

Affin Hwang **World Series -** **Global Sustainability** Fund

PRODUCED: SEPTEMBER 2020

Out**think**. Out**perform**.



AFFIN HWANG
CAPITAL
Asset Management



Why invest in Affin Hwang World Series - Global Sustainability Fund (“the Fund”)?

There is a growing awareness that properly incorporating Environmental, Social and Governance (“ESG”) analysis can be beneficial for performance over the long run. Using bottom-up fundamental analysis, the Fund invests in companies with superior financial and ESG performance in order to generate competitive financial returns and a positive and measurable impact on society. It is the conviction of the Target Fund Manager that ESG factors are important investment performance drivers which can only be realised fully through a truly active approach to asset management.

What is ESG?

| Environmental | Social | Governance |
|--|--|--|
|  Climate change |  Human capital |  Corporate governance |
|  Natural resources |  Product liability |  Corporate behaviour |
|  Pollution & waste |  Stakeholder opposition | |
|  Environmental opportunities |  Social opportunities | |

Source: Allianz Global Investors, information herein is valid as at time of publication

Why Sustainable Investing?

The incorporation of Environmental, Social and Governance (“ESG”) factors into investment decisions, to better manage risk and generate sustainable, long-term return potential.

| | | |
|---|---|--|
| <h3>E</h3> <p>Climate change, pollution, water management, biodiversity</p> | <h3>S</h3> <p>Human rights, labour relations, health and safety, community relations, diversity</p> | <h3>G</h3> <p>Board structure, executive pay, board shareholder rights, bribery accountability, and corruption</p> |
|---|---|--|

OUR INVESTMENT STRATEGY

Affin Hwang World Series – Global Sustainability Fund invests

Minimum 80% of the Fund's NAV
in the Target Fund, Allianz Global Sustainability

Proven investment process with a positive impact on society

- The Target Fund is a high-conviction Sustainable Responsible Investment ("SRI") fund that invests in global quality stocks with sustainable growth, at reasonable valuations. It also aims to have a positive and measurable impact on society.
- The Target Fund Manager's disciplined investment process of bottom-up fundamental analysis integrates ESG assessment of prospective investments. They focus on companies that exhibit strong records with respect to ESG criteria and financial characteristics.

A clear investment philosophy combining investment and ESG

Quality: Stable above average returns

- Long-term competitive advantage
- Strong balance sheets
- High barriers to entry
- Management
- Capital discipline
- **Demonstrated high level of ESG performance**



The Target Fund Manager seek to identify this universe through fundamental research

Secular growth

- Addressable market growth
- Advantaged business model
- Brand strength
- Technology edge
- **Long-term environment and/or social opportunities**

Value, not just "cheap"

- Reverse discounted cash flow
- Enterprise value vs. cash returns
- Price/Book vs. return on equity

Source: Allianz Global Investors. There is no guarantee that these investment strategies and processes will be effective under all market conditions and investors should evaluate their ability to invest for a long-term based on their individual risk profile especially during periods of downturn in the market.

Maximum 20% of the Fund's NAV
in money market instruments, deposits and/or cash

Fund Facts

| | | | | | | | | | | | | | |
|--------------------------------|--|-------------------------|--------------------------------|--------------------|--------------------|-----------------------|-----------------------|--------------------------------|--------------------------------|--------------------|--------------------|-----------------------|-----------------------|
| Fund Category / Type | Feeder (Wholesale) / Growth | | | | | | | | | | | | |
| Investment Objective | The Fund seeks to achieve capital appreciation over the medium to long term period. | | | | | | | | | | | | |
| Investment Strategy | The Fund will be investing a minimum of 80% of the Fund's NAV into the Target Fund and a maximum of 20% of the Fund's NAV into money market instruments, deposits and/or cash. The Fund may also have the flexibility to invest in non-US related money market instruments, deposits and/or cash. | | | | | | | | | | | | |
| Investor's Profile | The Fund is suitable for you, if you: <ul style="list-style-type: none"> • seek capital appreciation; • have a medium to long term investment horizon; and • are able to tolerate high risk. | | | | | | | | | | | | |
| Asset Allocation | <ul style="list-style-type: none"> • Target Fund: Minimum 80% of the Fund's NAV • Money market instruments, deposits and/or cash: Maximum 20% of the Fund's NAV | | | | | | | | | | | | |
| Distribution Policy | The Fund is not expected to make distribution. However, incidental distribution may be declared whenever is appropriate. | | | | | | | | | | | | |
| Benchmark | Dow Jones Sustainability World Index | | | | | | | | | | | | |
| Minimum Investment | <table border="0"> <tr> <td><u>USD Class</u></td> <td><u>MYR Hedged-class</u></td> </tr> <tr> <td>Initial: USD 5,000</td> <td>Initial: MYR 5,000</td> </tr> <tr> <td>Additional: USD 1,000</td> <td>Additional: MYR 1,000</td> </tr> <tr> <td><u>SGD Hedged-class</u></td> <td><u>AUD Hedged-class</u></td> </tr> <tr> <td>Initial: SGD 5,000</td> <td>Initial: AUD 5,000</td> </tr> <tr> <td>Additional: SGD 1,000</td> <td>Additional: AUD 1,000</td> </tr> </table> | <u>USD Class</u> | <u>MYR Hedged-class</u> | Initial: USD 5,000 | Initial: MYR 5,000 | Additional: USD 1,000 | Additional: MYR 1,000 | <u>SGD Hedged-class</u> | <u>AUD Hedged-class</u> | Initial: SGD 5,000 | Initial: AUD 5,000 | Additional: SGD 1,000 | Additional: AUD 1,000 |
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| Additional: USD 1,000 | Additional: MYR 1,000 | | | | | | | | | | | | |
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| Initial: SGD 5,000 | Initial: AUD 5,000 | | | | | | | | | | | | |
| Additional: SGD 1,000 | Additional: AUD 1,000 | | | | | | | | | | | | |
| Trustee | TMF Trustees Malaysia Berhad | | | | | | | | | | | | |

WARNING STATEMENT

A copy of the Information Memorandum ("Info Memo") and Product Highlights Sheet ("PHS") can be obtained at Affin Hwang Asset Management's sales offices or at www.affinhwangam.com. Investors are advised to read and understand the contents of Affin Hwang World Series - Global Sustainability Fund's (or the "Fund") Info Memo dated 14 September 2020 and the corresponding PHS before investing. There are fees and charges involved when investing in the fund stated herein. Investors are advised to consider and compare the fees and charges as well of the risks carefully before investing. Investors should make their own assessment of the risks involved in investing and should seek professional advice, where necessary. The price of units and distribution payable, if any, may go down as well as up and past performance of the fund should not be taken as indicative of its future performance. The Securities Commission Malaysia has not reviewed this marketing/promotional material and takes no responsibilities for the contents of this marketing/promotional material and expressly disclaims all liability, however arising from this marketing/promotional material.

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