

INVESTMENT POLICY STATEMENT (IPS)

INTRODUCTION

Meristem Dollar Investment Portfolio is a portfolio dedicated to investment in a USD denominated financial assets. The return on investment is guaranteed by Meristem to the client. Meristem's role is to identify, analyze & manage such profitable financial assets and generate promised return for investors. Meristem Dollar Investment Portfolio allows for diversification of investment and provides a hedge against currency depreciation while generating a superior return.

THE PORTFOLIO

The portfolio is a Fixed Income Portfolio to be invested solely in USD denominated financial assets. The management of the Portfolio will be under Meristem Wealth Management Limited (MWML) and reserves the capacity to appoint professional managers if necessary. MWML maintain investors' records, receives investment proceeds as well as oversees disbursement of returns on investment to the investors.

The asset allocation for the portfolio is as detailed in the table below:

S/N	ASSET CLASSES	PROPOSED WEIGHTING (%)
1	Meristem Dollar Investment Portfolio (MDIP)	100%

RETURN EXPECTATION

The investor's return on the investment depends on the capital contribution which varies between 3% - 4.50%. Return is payable semi-annually.

Return Payment Option (please tick)

Cash

or **Re-investment**

TIME HORIZON

A minimum of 6 months lock-in period.

RISKS INHERENT

Liquidity Risk: Risk of delay in conversion underlying asset(s) to cash.

Interest Rate Risk: Risk of not been able to invest in higher interest yielding alternative Investment

Default Risk: Risk of default on repayment of investment sum by the issuer of the underlying assets.

Price Risk: Risk of loss in value of the underlying financial assets.

RISK MITIGATION

The identified risks have been holistically factored into the choice of instruments selected for investment into the portfolio. In addition, the portfolio invests in investment grade USD financial assets to minimize portfolio exposure to issuer's default risk.

ROLES AND RESPONSIBILITIES

THE INVESTOR

As the client, I/We:

- i. Agree to the investment strategy specified in writing herein;
- ii. Shall respond promptly, within agreed time limits, to requests for validating or otherwise of proposed investments;
- iii. Shall respond to my/our account representatives' request for information.
- iv. Supply all relevant KYC documents as mandated by the regulatory authority.
- v. Agree that the investment therein shall be for a lock-in period of 6 months minimum.
- vi. All repayment of investment sum and accrued net return shall be made only to the Bank account details provided by me/us in the designated MWML account opening form.
- vii. Understand that there shall be no refund of investment amount/sums by MWML until the expiration of the investment tenor stated or be willing to bear the termination charges which apply.

THE ASSET MANAGER

As the asset manager, MWML will:

- i. Monitor and manage the portfolio to meet stated investment objective.
- ii. Respond to all investors' enquiries.
- iii. Provide report on request and on annual basis on the investment status
- iv. Investment certificates shall be issued upon meeting the minimum investment sum specified.