

Asset Management

# **PRODUCT HIGHLIGHTS SHEET**

## **for**

### **Affin Hwang Aiiman Money Market Fund**

**Date of issuance: 18 December 2020****RESPONSIBILITY STATEMENT**

This Product Highlights Sheet has been reviewed and approved by the directors and/or authorized committee and/or persons approved by the Board of Affin Hwang Asset Management Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omissions of other facts which would make any statement in the Product Highlights Sheet false or misleading.

**STATEMENT OF DISCLAIMER**

The Securities Commission Malaysia has authorised the issuance of the Affin Hwang Aiiman Money Market Fund ("the Fund") and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Affin Hwang Asset Management Berhad responsible for the Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.



**YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.**

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This Product Highlights Sheet only highlights the key features and risks of this Fund. Investors are advised to request, read and understand the Prospectus of the Fund before deciding to invest.

## PRODUCT HIGHLIGHTS SHEET

### AFFIN HWANG AIIMAN MONEY MARKET FUND

#### BRIEF INFORMATION ON THE PRODUCT

##### 1. What is this product about?

Affin Hwang Aiiman Money Market Fund is an open-ended Islamic money market fund, issued and managed in-house by the Manager.

The Fund aims to provide short-term liquidity and income, whilst maintaining capital stability by investing in a diversified portfolio of Islamic money market instruments.

#### PRODUCT SUITABILITY

##### 2. Who is this product suitable for?

The Fund is designed for retail investors who seek regular income in a highly liquid Shariah-compliant investment and have a short-term Shariah-compliant investment horizon of 1 year and below.

#### KEY PRODUCT FEATURES

##### 3. What am I investing in?

|                     |  |                            |
|---------------------|--|----------------------------|
| Launch Date         | 13 November 2008   |                            |
| Tenure              | The Fund is an open-ended fund and does not have a maturity date and may only be terminated in accordance with the terms of the Prospectus and the provisions of the Deed.   |                            |
| Asset Allocation    | The Fund asset allocation range is as follows:-  |                            |
|                     | <b>Asset Class</b>   | <b>% of the Fund's NAV</b> |
|                     | Islamic money market instruments<br>(with maturity of less than 365 days)  | 90% to 100%                |
|                     | Sukuk and Islamic money market instruments<br>(with maturity of more than 365 days but less than 732 days)   | Up to 10%                  |
|                     | <i>The Manager will maintain a sufficient level of cash for liquidity purposes.</i>  |                            |
| Benchmark           | 1-month GIA rate quoted by Maybank   |                            |
| Investment Strategy | <p>This Fund will be managed to provide liquidity while providing income to the Unit Holders, if any.</p> <p>This Fund is structured as an open-ended fund with a target allocation of 90% invested in Islamic money market instruments with a maturity period of less than 365 days. Up to 10% of the Fund's NAV may be invested in Sukuk and Islamic money market instruments where both the investments will have a maturity period of more than 365 days but less than 732 days.</p> <p>The investment approach is to focus on instruments that provide above-average yields compared to returns from savings and investment accounts.</p> <p>These Islamic money market instruments may include Mudarabah Interbank Investment (MII), Wadiah Acceptance, Government Investment Issue (GII), Bank Negara Monetary Notes-i (BNMN-i), Sell and Buy Back Agreement (SBBA), Cagamas Sukuk, When Issue (WI) for Islamic instruments, Islamic Accepted Bills (IAB), Islamic Negotiable Instruments (INI), private Sukuk, Ar Rahn Agreement-I (RA-i), Sukuk BNM Ijarah (SBNMI), Commodity</p> |                            |

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|                                |   |
|--------------------------------|---|
|                                | <p>Murabahah.</p> <p>The ratings of the Sukuk and Islamic money market instruments shall carry at least “BBB” and “P2” by RAM or similar rating by other rating establishment. However, the Manager will also have the flexibility to invest into unrated issuances. In this instance, the Manager will carry out an internal credit selection process before it is included into the Fund’s portfolio to mitigate credit and default risk. In the unlikely event of a credit rating downgrade, the Manager reserves the right to deal with the security in the best interest of the investors and dispose off the holdings within a reasonable time frame, taking into consideration prevailing market conditions and factors.</p> <p>The Manager will also hold the option to invest into Islamic collective investment schemes that hold a similar investment objective as the Fund.</p> <p><b>Policy on Active and Frequent Trading of Securities</b></p> <p>The frequency of our trades will be dependent on prevailing market opportunities as well as liquidity needs.</p> |
| Distribution Policy            | Subject to the availability of income, the Fund will provide Unit Holders with monthly income by way of cash payment or reinvestment in the form of additional Units.   |
| Minimum Initial Investment*    | MYR5,000  |
| Minimum Additional Investment* | MYR1,000  |
| Minimum Repurchase Unit*       | 2,000 Units   |
| Minimum Units held*            | 10,000 Units  |
| Minimum Switching of Units*    | 2,000 Units<br><i>Switching from an Islamic fund to a conventional fund is discouraged for Muslim Unit Holders.</i>   |

*Note: Please refer to the Fund’s Prospectus for further details of the Fund.*

### 4. Who am I investing with?

Relevant parties’ information:

|                              |                                     |
|------------------------------|-------------------------------------|
| The Manager                  | Affin Hwang Asset Management Berhad |
| External Fund Manager/AIIMAN | AIIMAN Asset Management Sdn. Bhd.   |
| The Trustee                  | AmanahRaya Trustees Berhad          |
| Shariah Adviser              | Amanie Advisors Sdn. Bhd.           |

### 5. What are the possible outcomes of my investment?

The Fund invests in a diversified portfolio of Islamic money market instruments to provide liquidity to meet the cash flow requirements of its Unit Holders while providing a reasonable level of income.

However, unlike fixed deposits which generally provide a guarantee on capital invested and offer a specific rate of return, the Fund does not provide a guarantee on capital invested nor does it guarantee a fixed rate of return.

\* At our discretion, we may reduce the minimum initial investment amount, minimum additional investment amount, minimum repurchase amount, minimum holding of Units, minimum holding of Units and minimum switching of Units.

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### KEY RISKS

#### 6. What are the key risks associated with this product?

##### General risks

- **Affected by variable factors and not guaranteed** - The performance of a unit trust fund is affected by many variable factors and is not guaranteed. These include overall economic and financial market conditions such as interest rate fluctuation and stability of local currency. While a track record may provide some insight on future performance, it is by no means guaranteed. The prices of Units may go down as well as up. Likewise, distribution may vary from year to year depending on the performance of the unit trust fund.
- **Issuer risk** - The value of each individual securities that a unit trust fund invests in may decline for a number of reasons which is directly related to the issuer, such as but not limited to, the management performance, financial leverage, changing industry conditions and changes in consumer tastes and demand.
- **Fund management risk** - This risk refers to the day-to-day management of the Fund by the Manager which will impact the performance of the Fund. For example, investment decisions undertaken by the Manager as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the Deed, relevant law or guidelines due to factors such as human error, fraudulent, dishonesty, or weaknesses in operational process and systems, may adversely affect the performance of the Fund.
- **Financing risk** - This risk occurs when you take a financing to finance your investment. The inherent risk of investing with finance money includes you being unable to service the financing repayments. In the event Units are used as collateral, you may be required to top-up your existing instalment if the prices of Units fall below a certain level due to market conditions. Failing which, the Units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the financing.
- **Country risk** - The prices of securities may also be affected by the political and economic conditions of the country in which the securities are issued.

*Note: Please refer to the Fund's Prospectus on further detail of each risk.*

##### Specific risks

- **Liquidity risk** - Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices.
- **Credit and default risk** - Credit risk relates to the creditworthiness of the issuers of the Sukuk or Islamic money market instruments investment (hereinafter referred as "investment") and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuer may impact the value and liquidity of the investment. In the case of rated investments, this may lead to a credit downgrade. Default risk relates to the risk of an issuer of the investment either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the investment. This could adversely affect the value of the Fund.
- **Interest rate risk** - This risk refers to the impact of interest rate changes on the valuation of Sukuk or Islamic money market instruments (hereinafter referred as "investment"). When interest rates rise, the investment prices generally decline and this may lower the market value of the investment. The reverse may apply when interest rates fall.
- **Inflation risk** - This is the risk that your investment in the Fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the value of the investment in monetary terms has increased.

*Note: Please refer to the Fund's Prospectus on further detail of each risk.*

**It is important to note that events affecting the investments cannot always be foreseen. Therefore, it is not possible to protect investments against all risks. You are recommended to read the whole Prospectus to assess the risks associated with the Fund. If necessary, you should consult your professional adviser(s) for a better understanding of the risks.**

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### PERFORMANCE

#### Average Total Return

|                  | 1 Year<br>(1/9/19 – 31/8/20) | 3 Year<br>(1/9/17 – 31/8/20) | 5 Year<br>(1/9/15 – 31/8/20) | 10 Year<br>(1/9/10 – 31/8/20) | Since<br>commencement<br>(14/11/08 – 31/8/20) |
|------------------|------------------------------|------------------------------|------------------------------|-------------------------------|---|
| <b>Fund</b>      | 2.92%                        | 3.37%                        | 3.69%                        | 3.27%                         | 3.03%   |
| <b>Benchmark</b> | 1.84%                        | 2.67%                        | 3.10%                        | 2.99%                         | 2.87%   |

Source: Bloomberg/Lipper

#### Annual Total Return

| Financial<br>Year End<br>("FYE") | 2020  | 2019  | 2018  | 2017  | 2016  | 2015  | 2014  | 2013  | 2012  | 2011  |
|----------------------------------|-------|-------|-------|-------|-------|-------|-------|-------|-------|-------|
| <b>Fund</b>                      | 2.92% | 3.64% | 3.57% | 4.54% | 3.81% | 3.49% | 2.88% | 3.60% | 2.46% | 1.85% |
| <b>Benchmark</b>                 | 1.84% | 3.20% | 3.26% | 3.51% | 3.99% | 3.13% | 2.77% | 2.76% | 2.93% | 2.83% |

Source: Bloomberg/Lipper

For the period from 1 September 2019 to 31 August 2020, the Fund registered a return of 2.92%, outperforming the benchmark return of 1.84%. Since commencement, the Fund has registered a total return of 42.20%, outperforming the benchmark total return of 39.70%.

#### Basic of calculation and assumption made in calculating the returns

The performance figures are a comparison of the growth/decline in NAV for the stipulated period taking into account all the distribution payable (if any) during the stipulated period.

Capital return = NAV per Unit end / NAV per Unit begin – 1

Income return = Income distribution per Unit / NAV per Unit ex-date

Total return = (1+Capital return) x (1+Income return) – 1

#### Income Distribution

| FYE                               | 2020 | 2019 | 2018 |
|-----------------------------------|------|------|------|
| Gross distribution per Unit (sen) | 1.67 | 1.12 | 1.77 |
| Net distribution per Unit (sen)   | 1.67 | 1.12 | 1.77 |

Distribution will be made in the form of cash as well as Units in lieu of cash, if any.

#### Portfolio Turnover Ratio (PTR)

| FYE         | 2020  | 2019  | 2018  |
|-------------|-------|-------|-------|
| PTR (times) | 10.61 | 11.17 | 14.32 |

The PTR of the Fund was lower than previous year due to higher average NAV of the Fund for the financial year.

**PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE**

### FEES & CHARGES

#### 7. What are the fees and charges involved?

There are fees and charges involved and you are advised to consider them before contributing to the Fund.

#### What will I be charged by the Manager?

|                   |                      |
|-------------------|----------------------|
| Sales charge      | Nil                  |
| Repurchase charge | Nil                  |
| Switching fee     | Nil                  |
| Transfer fee      | MYR5.00 per transfer |

#### What are the key ongoing fees charged to the Fund?

|                |   |
|----------------|---|
| Management fee | Up to 0.50% of the NAV of the Fund per annum. |
|----------------|---|

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|             |  |
|-------------|--|
| Trustee fee | Up to 0.02% of the NAV of the Fund per annum (excluding foreign sub-custodian fees and charges). |
|-------------|--|

*Note: Please refer to the Prospectus for further explanation and illustration of the Fund's fees, charges and expenses.*

**ALL FEES AND CHARGES PAYABLE BY YOU ARE SUBJECT TO ALL APPLICABLE TAXES AND / OR DUTIES AS MAY BE IMPOSED BY THE GOVERNMENT AND / OR THE RELEVANT AUTHORITIES FROM TIME TO TIME.**

## VALUATIONS AND EXITING FROM INVESTMENT

### 8. How often are valuations available?

The Fund will be valued on every Business Day and you may obtain the NAV and NAV per Unit of the Fund from our website at [www.affinhwangam.com](http://www.affinhwangam.com), our customer service via our toll free number 1-800-88-7080 or email to [customercare@affinhwangam.com](mailto:customercare@affinhwangam.com).

### 9. How can I exit from this investment and what are the risks and costs involved?

You may request to redeem your investments in the Fund at any point in time by completing the repurchase application form and returning it to us on any Business Day between 8.45 a.m. and 2.30 p.m. Payments will be made to you within four (4) days from the day the repurchase request is received by us and provided that all documentations are completed and verifiable.

If you invest through the EMIS, we will remit the repurchase proceeds to EPF by crediting back into your EPF account. If you are above the age of fifty five (55) years old and invest through the EMIS, we will remit the repurchase proceeds to you directly.

## CONTACT INFORMATION

### 10. Who should I contact for further information or to lodge a complaint?

1. For internal dispute resolution, you may contact our customer service personnel:

- (a) via phone to : 03 – 2116 6000
- (b) via fax to : 03 – 2116 6100
- (c) via toll free no. : 1-800-88-7080
- (d) via email to : [customercare@affinhwangam.com](mailto:customercare@affinhwangam.com)
- (e) via letter : Affin Hwang Asset Management Berhad  
Ground Floor, Menara Boustead  
69, Jalan Raja Chulan  
50200 Kuala Lumpur

Complaints should be made in writing with the following information:

- (a) particulars of the complainant which include name, correspondence address, contact number, e-mail address (if any) and other relevant information;
- (b) circumstances of the non-compliance or improper conduct;
- (c) parties alleged to be involved in the improper conduct; and
- (d) other supporting documentary evidence (if any).

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries Dispute Resolution Centre (SIDREC):

- (a) via phone to : 03-2282 2280
- (b) via fax to : 03-2282-3855
- (c) via email to : [info@sidrec.com.my](mailto:info@sidrec.com.my)
- (d) via letter to : Securities Industry Dispute Resolution Center (SIDREC)  
Unit A-9-1 Level 9, Tower A, Menara UOA Bangsar, No. 5, Jalan Bangsar Utama 1  
59000 Kuala Lumpur

3. You can also direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Investor Affairs & Complaints Department:

- (a) via phone to the Aduan Hotline at : 03 – 6204 8999
- (b) via fax to : 03 – 6204 8991
- (c) via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)

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(d) via online complaint form available at [www.sc.com.my](http://www.sc.com.my)

(e) via letter to : Investor Affairs & Complaints Department  
Securities Commission Malaysia, No 3 Persiaran Bukit  
Kiara, Bukit Kiara, 50490 Kuala Lumpur

### 4. Federal of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

(a) via phone to : 03 – 20923800

(b) via fax to : 03 – 20932700

(c) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)

(d) via online complaint form available at : [www.fimm.com.my](http://www.fimm.com.my)

(e) via letter to : Legal, Secretarial & Regulatory Affairs  
Federal of Investment Managers Malaysia  
19-06-1, 6th Floor Wisma Tune, No. 19, Lorong Dungun  
Damansara Heights, 50490 Kuala Lumpur

## APPENDIX : GLOSSARY

|   |   |
|---|---|
| <b>Bursa Malaysia</b>                   | Means the stock exchange operated by Bursa Malaysia Securities Berhad including such other name as it may be amended from time to time.   |
| <b>Business Day</b>                     | Means a day on which Bursa Malaysia is open for trading.  |
| <b>Deed</b>                             | Refers to the deed dated 20 August 2008, first supplemental deed dated 3 January 2013, second supplemental deed dated 26 September 2013, third supplemental deed dated 22 July 2014, fourth supplemental deed dated 6 August 2015 and the fifth supplemental deed dated 24 April 2019 entered into between the Manager and the Trustee.                                     |
| <b>EMIS</b>                             | Means EPF Members' Investment Scheme.   |
| <b>EPF</b>                              | Means Employees Provident Fund.   |
| <b>Fund</b>                             | Refers to Affin Hwang Aiman Money Market Fund.  |
| <b>GIA</b>                              | Means the investment account based on either Mudharabah or Murabahah that works on profit sharing basis and fixed profit income basis respectively.   |
| <b>Manager / AHAM</b>                   | Refers to Affin Hwang Asset Management Berhad.  |
| <b>Net Asset Value or NAV</b>           | Means the value of the Fund's assets which is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at the valuation point.<br><i>For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund should be inclusive of the management fee and trustee fee for the relevant day.</i> |
| <b>NAV per Unit</b>                     | Means the NAV of the Fund at a particular valuation point divided by the total number of Units in Circulation of the Fund in circulation at that valuation point.   |
| <b>Prospectus</b>                       | Means the prospectus for the Fund and includes any supplementary or replacement prospectus, as the case may be.   |
| <b>RAM</b>                              | Means RAM Rating Services Berhad.   |
| <b>Repurchase Charge</b>                | Means a charge imposed pursuant to the Unit Holder's repurchase request.  |
| <b>Sales Charge</b>                     | Means a fee imposed pursuant to a purchase request.   |
| <b>SC</b>                               | Means the Securities Commission Malaysia established under the Securities Commission Malaysia Act 1993.   |
| <b>Shariah</b>                          | Means Islamic law, originating from the Qur'an (the holy book of Islam), and its practices and explanations rendered by the prophet Muhammad (pbuh) and ijthad of ulamak (personal effort by qualified Shariah scholars to determine the true ruling of the divine law on matters whose revelations are not explicit).  |
| <b>Shariah Adviser</b>                  | Refers to Amanie Advisors Sdn Bhd.  |
| <b>short-term</b>                       | Means a period of 3 years or less.  |
| <b>Sukuk</b>                            | Means a document or certificate, documenting the undivided pro-rated ownership of underlying assets.  |
| <b>Trustee</b>                          | Refers to AmanahRaya Trustees Berhad.   |
| <b>Unit or Units</b>                    | Means a measurement of the right or interest of a Unit Holder in the Fund.  |
| <b>Units in Circulation</b>             | Means Units created and fully paid and which have not been cancelled. It is also the total number of Units issued at a particular valuation point.  |
| <b>Unit Holder(s), investor(s), you</b> | Means the person / corporation registered as a holder of Units, including persons jointly registered.   |

Note:

Reference to "day(s)" in the Prospectus will be taken to mean calendar day(s) unless otherwise stated.

Reference to first person pronouns such as "we", "us" or "our" in the Prospectus means the Manager/AHAM.