This Prospectus in relation to the following Fund is dated 4 November 2016.

THE FUND IS NOT A CAPITAL GUARANTEED FUND OR A CAPITAL PROTECTED FUND AS DEFINED UNDER THE GUIDELINES ON UNIT TRUST FUNDS ISSUE D BY THE SECURITIES COMMISSION MALAYSIA.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.

FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 5.

Manager : Maybank Asset Management Sdn. Bhd. (421776-A)
Trustee : RHB Trustees Berhad (573875-I)

This Prospectus in relation to the following Fund is dated 4 November 2016.
THIRD SUPPLEMENTARY PROSPECTUS

This Third Supplementary Prospectus dated 26 June 2018 must be read together with the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 and the Second Supplementary Prospectus dated 21 August 2017 for:-

<table>
<thead>
<tr>
<th>FUND</th>
<th>DATE OF CONSTITUTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Maybank Global Bond Fund</td>
<td>19 October 2012</td>
</tr>
</tbody>
</table>

Manager : Maybank Asset Management Sdn Bhd (421779-M)

Trustee : RHB Trustees Berhad (573019-U)

A copy of this Third Supplementary Prospectus dated 26 June 2018, the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 and the Second Supplementary Prospectus dated 21 August 2017 for the Maybank Global Bond Fund (“the Fund”) have been registered with the Securities Commission Malaysia, who takes no responsibility for their contents. Registration of this Third Supplementary Prospectus dated 26 June 2018 does not indicate that the Securities Commission Malaysia recommends the Units or assumes responsibility for the correctness of any statement made, opinions expressed or reports contained in the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017, the Second Supplementary Prospectus dated 21 August 2017 or this Third Supplementary Prospectus dated 26 June 2018.

Responsibility Statements

This Third Supplementary Prospectus has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 this Third Supplementary Prospectus false or misleading.

Statements of Disclaimer

The Securities Commission Malaysia has authorised the Fund and a copy of this Third Supplementary Prospectus has been registered with the Securities Commission Malaysia.

The authorisation of the Fund, and registration of this Third Supplementary Prospectus, should not be taken to indicate that Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017, the Second Supplementary Prospectus dated 21 August 2017 or this Third Supplementary Prospectus dated 26 June 2018.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Maybank Asset Management Sdn Bhd responsible for the said Fund and takes no responsibility for the contents in this Third Supplementary Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Third Supplementary Prospectus, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

The Fund is not a capital protected or capital guaranteed fund as defined under the Guidelines.

Additional Statements

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in this Third Supplementary Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this Third Supplementary Prospectus or the conduct of any other person in relation to the Fund.

The Fund will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to any U.S. Person(s). Accordingly, investors may be required to certify that they are not U.S. Person(s) before making an investment in the Fund.

This Third Supplementary Prospectus is dated 26 June 2018 and must be read together with the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 and the Second Supplementary Prospectus dated 21 August 2017.
1. **Amendment to section 4.3 - Transfer Fee in “Chapter 4 - Fees, Charges and Expenses” on page 14 of the Prospectus**

   The information on the transfer fee is hereby deleted in its entirety and replaced with the following:

   RM10.00 per transfer.

   *Note: We reserve the right to waive the transfer fee.*

2. **Amendment to section 4.4 - Switching Fee in “Chapter 4 - Fees, Charges and Expenses” on page 14 of the Prospectus**

   The information on the switching fee is hereby deleted in its entirety and replaced with the following:

   RM10.00 per switch.

   *Notes:*
   1. We reserve the right to waive the switching fee.
   2. In addition to the switching fee, you will have to pay the difference in sales charge when switching from a fund with lower sales charge to a fund with higher sales charge.

3. **Amendment to section 5.5 - Incorrect Pricing in “Chapter 5 - Transaction Information” on page 20 of the Prospectus**

   The information on the incorrect pricing is hereby deleted in its entirety and replaced with the following:

   We shall ensure that the Fund and the Units are correctly valued and priced according to the Deed and all relevant laws. Where there is an error in the valuation of the Fund, any incorrect pricing of Units which is deemed to be significant will involve the reimbursement of money in the following manner:

   (i) by us to the Fund; or

   (ii) by the Fund to you and/or to the former Unit Holders.

   However, reimbursement of money shall only apply if the error is at or above the significant threshold of 0.5% of the NAV per Unit and the amount to be reimbursed is RM10.00 or more.

4. **Amendment to section 5.9 - Transfer of Units in “Chapter 5 - Transaction Information” on page 21 of the Prospectus**

   The first paragraph is hereby deleted and replaced with the following:

   Transfer of ownership of Units is allowed for this Fund.

This Third Supplementary Prospectus is dated 26 June 2018 and must be read together with the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 and the Second Supplementary Prospectus dated 21 August 2017.
5. **Amendment to section 5.10 - Switching between Funds in “Chapter 5 - Transaction Information” on page 21 of the Prospectus**

   The information on switching between funds is hereby deleted in its entirety and replaced with the following:

   Switching is permitted from and to other funds managed by us provided that both funds are denominated in the same currency. Switching will be made at the prevailing net asset value per unit of the fund to be switched from / to on a Business Day when the switching request is received and accepted by us, subject to the availability and any terms and conditions imposed by the intended fund, if any.

   There are no restrictions on the frequency of switching.

   Switching is treated as a withdrawal from one (1) fund and an investment into another fund. If you switch from a fund with a lower sales charge, to a fund with a higher sales charge, you need to pay the difference in sales charge between the sales charges of these two (2) funds. If you switch from a fund with higher sales charge to a fund with a lower sales charge, you do not need to pay the difference in sales charge between these funds.

   For example:-

   **Scenario 1**
   If you invest in a fund with no sales charge and now wish to switch to another fund which has a sales charge of 1.00% on the net asset value per unit, you will be charged the difference of sales charge of 1.00% on the net asset value per unit of the fund being switched into.

   **Scenario 2**
   If you invest in a fund with a sales charge of 1.00% on the net asset value per unit and now wish to switch to another fund which has no sales charge, you will not be charged any sales charge.

6. **Amendment to section 6.1 - Background Information in “Chapter 6 - The Management of the Fund” on page 23 of the Prospectus**

   The fourth sentence of the first paragraph is hereby deleted in its entirety and replaced with the following:

   We are wholly-owned by Maybank Asset Management Group Berhad ("MAMG"), a subsidiary of Maybank.

7. **Amendment to section 6.3 - Board of Directors of the Manager in “Chapter 6 - The Management of the Fund” on pages 23 to 24 of the Prospectus**

   The information on the board of directors of the Manager is hereby deleted in its entirety and replaced with the following:

This Third Supplementary Prospectus is dated 26 June 2018 and must be read together with the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 and the Second Supplementary Prospectus dated 21 August 2017.
We have an experienced board of directors with background in the financial markets. They are responsible for overseeing the activities of the Manager and the establishment of the Fund’s policies. The board of directors’ meetings are held at least four (4) times annually or more frequently should the circumstances require.

**Board of Directors**

Dr Hasnita binti Dato’ Hashim (*chairman/ independent non-executive director*)
Goh Ching Yin (*independent non-executive director*)
Badrul Hisym bin Abu Bakar (*non-independent non-executive director*)
Ahmad Najib bin Nazlan (*non-independent executive director/ chief executive*)

**8. Amendment to the Related Party Transactions in “Chapter 9 - Conflict of Interest and Related Party Transactions” on page 31 of the Prospectus**

The information on the related party transactions is hereby deleted in its entirety and replaced with the following:

Save as disclosed below, there are no existing or proposed related party transactions involving the Fund, the Manager, the Trustee and/or persons connected to them as at 1 June 2018:

<table>
<thead>
<tr>
<th>Name of Party</th>
<th>Name of Related Party and Nature of Relationship</th>
<th>Existing / Potential Related Party Transaction</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Manager</td>
<td>Maybank.</td>
<td>Distributor: Maybank has been appointed as one of the Manager’s institutional unit trust advisers.</td>
</tr>
<tr>
<td></td>
<td>The Manager is wholly-owned by Maybank Asset Management Group Berhad (&quot;MAMG&quot;), a subsidiary of Maybank.</td>
<td>Delegate: The Manager has delegated its back office functions (i.e. the fund accounting and valuation function, clearing and settlement and maintenance of the register of Unit Holders) to Maybank Securities Services which is a unit within Maybank.</td>
</tr>
<tr>
<td>Maybank Investment Bank Berhad</td>
<td>Maybank Investment Bank Berhad is wholly-owned by Maybank. MAMG is a subsidiary of Maybank and wholly owns the Manager.</td>
<td>Delegate: The Manager has delegated its back office functions (i.e. finance, legal, compliance, corporate secretarial, operations &amp; information technology and risk management) to Maybank Investment Bank Berhad.</td>
</tr>
</tbody>
</table>

This Third Supplementary Prospectus is dated 26 June 2018 and must be read together with the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 and the Second Supplementary Prospectus dated 21 August 2017.
9. Amendment to the Details Of The Manager’s Directors’ and Substantial Shareholders’ Direct And Indirect Interest In Other Corporations Carrying On A Similar Business in “Chapter 9 - Conflict of Interest and Related Party Transactions” on page 32 of the Prospectus

The information on the details of the Manager’s directors’ and substantial shareholders’ direct and indirect interest in other corporations carrying on a similar business is hereby deleted in its entirety and replaced with the following:

As at 1 June 2018, our directors and substantial shareholder do not have any direct and indirect interest in other corporations carrying on a similar business.

As at 1 June 2018, Maybank Asset Management Group Berhad, which is our sole shareholder, has direct or indirect interests in the following corporations which are carrying on a similar business as us:

(i) Maybank Islamic Asset Management Sdn Bhd;
(ii) Maybank Asset Management Singapore Pte. Ltd.;
(iii) PT Maybank Asset Management; and
(iv) Amanah Mutual Berhad.
SECOND SUPPLEMENTARY PROSPECTUS

This Second Supplementary Prospectus dated 21 August 2017 must be read together with the Prospectus dated 4 November 2016 and the First Supplementary Prospectus dated 2 March 2017 for:-

<table>
<thead>
<tr>
<th>FUND</th>
<th>DATE OF CONSTITUTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Maybank Global Bond Fund</td>
<td>19 October 2012</td>
</tr>
</tbody>
</table>

Manager : Maybank Asset Management Sdn Bhd (421779-M)
TrUSTEE : RHB Trustees Berhad (573019-U)

A copy of this Second Supplementary Prospectus dated 21 August 2017, the Prospectus dated 4 November 2016 and the First Supplementary Prospectus dated 2 March 2017 for the Maybank Global Bond Fund (“the Fund”) have been registered with the Securities Commission Malaysia, who takes no responsibility for their contents. Registration of this Second Supplementary Prospectus dated 21 August 2017 does not indicate that the Securities Commission Malaysia recommends the Units or assumes responsibility for the correctness of any statement made, opinions expressed or reports contained in the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 or this Second Supplementary Prospectus dated 21 August 2017.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS SECOND SUPPLEMENTARY PROSPECTUS DATED 21 AUGUST 2017 WHICH IS TO BE READ TOGETHER WITH THE PROSPECTUS DATED 4 NOVEMBER 2016 AND THE FIRST SUPPLEMENTARY PROSPECTUS DATED 2 MARCH 2017. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.
Responsibility Statements

This Second Supplementary Prospectus has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 this Second Supplementary Prospectus false or misleading.

Statements of Disclaimer

The Securities Commission Malaysia has authorised the Fund and a copy of this Second Supplementary Prospectus has been registered with the Securities Commission Malaysia.

The authorisation of the Fund, and registration of this Second Supplementary Prospectus, should not be taken to indicate that Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in the Prospectus dated 4 November 2016, the First Supplementary Prospectus dated 2 March 2017 or this Second Supplementary Prospectus.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Maybank Asset Management Sdn Bhd responsible for the said Fund and takes no responsibility for the contents in this Second Supplementary Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Second Supplementary Prospectus, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

Additional Statements

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in this Second Supplementary Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this Second Supplementary Prospectus or the conduct of any other person in relation to the Fund.

The Fund will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to any U.S. Person(s). Accordingly, investors may be required to certify that they are not U.S. Person(s) before making an investment in the Fund.

This Second Supplementary Prospectus is dated 21 August 2017 and must be read together with the Prospectus dated 4 November 2016 and the First Supplementary Prospectus dated 2 March 2017.
1. **Amendment to the Related Party Transactions in “Chapter 9 - Conflict of Interest and Related Party Transactions” on page 32 of the Prospectus**

The information on the related party transactions is hereby deleted in its entirety and replaced with the following:

Save as disclosed below, there are no existing or proposed related party transactions involving the Fund, us as the Manager, the Trustee and/or persons connected to them as at 10 July 2017.

<table>
<thead>
<tr>
<th>Name of Party</th>
<th>Name of Related Party and Nature of Relationship</th>
<th>Existing / Potential Related Party Transaction</th>
</tr>
</thead>
</table>
| The Manager            | Maybank.                                                                                                                | Distributor: Maybank has been appointed as one of the Manager’s institutional unit trust advisers.  
Delegate: The Manager has delegated its back office functions (i.e. the fund accounting and valuation function, clearing and settlement and maintenance of the register of Unit Holders) to Maybank Securities Services which is a unit within Maybank. |
|                        | The Manager is wholly-owned by MAMG, which is wholly-owned by Maybank.                                                  |                                                                                                                                                                                                                                             |
| Maybank Investment Bank Berhad. |                                                                                      | Delegate: The Manager has delegated its back office functions (i.e. compliance, risk management, clearing and settlement, fund accounting and fund valuation) to Maybank Investment Bank Berhad.                        |
|                        | Maybank Investment Bank Berhad is wholly-owned by Maybank. Maybank wholly owns MAMG which wholly owns the Manager.         |                                                                                                                                                                                                                                             |
FIRST SUPPLEMENTARY PROSPECTUS

This First Supplementary Prospectus dated 2 March 2017 must be read together with the Prospectus dated 4 November 2016 for:-

<table>
<thead>
<tr>
<th>FUND</th>
<th>DATE OF CONSTITUTION</th>
</tr>
</thead>
<tbody>
<tr>
<td>Maybank Global Bond Fund</td>
<td>19 October 2012</td>
</tr>
</tbody>
</table>

Manager : Maybank Asset Management Sdn Bhd (421779-M)
Trustee : RHB Trustees Berhad (573019-U)

A copy of this First Supplementary Prospectus dated 2 March 2017 and the Prospectus dated 4 November 2016 for the Maybank Global Bond Fund (“the Fund”) have been registered and lodged with the Securities Commission Malaysia, who takes no responsibility for their contents. Registration of this First Supplementary Prospectus dated 2 March 2017 does not indicate that the Securities Commission Malaysia recommends the Units or assumes responsibility for the correctness of any statement made, opinions expressed or reports contained in the Prospectus dated 4 November 2016 or this First Supplementary Prospectus dated 2 March 2017.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS FIRST SUPPLEMENTARY PROSPECTUS DATED 2 MARCH 2017 WHICH IS TO BE READ TOGETHER WITH THE PROSPECTUS DATED 4 NOVEMBER 2016. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.
Responsibility Statements

This First Supplementary Prospectus has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 this First Supplementary Prospectus false or misleading.

Statements of Disclaimer

The Securities Commission Malaysia has authorised the Fund and a copy of this First Supplementary Prospectus has been registered with the Securities Commission Malaysia.

The authorisation of the Fund, and registration of this First Supplementary Prospectus, should not be taken to indicate that Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in this First Supplementary Prospectus.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Maybank Asset Management Sdn Bhd responsible for the said Fund and takes no responsibility for the contents in this First Supplementary Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this First Supplementary Prospectus, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

Additional Statements

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in this First Supplementary Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this First Supplementary Prospectus or the conduct of any other person in relation to the Fund.

The Fund will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to any U.S. Person(s). Accordingly, investors may be required to certify that they are not U.S. Person(s) before making an investment in the Fund.

This First Supplementary Prospectus is dated 2 March 2017 and must be read together with the Prospectus dated 4 November 2016.
1. **Amendment to section 6.3 - Board of Directors of the Manager in “Chapter 6 - The Management of the Fund” on pages 23 to 24 of the Prospectus**

The information on the board of directors of the Manager is hereby deleted in its entirety and replaced with the following:

We have an experienced board of directors with background in the financial markets. They are responsible for overseeing the activities of the Manager and the establishment of the Fund’s policies. The board of directors’ meetings are held at least four (4) times annually or more frequently should the circumstances require.

**Board of Directors**

Dr Hasnita binti Dato’ Hashim *(chairman/ independent non-executive director)*  
Goh Ching Yin *(independent non-executive director)*  
Khalijah binti Ismail *(non-independent non-executive director)*  
Badrul Hisyam bin Abu Bakar *(non-independent executive director/ managing director)*
RESPONSIBILITY STATEMENT

This Prospectus has been reviewed and approved by the directors of the Manager and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 this Prospectus false or misleading.

STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia ("SC") has authorized the Fund and a copy of this Prospectus has been registered with the SC.

The authorization of the Fund, and registration of this Prospectus, should not be taken to indicate that the SC recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in this Prospectus.

The SC is not liable for any non-disclosure on the part of the Manager responsible for the said Fund and takes no responsibility for the contents in this Prospectus. The SC makes no representation on the accuracy or completeness of this Prospectus, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

The Fund is not a capital protected or capital guaranteed fund as defined under the Guidelines.

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in this Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to the prospectus or the conduct of any other person in relation to the Fund.

The Fund will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or to any U.S. Person(s). Accordingly, investors may be required to certify that they are not U.S. Person(s) before making an investment in the Fund.
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(1) DEFINITIONS

In this Prospectus, the following abbreviations or words shall have the following meanings unless otherwise stated:

Act means the Capital Markets And Services Act 2007 as may be amended from time to time.

Bursa Malaysia means the stock exchange managed or operated by Bursa Malaysia Securities Berhad (635998-W).

Business Day means a day on which Bursa Malaysia is open for trading.

Deed means the deed in respect of the Fund and any other supplemental deed that may be entered into between the Manager and the Trustee and registered with the SC.

FIMM means the Federation of Investment Managers Malaysia.

Fund/MGBF means the MAYBANK GLOBAL BOND FUND.

Forward Pricing means the Net Asset Value per Unit for the Fund valued or calculated at the next valuation point after a purchase request of Units or a redemption of Units is received by the Manager.

Guidelines means the Guidelines on Unit Trust Funds issued by the SC and any other relevant guidelines issued by the SC.

Investment Manager means the investment manager of the Target Fund, Franklin Advisers, Inc.

LPD means latest practicable date as at 31st August 2016.

Long Term means a period of 5 years and above.

Manager/ Maybank AM / we / us / our means Maybank Asset Management Sdn Bhd (421779-M).

Maybank means Malayan Banking Berhad (3813-K).

Maybank Distribution Branches means the Maybank branches used as distribution channels for the purpose of marketing and distribution of this Fund.

Medium Term means a period of 3 years to 5 years.

Medium to Long Term means a period of 3 years and above.

Net Asset Value (NAV) means the total value of the Fund’s assets minus its liabilities at the valuation point. For the purpose of computing the annual management fee and annual trustee fee, it should include the management fee and the trustee fee for the relevant day.
NAV per Unit means the NAV of the Fund divided by the total number of Units in circulation at the valuation point.

Operator means Franklin Templeton International Services S.à r.l.

Prospectus means the prospectus of this Fund.

Redemption Price means the price payable by the Manager to a Unit Holder pursuant to a redemption request by the Unit Holder and will be the NAV per Unit of the Fund. The redemption price shall be exclusive of the redemption charge (if any).

RM means Ringgit Malaysia.

SC/ Securities Commission means the Securities Commission Malaysia.

Selling Price means the price payable by an investor or a Unit Holder for the purchase of a Unit of the Fund and will be the NAV per Unit of the Fund. The selling price shall be exclusive of the sales charge.

SGD means Singapore Dollar.

Shares means the Class A (mdis) SGD - H1 shares of the Target Fund which is denominated in SGD. 

Note: (mdis) is a share class which distributes income (whenever available) on a monthly basis and SGD - H1 refers to SGD hedged share class which means the currency of the share class is hedged against the USD.

Target Fund means the Templeton Global Bond Fund.

Trustee means RHB Trustees Berhad (573019-U).

Unit or Units 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.

Unit Holders/you means the person registered as the holder of a Unit or Units including persons jointly registered for the Fund.

USD means United States Dollar.

U.S. (United States) Person(s) means:

(a) a U.S. citizen (including those who hold dual citizenship or a greencard holder);
(b) a U.S. resident alien for tax purposes;
(c) a U.S. partnership;
(d) a U.S. corporation;
(e) any estate other than a non-U.S. estate;
(f) any trust if:
   (i) a court within the U.S. is able to exercise primary supervision over the administration of the trust; and
   (ii) one or more U.S. Persons have the authority to control all substantial decisions of the trust; and
   (iii) any other person that is not a non-U.S. person; or

(g) any definition as may be prescribed under the Foreign Account Tax Compliance Act, as may be amended from time to time.
(2) CORPORATE DIRECTORY

MANAGER
Maybank Asset Management Sdn Bhd (421779-M)

REGISTERED OFFICE
5th Floor, Tower A
Dataran Maybank
No. 1, Jalan Maarof
59000 Kuala Lumpur
Tel No: 03 - 2297 7870

BUSINESS OFFICE
Level 12, Tower C, Dataran Maybank
No 1, Jalan Maarof, 59000 Kuala Lumpur
Tel No: 03 - 2297 7888
Fax No: 03 - 2297 7880

WEBSITE
http://www.maybank-am.com/

E-MAIL
mamcs@maybank.com.my

INVESTMENT MANAGER
Franklin Advisers, Inc.

OF THE TARGET FUND

ADDRESS
One Franklin Parkway
San Mateo, CA 94403-1906
United States of America

OPERATOR OF THE
Franklin Templeton International Services S.à r.l

TARGET FUND

ADDRESS
26, Boulevard Royal
L-2449 Luxembourg
Grand Duchy of Luxembourg

TRUSTEE
RHB Trustees Berhad (573019-U)

REGISTERED OFFICE
Level 9, Tower 1,
RHB Centre, Jalan Tun Razak
50400 Kuala Lumpur
Tel: 03- 9280 8799
Fax: 03- 9280 8796

BUSINESS OFFICE
Level 11, Tower 1, RHB Centre
Jalan Tun Razak, 50400 Kuala Lumpur
Tel: 03-9280 8799
Fax: 03-9280 8796/ 9280 5204
Email: trustees.settlement@rhbgroup.com
Website: www.rhbgroup.com
# FUND INFORMATION

## 3.1 The Fund Information

<table>
<thead>
<tr>
<th>FUND</th>
<th>MGBF</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund Category</td>
<td>Feeder Fund</td>
</tr>
<tr>
<td>Fund Type</td>
<td>Income</td>
</tr>
<tr>
<td>Base Currency</td>
<td>RM</td>
</tr>
</tbody>
</table>

### Investment Objective

The Fund aims to maximise investment returns by investing in the Target Fund, the Templeton Global Bond Fund.

*Any material changes to the investment objective of the Fund would require the Unit Holders' approval.*

### Investment Strategy

The Fund seeks to achieve its investment objective by investing a minimum of 95% of the Fund’s NAV in the Class A (mdis) SGD - H1 shares of the Target Fund, a sub-fund of the Franklin Templeton Investment Funds managed by Franklin Advisers, Inc. The Target Fund is an open-ended collective investment scheme domiciled in the Grand Duchy of Luxembourg and was launched on 28 February 1991.

Although the Fund is passively managed, we will ensure the proper and efficient management of the Fund so that the Fund is able to meet sale and redemption requests by Unit Holders.

### Asset Allocation

- At least 95% of the Fund’s NAV will be invested in the Shares of the Target Fund.
- The remaining 2% - 5% of the Fund’s NAV will be invested in liquid assets.

### Temporary Defensive Positions

We may adopt temporary defensive positions to protect the Fund’s investments to respond to adverse market, political or economic conditions by holding more than 5% of the Fund’s NAV in liquid assets that may be inconsistent with the Fund’s principal investment strategy and asset allocation. As the temporary defensive positions are adopted at the Fund’s level, our view on market outlook may differ from the view of the Target Fund’s Investment Manager. As a result, there is a risk that the Fund will not achieve its investment objective by adopting such defensive strategies. However, for all intents and purposes, we will resume the investment strategy to invest at least 95% of the Fund’s NAV in the Target Fund as soon as practical.

In addition, we may, in consultation with the Trustee and subject to Unit Holders' approval, replace the Target Fund with another fund of a similar objective if, in our opinion, the Target Fund no longer meets this Fund’s investment objective.
## RISK FACTORS

<table>
<thead>
<tr>
<th>FUND</th>
<th>MGBF</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>General Risks of Investing in the Fund</strong></td>
<td><strong>Market Risk</strong></td>
</tr>
<tr>
<td></td>
<td>The value of an investment will decrease or increase due to changes in market factors i.e. economic, political or other events that impact large portions of the market. Market risk cannot be eliminated, hence the Fund’s investment portfolio may be prone to changing market conditions that may result in uncertainties and fluctuations in the value of the underlying of the Fund’s investment portfolio, causing the NAV or prices of Units to fluctuate.</td>
</tr>
<tr>
<td><strong>Inflation Risk</strong></td>
<td>This is the risk that your investments 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 nominal value of the investment in monetary terms has increased.</td>
</tr>
<tr>
<td><strong>Liquidity Risk</strong></td>
<td>The liquidity risk of the Fund is our ability as manager to honour redemption requests or to pay Unit Holders’ redemption proceeds in a timely manner. This is subject to the Fund’s holding of adequate liquid assets, its ability to borrow on a temporary basis as permitted by the relevant laws and/or its ability to redeem Shares of the Target Fund at or near the fair value. Should there be inadequate liquid assets held, the Fund may not be able to honour requests for redemption or to pay Unit Holders’ redemption proceeds in a timely manner and may be forced to dispose Shares of the Target Fund at unfavourable prices to meet redemption requirements.</td>
</tr>
<tr>
<td><strong>Loan Financing Risk</strong></td>
<td>This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments. In the event units are used as collateral, an investor may be required to top-up the investors’ existing instalment if the prices of units fall below a certain level due to market conditions. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan.</td>
</tr>
<tr>
<td><strong>Management Risk</strong></td>
<td>This risk refers to our expertise in managing the Fund. Inadequate expertise will jeopardise the investment of Unit Holders through the risk of reduced returns and in some cases the Unit Holders may also lose the capital invested in the Fund. Besides that, this risk also includes the possibility where we as manager may face insolvency.</td>
</tr>
<tr>
<td><strong>Risk of Non-Compliance</strong></td>
<td>This is the risk that we may not follow the provisions set out in this Prospectus or the Deed or the law, rules or guidelines that governs the Fund or its own internal procedures whether by oversight or by omission. This risk may also occur indirectly due to legal risk, which is a risk of circumstances from the imposition and/or amendment on the relevant regulatory frameworks, laws, rules, and</td>
</tr>
</tbody>
</table>
other legal practices affecting the Fund. An act of non-compliance/mismanagement of the Fund may lead to operational disruptions that could potentially be detrimental to the Fund. We aim to mitigate this risk by placing stringent internal policies and procedures and compliance monitoring processes to ensure that the Fund is in compliance with the relevant fund regulations or Guidelines.

**Returns Are Not Guaranteed**

Unit Holders should take note that by investing in the Fund, there is no guarantee of any income distribution or capital appreciation. Unlike fixed deposits which carry a specific rate of return, a unit trust fund does not provide a fixed rate of return.

<table>
<thead>
<tr>
<th>Specific Risks of the Fund</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Currency Risk</strong></td>
<td></td>
</tr>
<tr>
<td>As the base currency of the Fund is denominated in RM and the Shares of the Target Fund is denominated in SGD, the Fund is exposed to currency risk. Fluctuation in SGD exchange rates will affect the value of the Fund’s investments when converted into local currency i.e. RM and subsequently the value of Unit Holders’ investments.</td>
<td></td>
</tr>
<tr>
<td><strong>Country Risk</strong></td>
<td></td>
</tr>
<tr>
<td>The investment of the Fund may be affected by risk specific to the country in which it invests in. Such risks include changes in a country’s economic, social and political environment. The value of the assets of the Fund may also be affected by uncertainties such as currency repatriation restrictions or other developments in the law or regulations of the country in which the Fund invest in, i.e. Luxembourg, the domicile country of the Target Fund.</td>
<td></td>
</tr>
<tr>
<td><strong>Credit / Default Risk</strong></td>
<td></td>
</tr>
<tr>
<td>The Fund may invest into money market instruments issued by financial institutions. The credit / default risk is when financial institutions default on payment obligations and/or make untimely payments to the Fund. In such a case, this may lead to a reduction in the NAV of the Fund.</td>
<td></td>
</tr>
<tr>
<td><strong>Concentration Risk</strong></td>
<td></td>
</tr>
<tr>
<td>As the Fund invests at least 95% of its NAV in the Target Fund, it is subject to concentration risk as the performance of the Target Fund would have a significant impact on the performance of the Fund.</td>
<td></td>
</tr>
<tr>
<td><strong>Investment Manager Risk</strong></td>
<td></td>
</tr>
<tr>
<td>The Fund will invest in the Target Fund managed by a foreign asset management company. This risk refers to the risk associated with the Investment Manager of the Target Fund, which include:</td>
<td></td>
</tr>
<tr>
<td>i) The risk of non-adherence to the investment objectives, strategy and policies of the Target Fund;</td>
<td></td>
</tr>
<tr>
<td>ii) The risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the Investment Manager; and</td>
<td></td>
</tr>
<tr>
<td>iii) The risk that the Target Fund may underperform its benchmark due to poor investment decisions by the Investment Manager.</td>
<td></td>
</tr>
</tbody>
</table>
Risk Management Strategies

The risk management strategy and technique employed by the Fund is to adopt temporary defensive positions as disclosed in the above section under the heading “Temporary Defensive Positions”.

In addition, we may, in consultation with the Trustee and subject to Unit Holders’ approval, replace the Target Fund with another fund of a similar objective if, in our opinion, the Target Fund no longer meets this Fund’s investment objective.

OTHER INFORMATION

<table>
<thead>
<tr>
<th>FUND</th>
<th>MGBF</th>
</tr>
</thead>
<tbody>
<tr>
<td>Distribution Policy</td>
<td>Distribution, if any, will be made from the realised income of the Fund. Distribution will be on a quarterly basis (subject to availability of income).</td>
</tr>
<tr>
<td>Mode of Distribution</td>
<td>Unit Holders may elect to either receive income payment via cash payment mode or reinvestment mode. If the Unit Holder did not elect the mode of distribution, all distribution will be automatically reinvested into additional Units in the Fund.</td>
</tr>
<tr>
<td></td>
<td>Unit Holders who elect to receive income payment via cash payment mode would be paid by way of cheque or direct debit into the Unit Holders’ bank account on income payment date (which is within ten (10) Business Days from the ex-distribution date).</td>
</tr>
<tr>
<td>Reinvestment Policy</td>
<td>For Unit Holders who elect to reinvest the distribution in additional Units, we will create such Units based on the NAV per Unit* at the income payment date (which is within ten (10) Business Days from the ex-distribution date).</td>
</tr>
<tr>
<td></td>
<td>*There will no additional cost to Unit Holders for reinvestments in new additional Units.</td>
</tr>
<tr>
<td>Performance Benchmark</td>
<td>The performance of the Fund is benchmarked against the JP Morgan Global Government Bond Index (Source: Bloomberg). The benchmark chosen for the Fund is the same as and corresponding with the Target Fund to allow for a similar comparison with the performance of the Target Fund. However, do note that the risk profile of the Fund is different from the risk profile of the performance benchmark.</td>
</tr>
<tr>
<td></td>
<td>Note: The performance benchmark chosen for the Fund is the same as and corresponding with the Target Fund to allow for a similar comparison with the performance of the Target Fund. However, do note that the risk profile of the Fund is different from the risk profile of the performance benchmark.</td>
</tr>
<tr>
<td>Permitted Investments</td>
<td>The Fund is permitted to invest in the following:</td>
</tr>
<tr>
<td></td>
<td>(a) one collective investment scheme that is, the Templeton Global Bond Fund;</td>
</tr>
<tr>
<td></td>
<td>(b) liquid assets; and</td>
</tr>
<tr>
<td></td>
<td>(c) any other investment permitted by the Securities Commission which is in line with the objective of the Fund.</td>
</tr>
<tr>
<td>Investment Restrictions</td>
<td>The Fund shall not invest in the following:</td>
</tr>
<tr>
<td></td>
<td>(a) a fund-of-funds;</td>
</tr>
</tbody>
</table>

7
FUND MGBF

(b) a feeder fund; and

(c) any sub-fund of an umbrella scheme which is a fund-of-funds or a feeder fund.

Borrowings and Securities Lending

The Fund may not borrow cash or other assets in connection with its activities. However, the Fund may borrow cash on a temporary basis for the purpose of meeting redemption requests for Units and for short term bridging requirements subject to the following:

(a) the Fund’s cash borrowing is only on a temporary basis and that borrowings are not persistent;

(b) the borrowing period shall not exceed one month;

(c) the aggregate borrowings of the Fund shall not exceed 10% of the Fund’s NAV at the time the borrowing is incurred; and

(d) the Fund may only borrow from financial institutions.

The Fund may participate in the lending of securities within the meaning of the Securities Borrowing and Lending Guidelines issued by the SC.

Approvals and Conditions

There is no exemption and/or variation to the Guidelines for this Fund.

Financial Year End

30 June

3.2 Information of the Target Fund

<table>
<thead>
<tr>
<th>Name of the Target Fund</th>
<th>Templeton Global Bond Fund</th>
</tr>
</thead>
<tbody>
<tr>
<td>Investment Manager</td>
<td>Franklin Advisers, Inc.</td>
</tr>
<tr>
<td></td>
<td>(regulated by the Securities and Exchange Commission, United States of America)</td>
</tr>
<tr>
<td>Operator</td>
<td>Franklin Templeton International Services S.à r.l.</td>
</tr>
<tr>
<td></td>
<td>(regulated by the Commission de Surveillance du Secteur Financier)</td>
</tr>
<tr>
<td>Domicile</td>
<td>Luxembourg</td>
</tr>
<tr>
<td>Regulatory Authority</td>
<td>Commission de Surveillance du Secteur Financier (“CSSF”)</td>
</tr>
<tr>
<td>Share Class</td>
<td>Class A (mdis) SGD - H1</td>
</tr>
<tr>
<td>Date of establishment</td>
<td>28 February 1991</td>
</tr>
<tr>
<td>Date of establishment of the Hedged Share Class (mdis) SGD - H1</td>
<td>16 June 2008</td>
</tr>
<tr>
<td>---------------------------------------------------------------</td>
<td>---------------------------------</td>
</tr>
<tr>
<td>Base currency of the Target Fund</td>
<td>USD</td>
</tr>
<tr>
<td>Base currency of the Share Class</td>
<td>SGD</td>
</tr>
</tbody>
</table>

### About the Franklin Templeton Investment Funds

Franklin Templeton Investment Funds ("the Company"), is an investment company with limited liability organized as a société anonyme under the laws of the Grand Duchy of Luxembourg and is qualified as a société d’investissement à capital variable. It is structured as an umbrella fund. The Company is registered on the official list of undertakings for collective investment in transferable securities pursuant to Part I of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment, as may be amended from time to time (the “Law of 17 December 2010”). The Company qualifies as an Undertaking for Collective Investment in Transferable Securities (“UCITS”) under Directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009, as amended. The minimum capital of the Company is 1,250,000 euro or the equivalent in US dollars.

### Information on the Operator of the Target Fund

Franklin Templeton International Services S.à r.l. was incorporated on 17 May 1991 under the laws of the Grand Duchy of Luxembourg and its articles of incorporation are deposited with the Luxembourg Registre de commerce et des Sociétés. The management company is approved as a management company regulated by chapter 15 of the Law of 17 December 2010. The management company is part of Franklin Templeton Investments. The regulatory authority is of the management company is Commission de Surveillance du Secteur Financier.

The share capital of the management company is EUR 4,042,178.82 and the management company will comply at all times with article 102 of the Law of 17 December 2010.

The management company may also be appointed to act as management company for other investments funds, the list of which will be available, upon request, at the registered office of the Company and of the management company.

The management company will ensure compliance by the Company with the investment instructions and oversee the implementation of the Company’s strategies and investment policy. The management company will receive periodic reports from the Investment Managers detailing the Funds’ performance and analyzing their investment. The management company will receive similar reports from the other services providers in relation to the
services which they provide. The management company shall report to the Board of Directors on a quarterly basis and inform the Board of Directors of any non-compliance of the Company with the investment restrictions.

Information on the Investment Manager of the Target Fund

Based in San Mateo, California, Franklin Advisers, Inc. was formed in 1985 and is best known as a fixed income and money market specialist. Franklin Advisers, Inc. is a leading fixed income manager in the U.S., and forms part of the Franklin Fixed Income Group which was one of the pioneers in the development of U.S. Government Securities funds in the 1970s. The Franklin Fixed Income Group also introduced America's first state-specific and double tax-free income fund in 1981.

In addition to its fixed income capabilities, Franklin Advisers, Inc. is also renowned for its expertise in U.S. equities, particularly in utilizing the growth style in equity investing. The Franklin Equity Group manages various sector-focused portfolios including financial services, biotechnology and utilities.

The Franklin Equity Group and the Franklin Fixed Income Group adopt a synergistic approach by leveraging on each other's research and analysis to provide a more comprehensive coverage of their respective areas.

Franklin Advisers Inc. has managed collective investment schemes since 1985.

The regulatory authority is the U.S. Securities and Exchange Commission.

Investment objective

The investment objective of the Target Fund is to maximize, consistent with prudent investment management, total investment return consisting of a combination of interest income, capital appreciation and currency gains.

Investment strategy

The Target Fund seeks to achieve its objective by investing principally\(^1\) in a portfolio of fixed or floating rate fixed income securities (including non-investment grade securities\(^2\)) and fixed income securities issued by government or government-related issuers worldwide. The Target Fund may also, in accordance with the investment restrictions, invest in fixed income securities of corporate issuers. Additionally, the Target Fund may purchase fixed income securities issued by supranational entities organised or supported by several national governments, such as the International Bank for Reconstruction and Development or the European Investment Bank.

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\(^{1}\) Principally means that at least two-thirds of the Target Fund's total assets (without taking into account ancillary liquid assets).

\(^{2}\) Non-investment grade securities refer to securities that are rated below BBB- by Standard & Poor’s.
The Target Fund may also utilise financial derivative instruments for hedging, efficient portfolio management and/or investment purposes. These financial derivative instruments may be dealt either in regulated markets or over-the-counter, and may include, *inter alia*, swaps (such as credit default swaps or total return swaps), forwards and cross forwards, futures contracts (including those on government securities), as well as options. Use of financial derivative instruments may result in negative exposures in a specific yield curve/duration, currency or credit.

The Target Fund may also invest in securities or structured products where the security is linked to or derives its value from another security or is linked to assets or currencies of any country. The Target Fund may hold up to 10% of its total net asset value in defaulting fixed income securities. The Target Fund may purchase fixed income securities denominated in any currency, and may hold equity securities to the extent that such securities result from the conversion or exchange of a preferred stock or fixed income securities.

The Target Fund may also distribute income gross of expenses. Whilst this might allow more income to be distributed, it may also have the effect of reducing capital.

<table>
<thead>
<tr>
<th>Permitted investments and investment restrictions of the Target Fund</th>
<th>See Appendix of Section 15</th>
</tr>
</thead>
<tbody>
<tr>
<td>Specific Risks of the Target Fund</td>
<td>See Appendix of Section 15</td>
</tr>
</tbody>
</table>

**Fees and Charges of the Target Fund**

The fees *directly* incurred by the Target Fund are as follows:

- **Sales charge**: Up to 5% of the total amount invested. **Redemption charge**: Nil.

  *The sales charge for investing in the Target Fund is waived. Hence, the sales charge will be charged at the Fund level only.*

- **Annual management fee**: 1.05% per annum of the net asset value of the Target Fund.

  **Currently the Target Fund charges a fee of 1.05% per annum of the net asset value of the Target Fund as a management fee. There will be no double charging of management fee. Management fee paid to the Target Fund will be paid from the portion of management fee received by Manager.**

Other fees charged by the Target Fund are as follows:
Custodian fee: 0.01% to 0.14% of the net asset value of the Target Fund.

Annual administrative fee: Up to 0.20% of the net asset value of the Target Fund.

Annual maintenance and servicing charges***: 0.30% of the net asset value of the Target Fund.

***The annual maintenance and servicing charges charged by the Target Fund will be rebated back to the Fund.

Investors may be subjected to higher fees arising from the layered investment structure of a feeder fund.

Prospective investors should read and understand the contents of this Prospectus and, if necessary, should consult their adviser(s).

If you are interested in the Fund, have any queries or require further information, please contact our client servicing personnel at 03-2297 7888 at any time during office hours (8.45 a.m. to 5.45 p.m.) from Monday to Thursday and (8.45 a.m. to 4.45 p.m.) on Friday on a Business Day. Alternatively, you may e-mail your enquiries to mamcs@maybank.com.my.
(4) FEES, CHARGES AND EXPENSES

Charges

The following describes the charges that you may directly incur when buying or redeeming Units:

4.1 Sales Charge

A sales charge may be imposed on the purchase of Units of the Fund and may be utilised by us to pay the marketing, advertising and distribution expenses of the Fund.

The sales charge shall be a percentage of the NAV per Unit of the Fund and is disclosed as follow:

<table>
<thead>
<tr>
<th>FUND</th>
<th>MGBF</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sales Charge*</td>
<td>Up to 3.00% of the NAV per Unit will be imposed by us.</td>
</tr>
</tbody>
</table>

*We reserve the right to waive or reduce the sales charge from time to time at its absolute discretion. You may also negotiate for a lower sales charge. All sales charges will be rounded up to two (2) decimal places and will be retained by us.

Please note that the Fund’s investments in the Target Fund will be at its net asset value per unit. The sales charge for investing in the Target Fund is waived. Hence, the sales charge will be charged at the Fund level only.

Illustration - Computation of sales charge

Example:

If you wishes to invest RM10,000.00 in the Fund which imposes a sales charge of 3.00% of the NAV per Unit of the Fund, the total amount of sales charge will be:

3.00% x 10,000.00 = RM300.00

The total amount to be paid by you for your investment will therefore be:

RM10,000.00 + RM300.00 = **RM10,300.00** (inclusive of sales charge).

4.2 Redemption Charge

<table>
<thead>
<tr>
<th>FUND</th>
<th>MGBF</th>
</tr>
</thead>
<tbody>
<tr>
<td>Redemption Charge*</td>
<td>A redemption charge of 1.00% of the NAV per Unit will be imposed for any redemption requests made within six (6) months from the date of your initial investment. Thereafter, no redemption charges will be imposed for redemption requests.</td>
</tr>
</tbody>
</table>

*We reserve the right to waive or reduce the redemption charge from time to time at its absolute discretion. You may also negotiate for a lower redemption charge. All redemption charges will be rounded up to two (2) decimal places and will be retained by the Fund.

Illustration - Computation of redemption charge

Example:
If you wish to redeem RM10,000.00 from the Fund within six (6) months from the date of the investment, the redemption charge will be:

\[
1.00\% \times \text{RM10,000.00} = \text{RM100.00}
\]

You will therefore receive the redemption proceeds of RM10,000.00 - RM100.00 = RM9,900.00

4.3 Transfer Fee

Not Applicable.

4.4 Switching Fee

Not Applicable.

Fees And Expenses

The fees and expenses indirectly incurred by you when investing in the Fund are as follows:

4.5 Management Fee

We are entitled to a management fee of up to 1.75% per annum of the NAV of the Fund, accrued daily and paid quarterly to us.

Currently the Target Fund charges a fee of 0.75% per annum of the net asset value of the Target Fund as a management fee. There will be no double charging of management fee. Management fee paid to the Target Fund will be paid from the portion of management fee received by us.

4.6 Trustee Fee

The Trustee is entitled to a trustee fee of 0.05% per annum of the NAV of the Fund (subject to a minimum of RM12,000 per annum), accrued daily and paid monthly to the Trustee.

The following is an example of the daily computation of the management fee and trustee fee:

<table>
<thead>
<tr>
<th>Description</th>
<th>RM</th>
</tr>
</thead>
<tbody>
<tr>
<td>Total NAV (before deducting the management fee and trustee fee for the day) as at 25 May 2017</td>
<td>10,000,000.00</td>
</tr>
<tr>
<td>Management fee accrued for the day (1.75% x NAV / 365)</td>
<td>479.45</td>
</tr>
<tr>
<td>(1.75% x 10,000,000.00 / 365)</td>
<td></td>
</tr>
<tr>
<td>trustee fee accrued for the day (0.05% x NAV / 365)</td>
<td>13.70</td>
</tr>
<tr>
<td>(0.05% x 10,000,000.00 / 365)</td>
<td></td>
</tr>
</tbody>
</table>
4.7 Fund Expenses

In administering the Fund, only fees and expenses that are directly related and necessary to the operation and administration of the Fund may be charged to the Fund. These include (but not limited to) the following:

(i) commissions/fees paid to dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes (if any);

(ii) taxes and other duties charged on the Fund by the Government and/or other authorities;

(iii) costs, fees and expenses properly incurred by the auditors appointed for the Fund;

(iv) costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;

(v) costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;

(vi) costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;

(vii) costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;

(viii) costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;

(ix) costs, fees and expenses incurred in engaging any valuer, adviser or contractor for the benefit of the Fund;

(x) costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;

(xi) costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;

(xii) costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);

(xiii) remuneration and out of pocket expenses of the independent members of the investment committee of the Fund, unless the Manager decides otherwise; and

(xiv) costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority.

(xv) (where the custodial function is delegated by the Trustee) charges and fees paid to sub-custodians taking into custody any foreign assets or investments of the Fund.

Expenses related to the issuance of this Prospectus will be borne by the Manager.
4.8 Policy on Stockbroking Rebates and Soft Commissions

We or any delegate thereof will not retain any form of rebate or soft commission from, or otherwise share in any commission with, any broker in consideration for directing dealings in the investments of the Fund.

However, soft commissions may be retained by us and our delegate for payment of goods and services such as research material, data and quotation services and investment management tools, which are of demonstrable benefit to Unit Holders.

There are fees and charges involved and you are advised to consider the fees and charges before investing in the Fund.

You may be subjected to higher fees arising from the layered investment structure of a feeder fund.

All fees and charges payable by you and/or the Fund are subject to any applicable taxes (including but not limited to goods and services tax) and/or duties as may be imposed by the government or other authorities from time to time.
(5) TRANSACTION INFORMATION

5.1 Bases of Valuation Of Investments

**Collective Investment Schemes**

The value of any investment in unquoted collective investment schemes shall be calculated/valued based on the last published repurchase price per unit for that collective investment scheme.

Illustration:

For certain Business Days, where the last published repurchase price per unit for the unquoted collective investment scheme i.e. the Templeton Global Bond Fund is not available for the relevant Business Day, the value of investment in unquoted collective investment schemes shall be calculated/valued based on the last published repurchase price per unit for the collective investment scheme.

For example, if Wednesday, 5 July 2017 is a business day and Thursday, 6 July 2017 is a non-business day in Luxembourg where the Templeton Global Bond Fund is domiciled, the last published repurchase price for Templeton Global Bond Fund will be the price published on Wednesday, 5 July 2017 as there will be no repurchase price published on Thursday, 6 July 2017. Hence, the value of investment in the Templeton Global Bond Fund shall be calculated/valued based on the last published repurchase price per unit which is the repurchase price per unit published on Wednesday, 5 July 2017.

**Deposits**

Investments such as bank bills and deposits placed with financial institutions are valued each day by reference to the value of such investments and the interests accrued thereon for the relevant period.

**Foreign Exchange Rate Conversion**

Where the value of an asset of the Fund is denominated in a foreign currency (if any), the assets are translated on a daily basis to Ringgit Malaysia using the bid foreign exchange rate quoted by either Reuters or Bloomberg, at United Kingdom time 4.00 p.m. on the same day.

5.2 Valuation Point

The Fund is valued once every Business Day after the close of the market in which the portfolio of the Fund is invested for the relevant day but not later than 5.00 p.m. on the next Business Day. The daily price of the Fund for a particular Business Day will not be published in the newspaper on the next day but will instead be published the next following day (i.e. the price will be two (2) days old).

5.3 Computation of NAV and NAV per Unit

The NAV of the Fund is determined by deducting the value of the Fund’s liabilities from the value of the Fund’s assets, at a valuation point. For the purpose of computing the management fee and trustee fee, the NAV of the Fund should be inclusive of the management fee and the trustee fee for the relevant day.
Please note that the example below is for illustration only:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Securities Investment</td>
<td>RM 100,000,000.00</td>
</tr>
<tr>
<td>Add: Other Assets (including cash) &amp; Income</td>
<td>RM 1,400,000.00</td>
</tr>
<tr>
<td>Less: Liabilities</td>
<td>RM 200,000.00</td>
</tr>
<tr>
<td>NAV before deducting management fee and trustee fee for the day</td>
<td>RM 101,200,000.00</td>
</tr>
<tr>
<td>Less: Management fee for the day</td>
<td>RM 4852.05</td>
</tr>
<tr>
<td>(at 1.75% per annum calculated based on the NAV)</td>
<td></td>
</tr>
<tr>
<td>RM101,200,000 X 1.75% / 365 days</td>
<td></td>
</tr>
<tr>
<td>Less: Trustee fee for the day</td>
<td>RM 138.63</td>
</tr>
<tr>
<td>(at 0.05% per annum calculated based on the NAV subject to a minimum of RM12,000.00 per annum)</td>
<td></td>
</tr>
<tr>
<td>RM101,200,000.00 X 0.05% / 365 days</td>
<td></td>
</tr>
<tr>
<td><strong>Total NAV</strong></td>
<td><strong>RM 101,195,009.32</strong></td>
</tr>
</tbody>
</table>

The NAV per Unit of the Fund is calculated by dividing the total NAV of the Fund by the number of Units in circulation at the end of each Business Day.

Assuming there are 100,000,000 Units of the Fund in circulation at the point of valuation, the NAV per Unit of the Fund shall therefore be calculated as follows:

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>NAV</td>
<td>RM 101,195,009.32</td>
</tr>
<tr>
<td>Divide: Units in circulation</td>
<td>RM 100,000,000</td>
</tr>
<tr>
<td><strong>NAV per Unit of the Fund</strong></td>
<td><strong>1.0120</strong>*</td>
</tr>
</tbody>
</table>

* **NAV per Unit will be rounded up to four (4) decimal places for the purposes of publication of the NAV per Unit.**

### 5.4 Pricing of Units

**Single Pricing Regime**

We adopt a *single pricing regime* in calculating your investments into and redemption of Units. This means that all purchases and redemptions are transacted on a single price (i.e. NAV per Unit). You would therefore purchase and redeem Units at NAV per Unit. The Selling Price per Unit and Redemption Price per Unit are based on Forward Pricing.

**Selling Price of Units**

The Selling Price of a Unit for the Fund is the NAV per Unit of the Fund at the next valuation point after the request to purchase Units is received by us (Forward Pricing). We will impose a sales charge of up to 3.00% of the NAV per Unit of the Fund.
Calculation of Selling Price

Illustration - Sale of Units with sales charge

Example:

If you wish to invest RM10,000.00 in the Fund before 4.00 p.m. on 25 May 2017, and if the sales charge is 3.00% of the NAV per Unit of the Fund, the total amount to be paid by you and the number of Units issued to you will be as follows:

Sales charge payable by you = 3.00% x 10,000.00 = **RM300.00**

The total amount to be paid by you for your investment will therefore be: RM10,000.00 + RM300.00

= **RM10,300.00** (inclusive of sales charge)

In the event that the NAV per Unit for the Fund at the end of the Business Day on 25 May 2017 = RM1.0000

The number of Units that will be issued to you will be:

RM10,000.00 divided by RM1.0000 = **10,000.00 Units**

You are advised not to make payment in cash when purchasing Units of the Fund via any individual agent.

Redemption Price of Units

The Redemption Price of a Unit for the Fund is the NAV per Unit of the Fund at the next valuation point after the redemption request is received by us (Forward Pricing).

Calculation of Redemption Price

Illustration - Redemption of Units without redemption charge

Example:

If you wish to redeem RM10,000.00 from the Fund before 4.00 p.m. on any Business Day after 6 months from the date of your initial investment, the total amount to be paid to you and the number of Units redeemed by you will be as follows:

In the event that the NAV per Unit for the Fund at the end of the Business Day on 25 May 2017 = RM1.0000

The number of Units that will be redeemed by you will be:

RM10,000.00 divided by RM1.0000 = **10,000.00 Units**

The total amount to be paid to you will be the number of Units to be redeemed multiplied with the NAV per Unit.

= 10,000.00 Units x RM1.0000

= **RM10,000.00**

Therefore you will receive **RM10,000.00** as redemption proceeds.

Illustration - Redemption of Units with redemption charge

Example:

If you wish to redeem RM10,000.00 from the Fund before 4.00 p.m. within six (6) months from the date of your initial investment, the redemption charge will be:

1.00% x RM10,000.00 = **RM100.00**
You will therefore receive the redemption proceeds of RM10,000.00 - RM100.00 = RM9,900.00

5.5 Incorrect Pricing

We shall ensure that the Fund and the Units are correctly valued and priced according to the Deed and all relevant laws. Where there is an error in the valuation of the Fund, any incorrect pricing of Units which is deemed to be significant will involved the reimbursement of money in the following manner:

(i) by us to the Fund, and/or to you and/or to the former Unit Holders; or

(ii) by the Fund to us.

However, reimbursement of money shall only apply if the error is at or above the significant threshold of 0.5% of the NAV per Unit and the amount to be reimbursed is RM10.00 or more.

There are fees and charges involved and you are advised to consider the fees and charges before investing in the Fund.

TRANSACTION DETAILS

5.6 How and where to Purchase and Redeem Units of the Fund

You can purchase and sell Units of the Fund at any of the Maybank Distribution Branches throughout Malaysia. Further information on the directory is detailed in Section 13 of this Prospectus.

5.7 Investment

The minimum initial investment in the Fund is RM5,000.00 or such other lower amount as determined by us from time to time and the minimum additional investment is RM1,000.00 or such other lower amount as determined by us from time to time. Investors are recognised as Unit Holders only after they have been registered in the Unit Holders’ register. The registration takes effect from the date we receive and accept the application to purchase Units from you together with the payment thereof.

5.8 Redemption of Units

You may redeem part or all of their Units by simply completing the redemption request form and returning it to us. You shall be paid within ten (10) calendar days from the date the redemption request is received by us. For partial redemption, the Unit holdings after the redemption must not be less than 1,000 Units or such other lower amount as determined by us from time to time for the Fund. If your Unit holdings are, after a redemption request, below the minimum Unit holdings for the Fund, a request for full redemption is deemed to have been made.

Other than the above conditions, there are no restrictions in terms of frequency and minimum units to be redeemed.
5.9 **Transfer of Units**

Transfer of ownership of Units is not allowed for this Fund save for the account of the deceased Unit Holder.

Transfer of ownership from the account of the deceased Unit Holder to his/her personal representative will only be undertaken through the process of estate administration and death claims procedures.

5.10 **Switching between Funds**

Not applicable as switching is not allowed.

5.11 **Dealing Cut-Off Time for Investment and Redemption of Units**

The dealing cut-off time shall be at 4.00 p.m. on a Business Day.

Any applications received before the cut-off time on a Business Day will be processed on the same Business Day based on the Forward Pricing of the Fund.

Any applications received after the cut-off time on a Business Day will be treated as having been received on the next Business Day and will be processed on the next Business Day based on the next Forward Pricing of the Fund.

The above is in accordance with the standards issued by FIMM on the dealing cut-off time.

5.12 **Notice of Cooling-off Period**

A cooling-off right refers to the right of the Unit Holder to obtain a refund of his investment in the Fund if he so requests within the cooling-off period. A cooling-off right is only given to you as an investor, other than those listed below, who is investing in any of our funds for the first time:

(i) a corporation or institution;  
(ii) our staff; and  
(iii) persons registered with a body approved by the SC to deal in unit trusts.

The cooling-off period shall be for a total of six (6) Business Days commencing from the date the application for Units is received by us.

The refund for every Unit held by you pursuant to the exercise of his cooling-off right shall be the sum of:

(a) the NAV per Unit on the day the Units were first purchased; and  
(b) the sales charge per Unit originally imposed on the day the Units were purchased.

*You are advised not to make payment in cash when purchasing Units of the Fund via any individual agent.*
5.13 Distribution of Income

Distribution, if any, will be made from the realised income of the Fund. Distribution will be made on a quarterly basis (subject to availability of income).

Mode of Distribution
You may elect to either receive income payment via cash payment mode or reinvestment mode. If you did not elect the mode of distribution, all distribution will be automatically reinvested.

Unit Holders who elect to receive income payment via cash payment mode would be paid by way of cheque or direct debit into the Unit Holders’ bank account on income payment date (which is within ten (10) Business Days from the ex-distribution date).

Reinvestment Policy
For Unit Holders who elect to reinvest the distribution in additional Units, we will create such Units based on the NAV per Unit* at the income payment date (which is within ten (10) Business Days from the ex-distribution date).

*There will not be any additional cost to Unit Holders for reinvestments in new additional Units.

5.14 Anti-Money Laundering Policies and Procedures

We have established this set of policies and procedures to prevent money laundering activity and to report transactions if it appears to be suspicious, in compliance with the provision of Anti Money-Laundering and Anti-Terrorism Financing Act, 2001 (“AMLA”). In view of these, we have a duty to ensure the following are strictly adhered to:-

i) Compliance with laws: We shall ensure that laws and regulations are adhered, the business is conducted in conformity with high ethical standards and that service is not provided where there is good reason to suppose that transactions are associated with money laundering activities;

ii) Co-operation with law enforcement agencies: We shall co-operate fully with law enforcement agencies. This includes taking appropriate measures such as disclosure of information by us to the Financial Intelligent Unit, Bank Negara Malaysia (“FIU”);

iii) Policies, procedures and training: We shall adopt policies consistent with the principles set out under the AMLA and ensure that the staff is informed of these policies and provide adequate training to such staff on matter provided under the AMLA; and

iii) Know your customer: We shall obtain satisfactory evidence of the customer’s identity and have effective procedure for verifying the bona fides of the customer.

Unit prices and distributions payable, if any, may go down as well as up.
(6) THE MANAGEMENT OF THE FUND

6.1 Background Information

We are a member of Malayan Banking Berhad Group (“Maybank Group”). We were established on 5 March 1997 following the corporatization of the Investment Department of Maybank Investment Bank Berhad (“MIB”). MIB, which was incorporated on 28 September 1973, is the investment banking arm of the Maybank Group. We are a wholly-owned by Maybank Asset Management Group Berhad (formerly known as Aseamlease Berhad), a wholly-owned subsidiary of Maybank. We are a holder of a Capital Markets Services Licence under the Act.

As at LPD, we have over 30 years of experience including the period prior to its corporatization at MIB in managing investments ranging from equities, fixed income securities, money market instruments to unit trust funds and wholesale funds mainly on behalf of corporations, institutions, insurance and takaful companies and individuals.

6.2 Functions, Duties and Responsibilities of the Manager

Our general functions, duties and responsibilities include, but not limited to, the following:

- carrying out and conducting business in a proper and diligent manner and be responsible for daily sales and management of the Fund and the general administration of the Fund in accordance with the Deed, the Act and the relevant guidelines and other applicable laws at all times and acceptable and efficacious business practices within the industry;

- observing high standards of integrity and fair dealing in managing the Fund to the best and exclusive interest of the Unit Holders; and

- acting with due care, skill and diligence in managing the Fund and effectively employ the resources and procedures necessary for the proper performance of the Fund.

6.3 Board of Directors of the Manager

We have an experienced board of directors with background in the financial markets. They are responsible for overseeing the activities of the Manager and the establishment of the Fund’s policies. The board of directors’ meetings are held at least four (4) times annually or more frequently should the circumstances require.

As at LPD, there are six (6) members sitting on the Board of Directors of the Manager including two (2) Independent Directors.

The profile of the Board of Directors is as follows:

Datuk Mohaiyani Binti Shamsudin (Chairman/Non-Independent Non-Executive Director)

Datuk Karownakaran @ Karunakaran a/l Ramasamy (Non-Independent Non-Executive Director)

Loh Lee Soon (Independent Non-Executive Director)

Nor’ Azamin Bin Salleh (Non-Independent Non-Executive Director)

Badrul Hisyam Bin Abu Bakar (Non-Independent Executive Director/Managing Director)
Mohd Shariff bin Sulaiman (independent non-executive director)

Note: Please refer to our website at http://www.maybank-am.com/ for information on the profile of our Board of Directors. Please note that there may be changes to the composition and/or profile of the Board of Directors from time to time, please refer to our website for the updated information.

6.4 Role of the Investment Committee

The investment committee of the Fund is responsible for the following:

(i) To provide general guidance on matters pertaining to policies on investment management.

(ii) To select appropriate strategies to achieve the proper performance of the Fund in accordance with the Fund management policies.

(iii) To ensure that the strategies selected are properly and efficiently implemented at the management level.

(iv) To ensure that the Fund is managed in accordance with the investment objectives, Deed, product specifications, relevant guidelines and securities laws, internal restrictions and policies, as well as acceptable and efficacious practices within the industry.

(v) To actively monitor, measure and evaluate the investment management performance, risk and compliance level of Investment Department and all funds under the management of the company.

(vi) To not make nor influence investment decisions of the licensed persons or perform any other action that is in breach of any applicable laws, rules and regulations pertaining to portfolio manager’s license.

The Fund’s investment committee’s meetings are held four (4) times a year and more frequently should the circumstances require.

Note: Please refer to our website at http://www.maybank-am.com/ for further information in relation to our Investment Committee.

6.5 Designated Person for Fund Management Function

The profiles of the designated fund manager for the Fund are as follows:

Eeh Chong Ben

Mr Eeh has been in the fixed income industry for over 12 years, with wide ranging experience from debt origination, macro research to credit analysis. During his tenure, he gained valuable experience from different established institutions, which includes investment banks, pension fund and commercial banks. His last position was Head of Credit Analytics, Maybank, where he led a regional credit research team to oversee Singapore, Philippines, Indonesia, China/Hong Kong in addition to local credits. He graduated with Bachelor of Finance from La Trobe University and is a CFA charterholder and FRM holder.
6.6 Material Litigation

As at LPD, there is no material litigation or arbitration, including any pending or threatened, and there are no facts likely to give rise to any proceedings which might materially affect the business/financial position of Maybank AM or any of its delegates.

Note: For more information and/or updated information about the Manager, please refer to our website at http://www.maybank-am.com/.
7.1 Background Information

RHB Trustees Berhad ("Trustee") was incorporated in Malaysia under the Companies Act, 1965 on 6 March 2002. It is registered as a trust company under the Trust Companies Act, 1949 and is also registered with the SC to conduct unit trust business. The principal activity of the Trustee is providing retail and corporate trustee services. The Trustee has been in the trustee business since 2002.

The present authorised share capital of the Trustee is RM25,000,000 comprising 2,500,000 ordinary shares of RM10.00 each, of which 1,200,000 are currently issued and credited as partially paid-up of RM5.00 each in the Trustee. The shareholders are as follows:

<table>
<thead>
<tr>
<th>Shareholders</th>
<th>%</th>
</tr>
</thead>
<tbody>
<tr>
<td>RHB Bank Berhad</td>
<td>20</td>
</tr>
<tr>
<td>RHB Investment Bank Berhad</td>
<td>20</td>
</tr>
<tr>
<td>RHB Nominees (Tempatan) Sdn. Berhad</td>
<td>20</td>
</tr>
<tr>
<td>RHB Nominees (Asing) Sdn. Berhad</td>
<td>20</td>
</tr>
<tr>
<td>OSK Futures And Options Sdn. Berhad</td>
<td>20</td>
</tr>
</tbody>
</table>

The Trustee undertakes all types of trustee business allowed under the Trust Companies Act, 1949, ranging from corporate trustee services to retail services. The Trustee offers corporate trustee services such as trustee for real estate investment trusts (REITs), unit trust funds, private retirement schemes and custodian services. Its retail services include estate planning services (will writing, custodian and executor/trustee services) and private trustee services (private purpose trust, investment trust, charitable trust, insurance trust, business succession trust, estate administration trust, custodian and stakeholder services).

7.2 Duties and Responsibilities of the Trustee

The Trustee’s functions, duties and responsibilities are set out in the Deed. The general function, duties and responsibility of the Trustee include, but are not limited to, the following:

(a) Acting as trustee and safeguarding the rights and interests of the Unit Holders;

(b) Holding the assets of the Fund for the benefit of the Unit Holders; and

(c) Exercising all the powers of a trustee and the powers that are incidental to the ownership of the assets of the Fund.

The Trustee has covenanted in the Deed that it will exercise all due diligence and vigilance in carrying out its functions and duties, and in safeguarding the rights and interests of Unit Holders.

7.3 Litigation and Arbitration

As at the LPD, the Trustee is not engaged in any material litigation and arbitration, including those pending or threatened, and is not aware of any fact likely to give rise to any proceedings which might materially affect the business or financial position of the Trustee.
**SALIENT TERMS OF THE DEED**

### 8.1 Unit Holders’ Rights and Liabilities

A Unit Holder is a person registered in the register as a holder of units or fractions of units in a fund which automatically accord him rights and interest in the fund.

**Unit Holders’ Rights**

A Unit Holder has the right, amongst others:

1. to receive distributions, if any, of that Fund;
2. to participate in any increase in the NAV of Units of that Fund;
3. to call for Unit Holders’ meetings and to vote for the removal of the Trustee or the Manager through special resolution;
4. to exercise the cooling-off right (only for qualified investors);
5. to receive annual and interim reports on that Fund; and
6. to exercise such other rights and privileges as provided for in the Deed.

A Unit Holder would not, however, have the right to require the transfer to the Unit Holder of any of the investments of the Fund. Neither would a Unit Holder have the right to interfere with or to question the exercise by the Trustee (or the Manager on the Trustee’s behalf) of the rights of the Trustee as trustee of the investments of the Fund.

**Unit Holders’ Liabilities**

1. No Unit Holder is liable for any amount in excess of the purchase price paid for the Units as determined pursuant to the Deed at the time the Units were purchased.

2. A Unit Holder shall not be under any obligation to indemnify the Manager and/or the Trustee in the event that the liabilities incurred by the Manager and/or the Trustee in the name of or on behalf of the Fund pursuant to and/or in the performance of the provisions of this Deed exceed the value of the assets of the Fund, and any right of indemnity of the Manager and/or the Trustee shall be limited to recourse to the Fund.

### 8.2 Maximum Fees and Charges Permitted by the Deed

<table>
<thead>
<tr>
<th>Fund</th>
<th>Maximum Sales Charge (based on the NAV per Unit of the Fund)</th>
<th>Maximum Redemption Charge (based on the NAV per Unit of the Fund)</th>
<th>Maximum Management Fee (based on the NAV of the Fund)</th>
<th>Maximum Trustee Fee (based on the NAV of the Fund)</th>
</tr>
</thead>
<tbody>
<tr>
<td>MGBF</td>
<td>3%</td>
<td>3%</td>
<td>2% per annum</td>
<td>0.05% per annum (subject to a minimum of RM12,000 per annum)</td>
</tr>
</tbody>
</table>

Any increase of the fees and/or charges above the maximum stated in the Deed shall require Unit Holders’ approval.
8.3 Procedures to Increase the Direct and Indirect Fees and Charges

Sales Charge
The Manager may not charge a sales charge at a rate higher than that disclosed in the Prospectus unless:

(a) the Manager has notified the Trustee in writing of the higher rate and the date on which such higher rate is to become effective;
(b) a supplemental/replacement prospectus stating the higher rate is issued thereafter; and
(c) such time as may be prescribed by any relevant law shall have elapsed since the supplemental/replacement prospectus is issued.

Redemption Charge
The Manager may not charge a redemption charge at a rate higher than that disclosed in the Prospectus unless:

(a) the Manager has notified the Trustee in writing of the higher rate and the date on which such higher rate is to become effective;
(b) a supplemental/replacement prospectus stating the higher rate is issued thereafter; and
(c) such time as may be prescribed by any relevant law shall have elapsed since the supplemental/replacement prospectus is issued.

Management Fee
The Manager may not charge a management fee at a rate higher than that disclosed in the Prospectus unless:

(a) the Manager has come to an agreement with the Trustee on the higher rate;
(b) the Manager has notified the Unit Holders of the higher rate and the date on which such higher rate is to become effective;
(c) a supplemental/replacement prospectus stating the higher rate is issued thereafter; and
(d) such time as may be prescribed by any relevant law shall have elapsed since the supplemental/replacement prospectus is issued.

Trustee Fee
The Trustee may not charge a trustee fee at a rate higher than that disclosed in the Prospectus unless:

(a) the Manager has come to an agreement with the Trustee on the higher rate;
(b) the Manager has notified the Unit Holders of the higher rate and the date on which such higher rate is to become effective;
(c) a supplemental/replacement prospectus stating the higher rate is issued thereafter; and
(d) such time as may be prescribed by any relevant law shall have elapsed since the supplemental/replacement prospectus is issued.
8.4 Expenses Permitted by the Deed

Further information on the permitted expenses payable out of the Fund’s property please refer to Section 4.7 of this Prospectus.

8.5 Retirement, Removal and Replacement of the Manager

Subject to the approval of the SC, the Manager shall have the power to retire in favour of some other corporation and as necessary under any written law upon giving to the Trustee twelve (12) months’ notice in writing of its desire so to do, or such lesser time as the Manager and the Trustee may agree, and subject to fulfilment of the conditions as stated in the Deed.

The Manager may be removed and replaced, if so required by the Trustee, on the grounds that:

(a) the Manager has failed or neglected to carry out its duties to the satisfaction of the Trustee and the Trustee considers that it would be in the interest of the Unit Holders for it to do so after the Trustee has given notice to it of that opinion and the reasons for that opinion, and has considered any representations made by the Manager in respect of that opinion and after consultation with the SC and with the approval of the Unit Holders;

(b) unless expressly directed otherwise by the relevant authorities, if the Manager is in breach of any of its obligations or duties under the Deed or the relevant laws, or has ceased to be eligible to be a management company under the relevant laws; or

(c) The Manager has gone into liquidation except for the purpose of amalgamation or reconstruction or some similar purpose, or has had a receiver appointed or has ceased to carry on business.

In any of the events set out above occurs, the Manager shall upon receipt of a written notice from the Trustee cease to be the management company of the Fund by the mere fact that the Manager has received the notice. The Trustee shall, at the same time, by writing appoint some other corporation already approved by the relevant authorities to be the management company of the Fund; such corporation shall have entered into such deed or deeds as the Trustee may consider to be necessary or desirable to secure the due performance of its duties as management company for the Fund.

8.6 Retirement, Removal and Replacement of the Trustee

The Trustee may retire upon giving twelve (12) months’ notice to the Manager of its desire to do so (or such shorter period as the Manager and the Trustee may agree) and may by deed appoint in its stead a new trustee approved by the SC.

The Trustee may be removed and another trustee may be appointed by special resolution of the Unit Holders at a Unit Holders’ meeting convened in accordance with the Deed or as stipulated in the Act.

The Manager shall take all reasonable steps to replace the Trustee as soon as practicable after becoming aware that:

(a) The Trustee has ceased to exist;

(b) The Trustee has not been validly appointed;
(c) The Trustee is not eligible to be appointed or to act as trustee under Section 290 of the Act;

(d) The Trustee has failed or refused to act as trustee in accordance with the provisions or covenants of the Deed or the provisions of the Act;

(e) A receiver is appointed over the whole or a substantial part of the assets or undertaking of the existing trustee and has not ceased to act under the appointment, or a petition is presented for the winding up of the existing trustee (other than for the purpose of and followed by a reconstruction, unless during or following such reconstruction the existing trustee becomes or is declared to be insolvent); or

(f) The Trustee is under investigation for conduct that contravenes the Trust Companies Act 1949, the Trustee Act 1949, the Companies Act 1965 or any securities law.

8.7 Termination of the Fund

The Fund may be terminated or wound up should the following occur:

(a) The SC’s approval is revoked under Section 212(7)(A) of the Act;

(b) A special resolution is passed at a Unit Holders’ meeting to terminate or wind up the Fund, following occurrence of events stipulated under Section 301(1) of the Act and the court has confirmed the resolution, as required under Section 301(2) of the Act;

(c) A special resolution is passed at a Unit Holders’ meeting to terminate or wind up the Fund;

(d) The Fund has reached its maturity date as specified in the Deed (if any); and

(e) The effective date of an approved transfer scheme (if any) has resulted in the Fund, which is the subject of the transfer scheme, being left with no asset/property.

8.8 Unit Holders’ Meeting

A Unit Holders’ meeting may be called by the Manager, Trustee and/or Unit Holders. Any such meeting must be convened in accordance with the Deed and/or the Guidelines.

Every question arising at any meeting shall be decided in the first instance by a show of hands unless a poll is demanded or if it be a question which under the deed requires a special resolution, in which case a poll shall be taken. On a show of hands every Unit Holder who is present or by proxy shall have one vote.

The quorum for a meeting of Unit Holders of the Fund is five (5) Unit Holders of the Fund, whether present in person or by proxy, provided always that for a meeting which requires a special resolution the quorum for that meeting shall be five (5) Unit Holders, whether present in person or by proxy, holding in aggregate at least twenty five percent (25%) of the Units in issue for the Fund at the time of the meeting. If the Fund has five (5) or less Unit Holders, the quorum required shall be two (2) Unit Holders, whether present or by proxy and if the meeting requires a special resolution the quorum for that meeting shall be two (2) Unit Holders, whether present in person or by proxy, holding in aggregate at least twenty five percent (25%) of the units in issue for that Fund at the time of the meeting.
(9) CONFLICT OF INTEREST AND RELATED PARTY TRANSACTIONS

Related Party Transactions

Save as disclosed below, there are no existing or proposed related party transactions involving the Fund, us as the manager, the Trustee and/or persons connected to them as at LPD:

<table>
<thead>
<tr>
<th>Name of Party</th>
<th>Name of Related Party and Nature of Relationship</th>
<th>Existing / Potential Related Party Transaction</th>
</tr>
</thead>
<tbody>
<tr>
<td>The Manager</td>
<td>Maybank.</td>
<td>Delegate:</td>
</tr>
<tr>
<td></td>
<td>The Manager is wholly-owned by MAMG, which is wholly-owned by Maybank.</td>
<td>The Manager has delegated its back office functions (i.e. the fund accounting and valuation function, clearing and settlement and maintenance of the register of Unit Holders) to Maybank Securities Services which is a unit within Maybank.</td>
</tr>
</tbody>
</table>

Policies On Dealing With Conflict Of Interest Situations

We have in place policies and procedures to deal with any conflict of interest situations. In making an investment transaction for the Fund, we will not make improper use of its position in managing the Fund to gain, directly or indirectly, any advantage or to cause detriment to the interests of Unit Holders.

We and our directors including the investment committee members will at all times act in the best interests of the Unit Holders of the Fund and will not conduct itself in any manner that will result in a conflict of interest or potential conflict of interest. In the unlikely event that any conflict of interest arises, such conflict shall be resolved such that the Fund is not disadvantaged. In the unlikely event that we face conflicts in respect of its duties to the Fund and its duties to the other funds that it manages, we are obliged to act in the best interests of all its investors and will seek to resolve any conflicts fairly and in accordance with the Deed and the relevant laws.

Where a conflict or potential conflict of interest situation arises, it will be evaluated by the compliance department and disclosed to our executive director for the next course of action. Conflict of interest situations involving the executive director will be disclosed to our Board for a decision on the next course of action. Directors or staffs who are in advisory positions such as portfolio managers or staffs who have access to information on transactions are not allowed to engage in dealings on their own account. Investment committee members who hold substantial shareholdings or directorships in public companies shall refrain from any decision making if the Fund invests in the particular share or stocks of such companies.
We have formulated policies and adopted certain procedures to prevent conflicts of interest situations.

They include the following:

(a) The adoption of our policy on ownership of shares and stocks of limited companies by our employees. The policy includes a requirement for all employees to submit a written declaration of their interests in the securities of limited companies;

(b) Prohibition of employees involved in share trading on the stock market, from trading in the open market in their private capacity, except with prior approval of the chief executive officer or compliance officer, or for the purpose of disposing shares in quoted limited companies acquired through sources permitted by us;

(c) Limits set when using brokers and/or financial institutions for dealings of the investments of the unit trust funds;

(d) Duties for making investment decisions, raising accounting entries and ensuring that payments are properly segregated and carried out by different departments which are headed by separate persons;

(e) Investment procedures, authorised signatories and authorised limits are properly documented in our standard operating procedures;

(f) Holding meetings with the Trustee on a case to case basis to discuss issues related to the management of the unit trust fund, including conflict of interest situations; and

(g) A proper segregation of duties to prevent conflict of interest situations.

In addition, a monthly declaration of securities trading is required from all employees and our executive director, to ensure that there is no potential conflict of interest between the employees’ securities trading and the execution of the employees’ duties to us and our customers. We have also appointed a senior compliance officer whose duties include monitoring and resolving conflict of interest situations in relation to unit trust funds managed and administered by us.

As at the LPD, we are not aware of any existing or potential conflict of interest situations which may arise.

Details Of The Manager’s Directors’ and Substantial Shareholders’ Direct And Indirect Interest In Other Corporations Carrying On A Similar Business

As at the LPD, our directors and substantial shareholders do not have any direct and indirect interest in other corporations carrying on a similar business.

As at the LPD, Maybank Asset Management Group, which is our substantial shareholder, has direct or indirect interests in the following corporations which are carrying on a similar business as us:

(i) Maybank Islamic Asset Management Sdn Bhd;
(ii) Maybank Asset Management Singapore Pte Ltd; and
(iii) PT Maybank Asset Management.

Other Declarations

The solicitors, auditors and tax adviser confirm that there are no existing or potential conflicts of interest in their respective capacity as advisors for us.
(10) ADDITIONAL INFORMATION

(a) Official Receipt and Statement of Investment

Each time you purchase Units or conduct any other transaction for the Fund, a confirmation advice is sent out to you by ordinary post. A computer generated statement will also be issued to provide you with a record of each and every transaction made in the account so that you may confirm the status and accuracy of his/her transactions, as well as to provide you with an updated record of his/her investment account(s) with us.

(b) Customer Service of the Manager

Unit Holders can seek assistance on any issue relating to the Fund, from the our client servicing personnel at Maybank AM's office at 03 - 2297 7888 from 8.45 a.m. to 5.45 p.m. from Monday to Thursday and from 8.45 a.m. to 4.45 p.m. on Friday. Alternatively, you may e-mail their enquiries to mamcs@maybank.com.my.

(c) Keeping Track of the Daily Prices of Units

We will publish the Fund’s Selling/Redemption Prices of Units and the Net Asset Value per Unit in at least one national Bahasa Malaysia and one national English newspaper.

As the investments of the Fund are in foreign markets, the daily price of the Fund for a particular Business Day will be published in the newspaper on the second Business Day from the date of the publication. (i.e. the price will be two (2) days old).

(d) Financial Reports

You will be informed of the Fund’s performance through the audited annual reports and half-yearly unaudited reports. The reports will be sent to you within 2 months after the close of the financial year-end or interim period.

(e) Changing account details

You are required to inform us in writing on any changes of their account details. The account details will amongst other things include the following;

(i) your address;
(ii) signing instructions;
(iii) distribution of income instruction.

(f) Unclaimed Monies

Any monies other than unclaimed income distribution payable to Unit Holders which remain unclaimed for one (1) year will be handled in accordance with the requirements of the Unclaimed Moneys Act, 1965.

(g) Unclaimed Income Distribution

If you instruct to receive income distribution instead of reinvesting the income distribution, you shall receive the income distribution in the form of cheques. If you do not deposit the cheques within six (6) months from the date of issuance of the said cheques, we shall automatically reinvest the income amount into additional Units of the Fund at the NAV per Unit at the end of the expiry date.
(h) **The Deed**

<table>
<thead>
<tr>
<th>Deed of the Fund</th>
<th>Principal deed dated 19 October 2012</th>
</tr>
</thead>
<tbody>
<tr>
<td>Supplemental Deed</td>
<td>A first supplemental deed dated 2 September 2013 and a second supplemental deed dated 20 March 2015.</td>
</tr>
</tbody>
</table>

The Deed can be inspected at our office during office hours (8.45 a.m. to 5.45 p.m.) from Monday to Thursday and (8.45 a.m. to 4.45 p.m.) on Friday on a Business Day.

(i) **Material Contracts**

There are no other material contracts (including contracts not reduced in writing), not being contracts entered in the ordinary course of business which have been entered into by us within two (2) years preceding the date of this Prospectus.

(j) **Implementation of Goods and Services Tax Act**

All fees and charges payable to us and the Trustee are subject to goods and services tax (“GST”) as may be imposed by the government or other authorities from time to time. Where GST is applicable to the extent that services is provided to the Fund and/or you, the amount of GST payable on any related fee, charge and/or expense will be borne by you and/or the Fund, as the case may be, in addition to the applicable fees, charges and expenses stated in the Prospectus.

(k) **Consents**

(i) The consent of the Trustee, Investment Manager and Operator for the inclusion of their names in this Prospectus in the manner and form in which such names appear have been given before the date of issue of this Prospectus and none of them have subsequently withdrawn their written consents.

(ii) The Tax Adviser has given their consent to the inclusion of their name and the Tax Adviser’s Letter on Taxation of the Fund and you in the form and context in which it appears in this Prospectus and has not withdrawn such consent prior to the date of this Prospectus.

The Fund’s annual report is available upon request.
(11) DOCUMENTS AVAILABLE FOR INSPECTION

For a period of not less than twelve (12) months, the following documents or copies thereof, where applicable, may be inspected, without charge at our registered office and/or the Trustee:

(a) the Deed(s) of the Fund;
(b) the current prospectus and supplementary or replacement prospectus, if any;
(c) the latest annual and interim reports for the Fund;
(d) any material contracts or documents referred to in this Prospectus and, in the case of contracts not reduced into writing, a memorandum which gives full particulars of the contracts;
(e) the audited financial statements of the Manager and the Fund (where applicable) for the current financial year and the last three (3) financial years or if less than three (3) years, from the date of incorporation or commencement;
(f) all reports, letters or other documents, valuations and statements by any expert, any part of which is extracted or referred to in this Prospectus;
(g) writ and relevant cause papers for all current material litigation and arbitration disclosed in this Prospectus (if any);
(h) latest audited financial statements of the Manager and the Fund for the current financial year (where applicable);
(i) all consent given by experts or persons named in this Prospectus; and
(j) Prospectus and/or supplemental prospectus to the Target Fund.
Taxation adviser's letter in respect of the taxation of the unit trust and the unit holders
(prepared for inclusion in this prospectus)

Ernst & Young Tax Consultants Sdn Bhd
Level 23A Menara Milenium
Pusat Bandar Damansara
50490 Kuala Lumpur

The Board of Directors
Maybank Asset Management Sdn Bhd
Level 12, Tower C
Dataran Maybank
No. 1, Jalan Maarof
59000 Kuala Lumpur

Dear Sirs

Taxation of the unit trust and unit holders

This letter has been prepared for inclusion in this Prospectus to be dated 4 November 2016 in connection with the offer of units in the unit trust known as Maybank Global Bond Fund (hereinafter referred to as “the Fund”).

The purpose of this letter is to provide prospective unit holders with an overview of the impact of taxation on the Fund and the unit holders.

Taxation of the Fund

The taxation of the Fund is subject to the provisions of the Malaysian Income Tax Act 1967 (MITA), particularly Sections 61 and 63B.

Subject to certain exemptions, the income of the Fund comprising interest and other investment income derived from or accruing in Malaysia after deducting tax allowable expenses, is subject to Malaysian income tax at the rate of 24% with effect from the year of assessment 2016.
The Board of Directors
Maybank Asset Management Sdn Bhd
30 September 2016

Tax allowable expenses would comprise expenses falling under Section 33(1) and Section 63B of the MITA. Section 33(1) permits a deduction for expenses that are wholly and exclusively incurred in the production of gross income. In addition, Section 63B allows unit trusts a deduction for a portion of other expenses (referred to as ‘permitted expenses’) not directly related to the production of income, as explained below.

"Permitted expenses" refer to the following expenses incurred by the Fund which are not deductible under Section 33(1) of the MITA:

- the manager's remuneration,
- maintenance of the register of unit holders,
- share registration expenses,
- secretarial, audit and accounting fees, telephone charges, printing and stationery costs and postage.

These expenses are given a partial deduction under Section 63B of the MITA, based on the following formula:

\[
\frac{A \times B}{4C}
\]

where  
A is the total of the permitted expenses incurred for that basis period;

B is gross income consisting of dividend\(^1\), interest and rent chargeable to tax for that basis period; and

C is the aggregate of the gross income consisting of dividend\(^1\) and interest (whether such dividend or interest is exempt or not) and rent, and gains made from the realisation of investments (whether chargeable to tax or not) for that basis period,

provided that the amount of deduction to be made shall not be less than 10% of the total permitted expenses incurred for that basis period.

\(^1\) Pursuant to Section 15 of the Finance Act 2011, with effect from the year of assessment 2011, dividend income is deemed to include income distributed by a unit trust which includes distributions from Real Estate Investment Trusts.
The Board of Directors
Maybank Asset Management Sdn Bhd
30 September 2016

Exempt income

The following income of the Fund is exempt from income tax:

- **Malaysian sourced dividends**
  
  All Malaysian-sourced dividends should be exempt from income tax.

- **Malaysian sourced interest**
  
  (i) interest from securities or bonds issued or guaranteed by the Government of Malaysia;

  (ii) interest from debentures or *sukuk*, other than convertible loan stock, approved or authorized by, or lodged with, the Securities Commission;

  (iii) interest from *Bon Simpanan* Malaysia issued by Bank Negara Malaysia;

  (iv) interest derived from Malaysia and paid or credited by banks or financial institutions licensed under the Banking and Financial Institutions Act 1989 or the Islamic Banking Act 1983\(^2\);

  (v) interest derived from Malaysia and paid or credited by any development financial institution regulated under the Development Financial Institutions Act 2002;

  (vi) interest from *sukuk* originating from Malaysia, other than convertible loan stock, issued in any currency other than Ringgit and approved or authorized by, or lodged with, the Securities Commission or approved by the Labuan Financial Services Authority (LFSA); and

  (vii) interest which is specifically exempted by way of statutory orders or any other specific exemption provided by the Minister.

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\(^2\) The Banking and Financial Institutions Act 1989 and the Islamic Banking Act 1983 were repealed and replaced with the Financial Services Act 2013 and the Islamic Financial Services Act 2013, respectively, with effect from 30 June 2013. Pursuant to Section 272(h) of the Financial Services Act 2013 and Section 283(n) of the Islamic Financial Services Act 2013, any reference to the Banking and Financial Institutions Act 1989 and the Islamic Banking Act 1983 in any written law shall generally be construed as a reference to the Financial Services Act 2013 or the Islamic Financial Services Act 2013, respectively.
The Board of Directors
Maybank Asset Management Sdn Bhd
30 September 2016

- **Discount**

  Tax exemption is given on discount paid or credited to any unit trust in respect of investments as specified in items (i), (ii) and (iii) above.

**Foreign sourced income**

Dividends, interest and other income derived from sources outside Malaysia and received in Malaysia by a resident unit trust is exempt from Malaysian income tax. However, such income may be subject to tax in the country from which it is derived.

**Gains from the realisation of investments**

Pursuant to Section 61(1)(b) of the MITA, gains from the realisation of investments will not be treated as income of the Fund and hence, are not subject to income tax. Such gains may be subject to real property gains tax (RPGT) under the Real Property Gains Tax Act 1976 (RPGT Act), if the gains are derived from the sale of chargeable assets, as defined in the RPGT Act.

**Goods and Services Tax (GST)**

On 1 April 2015, GST was implemented at the standard rate of 6% to replace the existing sales tax and service tax systems. Based on the Goods and Services Tax Act 2014 which was gazetted on 19 June 2014, the Fund, being a collective investment vehicle, will be making exempt supplies. Hence, the Fund is not required to be registered for GST purposes. The Fund will incur expenses such as management fees, trustee fees and other administrative charges which will be subject to 6% GST. The 6% input tax which may be incurred on such expenses will generally not be claimable by the Fund.
The Board of Directors  
Maybank Asset Management Sdn Bhd  
30 September 2016

Taxation of unit holders

For Malaysian income tax purposes, unit holders will be taxed on their share of the distributions received from the Fund.

The income of unit holders from their investment in the Fund broadly falls under the following categories:

1. taxable distributions; and
2. non-taxable and exempt distributions.

In addition, unit holders may also realise a gain from the sale of units.

The tax implications of each of the above categories are explained below:

1. Taxable distributions

Distributions received from the Fund will have to be grossed up to take into account the underlying tax paid by the Fund and the unit holder will be taxed on the grossed up amount.

Such distributions carry a tax credit, which will be available for set-off against any Malaysian income tax payable by the unit holder. Should the tax deducted at source exceed the tax liability of the unit holder, the excess is refundable to the unit holder.

Please refer to the paragraph below for the income tax rates applicable to the grossed up distributions.

2. Non-taxable and exempt distributions

Tax exempt distributions made out of gains from the realisation of investments and exempt income earned by the Fund will not be subject to Malaysian income tax in the hands of the unit holders.
Rates of tax

The Malaysian income tax chargeable on the unit holders would depend on their tax residence status and whether they are individuals, corporations or trust bodies. The relevant income tax rates are as follows:

<table>
<thead>
<tr>
<th>Unit holders</th>
<th>Malaysian income tax rates</th>
</tr>
</thead>
<tbody>
<tr>
<td>Malaysian tax resident:</td>
<td></td>
</tr>
<tr>
<td>• Individual and non-corporate unit holders (such as associations and societies)</td>
<td>• Progressive tax rates ranging from 0% to 28%</td>
</tr>
<tr>
<td>• Co-operatives³</td>
<td>• Progressive tax rates ranging from 0% to 24%</td>
</tr>
<tr>
<td>• Trust bodies</td>
<td>• 24%</td>
</tr>
</tbody>
</table>

³ Pursuant to Paragraph 12(1), Schedule 6 of the MITA, the income of any co-operative society—
   (a) in respect of a period of five years commencing from the date of registration of such co-operative society;
   and
   (b) thereafter where the members' funds [as defined in Paragraph 12(2)] of such co-operative society as at
   the first day of the basis period for the year of assessment is less than seven hundred and fifty thousand
   ringgit is exempt from tax.
The Board of Directors  
Maybank Asset Management Sdn Bhd  
30 September 2016

<table>
<thead>
<tr>
<th>Unit holders</th>
<th>Malaysian income tax rates</th>
</tr>
</thead>
<tbody>
<tr>
<td>• Corporate unit holders</td>
<td>• First RM500,000 of chargeable income @ 15%</td>
</tr>
<tr>
<td>(i) A company with paid up capital in</td>
<td>• Chargeable income in excess of RM500,000 @ 24%</td>
</tr>
<tr>
<td>respect of ordinary shares of not</td>
<td></td>
</tr>
<tr>
<td>more than RM2.5 million (at the</td>
<td></td>
</tr>
<tr>
<td>beginning of the basis period for</td>
<td></td>
</tr>
<tr>
<td>the year of assessment)⁴</td>
<td></td>
</tr>
<tr>
<td>(ii) Companies other than (i) above</td>
<td>24%</td>
</tr>
<tr>
<td></td>
<td></td>
</tr>
<tr>
<td>Non-Malaysian tax resident (Note):</td>
<td></td>
</tr>
<tr>
<td>• Individual and non-corporate unit</td>
<td>28%</td>
</tr>
<tr>
<td>holders</td>
<td></td>
</tr>
<tr>
<td>• Corporate unit holders and trust</td>
<td>24%</td>
</tr>
<tr>
<td>bodies</td>
<td></td>
</tr>
</tbody>
</table>

Note:  
Non-resident unit holders may be subject to tax in their respective countries depending on the provisions of the tax legislation in the respective countries and any existing double taxation arrangements with Malaysia.

⁴ A company would not be eligible for the 20% tax rate on the first RM500,000 of chargeable income if:  
(a) more than 50% of the paid up capital in respect of the ordinary shares of the company is directly or indirectly owned by a related company which has paid up capital in respect of ordinary shares of more than RM2.5 million at the beginning of a basis period for a year of assessment;  
(b) the company owns directly or indirectly more than 50% of the paid up capital in respect of the ordinary shares of a related company which has paid up capital in respect of ordinary shares of more than RM2.5 million at the beginning of a basis period for a year of assessment;  
(c) more than 50% of the paid up capital in respect of the ordinary shares of the company and a related company which has a paid up capital in respect of ordinary shares of more than RM2.5 million at the beginning of a basis period for a year of assessment is directly or indirectly owned by another company.
The Board of Directors
Maybank Asset Management Sdn Bhd
30 September 2016

Gains from sale of units

Gains arising from the realisation of investments will not be subject to income tax in the hands of unit holders unless they are insurance companies, financial institutions or traders/dealers in securities.

Unit splits and reinvestment of distributions

Unit holders may also receive new units as a result of unit splits or may choose to reinvest their distributions. The income tax implications of these are generally as follows:

- Unit splits - new units issued by the Fund pursuant to a unit split will not be subject to income tax in the hands of the unit holders.

- Reinvestment of distributions - unit holders may choose to reinvest their income distribution in new units by informing the Manager. In this event, the unit holder will be deemed to have received the distribution and reinvested it with the Fund.

We hereby confirm that, as at the date of this letter, the statements made in this letter correctly reflect our understanding of the tax position under current Malaysian tax legislation and the related interpretation and practice thereof, all of which are subject to change, possibly on a retrospective basis. We have not been retained (unless specifically instructed hereafter), nor are we obligated to monitor or update the statements for future conditions that may affect these statements.

The statements made in this letter are not intended to be a complete analysis of the tax consequences relating to an investor in the Fund. As the particular circumstances of each investor may differ, we recommend that investors obtain independent advice on the tax issues associated with an investment in the Fund.
The Board of Directors
Maybank Asset Management Sdn Bhd
30 September 2016

Yours faithfully
Ernst & Young Tax Consultants Sdn Bhd

[Signature]
Bernard Yap
Partner

Ernst & Young Tax Consultants Sdn Bhd has given its consent to the inclusion of the Taxation Adviser’s Letter in the form and context in which it appears in this Prospectus and has not withdrawn such consent before the date of issue of this Prospectus.
(13) UNIT TRUST LOAN FINANCING RISK DISCLOSURE STATEMENT

Investing in a Unit Trust Fund with Borrowed Money is More Risky than Investing with Your Own Savings.

You should assess if loan financing is suitable for you in light of your objectives, attitudes to risk and financial circumstances. You should be aware of the risks, which would include the following:

(a) The higher the margin of financing (that is, the amount of money you borrow for every Ringgit of your own money which you put in as deposit or down payment) the greater the loss or gain on your investment.

(b) You should assess whether you have the ability to service the repayments on the proposed loan. If your loan is a variable rate loan, and if interest rates rise, your total repayment amount will be increased.

(c) If unit prices fall beyond a certain level, you may be asked to provide additional acceptable collateral (where units are used as collateral) or pay additional amounts on top of your normal instalments. If you fail to comply within the time prescribed, your units may be sold towards the settlement of your loan.

(d) Returns on unit trusts are not guaranteed and may not be earned evenly over time. This means that there may be some years where returns are high and other years where losses are experienced. Whether you eventually realise a gain or loss may be affected by the timing of the sale of your units. The value of units may fall just when you want your money back even though the investment may have done well in the past.

The brief statement cannot disclose all the risks and other aspects of loan financing. You should therefore carefully study the terms and conditions before you decide to take a loan. If you are in doubt about any aspect of this risk disclosure statement or the terms of the loan financing, you should consult the institution offering the loan.

ACKNOWLEDGEMENT OF RECEIPT OF RISK DISCLOSURE STATEMENT

I acknowledge that I have received a copy of this Unit Trust Loan Financing Risk Disclosure Statement and understand its contents.

Signature : ________________________________________________

Full Name : ________________________________________________

Date  : ________________________________________________
(14) DIRECTORY

Maybank Asset Management Sdn Bhd
Level 12, Tower C, Dataran Maybank
No 1, Jalan Maarof
59000 Kuala Lumpur
Malaysia

Tel No: 03 - 2297 7888
Fax No: 03 - 2297 7998
Website: http://www.maybank-am.com/
Email: mamcs@maybank.com.my

LIST OF AGENTS

MALAYAN BANKING BERHAD - 402 BRANCHES

Kindly contact us for more details on the list of appointed distributors.
(15) APPENDIX

Permitted investments and investment restrictions of the Target Fund

1. Investment in transferable securities and liquid assets

   a) The Investment Manager will invest in:

   (i) transferable securities and money market instruments admitted to or dealt on a regulated market within the meaning of directive 2004/39/EC of the European Parliament and of the Council of 21 April 2004 on markets in financial instruments;

   (ii) transferable securities and money market instruments dealt on another market in a member state of the European Economic Area (a “Member State”) which is regulated, operates regularly and is recognised and open to the public;

   (iii) transferable securities and money market instruments admitted to official listing on a stock exchange in a non-EU Member State or dealt on another market in a non-EU Member State, which is regulated, operates regularly and is recognised and open to the public;

   (iv) recently issued transferable securities and money market instruments, provided that the terms of issue include an undertaking that application will be made for admission to official listing on a stock exchange or on another regulated market, in the countries of the areas referred to under (i), (ii) and (iii) above, which operates regularly and is recognised and open to the public, and such admission is secured within a year of the purchase;

   (v) units of Undertakings for Collective Investment in Transferable Securities (“UCITS”) and/or other Undertakings for Collective Investment (“UCIs”), whether situated in a Member State or not, provided that:

   • such other UCIs have been authorised under the laws of any E.U. Member State or under laws which provide that they are subject to supervision considered by the Luxembourg supervisory authority to be equivalent to that laid down in EU law and that cooperation between authorities is sufficiently ensured;

   • the level of protection for unitholders of the Target Fund in such other UCIs is equivalent to that provided for unitholders in a UCITS, and in particular that the rules on assets segregation, borrowing, lending, and uncovered sales of transferable securities and money market instruments are equivalent to the requirements of directive 2009/65/EC of the European Parliament and of the Council of 13 July 2009;

   • the business of such other UCIs is reported in half-yearly and annual reports to enable an assessment of the assets
and liabilities, income and operations over the reporting period;

- no more than 10% of the assets of the UCITS or of the other UCIs, whose acquisition is contemplated, can, according to their constitutional documents, in aggregate be invested in units of other UCITS or other UCIs;

(vi) deposits with credit institutions which are repayable on demand or have the right to be withdrawn, and maturing in no more than 12 months, provided that the credit institution has its registered office in an EU Member State or, if the registered office of the credit institution is situated in a non-Member State, provided that it is subject to prudential rules considered by the Luxembourg supervisory authority as equivalent to those laid down in EU law;

(vii) financial derivative instruments, including equivalent cash-settled instruments, dealt in on a regulated market referred to in subparagraph (i) to (iv) above, and/or financial derivative instruments dealt in over-the-counter ("OTC derivatives"), provided that:

- the underlying consists of instruments covered by this section under 1.a), financial indices, interest rates, foreign exchange rates or currencies, in which the Target Fund may invest according to its investment objectives,

- the counterparties to OTC derivative transactions are institutions subject to prudential supervision, and belonging to the categories approved by the Luxembourg supervisory authority,

- the OTC derivatives are subject to reliable and verifiable valuation on a daily basis and can be sold, liquidated or closed by an offsetting transaction at any time at their fair value at the Investment Manager’s initiative,

(viii) money market instruments other than those dealt in on a regulated market and which fall under section 1.a), if the issue or the issuer of such instruments are themselves regulated for the purpose of protecting investors and savings, and provided that such instruments are:

- issued or guaranteed by a central, regional or local authority or by a central bank of a Member State, the European Central Bank, the European Union ("EU") or the European Investment Bank, a non-Member State or, in case of a federal state, by one of the members making up the federation, or by a public international body to which one or more Member States belong, or

- issued by an undertaking any securities of which are dealt in on regulated markets referred to above, or

---

3 Directives and regulations issued by the European Council and European parliament.
issued or guaranteed by an establishment subject to prudential supervision in accordance with criteria defined by the EU law, or by an establishment which is subject to and complies with prudential rules considered by the Luxembourg supervisory authority to be at least as stringent as those laid down by EU law, or

issued by other bodies belonging to the categories approved by the Luxembourg supervisory authority provided that investments in such instruments are subject to investor protection equivalent to that laid down in the first, the second or the third indent (references to the three bullet points above) and provided that the issuer is a company whose capital and reserves amount to at least 10 million euro and which presents and publishes its annual accounts in accordance with the fourth directive 78/660/EEC, is an entity which, within a group of companies which include one or several listed companies, is dedicated to the financing of the group or is an entity which is dedicated to the financing of securitisation vehicles which benefit from a banking liquidity line.

b) The Investment Manager may invest up to 10% of the net asset value of the Target Fund in transferable securities and money market instruments other than those referred to in (a) above;

c) The Target Fund may hold ancillary liquid assets;

d) (i) The Target Fund may invest no more than 10% of its net asset value in transferable securities and money market instruments issued by the same body. The Target Fund may not invest more than 20% of its net asset value in deposits made with the same body. The risk exposure to a counterparty of the Target Fund in an OTC derivative transaction may not exceed 10% of its net asset value when the counterparty is a credit institution referred to in section 1 a) (vi) above or 5% of its net asset value in other cases.

(ii) The total value of the transferable securities and money market instruments held in the issuing bodies (countries issuing the fixed income securities) in each of which the Target Fund invests more than 5% of its net asset value must not exceed 40% of the value of its net asset value. This limitation does not apply to deposits and OTC derivative transactions made with financial institutions subject to prudential supervision.

Notwithstanding the individual limits laid down in paragraph 1. d) (i), the Target Fund may not combine:

- investments in transferable securities or money market instruments issued by a single body,
- deposits made with a single body, and/or
- exposures arising from OTC derivative transactions undertaken with a single body,

in excess of 20% of its assets.
(iii) The limit laid down under the first sentence of paragraph 1 d) (i) above shall be of 35% where the Target Fund has invested in transferable securities or money market instruments issued or guaranteed by a Member State, by its local authorities, by a non-Member State or by public international bodies of which one or more Member States are members.

(iv) The limit laid down under the first sentence of paragraph 1 d) (i) above shall be of 25% for bonds issued by a credit institution which has its registered office in a Member State and is subject by law, to special public supervision designed to protect bondholders. In particular, sums deriving from the issue of these bonds must be invested in conformity with the law in assets which, during the whole period of validity of the bonds, are capable of covering claims attaching to the bonds and which, in case of bankruptcy of the issuer, would be used on a priority basis for the repayment of principal and payment of the accrued interest.

If the Target Fund invests more than 5% of its net asset value in the bonds above and issued by one issuer, the total value of such investments may not exceed 80% of the value of the net asset value of the Target Fund.

(v) The transferable securities and money market instruments referred to in paragraphs 1 d) (iii) and 1 d) (iv) are not included in the calculation of the limit of 40% referred to in paragraph 1 d) (ii).

The limit set out above under paragraphs 1 d) (i), (ii), (iii) and (iv) may not be combined, and thus investments in transferable securities or money market instruments issued by the same body, in deposits or derivative instruments made with this body carried out in accordance with paragraph 1 d) (i), (ii), (iii) and (iv) may not exceed a total of 35% of the net asset value of the Target Fund.

Companies which are included in the same group for the purposes of consolidated accounts, as defined in accordance with Directive 83/349/EEC or in accordance with recognised international accounting rules, are regarded as a single body for the purpose of calculating the limits contained under paragraph 1 d). The Target Fund may cumulatively invest up to 20% of its net asset value in transferable securities and money market instruments within the same group.

(vi) Without prejudice to the limits laid down in paragraph e), the limits laid down in this paragraph d) shall be 20% for investments in shares and/or bonds issued by the same body when the aim of the Target Fund’s investment policy is to replicate the composition of a certain stock or bond index which is recognised by the Luxembourg supervisory authority, provided

- the composition of the index is sufficiently diversified,
- the index represents an adequate benchmark for the market to which it refers,
- it is published in an appropriate manner.
The limit laid down in the subparagraph above is raised to 35% where it proves to be justified by exceptional market conditions in particular in regulated markets where certain transferable securities or money market instruments are highly dominant provided that investment up to 35% is only permitted for a single issuer.

(vii) Where the Target Fund has invested in accordance with the principle of risk spreading in transferable securities and money market instruments issued or guaranteed by any EU Member State, its local authorities, or public international bodies of which one or more EU Member States are members or by any other state of the Organisation for Economic Corporation and Development ("OECD"), by Singapore or any member state of the G20, the Investment Manager may invest 100% of the net asset value of the Target Fund in such securities provided that the Target Fund must hold securities from at least six different issues and securities from one issue must not account for more than 30% of the Target Fund's net asset value.

e) The Investment Manager or Target Fund may not invest in voting shares of companies allowing it to exercise a significant influence in the management of the issuer. Further, the Investment Manager may acquire no more than (i) 10% of the non-voting shares of any single issuing body, (ii) 10% of the debt securities of any single issuing body, (iii) 25% of the units of any single collective investment undertaking, (iv) 10% of the money market instruments of any single issuing body. However, the limits laid down under (ii), (iii) and (iv) may be disregarded at the time of acquisition if, at that time, the gross amount of the bonds or of the money market instruments or the net amount of the instruments in issue cannot be calculated.

The limits under this section e) shall not apply to (i) transferable securities or money market instruments issued or guaranteed by a Member State, its local authorities, or public international bodies of which one or more Member States are members or by any other state, nor to (ii) shares held by the Investment Manager in the capital of a company incorporated in a state which is not a Member State investing its assets mainly in the securities of issuing bodies having their registered offices in that state, where under the legislation of that state such a holding represents the only way in which the Investment Manager can invest in the securities of issuing bodies of that state, provided that, however, the Target Fund, in its investment policy, complies with the limits laid down in Articles 43 and 46 and in paragraphs (1) and (2) of article 48 of the Law.

f) (i) Unless otherwise provided in the investment policy of the Target Fund, the Target Fund will not invest more than 10% of its net asset value in UCITS and other UCIs.

(ii) In the case restriction f) (i) above is not applicable to the Target Fund, as provided in its investment policy, the Target Fund may

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4 The articles of incorporation of the Company (Franklin Templeton Investment Funds) as amended from time to time.

5 Luxembourg Law of 17 December 2010 relating to undertakings for collective investment, as may be amended from time to time.
acquire units of UCITS and/or other UCIs referred to in paragraph 1 a) (v), provided that no more than 20% of the Target Fund's net asset value be invested in the units of a single UCITS or other UCI.

For the purpose of the application of this investment limit, each compartment of a UCITS and/or other UCI with multiple compartments is to be considered as a separate issuer provided that the principle of segregation of the obligations of the various compartments vis-à-vis third parties is ensured.

(iii) Investments made in units of UCIs other than UCITS may not in aggregate exceed 30% of the net asset value of the Target Fund.

(iv) When the Target Fund invests in the units of UCITS and/or other UCIs linked to the Franklin Templeton Investment Funds by common management or control, or by a substantial direct or indirect holding, no subscription or redemption fees may be charged to Franklin Templeton Investment Funds on account of its investment in the units of such other UCITS and/or UCIs.

In respect of the Target Fund's investments in UCITS and other UCIs linked to Franklin Templeton Investment Funds as described in the preceding paragraph, the total management fee (excluding any performance fee, if any) charged to the Target Fund and each of the UCITS or other UCIs concerned shall not exceed 2% of the value of the relevant investments. Franklin Templeton Investment Funds will indicate in its annual report the total management fees charged both to the Target Fund and to the UCITS and other UCIs in which the Target Fund has invested during the relevant period.

(v) Franklin Templeton Investment Funds may acquire no more than 25% of the units of the same UCITS and/or other UCI. This limit may be disregarded at the time of acquisition if at that time the gross amount of the units in issue cannot be calculated. In case of a UCITS or other UCI with multiple sub-funds, this restriction is applicable by reference to all units issued by the UCITS/UCI concerned, all sub-funds combined.

(vi) The underlying investments held by the UCITS or other UCIs in which the Target Fund invests in do not have to be considered for the purpose of the investment restrictions set forth under paragraph 1 d) above.

g) The Target Fund may subscribe, acquire and/or hold shares to be issued or issued by one or more other Franklin Templeton Investment Funds without the Target Fund being subject to the requirements of the law of 10 August 1915 on commercial companies (as amended) with respect to the subscription, acquisition and/or the holding by a company of its own shares, under the conditions however that:

(i) The target Franklin Templeton Investment Fund does not, in turn, invest in the Target Fund invested in this target Franklin Templeton Investment Fund; and

(ii) No more than 10% of the assets that the target Franklin Templeton
Investment Fund whose acquisition is contemplated may be invested in units of UCITS and/or other UCIs; and

(iii) Voting rights, if any, attaching to the shares of the target Franklin Templeton Investment Fund are suspended for as long as they are held by the Target Fund concerned and without prejudice to the appropriate processing in the accounts and the periodic reports; and

(iv) In any event, for as long as these shares are held by the Target Fund, their value will not be taken into consideration for the calculation of the net assets of the Target Fund for the purposes of verifying the minimum threshold of the net assets imposed by the Law of 17 December 2010; and

(v) There is no duplication of management/entry or sale charges between those at the level of the Target Fund having invested in the target Franklin Templeton Investment Fund, and this target Franklin Templeton Investment Fund.

h) Franklin Templeton Investment Funds may not (i) acquire for the benefit of the Target Fund securities which are partly paid or not paid or involving liability (contingent or otherwise) unless according to the terms of issue such securities will or may at the option of the holder become free of such liabilities within one year of such acquisition and (ii) underwrite or subunderwrite securities of other issuers for the Target Fund.

i) Franklin Templeton Investment Funds may not purchase or otherwise acquire any investment in which the liability of the holder is unlimited.

j) Franklin Templeton Investment Funds may not purchase securities or debt instruments issued by the Investment Manager or any connected person or by the Operator.

k) Franklin Templeton Investment Funds may not purchase any securities on margin (except that Franklin Templeton Investment Funds may, within the limits set forth in clause 2 e) below, obtain such short term credit as may be necessary for the clearance of purchases or sales of securities) or make uncovered sales of transferable securities, money market instruments or other financial instruments referred to above; except that Franklin Templeton Investment Funds may make initial and maintenance margin deposits in respect of futures and forward contracts (and options thereon).

2. Investment in other assets

a) Franklin Templeton Investment Funds may not purchase real estate, nor acquire any options, rights or interest in respect thereof, provided that Franklin Templeton Investment Funds may invest for the account of the Target Fund in securities secured by real estate or interest therein or in securities of companies investing in real estate.

b) Franklin Templeton Investment Funds may not make investments in precious metals or certificates representing them.
c) Franklin Templeton Investment Funds may not enter into transactions involving commodities or commodity contracts, except that Franklin Templeton Investment Funds may, in order to hedge risk, enter into financial futures on such transactions within the limits laid down in clause 3 below.

d) Franklin Templeton Investment Funds may not make loans to other persons or act as a guarantor on behalf of third parties or assume, endorse or otherwise become directly or contingently liable for, or in connection with, any obligation or indebtedness or any person in respect of borrowed monies, provided that for the purpose of this restriction:

(i) the acquisition of bonds, debentures or other corporate or sovereign debt obligations (whether wholly or partly paid) and investment in securities issued or guaranteed by a member country of the OECD or by any supranational institution, organization or authority, short-term commercial paper, certificates of deposit and bankers' acceptances of prime issuers or other traded debt instruments shall not be deemed to be the making of a loan; and

(ii) the purchase of foreign currency by way of a back-to-back loan shall not be deemed to be the making of a loan.

e) Franklin Templeton Investment Funds may not borrow for the account of the Target Fund, other than amounts which do not in aggregate exceed 10% of the net asset value of the Target Fund, taken at market value and then only as a temporary measure. Franklin Templeton Investment Funds may, however, acquire foreign currency by means of a back-to-back loan.

f) Franklin Templeton Investment Funds may not mortgage, pledge, hypothecate or in any manner transfer as security for indebtedness, any of the securities or other assets of the Target Fund, except as may be necessary in connection with the borrowings mentioned in clause e) above. The purchase or sale of securities on a when-issued or delayed-delivery basis, and collateral arrangements with respect to the writing of options or the purchase or sale of forward or futures contracts are not deemed the pledge of the assets.

3. Financial derivative instruments

The Investment Manager may use financial derivative instruments for investment, hedging and efficient portfolio management purposes, within the limits of the Law of 17 December 2010. Under no circumstances shall the use of these instruments and techniques cause the Target Fund to diverge from its investment policy.

The Target Fund may invest in financial derivative instruments within the limits laid down in clause 1. a) (vii) provided that the exposure to the underlying assets does not exceed in aggregate the investment limits laid down in clause 1. d) (i) to (v). When the Target Fund invests in index-based financial derivative instruments, these investments do not have to be combined in respect of the limits laid down in clause 1. d). When a transferable security or money market instrument embeds a derivative, the latter must be taken into account when complying with the requirements of this restriction.
The Investment Manager on behalf of a the Target Fund may only choose swap counterparties that are financial institutions selected by the Board of Directors and that are subject to prudential supervision and belonging to the categories approved by the CSSF for the purposes of OTC derivative transactions and specialized in these types of transactions.

As the case may be, collateral received by the Target Fund in relation to OTC derivative transactions may offset net exposure by counterparty provided it meets a range of standards, including those for liquidity, valuation, and issuer credit quality. Collateral primarily consist of cash and highly rated sovereign bonds. Collateral value is reduced by a percentage (a “haircut”) which provides for short term fluctuations in the value of the collateral. Net exposures are calculated daily by counterparty and subject to the terms of the agreements, including a minimum transfer amount, collateral levels may fluctuate between the fund and the counterparty depending on the market movement of the exposure. Non-cash collateral received is not sold, reinvested or pledged. Cash collateral may be reinvested in a manner consistent with the provisions established in the Credit Support Annex (“CSA”) of the International Swaps and Derivatives Association Master Agreement (“ISDA Master Agreement”) executed with the relevant counterparty and with the risk diversification requirements detailed in Appendix B “Investment Restrictions” of the Target Fund’s prospectus in (a) shares or units issued by short term money market undertakings for collective investment as defined in the Guidelines on a Common Definition of European Money Market Funds, (b) deposits with credit institutional having its registered office in a Member State or with a credit institution situated in a non-Member State provided that it is subject to prudential rules considered by the CSSF as equivalent to those laid down in Community law, (c) high quality government bonds that are deemed eligible collateral according to the terms of the CSA of the ISDA Master Agreement, and (d) reverse repurchase agreement transactions provided the transactions are with credit institutions subject to the prudential supervision and the Company may recall at any time the full amount of cash on accrued basis. The Company has policies with respect to the reinvestment of collateral (specifically, that derivatives or other instruments that may contribute to leverage may not be used) such that it would not impact the Global Exposure calculation.

In accordance with the criteria laid down in the precedent paragraph, the Target Fund may be fully collateralised in different transferable securities and money market instruments issued or guaranteed by any EU Member State, its local authorities, or public international bodies of which one or more EU Member States are members, by any other State of the OECD, by Singapore or any member state of the G20, provided that the Target Fund holds securities at least from six different issues and that any single issue must not account for more than 30% of the Target Fund’s net assets.

The global exposure relating to financial derivative instruments is calculated taking into account the current value of the underlying assets, the counterparty risk, foreseeable market movements and the time available to liquidate the positions.

The Investment Manager shall ensure that the global exposure of the Target Fund relating to financial derivative instruments does not exceed the total net assets.
of the Target Fund. The Target Fund’s overall risk exposure shall consequently not exceed 200% of its total net assets. In addition, this overall risk exposure may not be increased by more than 10% by means of temporary borrowings (as referred to in clause 2. e) above) so that it may not exceed 210% of the Target Fund’s total net assets under any circumstances.

The Target Fund apply either the Value-at-Risk (VaR) or the commitment approach to calculate their global exposure, whichever is deemed to be appropriate.

When the investment objective of the Target Fund indicates a benchmark against which the performance might be compared, the method used to calculate the global exposure may consider a different benchmark than the one mentioned for performance or volatility purposes in the Target Fund’s investment objective.

**Currency Hedging**

The Investment Manager may, in respect of the Target Fund, for the purpose of hedging currency risks, have outstanding commitments in forward currency contracts, currency futures, written call options and purchased put options on currencies and currency swaps either quoted on an exchange or dealt in on a regulated market or entered into with highly rated financial institutions.

Subject to the implementation of the currency hedging techniques below, commitments in one currency may not exceed the aggregate value of securities and other assets held by the Target Fund denominated in such currency (or other currencies that fluctuate in a substantially similar manner to such currency).

In this context, the Investment Manager may, in respect of the Target Fund, engage in the following currency hedging techniques:

- **hedging by proxy**, i.e. a technique whereby the Target Fund effects a hedge of the reference currency of the Target Fund (or benchmark or currency exposure of the assets of the Target Fund) against exposure in one currency by instead selling (or purchasing) another currency closely related to it, provided however that these currencies are indeed likely to fluctuate in the same manner. Guidelines followed in determining that one currency moves in a substantially similar manner to another currency include the following: i) the correlation of one currency to another currency is proven over a significant period of time to be over 85%; ii) the two currencies are, by explicit government policy, scheduled to participate in European Monetary Union on a set future date (which would include using the euro itself as a proxy for hedging bond positions denominated in other currencies scheduled to become part of the euro on a set future date); and iii) the currency used as the hedging vehicle against the other currency is part of a currency basket against which the central bank for that other currency explicitly manages its currency within a band or corridor that is either stable or sloping at a predetermined rate.

- **cross-hedging**, i.e. a technique whereby the Target Fund sells a currency to which it is exposed and purchases more of another currency to which the Target Fund may also be exposed, the level of the base currency being left unchanged, provided however that all such currencies are currencies of the countries which are at that time within the Target Fund’s benchmark or investment policy and the technique is used as an efficient method to gain the desired currency and asset exposures.
anticipatory hedging, i.e. a technique whereby the decision to take a position on a given currency and the decision to have some securities held in a Target Fund’s portfolio denominated in that currency are separate, provided however that the currency which is bought in anticipation of a later purchase of underlying portfolio securities is a currency associated with those countries which are within the Target Fund’s benchmark or investment policy.

FOR FURTHER DETAILS AND EXPLANATION OF THE PERMITTED INVESTMENTS AND RESTRICTIONS OF THE TARGET FUND, PLEASE REFER TO THE PROSPECTUS AND/OR SUPPLEMENTAL PROSPECTUS OF THE TARGET FUND.

Specific Risks of the Target Fund

Class Hedging Risk

The Target Fund may engage in currency hedging transactions with regards to a certain class of shares (the "hedged share class"). Hedged share classes are designed (i) to reduce exchange rate fluctuations between the currency of the hedged share class and the base currency of the Target Fund or (ii) to reduce exchange rate fluctuations between the currency of the hedged share class and other material currencies within the Target Fund’s portfolio. The hedged share class of the Target Fund in which the Fund will be investing is SGD - H1 in which the currency of this class is denominated in SGD whereas the base currency of the Target Fund is denominated in USD.

The hedging will be undertaken to reduce exchange rate fluctuations in case the base currency (USD) of the Target Fund or other material currencies within the Target Fund (the “reference currency(ies)”) is(are) declining or increasing in value relative to the hedged currency (SGD). The hedging strategy employed will seek to reduce as far as possible the exposure of the SGD hedged share class and no assurance can be given that the hedging objective will be achieved. In the case of a net flow to or from the Target Fund’s SGD hedged share class, the hedging may not be adjusted and reflected in the net asset value of the Target Fund’s SGD hedged share class until the following or a subsequent business day following the valuation day on which the instruction was accepted.

Investors should be aware that the hedging strategy may substantially limit shareholders of the SGD hedged share class of the Target Fund from benefiting from any potential increase in value of the share class expressed in the reference currency(ies), if the SGD hedged share class currency falls against the reference currency(ies). Additionally, shareholders of the SGD hedged share class of the Target Fund may be exposed to fluctuations in the net asset value per unit reflecting the costs of the relevant financial instruments. The costs of the relevant financial instruments will accrue solely to the SGD hedged share class.

Any financial instruments used to implement such hedging strategies with respect to one or more classes of the Target Fund shall be assets and/or liabilities of the Target Fund as a whole, but will be attributable to the SGD hedged share class and the gains/losses on and the costs of the relevant financial instruments will accrue solely to the SGD hedged share class. However, due to the lack of segregated liabilities between classes of the Target Fund, costs which are attributed to a specific class may be ultimately charged to the Target Fund as a whole. Any currency exposure of a class may not be combined with or offset against that of any other class of the Target Fund. The currency exposure of the assets attributable to a class may not be allocated to other classes. No intentional
leverage should result from currency hedging transactions of a class although hedging may exceed 100% for short periods between redemption instructions and execution of the hedge trade.

Counterparty Risk

Counterparty risk is the risk to each party of a contract that the counterparty will fail to perform its contractual obligations and/or to fulfil its commitments under the term of such contract, whether due to insolvency, bankruptcy or other cause.

When over-the-counter (OTC) or other bilateral contracts are entered into (inter alia OTC derivatives, repurchase agreements, security lending etc) the Target Fund may find itself exposed to risks arising from the solvency of its counterparties and from their ability to respect the conditions of these contracts. The Target Fund is exposed to the risk that the counterparty will fail to respect its commitments under the term of each contract.

Credit Risk

Credit risk, a fundamental risk relating to all fixed income securities, is the chance that an issuer will fail to make principal and/or interest payments when due. Issuers with higher credit risk typically offer higher yields for this added risk. Conversely, issuers with lower credit risk typically offer lower yields. Generally, government securities are considered to be the safest in terms of credit risk, while corporate fixed income securities, especially those with poorer credit ratings, have the highest credit risk. Changes in the financial condition of an issuer, changes in economic and political conditions in general, or changes in economic and political conditions specific to an issuer, are all factors that may have an adverse impact on an issuer’s credit quality and security values. Moody’s and Fitch, among others, provide ratings for a wide array of fixed income securities (corporate, sovereign, or supranational) which are based on the issuers’ creditworthiness. The agencies may change their ratings from time to time due to financial, economic, political, or other factors, which, if the change represents a downgrade, can adversely impact the value of the affected fixed income securities.

Credit-linked Securities Risk

Credit-linked securities are fixed income securities that represent an interest in a pool of, or are otherwise collateralised by one or more corporate fixed income securities or credit default swaps incorporated debt or bank loan obligations. Such securities may represent the obligations of one or more corporations. The Target Fund has the right to receive periodic interest payments from the issuer of the credit-linked security (usually the seller of the underlying credit default swap(s)) at an agreed-upon interest rate, and a return of principal at the maturity date.

The Target Fund bears the risk of loss of its principal investment, and the periodic interest payments expected to be received for the duration of its investment in the credit-linked security, in the event that one or more of the fixed income securities underlying the credit default swaps go into default or otherwise become non-performing. Upon the occurrence of such a credit event (including bankruptcy, failure to timely pay interest or principal, or a restructuring), the Target Fund will generally reduce the principal balance of the related credit-linked security by the Target Fund’s pro rata interest in the par amount of the defaulted underlying fixed income securities in exchange for the value of the defaulted underlying obligation or the defaulted underlying asset itself, resulting in a loss of a portion of the Target Fund’s investment. Thereafter, interest on the credit-linked

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6 Poorer means credit ratings that are lower in the scale of each respective rating agency.
security will accrue on a smaller principal balance and a smaller principal balance will be returned at maturity.

To the extent a credit-linked security represents an interest in underlying obligations of a single corporate or corporations, a credit event with respect to a single corporate presents greater risk of loss to the Target Fund than if the credit-linked security represented an interest in underlying obligations of multiple corporations. A credit-linked security representing interest in underlying obligations of multiple corporations presents lower risk of loss as compared to the credit-linked security representing interest in underlying obligations of a single corporate because the possibility of a credit-linked security of a single corporate default is higher than a credit-linked security of multiple corporations. If a credit-linked security of single corporate defaults, the credit-linked security will lose most or all of its value, whereas for a credit-linked security of multiple corporations, assuming only one of the underlying corporate defaults, the risk of loss will not be as high as a credit-linked security of a single corporate as it is diversified to a basket of multiple corporations.

In addition, the Target Fund bears the risk that the issuer of the credit-linked security will default or become bankrupt. In such an event, the Target Fund may have difficulty being repaid, or fail to be repaid, the principal amount of its investment and the remaining periodic interest payments thereon.

An investment in credit-linked securities also involves reliance on the counterparty to the credit default swap entered into with the issuer of the credit-linked security to make periodic payments to the issuer under the terms of the swap. Any delay or cessation in the making of such payments may be expected in certain instances to result in delays or reductions in payments to the Target Fund as an investor in such credit-linked securities. Additionally, credit-linked securities are typically structured as limited recourse obligations of the issuer of such securities such that the securities issued will usually be obligations solely of the issuer and will not be obligations or responsibilities of any other person.

Most credit-linked securities are structured as US Rule 144A securities so that they may be freely traded among institutional buyers. The Target Fund will generally only purchase credit-linked securities, which are determined to be liquid in accordance with the Target Fund’s liquidity guidelines.

However, the market for credit-linked securities may suddenly become illiquid. The other parties to the transaction may be the only investors with sufficient understanding of the derivative to be interested in bidding for it. Changes in liquidity may result in significant, rapid and unpredictable changes in the prices for credit-linked securities. In certain cases, a market price for a credit-linked security may not be available or may not be reliable, and the Target Fund could experience difficulty in selling such security at a price the Investment Manager believes is fair.

The value of a credit-linked security will typically increase or decrease with any change in value of the underlying fixed income security, if any, held by the issuer and the credit default swap. Further, in cases where the credit-linked security is structured such that the payments to the Target Fund are based on amounts received in respect of, or the value of performance of, any underlying fixed income securities specified in the terms of the relevant credit default swap, fluctuations in the value of such obligation may affect the value of the credit-linked security.

Defaulting Fixed Income Securities Risk

The Target Fund may invest in fixed income securities on which the issuer is not currently making interest payments (defaulting fixed income securities). The Target Fund may buy
these defaulting fixed income securities if, in the opinion of the Investment Manager, it appears likely that the issuer may resume interest payments or other advantageous developments appear likely in the near future. Due to the aforesaid nature of defaulting fixed income securities, these securities are very likely to face liquidity risk and the Investment Manager may not be able to dispose the defaulting fixed income securities at fair value as compared to fixed income securities that are not in default.

The risk of depreciation in the net asset value of the Target Fund due to defaulting fixed income securities may also be considerably greater with lower-quality securities because they are generally unsecured and are often subordinated to other creditors of the fixed income security issuer. If the issuer of a fixed income security in the Target Fund’s portfolio defaults, the Target Fund may have unrealized losses on the fixed income security, which may lower the Target Fund’s net asset value per unit. In addition, the Target Fund may incur additional expenses if it must try to recover principal or interest payments on a defaulting fixed income security.

Among the defaulting fixed income securities in which the Target Fund may invest are those that are issued by entities organised and operated solely for the purpose of restructuring the investment characteristics of various assets or obligations.

Derivative Risk

The Investment Manager may use various financial derivative instruments to reduce risks or costs or to generate capital gains or income in order to meet the investment objectives of the Target Fund. Throughout this section and others that refer to derivatives, privately negotiated or non-exchange traded derivatives are referred to as being “over-the-counter” (OTC).

The Target Fund may use options, futures and forward contracts on currencies, securities, indices and interest rates for hedging and investment purposes.

Performance and value of derivative instruments (swaps, options, forwards, futures, warrants, etc.) depend, at least in part, on the performance or value of the underlying asset. Derivative instruments involve cost, may be volatile, and may involve a small investment relative to the risk assumed (leverage effect). Their successful use may depend on the Investment Manager’s ability to predict market movements. Risks include default by the counterparty or the inability to close out a position because the trading market becomes illiquid. Some derivative instruments (such as interest rate swaps, options or futures which are related to interest rates) are particularly sensitive to changes in interest rates.

Transactions in futures may carry a high degree of risk. The amount of the initial margin is small relative to the value of the futures contract so that transactions are “leveraged” or “geared”. A relatively small market movement will have a proportionately larger impact on the value of the Target Fund (viz-a-viz if no futures contracts was entered) which may work for or against the Target Fund. The placing of certain orders which are intended to limit losses to certain amounts may not be effective because market conditions may make it impossible to execute such orders [Note : This refers to orders to buy or sell futures contract. The evolution of the market may make it difficult or impossible to sell a derivative contract (e.g. no offer to meet the demand, closure of the market due to economic or political conditions, etc.).]

Forward transactions, in particular those traded over-the-counter, have an increased counterparty risk. If a counterparty defaults, the Target Fund may not get the expected

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7 Securities that are rated below BBB- by Standard & Poor’s or the equivalent rating by other rating agencies (Baa3 by Moody’s or BBB- by Fitch)
payment. This may result in the loss of the unrealised profit.

Transactions in options may also carry a high degree of risk. Selling (“writing” or “granting”) an option generally entails considerably greater risk than purchasing options. Although the premium received by the Target Fund is fixed, the Target Fund may sustain a loss well in excess of that amount. The Target Fund will also be exposed to the risk of the purchaser exercising the option and the Target Fund will be obliged either to settle the option in cash or to acquire the underlying investment or asset in the options contract or deliver the underlying investment. If the option is “covered” by the Target Fund holding a corresponding position in the underlying investment or a future on another option (i.e. a future on an option similar to the one held by the Target Fund), the risk may be reduced. Currently, the Target Fund has not written or granted any option and does not intend to do so. In the event the Target Fund does write or grant any option, the Investment Manager will inform the Manager and the Manager may call for a Unit Holders’ meeting to replace the Target Fund.

The risk of loss to the Target Fund for a swap transaction on a net basis depends on which party is obliged to pay the net amount to the other party. If the counterparty is obliged to pay the net amount (the amount that the Target Fund will finally get as opposed to the notional amount) to the Target Fund, the risk of loss to the Target Fund is the loss of the amount that the Target Fund is entitled to receive; if the Target Fund is obliged to pay the net amount, the Target Fund’s risk of loss is limited to the net amount due.

Instruments traded in OTC markets (i.e. derivative instruments that are traded over-the-counter and that are not traded on a centralized exchange) may trade in smaller volumes, and their prices may be more volatile than instruments traded on exchanges. Such instruments may be less liquid than more widely traded instruments (i.e. those that are traded on a centralized exchange). In addition, the prices of such instruments may include an undisclosed dealer mark-up which the Target Fund may pay as part of the purchase price.

**Dividend Policy Risk**

The Target Fund’s dividend policy may allow for payment of dividends out of capital. Where this is done, it amounts to a return or withdrawal of part of an investor’s original investment or from any capital gains attributable to that original investment. Any distributions involving payment of dividends out of the Target Fund’s capital or payment of dividends effectively out of the Target Fund’s capital (as the case may be) may result in an immediate reduction of the net asset value per share.

**Emerging Markets Risk**

All the Target Fund’s investments in securities issued by corporations, governments, and public-law entities in different nations and denominated in different currencies involve certain risks. These risks are typically increased in developing countries and emerging markets. Such risks, which may have adverse effects on portfolio holdings, may include: (i) investment and repatriation restrictions; (ii) currency fluctuations; (iii) the potential for unusual market volatility as compared to more industrialised nations; (iv) government involvement in the private sector; (v) limited investor information and less stringent investor disclosure requirements; (vi) shallow and substantially smaller liquid securities markets than in more industrialised countries, which means the Target Fund may at times be unable to sell certain securities at desirable prices; (vii) certain local tax law considerations; (viii) limited regulation of the securities markets; (ix) international and regional political and economic developments; (x) possible imposition of exchange controls or other local governmental laws or restrictions; (xi) the increased risk of adverse effects from deflation and inflation; (xii) the possibility of limited legal recourse for the Fund; and (xiii) the custodial and/or the settlement systems may not be fully developed.
Investors of the Target Fund should be mindful that the liquidity of securities in emerging markets may be less liquid than comparable securities in industrialised countries.

**Eurozone risk**

The Target Fund may invest in the eurozone (i.e. the economic and monetary union of European union member states that may have adopted the euro (€) as their common currency and sole legal tender). Mounting sovereign debt burdens (e.g. any sovereigns within the eurozone, which default on their debts, may be forced to restructure their debts and faced difficulties in obtaining credit or refinancing) and slowing economic growth among European countries, combined with uncertainties in European financial markets, including feared or actual failures in the banking system and the possible break-up of the eurozone and Euro currency, may adversely affect interest rates and the prices of both fixed income and equity securities across Europe and potentially other markets as well. These events may increase volatility, liquidity and currency risks associated with investments in Europe. The aforesaid economic and financial difficulties in Europe may spread across Europe and as a result, a single or several European countries may exit the eurozone or a sovereign within the eurozone may default on its debts. In any event of the break-up of the eurozone or Euro currency, the Target Fund may be exposed to additional operational or performance risks (i.e. in a situation of a break-up of the eurozone, operational risks would be linked to difficulties of valuation and payment and thus operational processes of orders).

While the European governments, the European Central Bank, and other authorities are taking measures (e.g. undertaking economic reforms and imposing austerity measures on citizens) to address the current fiscal conditions, these measures may not have the desired effect and therefore the future stability and growth of Europe is uncertain. The performance and value of the Target Fund may be adversely affected should there be any adverse credit events (e.g. downgrade of the sovereign credit rating or default on bankruptcy of any eurozone countries).

**Foreign Currency Risk**

Changes in currency exchange rates may affect the value of the holdings and the Target Fund’s yield thereon. Since the fixed income securities held by the Target Fund may be denominated in currencies different from its base currency (which is in USD), the Target Fund may be affected favourably or unfavourably by exchange control regulations or changes in the exchange rates between such base currency (which is in USD) and other currencies. Changes in currency exchange rates may influence the value of the Target Fund’s Shares, and also may affect the value of interests earned by the Target Fund and gains and losses realised by the Target Fund. If the currency in which a security is denominated appreciates against the base currency, the price of the security could increase. Conversely, a decline in the exchange rate of the currency would adversely affect the price of the security.

The Target Fund may or may not trade or settle in Chinese Renminbi (RMB) and in the event of the Target Fund trading or settling in RMB, the following risk will apply. As trading and settlement in RMB may not be the same as trading in freely floated currencies (e.g. United States Dollars, Australian Dollars etc), it is prudent to highlight the risk to RMB. The RMB is subject to a managed floating exchange rate based on market supply and demand with reference to a basket of currencies. Currently, the RMB is traded in two markets: one in Mainland China, and one outside Mainland China (primarily in Hong Kong). The RMB traded in Mainland China is not freely convertible and is subject to exchange controls and certain requirements by the government of Mainland China. The RMB traded
outside Mainland China, on the other hand, is freely tradable. Whilst the RMB is traded freely outside Mainland China, the RMB spot, RMB related forward foreign exchange contracts and related instruments (i.e. any financial instrument denominated in RMB) reflect the structural complexities of this evolving market.

**Interest Rate Risk**

The investments of the Target Fund in fixed income securities are subject to interest rate risk. A fixed income security’s value will generally increase in value when interest rates fall and decrease in value when interest rates rise. Interest rate risk is the chance that such movements in interest rates will negatively affect a security’s value or, in the Target Fund’s case, its net asset value. Fixed income securities with longer-term maturities tend to be more sensitive to interest rate changes than shorter-term securities. As a result, longer-term securities tend to offer higher yields for this added risk. While changes in interest rates may affect the Target Fund’s interest income, such changes may positively or negatively affect the net asset value of the Target Fund’s Shares on a daily basis.

**Liquidity Risk**

Liquidity risk takes two forms: asset side liquidity risk and liability side liquidity risk. Asset side liquidity risk refers to the inability of the Target Fund to sell a security at its quoted price or market value due to such factors as a sudden change in the perceived value or credit worthiness of the security, or due to adverse market conditions generally. Liability side liquidity risk refers to the inability of the Target Fund to meet a redemption request, due to the inability of the Target Fund to sell securities in order to raise sufficient cash to meet the redemption request. Markets where the Target Fund’s securities are traded could also experience such adverse conditions as to cause exchanges to suspend trading activities. Reduced liquidity due to these factors may have an adverse impact on the net asset value of the Target Fund and, as noted, on the ability of the Target Fund to meet redemption requests in a timely manner and as such this may impact any redemption request made in respect of the Fund. [Note: Asset side liquidity risk relates to the inability by the Investment Manager to sell the investments or assets of the Target Fund and liquidity side relates to redemption request by an investor in the Target Fund].

**Low-rated or Non-investment Grade Securities Risk**

The Target Fund may invest in higher-yielding securities rated lower than investment grade. Hence, investing in the Target Fund is accompanied by a higher degree of credit risk. Investing in below investment grade securities such as, for example, high yield fixed income securities, may be considered a high risk strategy and can include securities that are unrated and/or in default. Lower-quality, higher-yielding securities may also experience greater price volatility when compared to higher-quality, lower-yielding securities. Additionally, default rates tend to rise for poorer rated fixed income securities during economic recessions or in times of high interest rate environment.

Companies that issue high yield fixed income securities are not as strong financially and their low creditworthiness may increase the potential for their insolvency. These types of companies are more likely to encounter financial difficulties and are more vulnerable to changes in the economy, such as a recession or a sustained period of rising interest rates that could affect their ability to make interest and/or principal payments on the fixed income security that they have issued.

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9 Securities that are rated below BBB- by Standard & Poor’s or the equivalent rating by other rating agencies (Baa3 by Moody’s or BBB- by Fitch).
10 Investment grade refers to securities that are rated BBB- by Standard & Poor’s and above or the equivalent rating by other rating agencies (Baa3 rated by Moody’s or BBB- rated by Fitch).
11 Poorer means credit ratings that are lower in the scale of each respective rating agency.
Market risk

This is a general risk which affects all types of investments. Fixed income security prices are determined mainly by financial market trends and by the economic development of the issuers, who are themselves affected by the overall situation of the global economy and by the economic and political conditions prevailing in each respective country. Because the fixed income securities the Target Fund holds fluctuate in price, the investment value in the Target Fund may go up and down.

Sovereign Debt Risk

Sovereign debts (“Sovereign Debts”) are fixed income securities issued or guaranteed by governments or government-related entities. Investment in Sovereign Debts issued or guaranteed by governments or their agencies and instrumentalities (“governmental equities”) involves a high degree of risk. The governmental entity that controls the repayment of Sovereign Debt may not be able or willing to repay the principal and/or interest when due in accordance with the terms of such debt due to specific factors, including, but not limited to (i) their foreign reserves, (ii) the available amount of their foreign exchange as at the date of repayment, (iii) their failure to implement political reforms, and (iv) their policy relating to the International Monetary Fund.

Sovereign Debt holders may also be affected by additional constraints relating to sovereign issuers which may include: (i) the unilateral rescheduling of such debt by the issuer and (ii) the limited legal resources available against the issuer (in case of failure of delay in repayment).

The Target Fund investing in Sovereign Debts issued by governments or government related entities from countries referred to as emerging markets or frontier markets bear additional risks linked to the specificities of such countries (eg. Currency fluctuations, political and economic uncertainties, repatriation restrictions, etc).

Structured Notes Risk

Structured notes such as credit-linked notes and similar notes involve a counterparty structuring a note whose value is intended to move in line with the underlying fixed income security specified in the note. Investment in structured notes may result in a loss if the value of the underlying security decreases. There is also a risk that the structured note issuer will default. Additional risks result from the fact that the documentation of such notes programmes tends to be highly customized whereby the structured note is tailored specifically to the need of the buyer (in this case the Target Fund) making it unique. As such, the liquidity of the structured note can be less liquid than its underlying fixed income security and this may adversely affect either the ability to sell the structured note or the price at which such a sale is transacted.

Swap Agreements Risk

The Target Fund may enter into interest rate, index and currency exchange rate swap agreements for the purposes of attempting to obtain a particular desired return at a lower cost to the Target Fund than if the Target Fund had invested directly in an instrument that yielded that desired return. Swap agreements are two party contracts entered into primarily by institutional investors for periods ranging from a few days to more than one year. In a standard “swap” transaction, two parties agree to exchange the returns (or differential in rates of return) earned or realized on particular predetermined investments or instruments. The gross returns to be exchanged or “swapped” between the parties are calculated with respect to a “notional amount”, i.e., the return on or increase in value of
a particular US dollar amount invested at a particular interest rate, in a particular foreign currency, or in a “basket” of securities representing a particular index. The “notional amount” of the swap agreement is only a reference on which to calculate the obligations which the parties to a swap agreement have agreed to exchange. The Target Fund’s obligations (or rights) under a swap agreement will generally be equal only to the net amount to be paid or received under the agreement based on the relative values of the positions held by each party to the agreement (the “net amount”).

Whether the Target Fund’s use of swap agreements will be successful in furthering its investment objective will depend on the ability of the Investment Manager to correctly predict whether certain types of investments are likely to produce greater returns than other investments.

Because they are two party contracts and because they may have terms of greater than seven (7) calendar days, swap agreements may be considered to be illiquid. Moreover, the Target Fund bears the risk of loss of the amount expected to be received under a swap agreement in the event of the default or bankruptcy of a swap agreement counterparty.

**Differences in Law**

As the Target Fund is regulated by the Commission de Surveillance du Secteur Financier in Luxembourg and the Fund is regulated by the Securities Commission Malaysia, hence, the laws and regulations governing the Target Fund may have differences with the Guidelines which governs the Fund. Nevertheless, the Target Fund is in compliance with the general investment principles of the Guidelines.

The Manager will also monitor the Target Fund to ensure continuous compliance with the Guidelines. Should the Target Fund diverge from the general investment principles of the Guidelines which result in non-compliance with the requirements of the Guidelines, the Manager will take all necessary actions or steps to rectify the non-compliance which may include but not be limited to the replacement of the Target Fund or the termination of the Fund.

Maybank Global Bond Fund

(constituted on 19 October 2012)

This Prospectus in relation to the following Fund is dated 4 November 2016.

Manager: Maybank Asset Management Sdn. Bhd. [421775-A]
Trustee: RHB Trustees Berhad [517317-V]

The Fund is not a Capital Guaranteed Fund or a Capital Protected Fund as defined under the Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia.

Investors are advised to read and understand the contents of this prospectus. If in doubt, please consult a professional adviser.

For information concerning certain risk factors which should be considered by prospective investors, see “Risk Factors” commencing on page 5.