

# PRODUCT HIGHLIGHTS SHEET

for

## AHAM Aiiman Income Fund

Date of issuance: 28 February 2024

### 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 AHAM Asset Management Berhad 199701014290 (429786-T) 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 relevant information and document in relation to the AHAM Aiiman Income Fund (“the Fund”), including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the Fund, including 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, opinion expressed or report contained in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the AHAM 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.**

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

## PRODUCT HIGHLIGHTS SHEET

### AHAM AILMAN INCOME FUND

#### BRIEF INFORMATION ON THE PRODUCT

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

The Fund is an open-ended Shariah-compliant wholesale fixed income fund which aims to provide investors with a steady income stream by investing in Sukuk, Islamic money market instruments and/or Islamic deposits.

#### PRODUCT SUITABILITY

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

The Fund is designed for Sophisticated Investors who have a short term to medium term investment horizon and have a low risk tolerance.

#### KEY PRODUCT FEATURES

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

<b>Launch Date</b>	16 March 2023
<b>Tenure</b>	This Fund is an open-ended fund where it does not have a fixed maturity date and the Fund and may only be terminated in accordance with the terms of the Information Memorandum and the provisions of the Deed.
<b>Benchmark</b>	Maybank 1-month General Investment Account (GIA-i) rate. <i>The risk profile of the Fund is not the same as the risk profile of the performance benchmark.</i>
<b>Base Currency</b>	MYR
<b>Investment Objective</b>	The Fund aims to provide investors with a steady income stream by investing in Sukuk, Islamic money market instruments and/or Islamic deposits. <i>Any material change to the Fund's investment objective would require Unit Holders' approval.</i>
<b>Investment Strategy</b>	We endeavor to achieve the Fund's objective by investing a minimum of 70% of the Fund's NAV in Sukuk, Islamic money market instruments and/or Islamic deposits and holding a maximum of 30% of the Fund's NAV in cash.  The Manager will employ an active investment management strategy to provide regular income to investors and to maintain a sufficient level of liquidity to meet cash flows requirements. The Manager will add value primarily by employing active asset allocation, duration and yield curve strategy, taking into consideration the fundamentals of the Malaysian economic and interest outlook, and valuation of the underlying Sukuk.  The Fund will invest in Sukuk with remaining time-to-maturity of not more than three (3) years at the point of investment. In terms of duration, the Fund shall have a maximum weighted portfolio duration of one and a half (1.5) years.  The Fund will be managed primarily to provide regular income, while at the same time preserving capital <sup>#</sup> and maintaining a sufficient level of liquidity in order to meet cash flow requirements. We believe that an important way to accomplish this is by analysing various factors such as the current and anticipated changes in interest rates, economic statistics, yield curve changes and other general market conditions that could affect Islamic money market instruments and Islamic deposits.

<sup>#</sup> The Fund is neither a capital-guaranteed nor a capital-protected fund.

	<p>There will be no foreign investments for this Fund. The Fund will also have the flexibility to invest in Islamic collective investment schemes that are in line with the Fund's investment objective.</p> <p>The Manager may hold more than 30% of the Fund's NAV in cash under circumstances such as:</p> <ul style="list-style-type: none"> <li>(a) large injection of cash by investors into the Fund;</li> <li>(b) sale of investment holdings of the Fund; and</li> <li>(c) any other circumstances that are in line with the Fund's objective.</li> </ul> <p>In the event the Fund's cash level exceeds 30% due to the above circumstances, the Manager will, on best effort basis, ensure that the cash level is to be reduced to 30% within five (5) consecutive Business Days.</p> <p><b>ADDITIONAL FEATURES OF THE FUND</b></p> <p>We aim to maintain a stable NAV per Unit of MYR1.00. Income generated from the investments will be declared and accrued to Unit Holders daily and distributed on a monthly basis.</p> <p>However, if the Fund's NAV per Unit falls below MYR1.00, we will carry out a consolidation of Units ("consolidation exercise") to bring back the Fund's NAV per Unit to MYR1.00. To facilitate the consolidation exercise, the dealings of the Fund will be temporarily suspended. The Manager will suspend the right to purchase, switch, transfer and repurchase Units of the Fund. The suspension of dealings must cease as soon as practicable, within twenty one (21) days of the commencement of the suspension. Approval from the Trustee will be obtained for the consolidation exercise and the suspension of dealings of the Fund.</p> <p>During the consolidation exercise, the Manager will calculate the ratio of the investment loss to the total NAV of the Fund and two (2) sub-accounts will be created within the Fund as follows:</p> <ul style="list-style-type: none"> <li>(a) Suspense account – where the investment loss of the Fund is apportioned to each Unit Holder based on their Unit holdings. Such Units will be cancelled once the consolidation exercise is completed, and this will lead to a reduction in Unit holdings of the Unit Holders.</li> <li>(b) Ordinary Units account – where the NAV per Unit of the remaining Units will be maintained at MYR1.00.</li> </ul> <p>Upon completion of the consolidation exercise, the suspension of dealing will be uplifted and Unit Holders will continue to earn income from the remaining Units due to them.</p> <p>We shall as soon as possible publish a notice on our website as well as issue a Communiqué on any consolidation exercise. We will also send to you a statement which will provide you with information, amongst others, of the number of Units held before and after the consolidation exercise.</p>
<b>Asset Allocation</b>	<ul style="list-style-type: none"> <li>(a) A minimum of 70% of the Fund's NAV to be invested in Sukuk, Islamic money market instruments and/or Islamic deposits; and</li> <li>(b) A maximum of 30% of the Fund's NAV in cash.</li> </ul>
<b>Distribution Policy</b>	<p>Subject to the availability of income, the Fund will make distribution on a monthly basis. However, the amount of income available for distribution may fluctuate from month to month. At our discretion, the Fund may distribute (1) realised income, (2) realised capital gains, (3) unrealised income, (4) unrealised capital gains, or (5) a combination of any of the above.</p>
<b>Minimum Initial Investment*</b>	MYR 10,000
<b>Minimum Additional Investment*</b>	MYR 5,000
<b>Minimum Repurchase Amount*</b>	10,000 Units
<b>Minimum Switching Amount*</b>	10,000 Units
<b>Minimum Holding of Units*</b>	10,000 Units

**Note: Please refer to the Fund's Information Memorandum for further details of the Fund.**

\* At our discretion, we may reduce the transaction value and Units, including for transactions made via digital channels, subject to the terms and conditions disclosed in the respective channels.

**4. Who am I investing with?**

Relevant parties' information:

<b>The Manager</b>	AHAM Asset Management Berhad
<b>External Fund Manager</b>	AIIMAN Asset Management Sdn. Bhd.
<b>The Trustee</b>	Deutsche Trustees Malaysia Berhad
<b>Shariah Adviser</b>	Amanie Advisors Sdn. Bhd.

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

This Fund is a Shariah-compliant wholesale fixed income that aims to maintain a stable NAV per Unit of MYR1.00. Income generated from the investments will be declared and accrued to Unit Holders daily and distributed on a monthly basis. The performance of the Fund would be dependent on the Islamic fixed income securities that the Fund invests in.

Unlike fixed deposits which generally provide a guarantee on capital invested and carry specific rate of return, the Fund's investments in Sukuk does not provide a guarantee on capital contributed nor does it guarantee a fixed rate of return.

The Fund endeavors to distribute income, if any, on a monthly basis. However, the amount of income available for distribution may fluctuate from month to month.

**KEY RISKS**

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

**General risks**

- **Market risk** – Market risk arises because of factors that affect the entire market place. Factors such as economic growth, political stability and social environment are some examples of conditions that have an impact on businesses, whether positive or negative. Market risk cannot be eliminated but may be reduced through diversification. It stems from the fact that there are economy-wide perils, or instances of political or social instability which threaten all businesses. Hence, the Fund will be exposed to market uncertainties and fluctuations in the economic, political and social environment that will affect the market price of the investments either in a positive or negative way.
- **Fund management risk** – This risk refers to the day-to-day management of the Fund by us which will impact the performance of the Fund. For example, investment decisions undertaken by us 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, fraud, dishonesty or weaknesses in operational process and systems, may adversely affect the performance of the Fund.
- **Liquidity risk** – Liquidity risk refers to two scenarios. The first scenario is where an investment cannot be sold due to unavailability of a buyer for that investment. The second scenario exists where the investment, by its nature, is thinly traded. This will have the effect of causing the investment to be sold below its fair value which would adversely affect the NAV of the Fund and subsequently the value of Unit Holders' investments in the Fund.
- **Operational risk** – This risk refers to the possibility of a breakdown in our internal controls and policies. The breakdown may be a result of human error, system failure or fraud where our employees collude with one another. This risk may cause monetary loss and/or inconvenience to you. We will review our internal policies and system capability to mitigate instances of this risk. Additionally, we maintain a strict segregation of duties to mitigate instances of fraudulent practices amongst our employees.
- **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.
- **Financing risk** – This risk occurs when you take a financing to finance your investment. The inherent risk of investing with financed money includes you being unable to service the financing payments. 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 NAV per Unit as compared to the NAV per Unit at the point of purchase towards settling the financing.
- **Suspension of repurchase request risk** – Having considered the best interests of Unit Holders, the repurchase requests by the Unit Holders may be subject to suspension due to exceptional circumstances, where the market value or fair value of a material portion of the Fund's assets cannot be determined. In such case, Unit Holders will not be able to redeem their Units and will be compelled to remain invested in the Fund for a longer period of time than original timeline. Hence, their investments will continue to be subject to the risks inherent to the Fund.

**Specific risks**

- **Sukuk investment risk** – The buying and selling of Sukuk carry a number of risks, the most important being the volatility of the capital markets on which those securities are traded and the general insolvency risk associated with the issuers of Sukuk. Price changes in Sukuk are influenced predominantly by profit rate developments in the capital markets, which in turn are influenced by macro-economic factors. As a result, the Fund's portfolio performance may be affected by significant changes of such factors. In managing Sukuk investment risk, the Manager will actively monitor market developments and may make necessary adjustments to the portfolio should needs arise. The price changes also depend on the term or residual time to maturity of the Sukuk. In general, Sukuk with shorter terms have less price risks than Sukuk with longer terms.
- **Profit rate risk** – This risk refers to the impact of profit rate changes on the valuation of Sukuk or Islamic money market instruments (hereinafter referred to as “investment”). Generally, movement in profit rates affects the prices of investment inversely, for example, when profit rates rise, prices of investment will fall. The fluctuations of the prices of the investment will also have an impact on the NAV of the Fund. This risk can largely be eliminated by holding the investment until their maturity. We also manage profit rate risk by considering each investment’s sensitivity to profit rate changes. When profit rates are expected to increase, the Fund would then likely seek to switch to investment that are less sensitive to profit rate changes. For investments into Islamic deposits, the fluctuations in the profit rates will not affect the placement of Islamic deposits but will result in the opportunity loss by the Fund if the placement of Islamic deposits is made at lower profit rate.
- **Credit and default risk** – Credit risk relates to the creditworthiness of the issuers of the Sukuk or Islamic money market instruments and the Financial Institutions where the Islamic deposits are placed (hereinafter referred to as “investment”) and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuers and/or Financial Institutions may impact the value as well as 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 and/or a Financial Institution 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.
- **Risk associated with consolidation of Units** – This is the risk that occurs when the value of a Unit of the Fund goes below MYR1.00 due to investment loss, and a consolidation exercise is carried out. A suspension account is created during the consolidation exercise where the investment loss is apportioned to each Unit Holder based on their Unit holdings. Such Units will be cancelled during the consolidation exercise. As a result, this will lead to a reduced number of Units held by Unit Holders.
- **Risk associated with distribution out of capital** – The Fund may distribute income out of capital. Such capital distributions represent a return or withdrawal of part of the amount of your original investment and/or capital gains attributable to the original investment and will result in a reduction in the NAV per Unit and reduce the capital available for future investment and capital growth. Future capital growth may therefore be constrained.
- **Reclassification of Shariah status risk** – This refers to the risk that the currently held Shariah-compliant securities by the Fund may be reclassified to be Shariah non-compliant in the periodic review of the securities by the SAC of the SC or the Shariah Adviser. If this occurs, then the value of the Fund may be adversely affected as the investments will be disposed of at cost, discounting any unrealised gains prior to the sale. The Manager will take the necessary steps to dispose of such securities in accordance with the advice from the Shariah Adviser.

**Note: Please refer to “Understanding the Risks of the Fund” in Information Memorandum for further details on 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 Information Memorandum to assess the risks associated with the Fund. If necessary, you should consult your professional adviser(s) for a better understanding of the risks.

**FEES AND 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?**

<b>Sales charge</b>	Nil.
<b>Repurchase charge</b>	Nil.
<b>Transfer fee</b>	Nil.
<b>Switching fee</b>	The Manager does not impose any switching fee. However, if the amount of sales charge of the fund (or class) that the Unit Holder intends to switch into is higher than the sales charge imposed by the fund (or class) being switched from, then the difference in the sales charge between the two (2) funds (or classes) shall be borne by the Unit Holder.

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

<b>Annual Management fee</b>	Up to 0.50% per annum of the NAV of the Fund (before deducting the management fee and trustee fee).
<b>Annual Trustee fee</b>	Up to 0.03% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), and is calculated using the Base Currency (before deducting the management fee and trustee fee).

*Note: Please refer to the Information Memorandum 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.aham.com.my](http://www.aham.com.my), our customer service via our toll free number 1-800-88-7080 or email to [customercare@aham.com.my](mailto:customercare@aham.com.my).

**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 ten (10) Business Days from the day the repurchase request is received by us, provided that all documentations are completed and verifiable.

**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@aham.com.my](mailto:customercare@aham.com.my)
  - (e) via letter : AHAM 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 Consumer & Investor Office:
- (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
  - (d) via online complaint form available at www.sc.com.my
  - (e) via letter to : Consumer & Investor Office  
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 – 2092 3800
  - (b) via fax to : 03 – 2093 2700
  - (c) via e-mail to : complaints@fimm.com.my
  - (d) via online complaint form available at : www.fimm.com.my
  - (e) via letter to : Legal, Secretarial & Regulatory Affairs  
Federal of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor Wisma Tune  
No. 19, Lorong Dungun, Damansara Heights  
50490 Kuala Lumpur

#### APPENDIX: GLOSSARY

<b>Base Currency</b>	Means the currency in which the Fund is denominated i.e. MYR.
<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 business/trading. The Manager may declare certain Business Days as non-Business Days when deemed necessary, such as in the event of market disruption.
<b>Commencement Date</b>	Means the date on which sale of Units of the Fund is first made. The Commencement Date is also the date of constitution of the Fund.
<b>Communiqué</b>	Refers to the notice issued by the Manager to the Unit Holders.
<b>Deed(s)</b>	Refers to the deed dated 10 March 2023 entered into between the Manager and the Trustee, which may be modified or varied by further supplemental deeds from time to time.
<b>Development Financial Institution</b>	Means a development financial institution under the Development Financial Institutions Act 2002.
<b>Financial Institution</b>	Means (1) if the institution is in Malaysia – (i) Licensed Bank; (ii) Licensed Investment Bank; (iii) Development Financial Institutions; or (iv) Licensed Islamic Bank; (2) if the institution is outside Malaysia, any institution that is licensed, registered, approved or authorised by the relevant banking regulator to provide financial services.
<b>Fund</b>	Means AHAM Aiiman Income Fund.
<b>Guidelines</b>	Means the <i>Guidelines on Unlisted Capital Market Products Under The Lodge And Launch Framework</i> issued by the SC and as may be amended from time to time.
<b>Information Memorandum</b>	Means the offer document in respect of this Fund as may be replaced or amended from time to time.
<b>Licensed Bank</b>	Means a bank licensed under Financial Services Act 2013.
<b>Licensed Investment Bank</b>	Means an investment bank licensed under Financial Services Act 2013.
<b>Licensed Islamic Bank</b>	Means an Islamic bank licensed under the Islamic Financial Services Act 2013.
<b>Manager / AHAM / we / us / our</b>	Refers to AHAM Asset Management Berhad.
<b>NAV or Net Asset Value</b>	Means the value of all the assets of the Fund less the value of all the liabilities of the Fund at a valuation point.
<b>NAV per Unit</b>	Means the NAV of the Fund at a particular valuation point divided by the number of Units in Circulation at the same valuation point.
<b>Repurchase Charge</b>	Means a charge imposed pursuant to a repurchase request.
<b>SAC of the SC</b>	Shariah Advisory Council of the SC.
<b>Sales Charge</b>	Means a charge imposed pursuant to a purchase request.
<b>SC</b>	Means Securities Commission Malaysia.

<b>Shariah Adviser</b>	Refers to Amanie Advisors Sdn. Bhd.
<b>Sophisticated Investor</b>	<p>Refers to any person who (a) is determined to be a sophisticated investor under the Guidelines on Categories of Sophisticated Investors, as amended from time to time; or (b) acquires any capital market product specified under these Guidelines where the consideration is not less than two hundred and fifty thousand ringgit or its equivalent in foreign currencies for each transaction whether such amount is paid for in cash or otherwise; and/or (c) any other person as categorised by the SC from time to time to be a sophisticated investor.</p> <p>Note: For more information and updates on the definition of “Sophisticated Investor”, please refer to our website at <a href="http://www.aham.com.my">www.aham.com.my</a>.</p>
<b>Trustee</b>	Refers to Deutsche Trustees Malaysia Berhad.
<b>Unit(s)</b>	Means an undivided share in the beneficial interest and/or right in the Fund and a measurement of the interest and/or right of a Unit Holder in the Fund and means a unit of the Fund; if the Fund has more than one Class, it means a unit issued for each Class.
<b>Units in Circulation</b>	<p>Means Units created and fully paid and which have not been cancelled.</p> <p><i>It is also the total number of Units issued at a particular valuation point.</i></p>
<b>Unit Holder(s), investor(s), you</b>	Means the person/corporations for the time being who, in full compliance to the relevant laws is a Sophisticated Investor pursuant to the Guidelines including a jointholder.