

INDEX DESCRIPTION

The Investec Global Equity Performer (RC17%) Index

The Investec Global Equity Performer (RC17%) Index described below relates to a virtual portfolio.

The Investec Global Equity Performer (RC17%) Index is not a recognised financial index, but rather a customised index composed and calculated for the purpose of serving as underlying for various financial instruments.

An increase in the Index Level of the Investec Global Equity Performer (RC17%) Index cannot be guaranteed. The Index Calculation Agent is not responsible for the performance of the Index. The responsibilities of the Index Calculation Agent are limited to the calculation and publication of the Index.

1. Index Objectives

The Investec Global Equity Performer (RC17%) Index (the "**Index**") is a Total Return volatility target strategy index denominated in USD that represents the daily performance - multiplied by a P-Factor (as defined below and described in Appendix (a)) - of a virtual portfolio of fund shares comprising a Basket (as defined in Appendix (b)). The P-Factor will be adjusted on a daily basis depending on the Realised Volatility of the Basket and calculated by using a purely rule-based methodology (see Appendix (a)). The P-Factor depends on the Realised Volatility of the Basket and a fixed risk control level of 17%. The risk control level works such that whenever the Realised Volatility is below the risk control level the P-Factor is at or above 100 % and capped at 100% and when the Realised Volatility is above the risk control level the P-Factor falls below 100 % (according to the formula as defined in Appendix (a)). The P-Factor will be adjusted with respect to each Index Calculation Date.

The Index is calculated by the Index Calculation Agent in accordance with section 3 - Index Calculation - of this Index Description and published by the Index Calculation Agent on the Bloomberg Ticker <INVGLEPF Index> in accordance with section 5 - Index Publication - of this Index Description.

2. Index Definitions

For the purposes of this Index Description, the following definitions shall apply:

"**Banking Day**" means any calendar day (other than a Saturday or Sunday).

"**Bloomberg Ticker**" means <INVGLEPF Index>

"**Index Calculation Agent**" is Solactive AG

"**Index Sponsor**" is Investec Bank Plc

"**Index Calculation Date**" means any Banking Day on which the Basket Level can be determined by the Index Calculation Agent.

"**Index Commencement Date**" means 02 October 2020

"**Index Level**" means the level of the Index as calculated by the Index Calculation Agent on the basis of the Basket Level (as defined in Appendix (b)) and published by the Index Calculation Agent in accordance with section 5 - Index Publication - of this Index Description.

"**Index Point**" is equivalent to USD whereby 1 Index Point corresponds to 1.00 USD.

"**Initial Index Level**" means 100 Index Points on the Index Commencement Date.

"**P-Factor**" means the proportion of the Index which is invested in the Basket.

3. Index Calculation

Initial Index Calculation

The Index will initially be calculated on the Index Commencement Date. The Index Calculation Agent will calculate the initial Realised Volatility and determine the initial P-Factor (see Appendix (a)) based on the Basket Level on the Index Commencement Date (see Appendix (b)).

The Initial Index Level on the Index Commencement Date is 100 Index Points.

Index Calculation

On each Index Calculation Date the Index Calculation Agent will calculate the Index Level once. The Index Level will be published by the Index Calculation Agent in accordance with section 4 - Index Publication - of this Index Description. On the Index Commencement Date the Index Level is equal to the Initial Index Level. On each subsequent Index Calculation Date (t) the Index Level will be calculated by the Index Calculation Agent in accordance with the following formula:

$$Index_t = Index_{t-1} \times \left\{ 1 + PF_{t-1} \times \left[\left(\frac{Basket_t}{Basket_{t-1}} - 1 \right) \right] + (1 - PF_{t-1}) \times \left[Rate_{t-1} \times \left(\frac{dc}{360} \right) \right] - AF \times \left(\frac{dc}{360} \right) \right\}$$

where:

Index _t	means the Index Level on the current Index Calculation Date (t).
Index _{t-1}	means the Index Level on the immediately preceding Index Calculation Date (t-1)
PF _{t-1}	means the P-Factor for the Index Calculation Date (t-1) (see Appendix (a)).
Basket _t	means the Basket Level with respect to the Index Calculation Date (t) (see Appendix (b)).
Basket _{t-1}	means the Basket Level with respect to the immediately preceding Index Calculation Date (t-1) (see Appendix (b)).
Rate _{t-1}	means the Reference Interest Rate, defined as the Secured Overnight Financing Rate (" SOFR ") as published on Bloomberg page "SOFRRATE Index" (or any successor page of the aforementioned agency or a screen page of another agency which displays that rate) at or around 8:00 a.m. ET with respect to the immediately preceding Index Calculation Date (t-1), provided that in the event that such value is unavailable, not published in respect of any such day or there is a material change in the calculation, determination or publication (as determined by the Index Sponsor) (an " Exceptional Rate Event "), then:

- (i) if such Index Calculation Date(t-1) is the first day of occurrence of an Exceptional Rate Event, the value of the SOFR of such Index Calculation Date(t-1) shall be equal to the value of the SOFR on the immediately preceding Index Calculation Date; otherwise
- (ii) the Index Calculation Agent will determine the value of the Reference Interest Rate acting in good faith and commercially reasonable manner, taking into account current market conditions and available reference sources at such time.

dc means the number of calendar days between Index Calculation Date (t) (included) and the immediately preceding Index Calculation Date (t-1).

AF Means the adjustment factor, equal to 3.00%

4. Index Publication

The Index Calculation Agent will publish the Index Level on the Bloomberg page <INVGLEPF Index> on each Index Calculation Date.

5. Index Adjustment and Change in the Calculation of the Index

If a Basket Adjustment (as defined in Appendix(b)) occurs in relation to one or several Components (as defined below in Appendix (b)), the Index Calculation Agent may in its reasonable discretion adjust all variables and values required in the calculation of the Index as is required to fully reflect the consequences of such Basket Adjustment (the "**Index Adjustment**").

Change in the Calculation of the Index

The Index Calculation Agent commences calculating the Index on the Index Commencement Date. From the Index Commencement Date the Index Calculation Agent intends to adhere to this Index Description, however, any tax, regulatory, statutory, economic or other circumstances may change subsequent to the Index Commencement Date which may result in the Index Calculation Agent making changes to the Index (and this Index Description) in its reasonable discretion. Any such changes will take into account the general concept and the investment objectives of the Index. In the event that any such changes are made to the Index (or the Index Description) the Index Calculation Agent will publish such changes in accordance with section 5 - Index Publication - of this Index Description.

6. Suspension of the Calculation of the Index

The Index Calculation Agent will suspend the calculation of the Index upon the occurrence of a Fund Disruption Event. The occurrence of such suspension shall be published by the Index Calculation Agent in accordance with section 4 - Index Publication - of this Index Description.

7. Discontinuation of the Index

If, any circumstances occur that require any changes to the Index (section 5 - Index Adjustment and Change in the Calculation of the Index - of this Index Description) or, upon the occurrence of a Substitution Event (as defined in Appendix (b)), an Index Adjustment is not possible while preserving the general concept and the investment objectives of the Index, the Index Calculation Agent shall, in its reasonable discretion, choose to discontinue the Index.

Appendix (a)

Calculation of the P-Factor

The P-Factor with respect to the Index Calculation Date (t) will be determined by the Index Calculation Agent in accordance with the following formula:

$$PF_t = \text{Min} \left(\text{MaxW}; \frac{\text{TargetVol}}{\text{RealisedVol}_{t-1}} \right)$$

Where:

PF_t	means the P-Factor with respect to the Index Calculation Date (t).
TargetVol	means the risk control level, equal to 17%.
MaxW	means the maximum exposure, equal to 100%.
RealisedVol _{t-1}	means the Realised Volatility with respect to the Index Calculation Date (t-1).

The "**Realised Volatility**" with respect to Index Calculation Date (t) will be determined by the Index Calculation Agent in accordance with the following formula:

$$\text{RealisedVol}_{t-1} = \sqrt{\frac{252}{n-1} \left[\sum_{k=0}^n \left(\ln \left(\frac{\text{Basket}_{t-n+k-1}}{\text{Basket}_{t-n+k-2}} \right) \right)^2 - \frac{1}{n} \left(\sum_{k=0}^n \ln \left(\frac{\text{Basket}_{t-n+k-1}}{\text{Basket}_{t-n+k-2}} \right) \right)^2 \right]}$$

Where:

RealisedVol _{t-1}	means the Realised Volatility with respect to Index Calculation Date (t-1).
n	means the volatility window which corresponds to the number of days used to calculate the Realised Volatility and is equal to 20.
k	means an integer between 1 and n.
Basket _{t-n+k-1}	means the Basket Level with respect to Index Calculation Date (t-n+k-1) (see Appendix (b)).
Basket _{t-n+k-2}	means the Basket Level with respect to Index Calculation Date (t-n+k-2) (see Appendix (b)).

Appendix (b)

Calculation of the Basket

i. Definitions

For the purposes of Appendix (b), the following definitions shall apply:

"**Basket**" means the following basket of fund shares (the "**Fund Shares**") of mutual funds, each a "**Component**":

Component _j	Fund Shares	Weight of Fund _i	Fund	BBG Ticker	ISIN
1	USD denominated shares in the Fund of Morgan Stanley Investment Funds Global Opportunity Fund A	100%	Morgan Stanley Investment Funds Global Opportunity Fund A	MSGOPPA LXEquity	LU0552385295

"**BBG Ticker**" with respect to a Fund Share means the Bloomberg ticker with respect to the relevant Fund Share as specified in the definition of "Basket".

"**Compulsory Redemption**" with respect to a Fund Share means the compulsory redemption or transfer of the relevant Fund Shares, as described in the relevant Memorandum.

"**Fund**" with respect to a Fund Share means the fund specified in relation to the relevant Fund Share in the table of "Basket".

"**Fund Business Day**" with respect to a Fund Share means each day on which the NAV of the relevant Fund Share is determined and published (or made available) according to the relevant Memorandum.

"**Fund Disruption Event**" with respect to a Fund Share means any event as determined by the Index Sponsor in its reasonable discretion that delays, disrupts or impairs the calculation of the NAV of the relevant Fund Share which is not considered to be a Substitution Event.

"**Fund Management**" with respect to a Fund means the management of such Fund which includes (i) any entity specified in the relevant Memorandum which is responsible for providing investment management advice to such Fund and/or to any relevant third party, and/or (ii) any entity or individual who is responsible to manage the business and the affairs of such Fund, and/or (iii) any individual or group of individuals specified in the relevant Memorandum who is/are responsible for overseeing the activities of such Fund and/or (iv) any entity specified in the relevant Memorandum that is responsible for the administration of such Fund and the determination and publication of the NAV of the relevant Fund Share.

"**Memorandum**" with respect to a Fund means the relevant prospectus in relation to the relevant Fund, as amended and supplemented from time to time.

"**NAV**" with respect to a Fund Share means the net asset value of the respective Fund Share as determined and published (or made available) according to the respective Memorandum.

"**Removal Date**" means for the purpose of the determinations and calculations under paragraph iii (*Basket Adjustments in case of a Substitution Event*), the Banking Day following the Index Sponsor's determination that it is unable to find a Substitution Fund.

"**Substitution Event**" means any of the following events with respect to any Fund and any Fund Shares:

- (i) The implementation of any change to the terms and conditions of the Fund which is of a material nature including but not limited to such changes as (i) a change in the risk profile of the Fund and/or the Fund Shares; (ii) a change in the voting rights, if any, associated with the voting shares of the Fund Shares; (iii) an alteration to the investment objectives of the Fund; or (iv) a change in the currency in

which the Fund Shares are denominated so that the NAV is quoted in a different currency from that in which it was quoted on the Index Commencement Date. The Index Sponsor shall decide in its reasonable discretion whether such a change is of a material nature;

- (ii) The breach of the investment objectives of the Fund Shares (as defined in the Memorandum) if such breach is of a material nature. The Index Sponsor shall decide in its reasonable discretion whether this is the case;
- (iii) The imposition or increase of subscription and/or redemption fees, or taxes or other similar fees, payable in respect of a purchase or redemption of the Fund Shares after the Index Commencement Date;
- (iv) If the Fund Management fails for reasons other than of a technical or operational nature, to calculate and make available the NAV for five consecutive Fund Business Days;
- (v) If the activities of the Fund and/or the Fund Management are placed under review by their regulators for reasons of wrongdoing, breach of any rule or regulation or other similar reason;
- (vi) The Compulsory Redemption of the Fund Shares by the Fund for any reason prior to the end of the term of the financial instruments relating to the Investec Global Equity Performer (RC17%) Index;
- (vii) If the issue of additional shares of the Fund or the redemption of existing Fund Shares is suspended and if any such suspension continues for five Fund Business Days;
- (viii) The winding-up or termination of the Fund and/or the Fund Shares for any reason prior to the end of the term of the financial instruments relating to the Investec Global Equity Performer (RC17%) Index;
- (ix) If the Fund is superseded by a successor fund (the "**Succession**") following a merger or similar event unless the Succession does not have any relevant economic effect on the financial instruments relating to the Investec Global Equity Performer (RC17%) Index. The Index Sponsor shall decide in its reasonable discretion whether this is the case;
- (x) The cancellation of the registration, or of the approval, of the Fund and/or the Fund Shares and/or the Fund Management by any relevant authority or body;
- (xi) The replacement of the Fund Management by the Fund unless the relevant replacement is an individual or group of individuals who, or a corporate entity which, is reputable and experienced in their field. The Index Sponsor shall decide in its reasonable discretion whether this is the case;
- (xii) Any change in the accounting, regulatory or tax treatment applicable with respect to the Fund which could have an economic impact for the Index Sponsor, its affiliates or any other designated hedging entity;
- (xiii) If the Index Sponsor is required, pursuant to any accounting or other applicable regulations in accordance with which it prepares financial statements, to consolidate the Fund;
- (xiv) A procedure is introduced or ongoing pursuant to which all Fund Shares or substantial assets of the Fund are or are liable to be nationalized or expropriated or otherwise transferred to public agencies, authorities or organizations;
- (xv) Application for insolvency proceedings or for comparable proceedings with regard to the assets of the Fund according to the applicable law of the Fund;
- (xvi) Any change in the periodicity of the calculation or the publication of the NAV; or
- (xvii) Any other event in respect of the Fund which has an analogous effect to any of the events specified under (i) – (xvi) above. The Index Sponsor shall decide in its reasonable discretion whether this is the case.

"**Weighting of Fund_i**" means the weighting with respect to the relevant Fund as specified in the definition of "Basket".

ii. **Basket Calculation Formula**

For each Fund Business Day the Index Calculation Agent will calculate a level of the Basket ("**Basket Level**") on a daily basis as soon as the respective NAVs of all Components are published on their corresponding BBG ticker.

On the Index Commencement Date the Basket Level is equal to 1.00 and will be calculated on each subsequent Fund Business Day (t) in accordance with the following formula:

$$Basket_t = Basket_{t-1} \times \sum_{i=1}^j \left(WF_i \times \frac{NAV_{i,t}}{NAV_{i,t-1}} \right)$$

Where:

Basket _t	means the Basket Level with respect to the current Fund Business Day (t).
Basket _{t-1}	means the Basket Level with respect to the immediately preceding Fund Business Day (i.e. t-1).
NAV _{i,t}	means the NAV of Fund _i with respect to the current Fund Business Day (t).
NAV _{i,t-1}	means the NAV of the Fund _i with respect to the immediately preceding Fund Business Day (i.e. t-1).
j	means 1 as described in paragraph i – "Basket" definition.
WF _i	means the Weighting of Fund _i in the Basket as determined in the table of the definition "Basket" in paragraph i.

Suspension of Basket Calculation

Upon the occurrence of a Fund Disruption Event the calculation of the Basket Level shall be postponed to the next Banking Day on which the NAVs of all Components are again determined and published and on which no Fund Disruption Event occurs. The occurrence of a Fund Disruption Event shall be published in accordance with section 4 - Index Publication - of this Index Description.

In the case of a Substitution Event with respect to one or more Components, the calculation of the Basket Level shall be postponed until the Banking Day on which (i) the NAVs of all Successor Funds are determined and published for the first time after all Successor Funds have become a Component, (ii) no Fund Disruption Event exists and (iii), in case no Successor Funds were identified, the Index Calculation Agent starts calculating the Index on the basis of the Removal Value in accordance with paragraph iii below.

iii. **Basket Adjustments in case of a Substitution Event**

1. Upon occurrence of a Substitution Event which has a material effect on a Fund Share or the price of a Fund Share, the Index Sponsor shall make any such adjustments to the Index as are necessary to account for the economic effect of the Substitution Event on the Index and to maintain the general concept and, thus, the objectives pursued by the Index prior to the occurrence of the Substitution Event in accordance with the following provisions (each a "**Basket Adjustment**"). The Index Sponsor shall decide in its reasonable discretion whether a Substitution Event has occurred and whether such Substitution Event has a material effect on a Fund Share or the price of a Fund Share.

2. A Basket Adjustment may result in:

- (a) the replacement of the Fund by a fund (a "**Substitution Fund**") with similar characteristics, investment objectives and policies to those of the Fund immediately prior to the occurrence of the Substitution Event (a "**Substitution**").

Any Substitution shall occur on the basis of

- (i) the NAV as of the Fund Business Day immediately prior to the occurrence of the Substitution Event if the Substitution Event was announced at least 10 Fund Business Days prior to such occurrence, and otherwise the NAV as of the Fund Business Day immediately subsequent to the occurrence of the Substitution Event in any case as adjusted by the redemption proceeds that would be paid to a hypothetical investor in the Fund (the "**Hypothetical Investor**") following the earliest possible redemption of the Fund Shares after the Substitution Event by such Hypothetical Investor (taking into account any redemption restrictions or suspensions pursuant to the Memorandum), adjusted to reflect, without duplication, such fees and costs as would be charged to such Hypothetical Investor pursuant to the Memorandum (the "**Removal Value**"); and
- (ii) the number of fund shares of the Substitution Fund with a combined value equal to the Removal Value as at the earliest possible date for subscription of interests in the Substitution Fund pursuant to its documentation by such Hypothetical Investor next following the date of receipt of the Removal Value by such Hypothetical Investor, adjusted to reflect, without duplication, such fees and costs as would be charged to such Hypothetical Investor pursuant to the documentation of the Substitution Fund (the "**Substitution Value**");

and/or

- (b) in case the Index Sponsor is unable to identify a Substitution Fund any determinations and calculations to be made under this Index Description no longer being made on the basis of the NAV but on the Removal Value which shall, contrary to the description above, be determined on each Fund Business Day in accordance with the formula below. In addition, the Index Sponsor shall make amendments to all related terms accordingly.

$$RemovalValue_t = RemovalValue_{t-1} \times \left[1 + Rate_{t-1} \times \frac{Act_{t,t-1}}{conv} \right]$$

Where:

RemovalValue_t means the Removal Value determined in respect of a Fund Business Day (t).

RemovalValue_{t-1} means the Removal Value determined in respect of the immediately preceding Fund Business Day (t-1)

Rate_{t-1} means the Reference Interest Rate, defined as SOFR as published on Bloomberg page "SOFRRATE Index" (or any successor page of the aforementioned agency or a screen page of another agency which displays that rate) at or around 8:00 a.m. ET with respect to the immediately preceding Index Calculation Date (t-1) provided that in the event that such value is unavailable, not published in respect of any such day or there is a material change in the calculation, determination or publication (as determined by the Index Sponsor) (an "**Exceptional Rate Event**"), then:

- (i) if such Index Calculation Date(t-1) is the first day of occurrence of an Exceptional Rate Event, the value of the SOFR of such Index Calculation Date(t-1) shall be equal to the value of the SOFR on the immediately preceding Index Calculation Date; otherwise
- (ii) the Index Calculation Agent will determine the value of the Reference Interest Rate acting in good faith and commercially reasonable manner, taking into account current market conditions and available reference sources at such time

Act_{t,t-1}

means the number of calendar days during the period from and including the Fund Business Day (t-1) to but excluding the respective Fund Business Day (t). For the first calculation to be made on the basis of the Removal Value on the Fund Business Day directly following the Removal Date, it shall be the number of calendar days during the period from and including the Removal Date to but excluding such Fund Business Day

day convention

means 360.

3. The Index Sponsor shall make adjustments in its reasonable discretion
4. Any reference made to a Fund or a Fund Share in this Index Description shall, if the context so admits, then refer to the Substitution Fund and the relevant fund share of the Substitution Fund. All related definitions shall be deemed to be amended accordingly.
5. Basket Adjustments shall take effect on the Substitution Date. The "**Substitution Date**" shall be in the case of a Substitution the Banking Day following the day on which the Removal Value would have been received by such Hypothetical Investor determined by the Index Sponsor in its reasonable discretion.
6. Basket Adjustments as well as the Substitution Date shall be notified by the Index Sponsor in accordance with section 5 - Index Publication - of this Index Description.