



Key Information Document

PSG Wealth offshore share trading account



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This document is a summary of key information about the PSG Wealth offshore share trading account. It will help you understand the account and make an informed decision. This is a summary only. It is not a legal or binding document, nor should it be considered as advice. Before deciding to open an account, we suggest you read the whole document together with the terms and conditions.

About this account



What is an offshore share trading account?

This account enables you to create your own portfolio of internationally listed shares. You can construct a hand-picked portfolio of global shares, exchange traded funds (ETFs) and exchange traded notes (ETNs).



What are my options when investing offshore?

You can invest by using your annual offshore allowance or by investing through our institutional investor facility.

You can open an offshore allowance account and use a single discretionary allowance of R1 million which does not require South African Revenue Services (SARS) tax clearance. Alternatively, you can use a further offshore allowance of R10 million which does require a tax clearance certificate from SARS.

An institutional investor facility account is also available to South African individuals, trusts, companies, and partnerships. Our institutional investor facility account allows you to invest offshore without using your offshore allowance, which provides you with the ability to invest abroad without the South African Reserve Bank's usual administrative requirements.



Who offers this account?

PSG Securities is a member of the JSE and registered with the Financial Sector Conduct Authority (FSCA). PSG Securities forms part of PSG Wealth, the brand under which this account is marketed.

Our offshore provider is Platform Securities LLP (Platform Securities). Platform Securities is a Financial Conduct Authority (FCA) regulated firm in the United Kingdom and provides investment broking, clearing and custody services. Platform Securities follows the rules prescribed by the FCA in choosing where shares or cash will be deposited for safe keeping or custody. In relation to cash balances, the FCA rules require Platform Securities to deposit client money in a client account with a bank or other credit institution of a type permitted under the rules.



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Client assets

Platform Securities wholly owns their nominee company, Platform Securities Nominees, which is used to hold client assets in accordance with the client assets rules of the FCA, their Regulator. A nominee company holds assets as the legal owner, but on behalf of clients as beneficial owners of the associated client assets.

Platform Securities does not hold any of its own assets in their nominee company, which exists purely to hold client assets. Assets of clients held in a nominee company are recorded in a manner that clearly indicates they do not belong to Platform Securities. The nominee company operates as a pooled nominee, meaning that all clients who hold assets in the nominee company have a claim against the nominee holdings in the event of insolvency. Pooling your investments with those of other investors means that your individual entitlement may not be identifiable by separate certificates, physical documents or entries on the register. In the unlikely event of the insolvency of Platform Securities, a liquidator would legally be prevented from using clients' assets to settle the firm's liabilities.

As your holding is pooled with those of other clients, you will have a general claim on the assets alongside other clients in the event of insolvency or default. In the event of any shortfall, this may result in a proportionate distribution of such assets to you being less than your recorded holding.

Client money

Client money is held with a bank or approved credit institution as permitted by the FCA Rules, in an account which is designated as client money. The FCA Rules require the protection and segregation of funds which clearly differentiate it from the firm's own money.

In the unlikely event of Platform Securities' insolvency, this means the money in these accounts would be held separately to the firm's own money and will be available to the insolvency practitioner to distribute to clients with a valid claim to the balance.

Client money is pooled and held in a bank account in an offshore location. This means that any claim by you is against the client money pool in general, which means that the balance on all of the client money bank accounts will be divided proportionately among all clients who have a valid claim against the sum held in the general pool. This may or may not be equal to the individual sum you hold in your client portfolio.

Diversification

Platform Securities places client money with a number of banks. This diversification is beneficial in mitigating (although not entirely eliminating) risk by reducing the exposure of holding client money with a single bank. It also optimises the service clients receive. Platform Securities manages their deposits with strict banking limits in place to cover any single bank or group of banks operating with a single banking licence.



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Due diligence

FCA Rules require Platform Securities to exercise all due skill, care and diligence in the selection, appointment and periodic review of any third party appointed to provide banking or custody services for client money/assets, taking into account their standing, expertise and market reputation. Platform Securities ensures that they comply with the FCA Rules by conducting regular and periodic due diligences on their banks and custodians.

Compensation schemes

There are financial compensation schemes in operation that cover deposits with banks that are licensed under the schemes. In the UK, the Financial Services Compensation Scheme (FSCS) is an independent body created under the Financial Services and Markets Act 2000. The FSCS may pay compensation if a firm is unable, or likely to be unable, to pay claims against it. This will generally be because the firm has stopped trading and has insufficient assets to meet claims, or is in insolvency – otherwise known as default.

Key features of the PSG Wealth offshore share trading account



Who is this account suitable for?

- Investors who want to diversify their share portfolio geographically.



Who is this account not suitable for?

- Investors who do not want to be subjected to volatile markets.
- Investors who want capital protection.



Minimum investment

There are two options when investing offshore:

- Offshore allowance account - We recommend a minimum investment of GBP50 000 to achieve the benefits of a diversified portfolio.
- Institutional investor facility account - We recommend a minimum investment of R1 200 000.



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What can I trade?

Our online trading platform offers real-time access to internationally listed shares. You can construct a hand-picked portfolio of global shares, exchange traded funds (ETFs) and exchange traded notes (ETNs).

Tax



Tax considerations

- PSG Wealth provides annual tax certificates
- For any tax considerations, please consult your financial adviser or tax consultant.

Access to your investment

- You can view your share portfolio online anytime by logging onto our secure website with your username and password.
- The times during which you can buy and sell shares are dependent on the market trading hours of the relevant exchange.
- Cash is only available for withdrawal one day after settlement, but can take five to seven business days to show in your local portfolio.

Can I use the account as security for a loan?

- No.

Is it protected against my creditors?

- No.

Can I transfer my PSG Wealth Offshore Share Trading Account to another stockbroker?

- Yes.

What happens if I die?

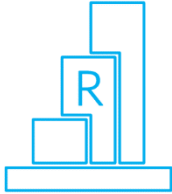
Your share portfolio forms part of your estate and may be subject to tax.



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Benefits



What type of benefits can I expect?

- Direct market access (DMA) to internationally listed shares, which means that you can trade directly on the chosen exchange without your trade instruction having to be approved before it enters the market.
- 24-hour online access to your portfolio

Risks



Can I lose money?

- Yes, your investment returns may not perform as expected. Your investment is linked to the market value and currency movements of the instruments chosen and is not guaranteed.
- It is important to ensure that you are comfortable with the level of investment risk your chosen investment instruments carry. You are not able to transact on a suspended instrument. If you are unsure of how to invest, a financial adviser may help you to make appropriate choices.

Fees



Transaction fees

Description	Fees (incl. VAT where applicable)
Brokerage fees per trade (VAT exempt)	1.0% no minimum
Custody fee (VAT exempt)	Portfolio value < USD 3 000 000 0.10% per annum
	Portfolio value > USD 3 000 000: 0.06% per annum
Exchange conversion fee (charged by provider)	0.25% on value of transaction
Institutional investor facility fees	An annual institutional investor facility administration fee of 1.25% will be levied monthly on the market value of your offshore investment portfolio.

Interest rates on major currencies

These rates are adjusted in line with currency rate movements.

Description	Fees per annum (incl. VAT where applicable)
Interest on USD balances	Prevailing US FED rate minus 1.60%
Interest on GBP balances	Prevailing BOE rate minus 0.50%
Interest on EUR balances	Prevailing ECB rate minus 0.10%



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Interest rates on other currencies and negative balances

These rates are not linked to prevailing interest rates and may be adjusted without notice.

Description	Fees per annum (incl. VAT where applicable)
Interest on Danish Krone (DKK) balances	N/A
Interest on Japanese Yen (JPY) balances	0.10%
Interest on Swiss Franc (CHF) balances	N/A
Interest on Swedish Krona (SEK) balances	N/A
Cash payment fees	£25
Interest charged on negative cash balances	9%

Trade settlement charges

Area and exchange	Trade settlement
UK - LSE	£5.00 per trade
Australia	£9.00 per trade
Canada	£7.50 per trade
Europe	£9.00 per trade
USA	£7.50 per trade
Hong Kong	£9.00 per trade

In-specie stock transfers

These charges apply to the internal and external transfer of UK and foreign registered stock.

Type	Costs	Description
Transfers in - Dematerialised shares	£0	Per line of stock transferred
Transfers in - Paper/Certificates	£40	Per line of stock transferred
Transfers out - Dematerialised shares	£10	Per line of stock transferred
Transfers out - Paper/Certificates	£40	Per line of stock transferred
Internal transfers - Dematerialised shares	£10	Per line of stock transferred
Internal transfers - Paper/Certificates	£40	Per line of stock transferred

High-risk client classification annual review

Description	Fee (incl. VAT where applicable)
High risk client annual review fee	£250

For more information on reasons a client may pose a higher risk, refer to the [Enhanced Due Diligence - what you should know document](#).



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Before you decide



Before you decide whether or not to open an account, it is recommended that you consider the following:

1. Compare this account with other products that could also meet your financial needs. These could include:
 - other types of equity-linked products, such as unit trusts or local shares
 - international derivatives
2. A Key Information Document like this one has to be produced for all financial products to help you make these comparisons. Find Key Information Documents for other products that could suit your needs or ask your financial adviser to get these for you.

If you do not have a financial adviser, consider whether an authorised financial adviser could help you to make appropriate financial decisions. If you obtain advice, insist that your adviser gives you proof that he or she is qualified to advise you on this account. You should also get full details of the fees, commission or incentives your adviser will get if you open this account with his or her assistance.

This document is only a high-level summary of the PSG Wealth offshore share trading account. We encourage you to ask further questions. You should also read the detailed terms and conditions for the PSG Wealth offshore share trading account, which you can request from us. You can get more information from your financial adviser or from PSG Wealth directly: email clientservice@psg.co.za, call 0860 774 774 or visit www.psg.co.za.

PSG Wealth offers a range of unit trusts and multi-managed portfolios, each with different underlying instruments. Make sure you read their Minimum Disclosure Documents (MDDs) for important information on investment fees, risks and objectives. You can request the relevant MDDs from us.

Ask PSG Wealth or your financial adviser to give you details on the overall impact of investment fees on your investment over time. Also ask for information on the past performance of the underlying instruments you want to include in your investment, but remember that past performance is not a guarantee of future performance.