

Central Provident Fund Board
79 Robinson Road
CPF Building
Singapore 068897
Attn: Ms Wu Meei / Ms Ong Hwee Beng (Investment Schemes)

xx xx 2008

Dear Sirs

Letter of Undertaking – Compliance with Expense Ratio Cap for Funds included under CPFIS

WHEREAS [*state name of Company*] (the “Company”) has entered into a Deed of Indemnity with the Central Provident Fund Board (the “Board”) dated [*state date of Deed of Indemnity signed by Company*].

IN CONSIDERATION of the Board allowing the Company’s funds listed in Annex A to continue to accept subscriptions using CPF savings, the Company shall ensure that their respective funds’ audited expense ratios, based on any six consecutive months falling within the 9 months period prior to Submission Date¹, meet the relevant expense ratio cap² set by the Board.

The Company, **HEREBY FURTHER AGREES AND UNDERTAKES** as follows:

1. We shall submit the respective funds’ above-mentioned 6 months’ audited expense ratios to the Board no later than 3 months after financial year end of the funds.
2. We would implement measures to cap the expense ratio of the respective funds with effect from [*state date of capping by Company*] and shall ensure that the expense ratio of the respective funds will continue to be in compliance with the expense ratio cap thereafter. Where the expense ratio of the respective funds pertains to a period before [*state date of capping by Company*], the expense ratio of the respective funds shall not be expected to comply with the expense ratio cap.
3. In the event any fund’s audited expense ratio exceeds the expense ratio cap set by the Board, we shall compensate that fund such amount representing the difference between the actual expense ratio and the expense ratio cap set by the Board.
4. We confirm that the information given in Annex A is true and accurate.
5. This undertaking is subject to the provisions of the Central Provident Fund (Investment Schemes) Regulations and is in addition to the obligations under the Deeds and all other prevailing terms and conditions (including the CPFIS Terms and Conditions for Fund Management Companies, the CPF Investment Guidelines and, such other notices, rulings and circulars, as from time to time issued or promulgated).

¹ This refers to the deadline for the Company to submit the fund’s audited expense ratio to the Board, as communicated to the Company on 10 August 2007.

² The prevailing expense ratio caps for the different risk categories are as published in the Board’s website at www.cpf.gov.sg.

SIGNED for and on behalf of
(Name, address and company stamp of organisation/firm)

In the presence of:

Signature of Authorised Signatory: _____ Signature of witness: _____

Name (*in block letters*) of Authorised Signatory: _____ Name of witness: _____

Designation of Authorised Signatory: _____ Designation of witness:

List of Funds That Company Undertakes To Cap The Expense Ratio –

1.