

**PROSPECTUS GUIDELINES FOR COLLECTIVE INVESTMENT SCHEMES
SUMMARY OF KEY AMENDMENTS ISSUED ON 19 JULY 2016**

The following table provides a summary of the key amendments to the Prospectus Guidelines for Collective Investment Schemes which was issued on 19 July 2016:

General amendments
1) Removal of paragraphs which are repetition of the provisions in the Capital Market and Services Act 2007 (CMSA)
2) Removal of paragraphs which are repetition of the provisions in the Licensing Handbook (revised as at 8 July 2015)
3) Changes in general layout and editorial amendments including streamlining of terminologies to enhance clarity and consistency

Amendments to specific paragraphs		
Prior to 19 July 2016 (paragraph)	Issued on 19 July 2016 (paragraph)	Comments
-	Part I – General	
Chapter 1: General	Chapter 1: Introduction	
-	Paragraph 1.06	New paragraph inserted to require information disclosed in the prospectus to be true, complete and accurate.
-	Chapter 2: Definitions and Interpretations	
-	Paragraph 2.01	Definition for “non-complex fund” inserted.
Part I – Unlisted Funds	Part II – Unlisted Funds	
Chapter 3: Preface	-	Existing chapter removed as the information required have been included/covered in the amended paragraphs

Amendments to specific paragraphs		
Prior to 19 July 2016 (paragraph)	Issued on 19 July 2016 (paragraph)	Comments
Chapter 4: Inside Cover/ First Page	Chapter 2: Inside Cover/ First Page	
Paragraph 4.02(a)	-	Existing paragraph removed pursuant to the introduction of prospectuses with no expiry period.
-	Paragraph 2.03	New paragraph inserted to provide for prospectuses that are issued with an expiry period, e.g. prospectuses of closed-end funds.
Chapter 5: Table of Contents/ Definitions/ Corporate Directory	Chapter 3: Table of Contents, Definitions and Directory	
<u>Local Funds</u> Paragraph 5.04(c), (d), (e), (f), (g), (h) and (i) <u>Foreign Funds</u> Paragraph 5.04(c), (d), (e), (f), (h), (i) and (j)	-	<ul style="list-style-type: none"> For local and foreign funds: Removed subparagraphs (c) as the information has been incorporated in Part II: Chapter 7 Removed subparagraphs (d), (e) and (f) to be less prescriptive. For local funds: Removed subparagraphs (g), (h) and (i) to be less prescriptive. For foreign funds: Removed subparagraph (h) as the information has been incorporated in Part II: Chapter 6 Removed subparagraphs (i) and (j) to be less prescriptive.

Amendments to specific paragraphs		
Prior to 19 July 2016 (paragraph)	Issued on 19 July 2016 (paragraph)	Comments
-	Paragraphs 3.04 and 3.05	New paragraphs inserted to reflect the required information on management company, trustee, Shariah Adviser and representative (for foreign fund)
Chapter 6: Key Data/ Information Summary	-	Existing chapter removed as the information has been incorporated in Part II: Chapter 4
Chapter 7: Risk Factors	Chapter 4: The Fund	<ul style="list-style-type: none"> Existing chapter removed as information on risk factors has been incorporated in Part II: Chapter 4
	Paragraph 4.02(i)	<ul style="list-style-type: none"> Amended to require the disclosure of risk factor for the purpose of a non-complex fund's investment into convertibles
Chapter 9: Fund Performance	-	Existing chapter removed as the information on fund performance has been incorporated into the revised Guidelines on Sales Practices of Unlisted Capital Market Products, specifically in the Product Highlights Sheet.
Chapter 10: Historical Financial Highlights of the Fund	-	Existing chapter removed as the information on the historical highlights of the fund can be found in the fund's report.
Chapter 11: Fees, Charges and Expenses	Chapter 5: Fees, Charges and Expenses	

Amendments to specific paragraphs		
Prior to 19 July 2016 (paragraph)	Issued on 19 July 2016 (paragraph)	Comments
Paragraph 11.02(d)	-	Existing paragraph removed to be less prescriptive
Chapter 13: The Management Company	Chapter 7: The Management Company	
Paragraphs 13.02(b), (d), and (e); 13.04(a); 13.05(b) and 13.08	-	Existing paragraphs removed as the information will be required to be disclosed in the management company's website.
Paragraph 13.05(c)	Paragraph 7.04(b)	Amended to remove the requirement for the disclosure of frequency of meetings of the Shariah Adviser or panel of advisers.
-	Paragraph 7.06(d)	New paragraph inserted to require the disclosure of current material litigation and arbitration of the fund manager.
-	Paragraph 7.07	New paragraph inserted to require the management company to inform investors that further information on the management company is provided on the management company's website.
Chapter 14: The Trustee	Chapter 8: The Trustee	
Paragraph 14.02(a), (c), and (d)	-	Existing paragraph removed as the information may require frequent updates to the prospectus. .
Chapter 17: Related-party Transactions/ Conflict of Interest	Chapter 11: Related-party Transactions and Conflict of Interest	
Paragraph 17.03	-	Existing paragraph removed as requirement has been

Amendments to specific paragraphs		
Prior to 19 July 2016 (paragraph)	Issued on 19 July 2016 (paragraph)	Comments
		incorporated in Paragraph 17.01.
Chapter 20: Additional Information	Chapter 14: Additional Information	
Paragraph 20.03	-	Existing paragraph removed as the requirement for disclosure of policy and procedures of the management company to avoid money laundering is at the prerogative of the management company.
Paragraph 20.04	-	Existing paragraph removed to be less prescriptive.
Paragraph 20.05	-	Existing paragraph removed as the information has been incorporated elsewhere in the prospectus.
Chapter 28A: Specific Requirements for Foreign Funds	-	Existing chapter removed to streamline with requirements of foreign jurisdictions.
Part III – Supplementary/ Replacement Prospectus	Part IV – Supplementary/ Replacement Prospectus	
Paragraph 3.01	Paragraph 3.01	Amended to provide clarification that the SC has the power to require management companies to consolidate all changes by issuing a replacement prospectus if supplementary prospectuses become too unwieldy for investors.
Paragraph 3.02	Paragraph 3.02	Amended to provide clarification on the disapplication of Section 238(6) of the CMSA via the SC's Exemption Order issued on 19 July 2016, pursuant to the implementation of the Enhanced Collective Investment Scheme Framework.

Amendments to specific paragraphs		
Prior to 19 July 2016 (paragraph)	Issued on 19 July 2016 (paragraph)	Comments
Part IV – Registration and Lodgement of Prospectus	Part V – Registration and Lodgement of Prospectus	
Paragraph 2.02	Paragraph 2.02	Amended to require management companies to submit and obtained the SC's approval for any exemption from or variation to the SC's guidelines before the submission of an application to establish a new non-complex fund. . This is to ensure no delay in the processing time for the expedited authorisation process.
Paragraphs 2.03 and 2.04	-	Existing paragraphs removed pursuant to the introduction of a prospectus with no expiry period.