



THE SCHEDULE

1. AUTHORISED INVESTMENTS

- 1.1. Securities (debt or equity), collective investment schemes (including unit trusts), exchange traded funds, listed trusts, derivatives (other than trading in futures or foreign exchange contracts) or other instruments whether in Singapore or elsewhere permitted of the holder of a capital markets services licence to manage and advise in (subject to the limitation as set out in the account application form, and the investment objective of service type selected by the Customer as specified in Annex B) and including short selling of any of the same and interim settlement through securities/stock borrowing facilities.
- 1.2. Cash, money market instruments or deposits (including deposits made with any person related with the Manager) and similar assets in any currency whether in Singapore or elsewhere.
- 1.3. Any other investments or instruments as may be authorised or instructed by the Customer from time to time in writing to the Manager, subject to the approval of the Manager.
- 1.4. Should the authorised investments include trading in futures or foreign exchange contracts, the Manager will before making such investment:
 - (i) deliver or cause to be delivered to the Customer a risk disclosure document in Form 14; and
 - (ii) receive from the Customer an acknowledgment signed and dated by the customer that he has received and understood the nature and contents of the risk disclosure document in Form 14.

2. INVESTMENT GUIDELINES

- 2.1. The risk parameters of the discretion conferred and the trading to be effected by the Manager with respect to an Account may be distinctly agreed to between the Manager and the Customer but otherwise the Manager shall have full discretion to effect any authorized investment so long as the Manager does so in good faith believe that it is consistent with the nature of the Account opened and the investment preferences (where applicable) as indicated by the Customer in the Customer's account application form. Notwithstanding the foregoing, the Customer authorises and acknowledges that the Manager will be actively managing the Account with the aim of generating a satisfactory absolute annual return rather than targeting a result better than any relevant index. As such the Customer recognises and specifically authorises and consents to such investment approach on the part of the Manager, which may see a higher turnover in the Account than a more conventional investment approach.

3. MANAGEMENT FEES

- 3.1. The fees referred to in the Agreement will be calculated as follows:

- (a) Management fee with respect to each type of Managed Equity Account will be calculated in accordance with the relevant annual management fee structure set out below, and will accrue daily for each actual calendar day that the Agreement endures based on the Net Asset Value determined in good faith by the Manager and payable monthly in arrears.

Net Asset Value	Managed Equity Accounts*
Any amount	0.50%

* Management Fee for other services may be lower than the above.

- (i) For determination of the Net Asset Value on a non-trading day, the parties agree that such Net Asset Value shall be the Net Asset Value as determined at the close of the immediate preceding trading day.
- (ii) Net Asset Value shall mean the market value of the assets of the Fund less all liabilities including fees, costs, expenses and charges payable or chargeable in relation to or in connection with any transaction pursuant to this Agreement.
- (iii) In the event of closure of the Account, management fee accrued until and including the day of closure of the Account remaining unpaid shall be payable.



3.2. In the calculation of Net Asset Value, except where otherwise expressly stated:

- (a) a Quoted Investment, shall be calculated by reference to the last transacted price as at the last official close on such Recognised Stock Exchange or OTC Market; where such Quoted Investment is listed, dealt or traded in more than one Recognised Stock Exchange or OTC Market, the Manager may in its absolute discretion select any one of such Recognised Stock Exchange or OTC Market for the foregoing purposes and if there be no such transacted price, the value shall be calculated by reference to the mean of bid and offer prices quoted by responsible firms, corporations or associations on a Recognised Stock Exchange or an OTC Market at the time of calculation;
- (b) cash, money market instruments, deposits and similar assets shall be valued at their face value (together with accrued interest);
- (c) a unit or share in a unit trust or mutual fund or collective investment scheme shall be valued at the latest published or available net asset value per unit or share, or if no net asset value per unit or share is published or available, then at their latest available realization price;
- (d) a fixed income instrument shall be valued by reference to the quote or the last done price as provided by the market maker or the quote available on Bloomberg or any other recognised data provider at the close of business on the day of valuation; and
- (e) an investment other than as described above, shall be valued in such manner and at such time as the Manager shall from time to time determine.

3.3. For an account with Singapore Dollar as the base currency, investments denominated in foreign currencies shall be converted into Singapore Dollars. For an Account with foreign currency other than the Singapore Dollar as the base currency, investments shall be converted (where applicable) into the base currency. The conversion rate shall be the mid rate as quoted by Bloomberg/Reuters plus a reasonable spread or at the rate available in an appropriate spot market for foreign exchange which the custodian deems appropriate at the close of business on the day of valuation.



4. INVESTMENT OBJECTIVE OF SERVICE TYPE

Minimum investment amount: SGD 300

Table 1: Assets allocation

	Phillip SMART Portfolio – Income	Phillip SMART Portfolio – Income & Growth	Phillip SMART Portfolio – Growth
ASIAN BONDS	UP TO 100%	UP TO 100%	UP TO 100%
US BONDS			
EUROPE BONDS			
GLOBAL BONDS			
EMERGING MARKET BONDS			
ASIAN EQUITIES	UP TO 40%	UP TO 60%	UP TO 70%
US EQUITIES			
EUROPE EQUITIES			
GLOBAL EQUITIES			
EMERGING MARKET EQUITIES			
COMMODITIES / ALTERNATIVES			

Note: The actual portfolio holdings are subject to change without notice when the portfolios are rebalanced in accordance to prevailing investment conditions

Phillip SMART Portfolio – Income

Risk Classification: Low Risk With High Liquidity Need

Asset Allocation: Refer to the Table 1

Investment Objective: This service invests in AUTHORISED INVESTMENTS, as specified in paragraph 1 above.

Its investment objective is to achieve investment returns net of all fees and charges, focusing on income generating investments over a short to medium-term of one to three years.

This portfolio seeks to invest primarily in investments which provide consistent and higher dividends. This portfolio is expected to be more conservative and carry lower risk than the Moderately Aggressive Looking For Income & Growth and Aggressive Looking For Growth portfolios and is suitable for investors looking for income

Phillip SMART Portfolio – Income & Growth

Risk Classification: Moderately Aggressive Looking For Growth And Income

Asset Allocation: Refer to the Table 1

Investment Objective: This service invests in AUTHORISED INVESTMENTS, as specified in paragraph 1 above.

Its investment objective is to achieve investment returns net of all fees and charges, focusing on income and capital appreciation over a medium to long-term of at least three to five years.

This portfolio seeks to invest in investments which provide some dividend cash-flows and potential for price appreciation. The Moderately Aggressive Looking For Income & Growth portfolio is expected to carry higher risk than the Low Risk With High Liquidity Need portfolio. It is suitable for investors looking for capital appreciation and income.



Phillip SMART Portfolio – Growth

Risk Classification: Aggressive Looking For Growth

Asset Allocation: Refer to the Table 1

Investment Objective: This service invests in AUTHORISED INVESTMENTS, as specified in paragraph 1 above.

Its investment objective is to achieve investment returns net of all fees and charges, focusing on capital appreciation over a medium to long-term of at least three to five years.

This portfolio seeks to invest primarily in investments which provide good potential for price appreciation. This Account is expected to be more aggressive and is carry higher risk than the Low Risk With High Liquidity Need and Moderately Aggressive Looking For Income & Growth portfolios. It has the objective of achieving higher returns than the Low Risk With High Liquidity Need and Moderately Aggressive Looking For Income & Growth portfolios over an investment period of at least 3 to 5 years. The Aggressive Looking For Growth portfolio is suitable for investors looking for capital appreciation.



ANNEX A to THE SCHEDULE

RISK DISCLOSURE STATEMENT

This statement is to inform the Customer that there are risks involved in placing monies and assets with the Manager for investment on the terms of the agreement entered into with the Manager. In particular, the Customer should be aware of the following:

(a) Concentration risk

The Account may at any point in time be highly concentrated in its investment or be held significantly in cash. The Account could be subject to significant losses if it holds a large position in a particular security that declines in value or is otherwise adversely affected, including default of the issuer. The Account may also be concentrated in any particular sector or related sectors. There are risks associated with investing in gold, natural resources and related sectors such as but not limited to events occurring in nature, inflationary pressures and domestic risk.

(b) Initial public offerings risk

Securities involved in initial public offerings have no trading history. Prices of such securities may be subject to greater price volatility than more established securities.

(c) Account and market risk

The price of securities can and does fluctuate, and any individual security may experience upward or downward movements and may even become valueless. There is an inherent risk that losses may be incurred rather than profit made as a result of buying and selling securities and there can be no assurance that the Manager will achieve its investment objectives.

(d) Emerging markets and liquidity risks

Some of the markets where investments will be made are emerging markets, and as a consequence tend to be substantially smaller, less liquid, less regulated and more volatile than major securities markets, such as those in more developed markets. The limited liquidity of securities in some emerging countries could also affect the ability to acquire or dispose of securities at the price and at the time that the Manager wishes to do so.

(e) Political, economic, legal, regulatory and social developments

Markets are influenced by the political, economic, legal, regulatory and social developments in the jurisdictions concerned, and may be uncertain and may increase the risk of investment.

(f) Derivatives risk

Investments may include derivatives such as warrants, options and futures for the purpose of efficient account management. The risk of investing in warrants and options depends on the terms attached to them and on the volatility of the stock markets on which they are traded. As the viability of exercising warrants and/or options depends on the market prices of the securities to which they relate, it may be the case that the Manager from time to time considers it not viable to exercise certain warrants and/or options held by it within the prescribed period, in which case any costs incurred in obtaining the warrants or options will not be recoverable.

(g) Currency exchange risk

The Customer's assets may be invested primarily in securities denominated in various currencies and any income received from those investments will be received in those currencies, some of which may fall in value against the value of the currency initially placed with the Manager for investment. There is therefore a currency exchange risk which may affect the value of the Investments to the extent to which the Manager makes such investments.

(h) Counterparty and broker risks

Transactions executed with counterparties and brokers are dependent on their respective due performance of their obligations. The insolvency or default of such counterparties and brokers may lead to positions being liquidated or closed out and/or may result in difficulties in recovering your monies and assets held.



(i) Taxation

Investors should note in particular that the proceeds from the sale of securities in some markets or the receipt of any dividends and other income may be or may become subject to tax, levies, duties or other fees or charges imposed by the authorities in that market, including taxation levied by withholding at source. Tax law and practice in certain countries into which the Manager invests or may invest in the future may not be clearly established. It is therefore possible that the current interpretation of the law or understanding of practice may change, or that the law may be changed with retrospective effect.

The above should not be considered to be an exhaustive list of the risks which potential investors should consider before investing.

The Customer hereby acknowledges and confirms that he/she/it understands the nature and contents of this risk disclosure statement.