

PRODUCT HIGHLIGHTS SHEET

# MAYBANK FINANCIAL INSTITUTIONS INCOME FUND ("the Fund")

Date of Issuance: 17 July 2018

## RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd 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 omissions 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 Maybank Financial Institutions Income Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Maybank Financial Institutions Income Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Maybank Financial Institutions Income 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 Maybank Asset Management Sdn Bhd responsible for the Maybank Financial Institutions Income 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.

This Product Highlights Sheet only highlights the key features and risks of the Maybank Financial Institutions Income Fund. Investors are advised to request, read and understand the disclosure documents before deciding to invest.

### 1. What is Maybank Financial Institutions Income Fund?

The Fund is a fixed income fund that aims to provide income by way of distribution on a half-yearly basis to investors.

### 2. Fund Suitability

The Fund is suitable for Sophisticated Investors\*:

- who seek regular income stream;
- with moderate risk tolerance; and
- with a long term investment horizon.

*\* Please refer to the definition of “Sophisticated Investors” in the master information memorandum for more details.*

### 3. Investment Objective

The Fund aims to to achieve regular income stream which is deriving from the portfolio.

### 4. Key Product Features

<b>Fund Type</b>	Income.
<b>Fund Category</b>	Fixed income.
<b>Benchmark</b>	12-month Maybank fixed deposit rate. Source: <a href="http://www.maybank2u.com.my">www.maybank2u.com.my</a>
<b>Launch Date</b>	17 December 2009.
<b>Investment Style &amp; Strategy</b>	The Fund will be actively managed by investing in a diversified portfolio of bonds issued by financial institutions and/or bank guaranteed bonds and/or money market instruments and fixed deposits. The active management of the Fund aims to provide steady returns.
<b>Manager</b>	Maybank Asset Management Sdn Bhd.
<b>Management Fee</b>	Up to 0.60% per annum of the net asset value (“NAV”) of the Fund. The management fee is calculated and accrued daily and payable monthly to the Manager.
<b>Sales Charge</b>	Up to 3.00% of the NAV per unit of the Fund.
<b>Redemption Charge</b>	The Manager will not impose a redemption charge.
<b>Switching Fee</b>	RM10.00 per switch.
<b>Transfer Fee</b>	RM10.00 per transfer.
<b>Trustee</b>	PB Trustee Services Berhad.
<b>Trustee Fee</b>	Up to 0.05% per annum of the NAV of the Fund, subject to a minimum fee of RM18,000 per annum. The trustee fee is calculated and accrued daily and payable monthly to the Trustee.
<b>Minimum Initial Investment</b>	RM250,000.00 or such other amount as may be decided by the Manager from time to time.

<b>Minimum Additional Investment</b>	RM250,000.00 or such other amount as may be decided by the Manager from time to time.
<b>Minimum Units Held</b>	50,000 units or such other amount as may be determined by the Manager from time to time.
<b>Distribution Policy</b>	The Fund intends to distribute income, if any, at least half-yearly on best effort basis. However, the Manager reserves the right not to distribute income, at its absolute discretion.

## 5. Asset Allocation

LIMITS	INVESTMENT INSTRUMENTS
Up to 95% of the NAV of the Fund	<ul style="list-style-type: none"> <li>Bonds issued by financial institutions and/or bank guaranteed bonds.</li> </ul>
Minimum of 5% to 100% of the NAV of the Fund	<ul style="list-style-type: none"> <li>Fixed deposits; and</li> <li>Money market instruments.</li> </ul>

## 6. Key Risks

### Specific Risks

#### a) Market Risk

Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV.

#### b) Interest Rate Risk

Interest rate risk refers to the impact of interest rate changes on the valuation of bonds. When interest rates rise, bonds prices generally decline and this may lower the market value of the Fund's investment in bonds. The reverse may apply when interest rates fall. In order to mitigate interest rate risk, the Manager will need to manage the bonds taking into account the coupon rate and time to maturity of the bonds.

#### c) Credit and Default risk

Credit risk relates to the creditworthiness of the issuers of the securities 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 securities. In the case of rated securities, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a security either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the securities. This could adversely affect the value of the Fund.

#### d) Liquidity Risk

Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices.

***Investors are reminded that the above list of risks may not be exhaustive and if necessary, they should consult their adviser(s), e.g. their bankers, lawyers, stockbrokers or independent professional advisers for a better understanding of the risks.***

For more details, please refer to item 4.1 in the master information memorandum for the general risks of investing in the Fund.

*Note: If your investments are made through an institutional unit trust adviser (“Distributor”) which adopts the nominee system of ownership, you would not be deemed to be a unit holder under the deed and as a result, your rights as an investor may be limited. Accordingly, we will only recognise the Distributor as a unit holder of the Fund and the Distributor shall be entitled to all the rights conferred to it under the deed.*

## 7. Valuation of Investment

The Fund must be valued at least once every Business Day\*. The valuation of the Fund will be carried out in a fair and accurate manner. The Fund will be valued at **5.30 p.m. every Business Day**.

Investors will be able to obtain the unit price of the Fund from [www.maybank-am.com.my](http://www.maybank-am.com.my). Alternatively, the Manager’s client servicing personnel can be contacted at 03-2297 7888.

\* Please refer to the definition of “Business Day” in the master information memorandum for more details.

## 8. Exiting from Investment

Submission of Redemption Request	The cut-off time for redemption of units shall be at <b>3.30 p.m.</b> on a Business Day.
Payment of Redemption Proceeds	Redemption proceeds will be paid within ten (10) calendar days from the Manager’s receipt of a redemption request before the cut-off time of 3.30 p.m. on a Business Day. In the event the payment day is not a Business Day, the redemption proceeds will be paid to unit holders on the following Business Day.  However, if the total redemption amount for that day exceeds 50% of the Fund’s NAV, the Manager reserves the right to pay the redemption proceeds to the unit holders within thirty (30) days from the day the redemption request is received by the Manager.
Remittance of Redemption Proceeds	The Manager shall remit the redemption proceeds to the bank account held in the name of the unit holder(s).

For both creation and redemption of units, the Manager shall not be held responsible for any delay or loss incurred in the event of:

- Real Time Electronic Transfer of Funds and Securities (RENTAS) experiencing problems;
- Any remittance of fund that does not correspond with the request promptly;
- Inaccurate details (i.e. identity card number, account number, etc.) provided by unit holders;  
or
- Circumstances beyond the control of the Manager or the Trustee.

## 9. Contact Information

1. For internal dispute resolution, you may contact:

### Clients Servicing Personnel

Tel : 03-2297 7888  
 Fax : 03-2297 7998  
 Email : [mamcs@maybank.com.my](mailto:mamcs@maybank.com.my)  
 Website : [www.maybank-am.com](http://www.maybank-am.com)

II. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry 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

III. You can also direct your complaint to the Securities Commission Malaysia (“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 : 03-6204 8999
- b. via fax to : 03-6204 8991
- c. via email to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
- d. via the online complaint form available at [www.sc.com.my](http://www.sc.com.my)
- e. via letter to : Consumer & Investor Office  
Securities Commission Malaysia  
No 3 Persiaran Bukit Kiara  
Bukit Kiara  
50490 Kuala Lumpur

IV. Federation of Investment Managers Malaysia (“FIMM”)’s Complaints Bureau:

- a. via phone to : 03-2092 3800
- b. via fax to : 03-2093 2700
- c. via email 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  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor Wisma Tune  
No. 19 Lorong Dungun  
Damansara Heights  
50490 Kuala Lumpur