

Asset Management

# **PRODUCT HIGHLIGHTS SHEET**

**for**

## **Affin Hwang Aiman Cash Fund I**

**Date of Issuance: 16 October 2017****RESPONSIBILITY STATEMENT**

This Product Highlights Sheet has been reviewed and approved by the directors or authorized committee or persons approved by the Board of Affin Hwang Asset Management Berhad (429786-T) and they have 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 omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

**STATEMENT OF DISCLAIMER**

The Securities Commission Malaysia has authorized the issuance of Affin Hwang Aiman Cash Fund I ("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 (429786-T) 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.

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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 Information Memorandum of the Fund before deciding to invest.

# PRODUCT HIGHLIGHTS SHEET

## AFFIN HWANG AIIMAN CASH FUND I

### BRIEF INFORMATION ON THE PRODUCT

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

Affin Hwang Aiiman Cash Fund I is a Shariah-compliant money market wholesale fund, issued and managed in-house by the Manager.

This is an income based fund which seeks to provide investors with regular income stream and high level of liquidity to meet cash flow requirements while maintaining capital preservation.

### PRODUCT SUITABILITY

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

The Fund is designed for low risk Sophisticated Investor who are generally conservative, are risk averse, and prefer short-term investment that complies with Shariah requirements.

### KEY PRODUCT FEATURES

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

Launch Date	22 August 2006	
Asset Allocation	<b>Asset Class</b>	<b>% of the Fund's NAV</b>
	Islamic money market instruments and Islamic deposits (with a maturity of less than one (1) year)	Minimum 90%
	Cash	Remaining balance
Performance Benchmark	Bank Islam Overnight Mudharabah Rate	
Investment Strategy	<p>The Fund shall invest in Islamic money market instruments and Islamic deposits with Financial Institutions only.</p> <p>The basic investment philosophy of the Manager is to provide regular income to the Fund, and at the same time, preserve capital and maintain a sufficient level of liquidity in order to meet repurchase requests by the Unit Holders without adversely impacting the Fund's NAV. The Manager believes that an important way to accomplish this is by analyzing 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 the Islamic money market instruments and Islamic deposits. There will be no foreign investments in this Fund.</p> <p>Generally the Fund will adopt a hold-to-maturity policy. However, the Manager will continuously monitor the investments within the portfolio actively. In the best interest of the Unit Holders as well as to safeguard the assets and total returns for the Fund, the Manager will not hesitate to liquidate an investment if there are potential signs of credit deterioration, and to replace it with another permitted</p>	

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	investment which closely matches the Fund's objective. In the event of a credit-downgrade, the Manager will endeavor to replace such investments, in which, complies with the Fund's investment restrictions and limits.
Distribution Policy	The Fund endeavours to distribute income on a monthly basis by way of reinvestment in the form of additional Units or cash payment.
Minimum Initial Investment*	MYR 1,000,000
Minimum Additional Investment*	MYR 500,000
Minimum Units Held*	500,000 Units

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

### 4. Who am I investing with?

Relevant parties information:

The Manager	Affin Hwang Asset Management Berhad
External Fund Manager	AllMAN Asset Management Sdn Bhd <i>(formerly known as Asian Islamic Investment Management Sdn Bhd)</i>
Manager's Delegate (Fund Valuation & Accounting Function)	HSBC (Malaysia) Trustee Berhad
The Trustee	HSBC (Malaysia) Trustee Berhad
Trustee's Delegate (Custody Services)	The Hongkong and Shanghai Banking Corporation Limited
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 current income.

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

## 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 marketplace. 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.
- **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.
- **Liquidity risk** – Liquidity risk refers to two scenarios. The first 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.
- **Performance risk** – The performance of the Fund depends on the financial instruments that the Fund purchases. If the instruments do not perform within expectation or if there is a default, then, the performance

\* subject to change at the Manager's discretion

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of the Fund will be impacted negatively. The performance of the Fund may also be impacted if the allocation of assets is not properly done.

- **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.
- **Operational risk** – Operational risk is the risk of loss due to the breakdown, deficiencies or weaknesses in the operational support functions resulting in the operations or internal control processes producing an insufficient degree of customer quality or internal control by the Manager.

### Specific risks

- **Credit/Default risk** – Credit risk relates to the creditworthiness of the issuers of the Islamic money markets instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the instruments. Default risk relates to the risk of an issuer of the instruments either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the instruments.
- **Interest rate risk** – This risk refers to the impact of interest rate changes on the valuation of the Islamic money markets instruments. When interest rates rise, the instruments prices generally decline and this may lower the market value of the instruments. The reverse may apply when interest rates fall.
- **Reclassification of Shariah status risk** - This risk refers to the risk that the currently held Shariah-compliant investments in the portfolio of Shariah-based funds may be reclassified to be Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council of Securities Commission Malaysia (SACSC).

*Note: Please refer to the Understanding the Risks of the Fund section of the Fund's Information Memorandum 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 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 & 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	Not applicable as switching into/out of the Fund is not permitted.
Transfer Fee	Not applicable as transfers are not permitted for this Fund.

What are the key ongoing fees charged to the Fund?

Management Fee	0.50% per annum of the NAV of the Fund.
Trustee Fee	0.05% per annum of the NAV of the Fund, subject to a minimum of MYR18,000 per annum

**ALL FEES AND CHARGES ARE EXCLUSIVE OF GOODS AND SERVICES TAX. WE (INCLUDING THE TRUSTEE AND/OR OTHER SERVICE PROVIDERS) WILL CHARGE GOODS AND SERVICES TAX AT THE RATE OF 6% ON THE ABOVEMENTIONED FEES AND CHARGES IN ACCORDANCE WITH THE GOODS AND SERVICES TAX ACT 2014.**

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

### VALUATIONS AND EXITING FROM INVESTMENT

#### 8. How often are valuations available?

The Fund will be valued on every Business Day and you may obtain NAV and prices 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 investments in the Fund at any point in time by simply completing the repurchase application form and returning it to the Manager on any Business Day from 9.00 a.m. to 2.30 p.m. Payments will be made to you the next Business Day from the day the repurchase request is received by the Manager and provided that all documentations are completed and verifiable, at or before the cut-off time of 2.30 p.m.

### 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 Center (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)
  - (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 – 2092 3800

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(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, 6th Floor Wisma Tune, No. 19, Lorong Dungun Damansara Heights, 50490 Kuala Lumpur

### APPENDIX : GLOSSARY

“Business Day”	Means a day on which the Bursa Malaysia is open for trading
“Bursa Malaysia”	Means the stock exchange managed or operated by Bursa Malaysia Securities Berhad and includes any changes to the name or the operator of the Malaysian stock exchange.
“Financial Institution”	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 authorized by the relevant banking regulator to provide financial services.
“the Fund”	Refers to Affin Hwang Aiiman Cash Fund I.
“the Manager / AHAM”	Refers to Affin Hwang Asset Management Berhad.
“Information Memorandum or Info Memo”	Means the offer document in respect of the Affin Hwang Aiiman Cash Fund I as may be replaced or amended from time to time.
“MYR”	Means the Malaysian Ringgit, the lawful currency of Malaysia
“NAV”	Means the value of all the assets of the Fund less the value of all the liabilities of the Fund at a valuation point.
“NAV per Unit”	Means the Net Asset Value of the Fund at a particular valuation point divided by the number of Units in Circulation at the same valuation point.
“Sophisticated Investors”	Refers to – (1) an individual whose total net personal assets, or total net joint assets with his or her spouse, exceed RM3 million or its equivalent in foreign currencies, excluding the value of the individual's primary residence; (2) an individual who has a gross annual income exceeding MYR300,000 or its equivalent in foreign currencies per annum in the preceding 12 months; (3) an individual who, jointly with his or her spouse, has a gross annual income exceeding MYR400,000 or its equivalent in foreign currencies per annum in the preceding 12 months; (4) a corporation with total net assets exceeding MYR10 million or its equivalent in foreign currencies based on the last audited accounts; (5) a partnership with total net assets exceeding MYR10 million or its equivalent in foreign currencies; (6) a unit trust scheme or prescribed investment scheme; (7) a private retirement scheme; (8) a closed-end fund approved by SC; (9) a company that is registered as a trust company under the Trust Companies Act 1949 which has assets under management exceeding RM10 million or its equivalent in foreign currencies; (10) a corporation that is a public company under the Companies Act 2016 which is approved by the SC to be a trustee under the Act and has assets under management exceeding MYR10 million or its equivalent in foreign currencies; (11) a statutory body established by an Act of Parliament or an enactment of any State; (12) a pension fund approved by the Director General of Inland Revenue under section 150 of the Income Tax Act 1967 [Act 53]; (13) central bank of Malaysia;

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	<p>(14) a holder of a capital markets services licence or an executive director or a chief executive officer of a holder of a capital markets services licence;</p> <p>(15) a licensed institution as defined in the Financial Services Act 2013;</p> <p>(16) an Islamic bank as defined in the Islamic Financial Services Act 2013;</p> <p>(17) an insurance company licensed under the Financial Services Act 2013;</p> <p>(18) a takaful operator registered under the Islamic Financial Services Act 2013;</p> <p>(19) a bank licensee or insurance licensee as defined under the Labuan Financial Services and Securities Act 2010 [704];</p> <p>(20) an Islamic bank licensee or takaful licensee as defined under the Labuan Islamic Financial Services and Securities Act 2010 [705]; and</p> <p>(21) such other investor(s) as may be permitted by the SC from time to time and/or under the relevant guidelines for wholesale funds.</p>
"Shariah"	Islamic law, originating from the Qur'an (the holy book of Islam), and its practices and explanations rendered by the prophet Muhammad (pbuh) and ijihad of ulamak (personal effort by qualified Shariah scholars to determine the true ruling of the divine law on matters whose revelations are not explicit).
"Shariah requirements"	A phrase or expression which generally means making sure that any human conduct must not involve any prohibition and that in performing that conduct all the essential elements that make up the conduct must be present and each essential element must meet all the necessary conditions required by the Shariah for that element.
"Unit(s)"	Means a measurement of the right or interest of a unit holder in the Fund and means a Unit (including a fraction of a Unit) of the Fund.
"Units in Circulation"	Means units created and fully paid. It is the total number of Units issued at a particular valuation point.