investments must be valued at fair value.</p> <p>Investments in unlisted collective investment schemes will be valued based on the last published redemption price or fair value as determined in good faith by us on methods and bases that will have to be verified by the auditor of the Fund and approved by the Trustee.</p>
<b>Money market instruments</b>	<p>Investments in money market instruments are valued at book cost, meaning cost of acquisition plus accretion of discount on yield to maturity method.</p> <p>For negotiable instruments of deposit, valuation will be done using the indicative price quoted by the financial institution that issues or provides such instruments.</p> <p>For investments in commercial papers, such instruments are valued each day based on the price quoted by a bond pricing agency registered by the SC. Foreign commercial papers will be valued based on fair value by reference to the average indicative yield quoted by three (3) independent and reputable financial institutions.</p>
<b>Derivatives</b>	<p>Listed or quoted Derivatives will be valued based on the official closing price or last known transacted price on the Eligible Market on which the Derivatives is quoted. However, if the price is not representative or not available to the market, the Derivatives shall be valued at fair value.</p> <p>If it is not listed or quoted on an exchange, the Derivatives will be valued based on fair value as determined in good faith by us, on methods or bases which will have to be verified by the auditor of the Fund and approved by the Trustee.</p>
<b>Deposits</b>	Deposits placed with financial institutions will be valued each day by reference to the principal value of such investments and interest accrued thereon, if any, for the relevant period.
<b>Foreign exchange conversion</b>	Foreign exchange conversion of foreign investments for a particular Business Day is determined based on the bid exchange rate quoted by Bloomberg or Reuters at United Kingdom time 4.00 p.m. which is equivalent to 11.00 p.m. or 12.00 midnight (Malaysia time) on the same day, or such other time as prescribed from time to time by the Federation of Investment Managers Malaysia or any relevant laws.
<b>Any other instruments</b>	Fair value as determined in good faith by us, on methods or bases which will have to be verified by the auditor of the Fund and approved by the Trustee.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

### 4.6 VALUATION FOR THE FUND

The Fund will be valued on a daily basis, which is on the Valuation Day.

### 4.7 DISTRIBUTION PAYMENT

Subject to availability of income, distribution is incidental.

Unit Holders may choose to receive any distribution declared in either of the following methods:

1) Reinvestment of Units

We will create the Units based on the NAV per Unit on the Reinvestment Date. There will not be any cost for reinvestment of those additional Units, i.e. no sales charge will be imposed on such transaction.

2) Cash Payment

Unit Holders should note that distribution payments, if any, will be made in the respective currency of the Class(es). As such, the distribution amount may be different for each Class as a result of exchange rate movement between the Base Currency and the currency denomination of the Class(es). The distribution will be paid into your bank account (which shall be in the respective currency of the Class(es)) in our records. All the cost and expenses incurred in facilitating such distribution payments shall be borne by Unit Holders.

Any distribution payable which is less than or equal to the amount of USD/AUD/SGD/GBP/RMB/EUR/RM 250.00 would be automatically reinvested.

In the absence of instructions to the contrary, distribution of income from the Fund will be automatically reinvested, at no charge, into additional Units of the Class based on the NAV per Unit of that Class on the Reinvestment Date.

**Note:**

*Any change in distribution instruction must be in writing. If this is done in the last fourteen (14) days before the distribution declaration date of the Fund, the change will only take effect from the next distribution point, if any.*



## CHAPTER 5: THE MANAGER

### 5.1 BACKGROUND INFORMATION

The manager of the Fund is TA Investment Management Berhad (“TAIM”). TAIM was incorporated on 17 April 1995 under the Companies Act 1965 (*now known as Companies Act 2016*) and commenced operations on 1 July 1996. TASH, a wholly owned subsidiary of TAE, is the holding company of TAIM. TAE, an investment holding company has years of exposure and experience in investing in the Malaysian securities markets.

The principal activities of TAIM are the establishment and management of unit trust funds and portfolio clients. TAIM has more than twenty (20) years’ of experience in managing unit trust funds.

### 5.2 ROLE, DUTIES AND RESPONSIBILITIES OF THE MANAGER

TAIM is responsible for the day to day management of the Fund and for the development and implementation of appropriate investment strategies. The main tasks performed by TAIM include:

- managing investments portfolio;
- processing the sale and redemption of Units;
- keeping proper records for the Fund;
- valuing investments of the Fund; and
- distributing income and additional Units to the Unit Holders.

### 5.3 BOARD OF DIRECTORS

The functions of the board of directors of the Manager are to elaborate, decide, endorse or resolve all matters pertaining to the Manager and the Fund at the board meetings that are held formally four (4) times yearly or as and when circumstances require.

The list of board of directors are available at our website at [https://www.tainvest.com.my/about\\_us-our-people.html](https://www.tainvest.com.my/about_us-our-people.html).

### 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.

### 5.5 MATERIAL LITIGATION

As at Last Practicable Date, TAIM is not engaged in any material litigation and arbitration, including those pending or threatened, and is not aware of any facts likely to give rise to any proceedings which might materially affect its business/financial position.

## Information Memorandum in respect of the TA Inflation Multi-Asset Fund

Further information on the Manager, key personnel of the Manager, the board of directors' profile, investment team and etc. can be obtained from the Manager's website at [www.tainvest.com.my](http://www.tainvest.com.my).

## CHAPTER 6: TRUSTEE

### 6.1 ABOUT CIMB COMMERCE TRUSTEE BERHAD

CIMB Commerce Trustee Berhad was incorporated on 25 August 1994 and registered as a trust company under the Trust Companies Act, 1949 and having its registered office at Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470, Kuala Lumpur, Malaysia. The Trustee is qualified to act as a trustee for collective investment schemes approved under the Act.

### 6.2 EXPERIENCE AS TRUSTEE TO UNIT TRUST FUNDS

CIMB Commerce Trustee Berhad has been involved in unit trust industry as trustee since 1996. It acts as trustee to various unit trust funds, real estate investment trusts, wholesale funds, private retirement schemes and exchange-traded funds.

### 6.3 ROLES, DUTIES AND RESPONSIBILITIES OF THE TRUSTEE

The Trustee's functions, duties and responsibilities are set out in the Deed. The general functions, duties and responsibilities of the Trustee include, but are not limited to, the following:

- (a) Take into custody the investments of the Fund and hold the investments in trust for the Unit Holders;
- (b) Ensure that the Manager, operates and administers the Fund in accordance with the provisions of the Deed, Guidelines and acceptable business practice within the unit trust industry;
- (c) As soon as practicable, notify the Securities Commission of any irregularity or breach of the provisions of the Deed, Guidelines and any other matters which in the Trustee's opinion, may indicate that the interests of Unit Holders are not served;
- (d) Exercise reasonable diligence in carrying out its functions and duties, actively monitoring the operations and management of the Fund by the Manager to safeguard the interests of Unit Holders;
- (e) Maintain, or cause the Manager to maintain, proper accounting records and other records as are necessary to enable a complete and accurate view of the Fund to be formed and to ensure that the Fund is operated and managed in accordance with the Deed, this Information Memorandum, the Guidelines and securities law; and
- (f) Require that the accounts be audited at least annually.

The Trustee has covenanted in the Deed that it will exercise all due diligence and vigilance in carrying out its functions and duties, and in safeguarding the rights and interests of Unit Holders.

### 6.4 TRUSTEE'S DELEGATE (CUSTODIAN)

CIMB Commerce Trustee Berhad has delegated its custodian function to CIMB Bank Berhad (CIMB Bank). CIMB Bank's ultimate holding company is CIMB Group Holdings Berhad, a listed company on Bursa Malaysia. CIMB Bank provides full fledged custodial services, typically clearing, settlement and safekeeping of all types of investment assets and classes, to a cross section of investors and intermediaries client based, both locally and overseas.

For the local Ringgit Malaysia assets, they are held through its wholly owned nominee subsidiary "CIMB Group Nominees (Tempatan) Sdn Bhd". For foreign non-Ringgit Malaysia assets, CIMB Bank appoints global custodian as its agent bank to clear, settle and safekeep on its behalf and to its order.

## **Information Memorandum in respect of the TA Inflation Multi-Asset Fund**

All investments are automatically registered in the name of the custodian to the order of the Trustee. CIMB Bank acts only in accordance with instructions from the Trustee.

### **6.5 TRUSTEE'S DISCLOSURE OF MATERIAL LITIGATION AND ARBITRATION**

As at the Last Practicable Date, CIMB Commerce Trustee Berhad is not engaged in any material litigation and arbitration, including those pending or threatened, and is not aware of any facts likely to give rise to any proceedings which might materially affect the business/financial position of the Trustee.

## CHAPTER 7: SALIENT TERMS OF THE DEED

### 7.1 RIGHTS AND LIABILITIES OF THE UNIT HOLDERS

#### Rights of the Unit Holders

As a Unit Holder of the Fund, and subject to the provisions of the Deed, you have the right to:

- (a) receive distributions, if any, from the Fund;
- (b) participate in any increase in the NAV per Unit of the Fund/ class;
- (c) call for Unit Holders' meetings and to vote for the removal of the Trustee or the Manager through a Special Resolution;
- (d) receive quarterly and annual reports on the Fund; and
- (e) exercise such other rights and privileges as provided for in the Deed.

However, Unit Holders would not have the right to require the transfer to them any of the investments of the Fund. Neither would Unit Holders have the right to interfere with or to question the exercise by the Trustee (or by the Manager on the Trustee's behalf) of the rights of the Trustee as trustee of the investments of the Fund.

Note: Please be advised that if you invest in units through an IUTA which adopts the nominee system of ownership, you will not be considered as a unit holder under the deed and you may consequently not have all the rights ordinarily exercisable by a unit holder (for example, the right to call for a unit holders' meeting and to vote thereat and the right to have your particulars appearing in the register of unit holders of the fund).

#### Liabilities of Unit Holders

As a Unit Holder of the Fund, and subject to the provisions of the Deed, your liabilities would be limited to the following:

- (a) A Unit Holder would not be liable for nor would a Unit Holder be required to pay any amount in addition to the payment for Units of the Fund as set out in the Information Memorandum and the Deed.
- (b) A Unit Holder would not be liable to indemnify the Trustee and/or the Manager in the event that the liabilities incurred by the Trustee and/or the Manager on behalf of the Fund exceed the NAV of the Fund.

### 7.2 TERMINATION OF THE FUND

#### 7.2.1 Termination of the Fund

Pursuant to the Deed, the Fund may be terminated by the Manager with the consent of the Trustee (whose consent shall not be unreasonably withheld) by giving not less than three (3) months' notice in writing to the Unit Holders as hereinafter provided:

- If any law shall be passed which renders it illegal or in the opinion of the Manager impracticable or inadvisable to continue this Fund; or
- If in the reasonable opinion of the Manager, it is impracticable or inadvisable to continue this Fund.

The Fund shall also be terminated by the Manager if a Special Resolution is passed at a meeting of Unit Holders to terminate or wind up the Fund.

#### 7.2.2 Introduction and/or Termination of a Class of Units

The Manager may introduce and/or terminate a particular class of Units in accordance with the relevant laws. The Manager may only introduce and/or terminate a particular class of Units if the introduction and/or termination of that class of Units do not prejudice the interests of Unit Holders of any other class of Units. For the avoidance of doubt, the introduction and/or termination of a class of Units shall not affect the continuity of any other class of Units of the Fund.

## **Information Memorandum in respect of the TA Inflation Multi-Asset Fund**

### **7.3 POWER TO CALL FOR A MEETING BY UNIT HOLDERS**

#### **7.3.1 Unit Holders' Meeting convened by the Unit Holders**

Unless otherwise required or allowed by the relevant laws, the Manager shall, within twenty-one (21) days of receiving a direction from not less than fifty (50) or one-tenth (1/10), whichever is less, of all the Unit Holders of the Fund or of a particular class of Units, summon a meeting of the Unit Holders of the Fund or of a particular class of Units by:

- sending by post at least seven (7) days before the date of the proposed meeting a notice of the proposed meeting to all the Unit Holders;
- publishing at least fourteen (14) days before the date of the proposed meeting an advertisement giving notice of the proposed meeting in a national daily newspaper; and
- specifying in the notice, the place, time and terms of the resolutions to be proposed.

The Unit Holders may direct the Manager to summon a meeting for any purpose including, without limitation, for the purpose of:

- requiring the retirement or removal of the Manager;
- requiring the retirement or removal of the Trustee;
- considering the most recent financial statements of the Fund; or
- giving to the Trustee such directions as the meeting thinks proper;

provided always that the Manager shall not be obliged to summon such a meeting unless direction has been received from not less than fifty (50) or one-tenth (1/10) of the relevant Unit Holders, whichever is less of the Unit Holders of the Fund or a particular class, where applicable.

#### **7.3.2 Unit Holders' Meeting convened by the Manager or Trustee**

Where the Manager or the Trustee convenes a meeting, the notice of the time and place of the meeting and terms of resolution to be proposed shall be given to the Unit Holders by sending by post, digitally or electronically a notice of the proposed meeting at least fourteen (14) days before the date of the proposed meeting, to each Unit Holder at the Unit Holder's of the Fund or that class, as the case may be, last known address or, in the case of joint holders, to the joint holder of the Fund or that class, as the case may be, whose name stands first in our records at the joint holder's last known address.

## CHAPTER 8: ADDITIONAL INFORMATION

### 8.1 REPORTS AND UP-TO-DATE INFORMATION RELATING TO THE FUND

The quarterly and annual reports of the Fund will be made available to Unit Holders no later than two (2) months after the period that such reports covered.

A copy of this Information Memorandum and the monthly fund fact sheets relating to the Fund are available upon request from the Manager.

As for the Fund's daily NAV per Unit, it will be published on our website at [www.tainvest.com.my](http://www.tainvest.com.my). Unit Holders may contact us during our business hours from 9.00 a.m. to 6.00 p.m. from Monday to Friday to obtain the latest NAV per Unit.

**Note: The Fund's annual report is available upon request.**

### 8.2 CUSTOMER SERVICE

When you invest in the Fund, the Manager will undertake to made available to you the following:

- Written confirmation on all transactions and income distributions (if any);
- Monthly statement of account which shows the balance of Unit Holder's investments and all transactions made during the month, distribution details and investment value;
- Unaudited quarterly report for each of the Fund's financial quarter; and
- Annual audited report for the Fund's financial year-end.

If you have any questions about the information in this Information Memorandum or would like to know more about investing in any investment funds managed by the Manager, please contact our authorised distributors or our Customer Service Officers on our toll free number at 1-800-38-7147 between 9.00 a.m. and 6.00 p.m., from Monday to Friday (except public holidays).

#### **Where Units Can Be Purchased or Redeemed**

In relation to the information on where Units can be purchased or redeemed, please refer to the addresses and contact numbers of the offices of TAIM as disclosed in Chapter 9 of this Information Memorandum.

#### **AIMS@TA Investment**

is an online service that assists you in administering and tracking your unit trust investments more effectively and efficiently at our website, [www.tainvest.com.my](http://www.tainvest.com.my). There is no registration fee.

For security and compliance purposes, corporate investors who wish to register with the facilities are required to complete a hardcopy of a user application form that is available online.

### 8.3 ANTI-MONEY LAUNDERING POLICY

A customer acceptance procedure, which includes the identification and verification of identity of new customers, is conducted prior to entering into the relationship by Customer Due Diligence ("CDD"). Information, documents and evidence will be obtained depending on the types of applicant i.e. individual or corporate clients, etc. The classification of customer is based on risk-based approach whereby customers are classified into different risk level according to their background and investment threshold. Any suspicious transactions for Anti Money Laundering and Anti-Terrorist Financing and Targeted Financial Sanctions-Proliferation Financing will be reported to our compliance officer as well as to the local regulators, where applicable. All employees are required to adhere to these policies and procedures.

## **Information Memorandum in respect of the TA Inflation Multi-Asset Fund**

### **8.4 UNCLAIMED MONEYS POLICY**

Any moneys (other than unclaimed income distribution) payable to Unit Holders which remain unclaimed after twelve (12) months from the date of payment will be paid to the Registrar of Unclaimed Moneys by us in accordance with the requirements of the Unclaimed Moneys Act 1965. Unit Holders will have to liaise directly with the Registrar of Unclaimed Moneys to reclaim their moneys.

### **8.5 UNCLAIMED INCOME DISTRIBUTION**

Any income distribution which payment cannot be effected for any reason whatsoever or in the form of cheques that are not presented for payment by the expiry of six (6) months from the date of issuance of such cheques will be automatically reinvested into additional Units of the Fund at the NAV per Unit on the next Business Day after such payment cannot be effected or at the end of the expiry date of such cheques if the Unit Holder still has an account with the Manager. For the avoidance of doubt, there will not be any sales charge imposed for the reinvestment.

If the Unit Holder no longer has an account with the Manager, such payment of income distribution will be dealt with in accordance with the requirements of the Unclaimed Moneys Act 1965.



## CHAPTER 9: LIST OF TA INVESTMENT MANAGEMENT BERHAD'S OFFICE, INSTITUTIONAL UNIT TRUST ADVISERS AND AUTHORISED DISTRIBUTORS

### Head Office

TA Investment Management Berhad  
23<sup>rd</sup> Floor, Menara TA One  
22 Jalan P. Ramlee  
50250 Kuala Lumpur

Telephone number: 03 2031 6603  
Facsimile number: 03 2031 4479  
Toll Free: 1-800-38-7147  
Email address: investor.taim@ta.com.my  
Website: [www.tainvest.com.my](http://www.tainvest.com.my)

<b>Miri Business Centre</b>	Lot 1251, 1 <sup>st</sup> Floor, Centrepoin Commercial Centre (Phase 1) Jalan Melayu, 98000 Miri Sarawak Tel: 085-430 415
<b>Kota Kinabalu Business Centre</b>	Unit 4-1-02, 1 <sup>st</sup> Floor Block 4, Api-Api Centre Jalan Centre Point 88000 Kota Kinabalu, Sabah Tel: 088-268 023 Fax: 088-248 463
<b>Kuching Business Centre</b>	2 <sup>nd</sup> Floor, Lot 13008, SL26, Block 16, KCLD Gala City Commercial Centre Jalan Tun Jugah 93350 Kuching Sarawak Tel: 082-265 979
<b>Penang Business Centre</b>	15-1-8, Bayan Point, Medan Kampung Relau 11900 Pulau Pinang Tel: 04-645 9801 Fax: 04-611 9805
<b>Melaka Business Centre</b>	57A, Jalan Merdeka Taman Melaka Raya 75000 Melaka Tel: 06-288 2687
<b>Ipoh Business Centre</b>	29A, Jalan Niaga Simee, Arena Niaga Simee, 31400 Ipoh Perak Tel: 05-350 0399

### Institutional Unit Trust Advisers or Authorised Distributors

For more details on the list of appointed IUTAs or authorised distributors, please contact the Manager.

HEAD OFFICE

TA Investment Management Berhad  
23rd Floor, Menara TA One  
22 Jalan P. Ramlee  
50250 Kuala Lumpur  
Tel: 03-2031 6603 | Fax: 03-2031 4479

MELAKA  
Business Centre

57A, Jalan Merdeka  
Taman Melaka Raya  
75000 Melaka  
Tel: 06-288 2687

PENANG  
Business Centre

15-1-8, Bayan Point  
Medan Kampung Relau  
11900 Pulau Pinang  
Tel: 04-645 9801 | Fax: 04-611 9805

KOTA KINABALU  
Business Centre

Unit 4-1-02, 1st Floor  
Block 4, Api-Api Centre  
Jalan Centre Point  
88000 Kota Kinabalu, Sabah  
Tel: 088-268 023 | Fax: 088-248 463

KUCHING  
Business Centre

2nd Floor, Lot 13008, SL26, Block 16, KCLD  
Gala City Commercial Centre  
Jalan Tun Jugah  
93350 Kuching, Sarawak  
Tel: 082-265 979

MIRI  
Business Centre

Lot 1251, 1st Floor  
Centrepont Commercial Centre (Phase 1)  
Jalan Melayu  
98000 Miri, Sarawak  
Tel: 085-430 415

IPOH  
Business Centre

29A, Jalan Niaga Simee  
Arena Niaga Simee  
31400 Ipoh, Perak  
Tel: 05-350 0399

1-800-38-7147  
[www.tainvest.com.my](http://www.tainvest.com.my)