

Chapter 6

FEES

- 6.01 A prospectus must disclose and explain the cost of investing in the fund.
- 6.02 A prospectus must include a description of fees that will be incurred, directly or indirectly, by investors when investing in the fund. Where applicable, the description must include the annual rate imposed during the life of the prospectus and the maximum rate as provided in the deed.
- 6.03 Any additional form of remuneration which the management company or any related party or corporation, or person may derive, for example, by acting as real estate agents (e.g. commissions, finder's fees, letting fees and project fees), from the supply of maintenance or publicity services, or from the provision of professional (e.g. valuation, legal, accountancy or insurance) services or by other means must be disclosed.

Expenses

- 6.04 A prospectus must also highlight the expenses to be incurred by the fund (e.g. auditors' fee, valuation fee, taxes, custodial charges, etc.)

Others

- 6.05 Where applicable, a prospectus must disclose the management company's policy on rebates and soft commissions.