

Liquidity Enhancer

Liquidity Enhancer via RMB

Product outline

The RMB Liquidity Enhancer is available as an enhancement to the existing suite of RMB guaranteed investment products. The Liquidity Enhancer enables you to obtain liquidity at short notice.

Available products (“guaranteed product”)

The RMB Liquidity Enhancer can be linked to any of the RMB investment products that offer an explicit capital guarantee. You may not cede your investment to a third party while linked to the Liquidity Enhancer nor will any investment ceded to a third party qualify for the Liquidity Enhancer.

Product term

The term of the Liquidity Enhancer will be matched with the term of the approved RMB guaranteed product against which it is granted.

Product size

The minimum amount that may be accessed through the Liquidity Enhancer is R500,000. The minimum amount for additional drawdowns is R100,000. The minimum repayment amount is R100,000.

Maximum advance

RMB will make a maximum advance of 85% of the present value of the guaranteed amount on any of the RMB approved guaranteed products. Additional Liquidity Enhancer information is available on request.

Interest rate

The Liquidity Enhancer is subject to a quoted prime-linked interest rate. Interest will be rolled up in the product and will be settled against the capital of the guaranteed product when it matures. You may repay the interest at your discretion.

Turnaround time

RMB will make payment of the full value of the Liquidity Enhancer within two business days, following receipt and approval of all the required documents.

Transactional capability

The Liquidity Enhancer is not a transactional facility. Only one cash flow per month is permissible, at a minimum of R100,000.

Interest repayments

You are not obliged to make any interest repayments over the term of the Liquidity Enhancer, although you may repay interest at any time.

Documents required

RMB requires the following

Individuals

- Signed administered client form (or full FICA documents — if not an administered client); and
- Signed Liquidity Enhancer Contract.

Trusts

- Signed administered client form (or full FICA documents — if not an administered client);
- Trust deed (indicating trust is permitted to enter into a loan transaction);
- Letter of Authority for trustees to act;
- Resolution signed by the trustees authorising the loan, and nominating signatories to sign the Liquidity Enhancer documentation and encumbering of invested assets; and
- Signed Liquidity Enhancer Contract.

Companies

- Signed administered client form (or full FICA documents — if not an administered client);
- Memorandum of Incorporation (indicating that the company is permitted to enter into a loan transaction);
- CM29 indicating that directors have been properly appointed;
- Resolution signed by directors authorising the loan, and encumbering of invested assets;
- Signed Liquidity Enhancer Contract

Contact details

For more information please contact:

- Your financial advisor
- individualinvestors@rmb.co.za
- www.rmb.co.za

Maturity/redemption process

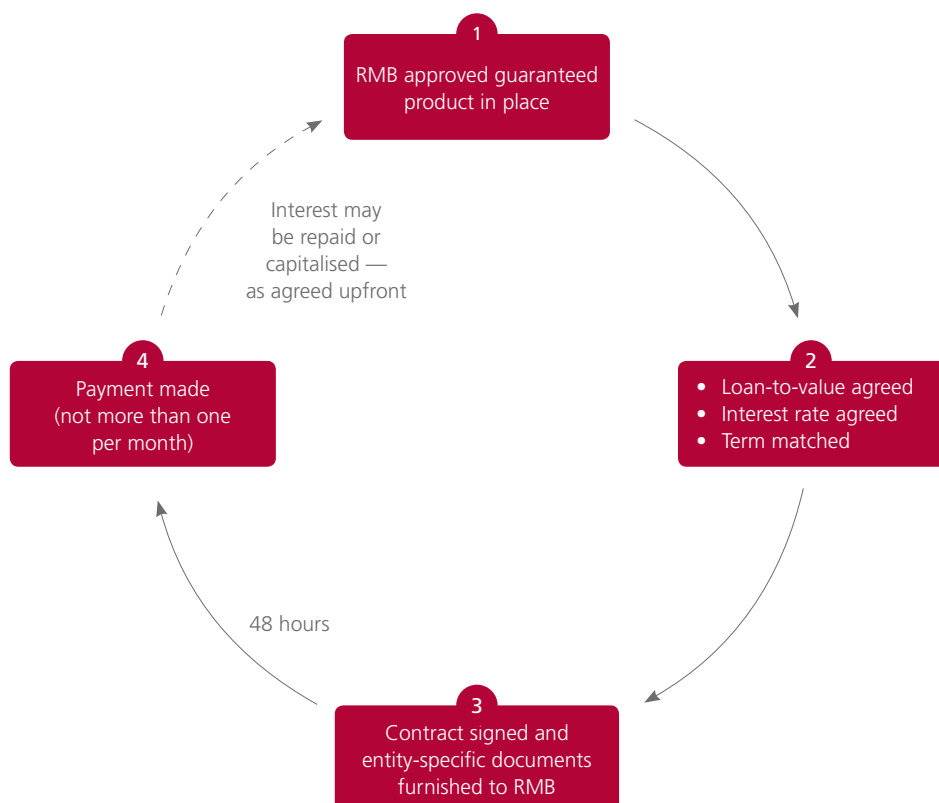
The Liquidity Enhancer is a term-dependent loan. You have the following options at maturity

- **Maturity roll**
You may request to roll your loan for a further term. RMB may allow this roll when the collateral of your investment has sufficient value. This will result in a new loan maturity date, with interest rolling up to the new maturity date.
- **Loan repayment**
Should the maturity roll option not be feasible (either from your or RMB's perspective), the outstanding balance needs to be repaid at the maturity date. You may repay the loan, leaving your RMB guaranteed investment product unaffected. Should this payment not be forthcoming, RMB will liquidate the RMB guaranteed investment product in order to settle the outstanding balance.
- **Investment product redemption**
Please note that you may not liquidate your RMB guaranteed investment product until the outstanding Liquidity Enhancer balance has been settled (through either of the two options described above).

Non-recourse

The Liquidity Enhancer is offered on a non-recourse basis and only an approved RMB guaranteed product will be acceptable as collateral for the Liquidity Enhancer. RMB will not require you to top up collateral and no other assets will be encumbered as part of the Liquidity Enhancer agreement.

Process summary



Disclaimer

Past performance is not an indication of future returns

The decision to purchase the product above is the Investor's. In particular, RMB does not make any representations or give any warranties as to the financial, tax or legal treatment of the product above and any statements herein dealing with such issues are not to be construed as financial, tax or legal advice. Neither FirstRand Bank Limited (acting through any of its divisions), nor any of its affiliates will be liable for any losses suffered by the Investor as a result of investing into the product above.

FAIS, NCA, Disclosure and Confidentiality

RMB is the product provider whilst the financial intermediary is responsible for ensuring that client's interests are protected. The provisions of any agreement entered into between RMB and the Client are confidential. These details are only made available to the authorised financial intermediary on request. Rand Merchant Bank, a division of FirstRand Bank Limited Registration No. 1929/001225/06 (FRB) conducts banking business as regulated by the South African Banks Act, 1990. Rand Merchant Bank as a division of FirstRand Bank is an Authorised Financial Services Providers in terms of the Financial and Intermediary Services Act and a Registered Credit Providers in terms of the National Credit Act NCA Reg. No. NCRCP20.