FII Market Entry Requirements for Brazil

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| **Important** |  | To invest in Brazil the investors must apply (using the Investor Form), through Resolution 4.373 of the Foreign Investment Regulations, for approval from the Comissao de Valores Mobiliarios (CVM). On receipt, resolution 4.373 gives access to equities, fixed income and derivatives, except voting shares of Brazilian financial institutions. All investments made by foreign individuals and institutions must be transacted via clearing systems authorized by the CVM. Note also that under Resolution 4.373the Foreign Investors must appoint a Legal Representative who has been authorized by the Central Bank. The Legal Representative has to undertake a series of tasks for the local authorities and regulators. RBC Investor Services has appointed Citibank (our local custodian) to undertake this function on behalf of our clients.  In the Brazilian market, foreign investors must maintain two securities and two cash accounts to facilitate calculation for taxable and exempt asset positions.  Note that CVM emphasizes the need for applicants to be able to prove they are linked to an organization recognized by the CVM. The existing account opening documentation covers this commitment and meets the linkage requirement with the regulatory organizations. By signing the application on behalf of the client, RBC Investor Services undertakes this commitment as part of the [**Know Your Client policy**](http://rbcdexiainvestorservicestrust.fg.rbc.com/policies/file-131063.doc).    Note: As part of the FII account opening process all documentation must be in exactly the same investor name and on the investor's letterhead where appropriate. |
| **Fees** |  | CVM Fee: This market regulation fee is charged quarterly to RBC Investor Services by our agent and then recharged by RBC to the clients; its amount is being determined by the client's portfolio market value.  CNPJ Fee: Not applicable any more. |
| **Tax Consultant** |  | Not required |
| **E-signature** |  | Accepted |

### Account Opening

Documentation Required by the Agent

1. Portfolio Application Form signed



Note: The PAF will be signed by the client and counter signed by RBC.

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| **Timing** | The market timeframe for opening accounts is 10 business days post completion and acceptance of documents by the agent. The documents may also be subject to regulatory and KYC checks and additional information may be requested by the agent/market authorities, which could potentially extend the normal processing time. |
| **Sub-custodian** | RBC IS has appointed Citibank as Sub-custodian. Their role is to open and manage the securities account.   1. Obtain CVM approval on behalf of the investor 2. Perform a series of tasks for the local authorities and regulators |
| **Further Details** | None |

### Name change

**Documentation Required by the Agent**

* Any document proving the name change issued by the applicable registration authority in their jurisdiction.

### Account Closure

No documentation required however, client should always ensure there are no outstanding trades, corporate actions, fees and holdings prior to sending the closure instruction.

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