

SECURITIES AND FUTURES ACT 2001

**SECURITIES AND FUTURES (LICENSING AND CONDUCT
OF BUSINESS) REGULATIONS (Rg 10)**

**AUDITOR'S REPORT FOR A REGISTERED FUND
MANAGEMENT COMPANY UNDER PARAGRAPH 5(1)(i)
READ WITH PARAGRAPH 5(7J) OF THE SECOND
SCHEDULE TO THE SECURITIES AND FUTURES
(LICENSING AND CONDUCT OF BUSINESS) REGULATIONS**

FORM
25B

Name of the Registered Fund Management Company: _____ ("the Company")

Financial year ended: _____

1. We have audited the accompanying financial statements of the Company, which comprise the statement of financial position as at _____(DD/MM/YYYY), and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information . These financial statements are prepared in accordance with the provisions of the Singapore Companies Act 1967 and the Singapore Financial Reporting Standards. The financial statements are the responsibility of the Company's directors and chief executive officer. Our audit report on these financial statements was issued on _____(DD/MM/YYYY).
2. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Singapore Standards of Auditing. Those Standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and reasonableness of accounting estimates made by the directors and chief executive officer, as well as an evaluation of the overall presentation of the financial statements. In this connection, we have reviewed the Company's accounting system and system of internal controls, and reliance has been placed on internal controls, where appropriate. We believe that our audit provides a reasonable basis for our opinion.
3. It is the responsibility of the Company's directors and chief executive officer to ensure that its operations are conducted in accordance with the laws and regulations of Singapore. The responsibility for the prevention and detection of non-compliance with such laws and regulations

rests with the Company's directors. During the course of our audit, apart from the matters referred to in our management letter submitted together with this form, if any, nothing has come to our attention to cause us to believe that:

- (a) the restriction on the number and type of qualified investors and the threshold for assets under management prescribed under paragraphs 5(1)(i) and 5(7F) of the Second Schedule to the Securities and Futures (Licensing and Conduct of Business) Regulations have not been complied with;
 - (b) the applicable base capital or net head office funds requirements prescribed under paragraph 5(7D) of the Second Schedule to the Securities and Futures (Licensing and Conduct of Business) Regulations have not been complied with;
 - (c) the Company has not maintained documented policies and procedures on the following areas as stated in the Guidelines on Licensing, Registration and Conduct of Business for Fund Management Companies (SFA 04-G05):
 - i. Governance, independence and competency of the risk management function;
 - ii. Identification and measurement of risks associated with customer assets; and
 - iii. Timely monitoring and reporting of risks to management;
 - (d) the Company has not subjected their customer's assets to independent valuation for the purpose of determining their net asset value and conveying such value to the customer in accordance with regulation 13B(1)(b), read with regulation 54A, of the Securities and Futures (Licensing and Conduct of Business) Regulations;
 - (e) the trust and/or custody account(s) has/have not been maintained at all times during the financial year in accordance with section 104(1) of the Securities and Futures Act 2001 read with regulation 54A of the Securities and Futures (Licensing and Conduct of Business) Regulations and the records therefore are inadequate; and
 - (f) there is any matter which, appears to us, to constitute or may constitute a contravention of Regulation 54A of the Securities and Futures (Licensing and Conduct of Business) Regulations, or any direction promulgated by the Authority under these Regulations, or an offence which, appears to us, to be one involving fraud or dishonesty.
4. The Company has placed restrictions/ no restrictions* on the scope of the audit and all the information and explanation required were/ were not* received.

_____(Firm)
Public Accountants and Chartered Accountants
Singapore

_____(Date)

*Delete whichever is inapplicable. Where the Company has placed restrictions on the scope of the audit and/or information and explanation were not received, please provide further details as an appendix to this Form.