

Structure

RIO Smart Money offers members a diversified and broad exposure to companies around the world that are leading a revolution within the Electric Vehicle sector.

The asset allocation has been specifically structured to offer what can be considered a multi cap exposure. This can provide diversified access to many of the most promising small, mid, and large cap companies in the selected sector. Smart Money will focus on companies manufacturing electric vehicles, self-driving lorries and vans. The account will also offer exposure to the fast-growing business of battery swap out stations and critical parts suppliers to these industries. Our research has identified an artificial intelligence and machine learning company which looks set to benefit from the fast-developing changes in the cleaner EV sector. The investment is based on research which has identified several stocks which meet or exceed the specific criteria as having the potential to deliver the targeted return. The equities selected can equate to up to 90% of the total asset class with the remaining balance held in cash.

Recently the world has witnessed fast moving change which is the net result of the powerful combination of artificial intelligence, the Internet of Things, and 5G. It is this next wave of change which is expected to revolutionize and reshape the entire sector. As with any emerging technology, the evolution of autonomous vehicles has created a dynamic field of participants. We have already seen the emergence of companies who have since become market leaders in what is essentially a relatively new, and fast developing industry. Our research has identified dominant names which will be included in the initial stock selection.

Ever since the invention of electric vehicles the industry has been plagued by expensive batteries. This, to some degree, is a major factor that has prevented the mass adoption of electric vehicles. That said, a recent survey indicated that battery prices have fallen almost 90% in the past ten years.



RIO Smart Money

Terms and Conditions

The motor industry has made several comments and commitments on the coming change. This due in no small part to recent changes in government legislation, indeed, the CEO of General Motors recently announced that they will be all-electric 'sooner than people would think.'

The minimum investment level is set at \$20,000.00.

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 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.

Shareholders 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 24 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 shares 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 affected.

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

Membership Charge – \$700 (paid by RIO on behalf of the investor).

Annual Membership – NIL

Service Fee – NIL

Performance Fee – 20% of NAV increase per quarter.