

## **Structure**

The RIO Platinum Account is a unique investment in physical platinum.

The minimum investment level is set at \$50,000.00.

This investment is held in platinum bullion and this will make up 80-85% of the asset class with any remaining balance being held in cash or traded through various mining stocks as opportunity arises.

Precious metals, including Platinum, are often produced in emerging market countries, with demand coming principally from industrialised nations. The political and economic situation is, however, far less stable in many emerging market countries than in the developed world. They are generally much more susceptible to the risks of rapid political change and economic setbacks which affect precious metal prices.

Precious metals are typically considered a finite rather than a renewable resource. If supplies of a precious metal increase, the price of the precious metal will typically fall and vice versa if all other factors remain constant. Similarly, if demand for a precious metal increases, the price of the precious metal will typically increase and vice versa if all other factors remain constant. The planning and management of precious metal supplies is very time consuming. This means that the scope for action on the supply side is limited and it is not always possible to adjust production swiftly to take account of demand. Demand can also vary on a regional basis. Transport costs for precious metals in regions where they are needed also affect their prices.

Direct investment in precious metals involves storage, security, insurance and tax costs, however, these are included within the issued share price.



## ***RIO Platinum Account USD***

### ***Terms and Conditions***

#### **Issue of Certificates**

When participating shares are issued, the holder will be entered in the register of members and a certificate will be issued. For the avoidance of doubt, certificates shall not be issued until the subscription monies have been received in terms of the payment instructions set out in the application form.

#### **Redemption**

The Redemption Price shall be paid within 45 days after the maturity date on which such shares are redeemed. Requests for redemption on a maturity date will be honoured only if they are received by the Company at least 45 days prior to such a maturity date and if all conditions as to the validity of the redemption request have been fulfilled.

Share holders wishing to redeem their investment within the first three years, may do so although the following restrictions and penalties will apply;

Redemptions within the first 12 months will only be permitted with the agreement of the directors.

A redemption charge of 8.00% will be levied within the first two years of investment; this fee is reduced to 4.00% for a redemption made in year three.

In respect of shares redeemed after 36 months of their issue, no fee shall be imposed. The directors may waive or reduce such fee in relation to any such shares and in any such circumstances as they may from time to time determine.

## **Procedure**

A share holder may only affect a redemption by forwarding to the Company a redemption application, or signed notification, which must be received by the Company at least 45 calendar days prior to the maturity date on which the application is to be effected.

The redemption application must indicate the number of shares to be redeemed as well as all useful references to facilitate settlement of the redemption such as the name in which the shares to be redeemed are registered and details of the person to whom payment is to be made.

Except in extraordinary circumstances such as, for example, an inability to liquidate existing assets, or the default or delay in payments due to the Company from brokers, banks or other persons, payment of redemptions will be made within a reasonable time and normally within forty-five calendar days following the maturity date, provided the Company has received all the documents required for redemption.

#### **Compulsory Redemption**

Participating shares may be compulsorily redeemed if in the opinion of the Directors, the subscription for, or holding of, the participating shares is, or was, or may be unlawful or detrimental to the interest or well being of the Company, or is in breach of any law or regulation of a relevant country.

## **Charges**

### **No performance, no fee.**

A Performance Fee of 15% of the NAV increase per quarter will be levied. This is included in the published share price (which is net of the associated charge).