

Asset Management

# PRODUCT HIGHLIGHTS SHEET

for

## Affin Hwang Aiiman Asia (ex Japan) Growth Fund

**Date of issuance: 8 July 2019**

### 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 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 authorised the issuance of the Affin Hwang Aiiman Asia (ex Japan) Growth 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 of 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 Prospectus of the Fund before deciding to invest.

**PRODUCT HIGHLIGHTS SHEET**
**AFFIN HWANG AIIMAN ASIA (EX JAPAN) GROWTH FUND**
**BRIEF INFORMATION ON THE PRODUCT**
**1. What is this product about?**

Affin Hwang Aiiman Asia (ex Japan) Growth Fund is an open-ended Shariah-compliant equity fund which seeks to provide investors with capital appreciation by investing in Shariah-compliant investments.

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

The Fund is designed for retail investors who seek Shariah-compliant investments, potential capital growth, have a medium to long term investment horizon and are risk tolerant.

**KEY PRODUCT FEATURES**
**3. What am I investing in?**

	RM Class	AUD Class	GBP Class	SGD Class	USD Class						
Fund Category / Type	Equity / Growth										
Launch Date	14 December 2015	A communiqué will be disseminated to Unit Holders to inform of any launch of a Class.									
Tenure	This Fund is an open-ended fund where it does not have a fixed maturity date and may only be terminated in accordance with the terms of the Prospectus and the provisions of the Deed.										
Base Currency	RM										
Asset Allocation	The Fund's asset allocation range are as follows:- <table border="1" data-bbox="432 1451 1430 1597"> <thead> <tr> <th>Asset Class</th> <th>% NAV of the Fund</th> </tr> </thead> <tbody> <tr> <td>Shariah-compliant equities</td> <td>Minimum 70%</td> </tr> <tr> <td>Islamic liquid assets which may include Islamic money market instruments and Islamic deposits</td> <td>Maximum 30%</td> </tr> </tbody> </table>					Asset Class	% NAV of the Fund	Shariah-compliant equities	Minimum 70%	Islamic liquid assets which may include Islamic money market instruments and Islamic deposits	Maximum 30%
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Shariah-compliant equities	Minimum 70%										
Islamic liquid assets which may include Islamic money market instruments and Islamic deposits	Maximum 30%										
Investment Objective	The Fund seeks to provide investors with capital appreciation by investing in Shariah-compliant investments. <i>Any material change to the Fund's investment objective would require Unit Holders' approval.</i>										
Investment Strategy	<ul style="list-style-type: none"> <li>As the Fund focuses on participating in growth opportunities within the Asian (ex Japan) region, the Fund's investments will be primarily into Shariah-compliant equities listed or issued within the Asian (ex Japan) markets. The Fund will also hold the flexibility to invest up to a maximum of 30% of the Fund's NAV into opportunities outside the Asian (ex Japan) markets.</li> <li>The Fund will also have the flexibility to hold exposure in Shariah-compliant warrants, as well as Islamic collective investment schemes.</li> <li>The Fund may employ Islamic derivatives such as Islamic cross currency swaps and Islamic forwards contracts that are certified by the Shariah Adviser for hedging purposes.</li> <li>We hold the option to take temporary defensive positions that may be inconsistent with the Fund's principal strategy and asset allocation to protect the Fund against adverse market conditions that may impact financial markets.</li> </ul>										

## Asset Management

	RM Class	AUD Class	GBP Class	SGD Class	USD Class
Benchmark	Dow Jones Islamic Market Asia/Pacific ex Japan Index <i>The risk profile of the Fund is not the same as the risk profile of the performance benchmark.</i>				
Distribution Policy	Subject to the availability of income, the Fund will distribute income on an annual basis after the end of first the financial year of the Fund.				
Minimum Initial Investment*	RM 1,000	AUD 5,000	GBP 5,000	SGD 5,000	USD 5,000
Minimum additional Investment*	RM 100	AUD 1,000	GBP 1,000	SGD 1,000	USD 1,000
Minimum Units Held*	2,000 Units	10,000 Units	10,000 Units	10,000 Units	10,000 Units
Minimum Repurchase Amount*	2,000 Units	10,000 Units	10,000 Units	10,000 Units	10,000 Units

*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 Asset Management Sdn. Bhd.
Manager's Delegate (Fund Accounting and Valuation Agent)	Deutsche Trustees Malaysia Berhad
The Trustee	Deutsche Trustees Malaysia Berhad
Shariah Advisor	Amanie Advisors Sdn Bhd.
Tax Adviser	Deloitte Tax Services Sdn. Bhd.
Auditor / Reporting Accountants	PricewaterhouseCoopers

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

The Fund's investment into Shariah-compliant equities would to a great extent be linked to the price movements of global equity markets, and the underlying assets of the collective investment schemes. If the equities that are investable by the Fund performs well, the Fund's performance may reflect the same. However, should the equities that are investable by the Fund perform poorly, the Fund's performance may also be impacted negatively.

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

The Fund is expected to distribute income on an annual basis, subject to income availability.

### KEY RISKS

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

##### General risks

- **Fund Management Risk** - This risk refers to our day-to-day management of the Fund which will impact the performance of the Fund. For example, our investment decisions 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.
- **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.

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

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- **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 repayments.
- **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.

### Specific risks

- **Shariah-compliant Equity Investment Risk** – The buying and selling of Shariah-compliant equities 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 Shariah-compliant equities.
- **Currency risk** – Any fluctuation in the exchange rate between the Base Currency and the currencies in which the investments are denominated may have an impact on the value of these investments.  
*Currency risk at the Fund level* - The impact of the exchange rate movement between the Base Currency of the Fund and the currency of the underlying investments may result in a depreciation of the value of the investments as expressed in the Base Currency.  
*Currency risk at the Class Level* - The impact of the exchange rate movement between the Base Currency and the currency of the respective Class (other than RM Class) may result in a depreciation of your holdings as expressed in the Base Currency.
- **Shariah-compliant Warrants Investment Risk** – The value of the Shariah-compliant warrants will depend on the pricing of the underlying security. The value of Shariah-compliant warrants may decrease exponentially as the Shariah-compliant warrants approach its maturity date and the potential gains from a favourable price movement of the underlying may be offset by aggressive time decay.
- **Country Risk** – Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in.
- **Derivative Risk** – Valuation of Islamic derivatives takes into account factors such as movement and volatility of the underlying assets, the correlation of the underlying assets with the Fund, and the implied future direction of the underlying assets. Any adverse changes of the factors mentioned above may result in a lower NAV price.
- **Reclassification of Shariah-status Risk** – This risk refers to the risk that the currently held Shariah-compliant equities in the Fund may be reclassified to be Shariah non-compliant in the periodic review of the equities by the Shariah Advisory Council (“SAC”) of the SC, the Shariah Adviser or the Shariah boards of the relevant Islamic indices.

*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.**

## FUND PERFORMANCE

### Average Total return

	1 Year (1/11/17 – 31/10/18)	Since Commencement (30/12/15 - 31/10/18)
Fund	(9.32%)	7.52%
Benchmark	(14.48%)	5.14%

Source: Bloomberg/Lipper

### Annual Total Returns

Financial Year End (“FYE”)	2018	2017	2016
Fund	(9.32%)	26.14%	7.42 %
Benchmark	(14.48%)	27.60%	5.66 %

Source: Bloomberg/Lipper

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For the period 1 November 2017 to 31 October 2018, the Fund registered a return of -9.32%. The NAV per Unit of the Fund as at 31 October 2018 was RM 0.5955 while the NAV at 31 October 2017 was RM0.6775. The benchmark for the period registered a return of -14.48%. The Fund outperformed the benchmark by 5.16 percentage points.

### **Basis 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.

An illustration of the above would be as follow:-

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 2018	FYE 2017	FYE 2016
<b>Gross distribution per Unit (sen)</b>	2.00	-	-
<b>Net distribution per Unit (sen)</b>	2.00	-	-

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

### Portfolio Turnover Ratio (PTR)

	FYE 2018	FYE 2017	FYE 2016
PTR (times)	1.57	0.96	1.40

*The PTR of the Fund was higher than previous year due to higher average sum of total acquisition and disposal 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	Up to 6.50% of the Initial Offer Price of a Class during the Initial Offer Period and thereafter, the NAV per Unit of a Class <i>You may negotiate for a lower Sales Charge.</i> The Sales Charge for investors purchasing Units through the EMIS shall be limited to a maximum charge of 3% of the NAV per Unit or as determined by the EPF.
Repurchase charge	Not applicable.

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

Management fee	Up to 1.80% per annum of the NAV of the Fund.
Trustee fee	Up to 0.06% per annum of the NAV of the Fund (excluding foreign 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**

**! 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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### 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 3.30 p.m. Payments will be made to you within 10 days (for RM Class Unit Holders) and 14 days (for Unit Holders of a Class other than RM Class) 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      | : | <a href="mailto:customercare@affinhwangam.com">customercare@affinhwangam.com</a>                                    |
| (e) via letter        | : | Affin Hwang Asset Management Berhad<br>Ground Floor, Menara Boustead<br>69, Jalan Raja Chulan<br>50200 Kuala Lumpur |

Complaints should be made in writing with the following information:

- particulars of the complainant which include name, correspondence address, contact number, e-mail address (if any) and other relevant information;
- circumstances of the non-compliance or improper conduct;
- parties alleged to be involved in the improper conduct; and
- 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  | : | <a href="mailto:info@sidrec.com.my">info@sidrec.com.my</a>  |
| (d) via letter to | : | Securities Industry Dispute Resolution Center (SIDREC)<br>Unit A-9-1 Level 9, Tower A<br>Menara UOA Bangsar<br>No. 5, Jalan Bangsar Utama 1<br>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   | : | <a href="mailto:aduan@seccom.com.my">aduan@seccom.com.my</a>  |
| (d) via online complaint form available at <a href="http://www.sc.com.my">www.sc.com.my</a> | : |   |
| (e) via letter to   | : | Investor Affairs & Complaints Department<br>Securities Commission Malaysia<br>No 3 Persiaran Bukit Kiara, Bukit Kiara<br>50490 Kuala Lumpur |

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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>AUD</b>	Australian Dollar.
<b>AUD Class</b>	Represents a Class issued by the Fund which is denominated in AUD.
<b>Base Currency</b>	Means the currency in which the Fund is denominated i.e. Ringgit Malaysia (RM).
<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>Class(es)</b>	Means any class of Units representing similar interests in the assets of the Fund although a Class of Units of the Fund may have different features from another Class of Units of the same Fund.
<b>days</b>	In respect of this Fund, a reference to "day" means calendar day unless otherwise stated.
<b>Deed</b>	Refers to the deed dated 6 February 2015 and the supplemental deed dated 5 October 2018 entered into between the Manager and the Trustee and includes any subsequent amendments and variations to the deed.
<b>EMIS</b>	Means EPF Members' Investment Scheme.
<b>EPF</b>	Means Employees Provident Fund.
<b>Financial Institution</b>	Means (a) if the institution is in Malaysia– (i) licensed bank; (ii) licensed investment bank; or (iii) licenced Islamic bank; (b) 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>	Refers to Affin Hwang Aiiman Asia (ex Japan) Growth Fund.
<b>GBP</b>	British Pound Sterling.
<b>GBP Class</b>	Represents a Class issued by the Fund which is denominated in GBP.
<b>Initial Offer Period</b>	Means a period of one (1) day from the date of the launch of a particular Class other than RM Class, which will be no later than the expiry date of this Prospectus and will be disseminated through official communication channels and Communiqués.
<b>Initial Offer Price</b>	Means the price for each Unit during the Initial Offer Period.
<b>Islamic deposits</b>	Has the same meaning as per the definition of "Islamic deposit" in the Islamic Financial Services Act 2013. For the avoidance of doubt, it shall exclude structured deposit.
<b>the Manager / we / us / our</b>	Refers to Affin Hwang Asset Management Berhad.
<b>medium to long term</b>	Means a period between three (3) years and above.
<b>Net Asset Value or NAV</b>	Means the value of the Fund 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. Where the Fund has more than one Class, there shall be Net Asset Value of the Fund attributable to each Class.
<b>NAV per Unit</b>	Means the Net Asset Value of the Fund at a particular valuation point divided by the total number of Units in Circulation at that valuation point; where the Fund has more than one Class, there shall be a Net Asset Value per Unit for each Class; the Net Asset Value per Unit of a Class at a particular valuation point shall be the Net Asset Value of the Fund attributable to that Class divided by the number of Units in circulation of that Class at the same valuation point.

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<b>Prospectus</b>	Means the prospectus of the Fund and includes any supplementary or replacement prospectus, as the case may be.
<b>RM</b>	Ringgit Malaysia.
<b>RM Class</b>	Represents a Class issued by the Fund which is denominated in RM.
<b>Sales Charge</b>	Means a charge imposed pursuant to a purchase request.
<b>SC</b>	Securities Commission Malaysia.
<b>Shariah</b>	Means Islamic law, originating from 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).
<b>Shariah Adviser</b>	Refers to Amanie Advisors Sdn Bhd.
<b>SGD</b>	Singapore Dollar.
<b>SGD Class</b>	Represents a Class issued by the Fund which is denominated in SGD.
<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 and if the Fund has more than one Class, it means a unit issued for each Class.
<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) or you</b>	Means the person / corporation registered as the holder of a Unit or Units including persons jointly registered.
<b>USD</b>	United States Dollar.
<b>USD Class</b>	Represents a Class issued by the Fund which is denominated in USD.