

Asset Management

# PRODUCT HIGHLIGHTS SHEET

for

## Affin Hwang Flexible Maturity Income Fund 13

**Date of issuance: 27 June 2019**

### 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 (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 Affin Hwang Flexible Maturity Income Fund 13 ("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 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.

Asset Management

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 FLEXIBLE MATURITY INCOME FUND 13**

**BRIEF INFORMATION ON THE PRODUCT**

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

Affin Hwang Flexible Maturity Income Fund 13 is a wholesale close-ended fixed income fund, issued and managed in-house by the Manager.

The Fund aims to provide income through investments in fixed income instruments.

**PRODUCT SUITABILITY**

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

The Fund is designed for Sophisticated Investors who have five (5) years investment horizon and have a moderate risk tolerance.

**KEY PRODUCT FEATURES**

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

Launch Date	27 June 2019
Offer Price	MYR 1.00 per Unit Units will ONLY be sold during the Offer Period.
Offer Period	The Offer Period shall be for a period of not more than 45 calendar days from the Commencement Date of the Fund. The Offer Period may be shortened if we determine that it is in your best interest.
Tenure	This Fund is a close-ended fund which will mature on the 5 <sup>th</sup> anniversary of the Investment Date or such earlier date in accordance with the provisions of the Deed or subject to the Early Maturity feature.
Base Currency	MYR
Investment Strategy	To achieve the objective of the Fund, we intend to invest a minimum of 70% of the Fund's NAV in fixed income instruments, i.e. debentures, money market instruments and/or deposits, and the remaining balance of the Fund's NAV in cash, derivatives and/or structured products. The Fund may also invest up to 40% of its NAV in unrated debentures and/or debentures which are rated below investment grade by Standard & Poor's, Moody's, Fitch, RAM, MARC or any other rating agencies (please refer to the credit ratings chart under "Understanding the Risks of the Fund – Credit and default risk" section in the Information Memorandum, for further details). <b>Investments in Foreign Fixed Income Instruments</b> The Fund will invest in foreign fixed income instruments where the regulatory authority is an ordinary or associate member of the International Organization of Securities Commissions (IOSCO). <b>Derivative Investments</b> Derivatives trades may be carried out for both investments and hedging purposes through financial instruments such as, but not limited to, forward contracts, futures contracts swaps and options.

## Asset Management

	<p><b>Structured Product</b></p> <p>The Fund may also invest into structured products such as but not limited to credit linked notes. Investment into these structured products will provide the Fund with the exposure to the reference asset. Each of these products has its own targeted maturity and will expose investors to the price fluctuation of, in the case of a credit linked note, the reference entity that the credit linked note is linked to. As a result, any fluctuation in the price of the structured product may also lead to fluctuations in the NAV of the Fund i.e., if the price of the structured product sees a drop in price, the NAV of the Fund will also be negatively impacted. As the note is structured by an external party, investments into a structured product will also expose the Fund to counterparty risk, which we will attempt to mitigate by carrying out a stringent selection process on its counterparty prior to an investment being made.</p> <p><b>Early Maturity</b></p> <p><b>What is an Early Maturity?</b></p> <p>An Early Maturity is an event where the Fund is unwound on or after the first (1<sup>st</sup>) anniversary of the Fund's Investment Date and up to 30 days before the fifth (5<sup>th</sup>) anniversary of the Fund's Investment Date, subject to the Fund achieving certain requirements (please refer to "How is an Early Maturity triggered" below). Should this occur, the Fund will mature on the Early Maturity Date. When an Early Maturity occurs, we will liquidate all of the investments in the portfolio and return to you the NAV proportion to the number of Units held by you.</p> <p><b>How is an Early Maturity triggered?</b></p> <p>The Fund's Early Maturity will be triggered when:-</p> <ol style="list-style-type: none"> <li>The NAV per Unit of the Fund is at or higher than the Target NAV per Unit for at least ten (10) consecutive Business Days; and</li> <li>Once criteria (a) is met, we have the option to exercise the right to trigger an Early Maturity by issuing an Early Maturity Communiqué to you on the next Business Day of the day when criteria (a) is met.</li> </ol> <p>Although (a) and (b) have occurred, the decision to exercise the right to trigger the Early Maturity is at our sole discretion. For example, we may need to take into account the NAV per Unit after deducting the unwinding cost of forwards, swaps and structured products as well as other expenses. We will decide to call for Early Maturity should the NAV per Unit (after deducting the unwinding cost of forwards, swaps and structured products as well as other expenses) is higher than the Target NAV per Unit.</p> <p>Should the right to trigger the Early Maturity is exercised by us, the Fund will mature on the Early Maturity Date, which falls on the 10<sup>th</sup> Business Day immediately following the date we issue the Communiqué to you. In the event we deem unable to liquidate all the assets on the 10<sup>th</sup> Business Day, we will issue a Communiqué to you to extend the Early Maturity Date up to the 20<sup>th</sup> Business Day from the date the Early Maturity Communiqué is issued.</p> <p><i>Note: The Early Maturity Date may fall on a date, earliest on the 1<sup>st</sup> anniversary of the Investment Date up to the date, 30 days before the 5<sup>th</sup> anniversary of the Investment Date.</i></p>
Asset Allocation	<ul style="list-style-type: none"> <li>A minimum of 70% of the Fund's NAV to be invested in debentures, money market instruments and/or deposits; and</li> <li>Remaining balance of the Fund's NAV to be invested in cash, derivatives, and/or structured products.</li> </ul>
Performance Benchmark	<p>5-years Malayan Banking Berhad fixed deposit rate as at Investment Date (source: <a href="http://www.maybank2u.com.my">www.maybank2u.com.my</a>)</p> <p><i>The risk profile of this Fund is different from the risk profile of the benchmark.</i></p>
Distribution Policy	<p>Depending on the level of income the Fund generates, the Fund will provide distribution on an annual basis.</p>
Minimum Initial Investment*	<p>MYR 10,000</p>
Minimum Additional Investment*	<p>MYR 5,000</p> <p><i>Any additional investments can only be made during the Offer Period.</i></p>
Minimum units held*	<p>10,000 Units</p>

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

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

## Asset Management

### 4. Who am I investing with?

Relevant parties' information:

The Manager	Affin Hwang Asset Management Berhad
Manager's Delegate (Fund Accounting and Valuation Agent)	TMF Trustees Malaysia Berhad
The Trustee	TMF Trustees Malaysia Berhad
The Trustee's Delegate (Local & Foreign Custodian)	Standard Chartered Bank Malaysia Berhad

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

The Fund is a close-ended fund that will be invested in a portfolio of fixed income instruments to provide income distribution over a 5-year period from its Investment Date. At the Fund's Maturity, we will redeem or sell all the assets of the Fund, and return all proceeds to you based on the number of Units you hold. This will also be subjected to all applicable expenses and fees.

The investments of the Fund are generally lower risk characteristics and provide more stable returns as compared to equity investments. However, the Fund does not provide a guarantee on capital invested and its returns.

## 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. It stems from the fact that there are economy-wide perils, or instance 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, fraudulent, 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 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 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. This is where the experience and expertise of the fund managers are important and the risk on the lack of experience and expertise of the fund managers has been highlighted above. On that basis, there is never a guarantee that investing in the Fund will produce the desired investment returns or on the distribution of income.
- **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.
- **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. Operational risk is typically associated with human error, system failure, fraud and inadequate or defective procedures and controls.

#### Specific Risks

- **Credit and default risk** – Credit risk relates to the creditworthiness of the issuers of the fixed income instruments, i.e. debentures and money market 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 fixed

## Asset Management

income instrument. In the case of rated fixed income instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a fixed income instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income instruments. This could adversely affect the value of the Fund. As the Fund may also invest up to 40% of its NAV in unrated debentures and/or debentures which are rated below investment grade by Standard & Poor's, Moody's, Fitch, RAM, MARC or any other rating agencies, this will imply a higher credit risk.

- **Interest rate risk** – This risk refers to the impact of interest rate changes on the valuation of the fixed income instruments, i.e. debentures and money market 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 falls. For investments into deposits, the fluctuations in the interest rates will not affect the placement of deposits but will result in the opportunity loss by the Fund if the placement of deposits is made at lower interest rate.
- **Derivatives risk** – Valuation of derivatives takes into account a multitude of factors such as movement of the underlying assets, the correlation of the underlying assets with the Fund, the implied future direction of the underlying assets and other factors. Any diverse changes of the factors mentioned above, may result in a lower NAV price and higher volatility for the Fund's NAV.
- **Structured product risk** – The NAV of the Fund will be impacted by the valuation of the structured product Factors that may impact the valuation of the structured products will include, but not limited to movement of the underlying assets, volatility of the underlying assets, interest rate levels, the correlation of the underlying assets and other such factors. Any change in the aforesaid factors would either positively or negatively impact the valuation of the structured products hence impacting the NAV of the Fund. As such, the Fund's NAV will be exposed to potential price volatility, which will be dependent on the valuation of the structured products that the Fund invested in.
- **Counterparty risk** – Counterparty risk concerns the Fund's investment in structured products and derivatives ("Investments"). Counterparty risk is prevalent as the potential returns derived from the Investment are dependent on the ongoing ability and willingness of the issuer i.e. a financial institution to fulfil their respective financial commitments to the Fund in a timely manner. Bankruptcy, fraud or regulatory non-compliance arising out of and/or in connection with the issuer may impair the operations and/or the performance of the Fund.
- **Currency risk** – Currency risk is also known as foreign exchange risk where the risk is associated with the Fund's underlying investments which are denominated in different currencies than the Fund's base currency, i.e. MYR. The impact of the exchange rate movement between MYR and the currencies of the underlying investments may result in depreciation or appreciation of the value of the Fund's investments as expressed in MYR.
- **Country risk** – The foreign investments of the Fund may be affected by risks specific to the country in which it invests in. Such risks, which include changes in a country's economic fundamentals, social and political stability, currency movements and foreign investment policies, may have an impact on the prices of the Fund's investments in such countries. Consequently, it may also affect the Fund's NAV.
- **Repurchase risk** – You are reminded to be prepared to commit your investment until the Maturity Date. Any repurchase request made by you will be based on Forward Pricing which is the NAV per Unit at the next valuation point. The NAV per Unit at the valuation point may be lower than your investment outlay. You are also reminded that exiting this Fund prior to the Maturity Date will attract a penalty charge and this may further reduce any monies payable to you. The penalty charge incurred by you will be retained by the Fund for the benefit of the remaining Unit Holders.
- **Reinvestment risk** – This risk arises when an issuer of fixed income instrument decides to repay the principal earlier than the intended maturity date, especially during times of declining interest rates. As a result, the Fund may experience lower returns due to reinvesting in lower yielding fixed income instruments.
- **Mismatch risk** – This risk arises upon the commencement of the Investment Date when there is a mismatch between the Maturity Date of the Fund and the maturity date of the investments which the Fund holds. A mismatch of maturity may potentially result in a loss to the Fund.

*Note: Please refer to the 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.**

## Asset Management

### 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	3.00% of the Offer Price and it is not negotiable.
Penalty charge	<p>We will impose a Penalty Charge if repurchase of Units is made after the Investment Date of the Fund. Depending on when the repurchase request is made, the following Penalty Charge shall be applicable:</p> <ul style="list-style-type: none"> <li>• 3.00% of NAV per Unit from the Investment Date up to the second (2<sup>nd</sup>) anniversary of the Investment Date.</li> <li>• 2.00% of NAV per Unit from the Business Day immediately following the second (2<sup>nd</sup>) anniversary up to the fourth (4<sup>th</sup>) anniversary of the Investment Date.</li> <li>• 1.00% of NAV per Unit from the Business Day immediately following the fourth (4<sup>th</sup>) anniversary up to the fifth (5<sup>th</sup>) anniversary of the Investment Date.</li> <li>• At Maturity Date or Early Maturity Date – Nil</li> </ul> <p><i>The Penalty Charge is not negotiable.</i></p>
Switching fee	Not applicable.
Transfer fee	Nil.

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

Annual management fee	Up to 0.20% per annum of the NAV of the Fund (before deducting the management fee and trustee fee).
Annual trustee fee	Up to 0.04% per annum of the NAV of the Fund (excluding foreign custodian fees and charges).

*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.**

**! 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 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?

It is important to note that we will impose a Penalty Charge if repurchase of Units is made after the Investment Date of the Fund. You may request to redeem your investments in the Fund at any point in time by completing the repurchase application form and returning it us on any Business Day between 8.45 a.m. and 3.30 p.m. Payments will be made to you within 10 days from the day the repurchase request is received by us and provided that all documentations are completed and verifiable.



## Asset Management

### 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 – 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. The Manager may declare certain Business Days a non-Business Day when deemed necessary, such as in the event of market disruption.
<b>Commencement Date</b>	Means the date of the first Information Memorandum of the Fund and is the date on which sale of Units of the Fund may first be made. The Commencement Date is also the date of constitution of the Fund.
<b>Communiqué</b>	Refers to the notice issued by us, the Manager to you, the Unit Holder.
<b>Deed(s)</b>	Refers to the Deed dated 23 May 2019 entered into between the Manager and the Trustee and

## Asset Management

	includes any subsequent amendments and variations to the Deed.
<b>deposits</b>	Has the same meaning as per the definition of "deposit" in the Financial Services Act 2013. For the avoidance of doubt, it shall exclude structured deposit.
<b>Development Financial Institutions (DFIs)</b>	Means a development financial institution under the Development Financial Institutions Act 2002.
<b>Early Maturity</b>	An event where the Fund is unwound on or after the first (1 <sup>st</sup> ) anniversary of the Investment Date up to 30 days before to the 5 <sup>th</sup> anniversary of the Fund's Investment Date, subject to the Fund achieving early maturity requirements (please refer to "Early Maturity" in the Information Memorandum for further details).
<b>Early Maturity Communiqué</b>	Refers to the Communiqué issued to Unit Holders, notifying that the Early Maturity is exercised and that the Fund will be unwound on the Early Maturity Date.
<b>Early Maturity Date</b>	Refers to the 10 <sup>th</sup> Business Day immediately following the date which the Manager issues the Early Maturity Communiqué to Unit Holders, notifying that the Fund has met the Early Maturity requirements and the Fund will be unwound on the Early Maturity Date. In the event the Manager deems to be unable to liquidate all the assets on the 10 <sup>th</sup> Business Day, the Manager will issue a Communiqué to Unit Holders to extend the Early Maturity Date by up to the 20 <sup>th</sup> Business Day from the date the Early Maturity Communiqué is issued. The Early Maturity Date may fall on a date, earliest on the 1 <sup>st</sup> anniversary of the Investment Date up to the date, 30 days before the 5 <sup>th</sup> anniversary of the Investment Date.
<b>Fitch</b>	Refers to Fitch Ratings Inc.
<b>Fund</b>	Refers to Affin Hwang Flexible Maturity Income Fund 13.
<b>Guidelines</b>	Means <i>Guidelines on Unlisted Capital Market Products Under The Lodge And Launch Framework</i> issued by the SC and as amended or modified from time to time.
<b>Information Memorandum</b>	Means the offer document in respect of this Fund.
<b>Investment Date</b>	Means the date on which the investment of the Fund may first be made and it is the date which begins on the next Business Day immediately after the expiry of the Offer Period. A reference to the Fund's anniversary shall be a reference from this Investment Date.
<b>Licensed Bank</b>	Means a bank licensed under the Financial Services Act 2013.
<b>Licensed Investment Bank</b>	Means an investment bank licensed under the Financial Services Act 2013.
<b>Licensed Islamic Bank</b>	Means an Islamic bank licensed under the Islamic Financial Services Act 2013.
<b>Manager / AHAM</b>	Refers to Affin Hwang Asset Management Berhad.
<b>MARC</b>	Refers to Malaysian Rating Corporation Berhad.
<b>Maturity Date</b>	Means the date on which the Fund automatically terminates and is the date, which is the fifth (5 <sup>th</sup> ) anniversary of the Investment Date; if the date is not a Business Day, the "Maturity Date" shall be the first Business Day following the date that is the fifth (5 <sup>th</sup> ) anniversary of the Investment Date.  If the Fund is earlier terminated in accordance with the provisions of the Deed, and due to the Early Maturity feature, the "Maturity Date" shall mean the date of such earlier termination.
<b>Moody's</b>	Refers to Moody's Investors Service.
<b>MYR</b>	Means the Malaysian Ringgit, the lawful currency of Malaysia.
<b>Net Asset Value or NAV</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>Offer Period</b>	Means a period of not more than forty five (45) days from the Commencement Date of the Fund, whereby the Units of the Fund are open for sale at its Offer Price.
<b>Offer Price</b>	Means the fixed price for each Unit during the Offer Period.
<b>Penalty Charge</b>	Means a charge imposed pursuant to your request for repurchase of Units of the Fund.
<b>RAM</b>	Refers to RAM Rating Services Berhad.
<b>SC</b>	Means the Securities Commission Malaysia established under the Securities Commission Malaysia Act 1993.
<b>Sales Charge</b>	Means a charge imposed pursuant to the Unit Holder's purchase request.
<b>Sophisticated Investors</b>	Refers to – (1) an individual whose total net personal assets, or total net joint assets with his or her spouse, exceed MYR 3 million or its equivalent in foreign currencies, excluding the value of the



## Asset Management

	<p>individual's primary residence;</p> <p>(2) an individual who has a gross annual income exceeding MYR 300,000 or its equivalent in foreign currencies per annum in the preceding 12 months;</p> <p>(3) an individual who, jointly with his or her spouse, has a gross annual income exceeding MYR 400,000 or its equivalent in foreign currencies per annum in the preceding 12 months;</p> <p>(4) a corporation with total net assets exceeding MYR 10 million or its equivalent in foreign currencies based on the last audited accounts;</p> <p>(5) a partnership with total net assets exceeding MYR 10 million or its equivalent in foreign currencies;</p> <p>(6) a unit trust scheme or prescribed investment scheme;</p> <p>(7) a private retirement scheme;</p> <p>(8) a closed-end fund approved by SC;</p> <p>(9) a company that is registered as a trust company under the Trust Companies Act 1949 which has assets under management exceeding MYR 10 million or its equivalent in foreign currencies;</p> <p>(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 MYR 10 million or its equivalent in foreign currencies;</p> <p>(11) a statutory body established by an Act of Parliament or an enactment of any State;</p> <p>(12) a pension fund approved by the Director General of Inland Revenue under section 150 of the Income Tax Act 1967 [Act 53];</p> <p>(13) central bank of Malaysia;</p> <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 person 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 [Act 704];</p> <p>(20) an Islamic bank licensee or takaful licensee as defined under the Labuan Islamic Financial Services and Securities Act 2010 [Act 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>
<b>Standard &amp; Poor's</b>	Refers to Standard & Poor's Financial Services LLC.
<b>Target NAV per Unit</b>	<p>Means the NAV per Unit target for Early Maturity to be triggered (please refer to "What is an Early Maturity" in the Information Memorandum for further details).</p> <p>The Target NAV per Unit is computed via the following formula: MYR1.0100 + Sales Charge per Unit imposed + Target Yield in MYR per Unit terms. For the avoidance of doubt, MYR 1.0100 per Unit is a preset to reflect the Offer Price, with an additional buffer of 1% i.e. MYR 1.0000 + MYR 0.0100.</p>
<b>Target Yield</b>	<p>Means the average annual income distribution rate that the Fund endeavours to distribute to Unit Holders over the tenure of the Fund, subject to the availability of income.</p> <p>The Target Yield in MYR per unit terms = Target Yield × (Offer Price + Sales Charge per Unit imposed). For the purpose of calculating Target Yield in MYR per unit terms, if the Sales Charge rate is 3.0%, the Sales Charge per Unit is MYR 0.030). The Target Yield shall be confirmed via a Communiqué after the end of the Offer Period.</p>
<b>Trustee</b>	Refers to TMF Trustees Malaysia Berhad.
<b>Unit(s)</b>	It is a measurement of the right or interest of a Unit Holder and includes a fraction of a Unit.
<b>Units in Circulation</b>	Means Units created and fully paid. It is the total number of Units issued at a particular valuation point.
<b>Unit Holder(s) or You</b>	Refers to the person for the time being who is in full compliance with the relevant laws and is a Sophisticated Investor pursuant to the Guidelines and the Information Memorandum, is registered pursuant to the Deed as a holder of Units, including a jointholder. In relation to the Fund, means all the Unit Holders of Units in the Fund.