MAYBANK SMALLCAP TRUST FUND
(“the Fund”)

Date of Issuance: 1 March 2019

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd and they have collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The Securities Commission Malaysia has authorised the issuance of Maybank SmallCap Trust Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of Maybank SmallCap Trust Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends Maybank SmallCap Trust Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Maybank Asset Management Sdn Bhd responsible for Maybank SmallCap Trust Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.
1. **What is Maybank SmallCap Trust Fund?**

Maybank SmallCap Trust Fund (“MSCTF”) is Maybank Asset Management Sdn Bhd’s equity fund. The Fund aims to achieve medium to long term* capital growth by primarily investing into securities of small and medium sized companies:

i. listed on the Bursa Malaysia’s Main Market, ACE Market and/or any other boards approved by the Securities Commission Malaysia (“SC”);

ii. with market capitalisation of not more than the limit considered by the SC to be appropriate for fund similar to this Fund; and

iii. which have the potential for capital appreciation over the medium to long term*.

*Medium term means a period between 3 to 5 years, while long term means a period of more than 5 years.

2. **Fund Suitability**

The Fund is suitable for investors who:

- seek medium to long term capital growth through investment in small to medium sized companies;
- are willing to accept higher level of risk in order to obtain higher growth of their capital; and
- have a medium to long term investment horizon.

3. **Investment Objective**

The Fund aims to achieve medium to long term capital growth by primarily investing into securities of small and medium sized companies:

i. listed on the Bursa Malaysia’s Main Market, ACE Market and/or any other boards approved by the SC;

ii. with market capitalisation of not more than the limit considered by the SC to be appropriate for fund similar to this Fund; and

iii. which have the potential for capital appreciation over the medium to long term.

4. **Key Product Features**

<table>
<thead>
<tr>
<th>Fund Type</th>
<th>Growth.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Fund Category</td>
<td>Equity fund.</td>
</tr>
<tr>
<td>Performance Benchmark</td>
<td>• 100% of the performance of the FTSE Bursa Malaysia SmallCap Index (“FBM SmallCap Index”)</td>
</tr>
</tbody>
</table>

Information on FBM SmallCap Index can be obtained from www.bursamalaysia.com.

The risk profile of the Fund is different from the risk profile of the benchmark.
Investment Strategy

The Fund invests primarily in selected small and medium sized companies with market capitalisation of not more than MYR3 billion at the point of purchase of stocks which have the potential for capital appreciation over the medium to long term.

Criteria for selection include companies with sound management which operate in the high growth sector and/or those expected to register high earnings per share growth.

*Note: Please refer to section 3.3 in the master prospectus (conventional funds) for further details.*

Launch Date


Manager

Maybank Asset Management Sdn Bhd.

Management Fee

1.50% of the Net Asset Value ("NAV"), calculated and accrued on a daily basis.

Sales Charge

Up to 6.5% of the NAV per unit.

Repurchase Charge

Nil.

Switching Fee

<table>
<thead>
<tr>
<th></th>
<th>Equity</th>
<th>Bond/Sukuk/ Fixed Income</th>
<th>Balanced</th>
<th>Money Market</th>
</tr>
</thead>
<tbody>
<tr>
<td>Switching Fee</td>
<td>Up to 2.5% of amount switched</td>
<td>MYR25 per transaction</td>
<td>MYR25 per transaction</td>
<td>Nil</td>
</tr>
</tbody>
</table>

Transfer Fee

MYR25 per transfer

Trustee

CIMB Commerce Trustee Berhad.

Trustee Fee

Up to 0.07% of NAV, subject to a minimum fee of MYR18,000 per annum, calculated and accrued on a daily basis.

Minimum Initial Investment

MYR500

Minimum Additional Investment

MYR100

Minimum Holdings

100 units

Distribution Policy

It is not the main objective of the Fund to distribute income as the main focus of the Fund is to secure capital growth in line with the performance of the Fund’s benchmark. Any distribution is at the Manager’s discretion, subject to Trustee’s approval.

Distribution will be made from realised income and realised gains of the Fund.

YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.
5. Asset Allocation

<table>
<thead>
<tr>
<th>Asset Type</th>
<th>Range</th>
</tr>
</thead>
<tbody>
<tr>
<td>Stocks and shares of small and medium cap companies</td>
<td>Minimum 70%, maximum 98% of the Fund’s NAV</td>
</tr>
<tr>
<td>Liquid assets and money market instruments</td>
<td>Minimum 2%, maximum 30% of the Fund’s NAV</td>
</tr>
</tbody>
</table>

6. Key Risks

Specific Risks of the Fund

Equity specific risk

Prices of a particular equity may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such equity will adversely affect the Fund’s NAV. However, this impact is mitigated through careful selection of equities through analysis of its fundamental background, portfolio diversification across a number of sectors and industries, as well as site visits.

Credit and default risk

Credit risk relates to the creditworthiness of the issuers of the fixed income securities and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the fixed income securities. In the case of rated fixed income securities, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a fixed income security either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income securities. This could adversely affect the value of the Fund.

Interest rate risk

Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income securities. When interest rates rise, fixed income securities’ prices generally decline and this may lower the market value of the Fund’s investment in fixed income securities. The reverse may apply when interest rates fall.

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

For more details, please refer to section 3.11 in the master prospectus (conventional funds) for the general risks of investing in the Fund.

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

7. Valuation of Investment

The Fund is valued once at the end of every business day. The daily price of the Fund for a particular business day will be published on the next day.
Investors will be able to obtain the unit price of the Fund from www.maybank-am.com.my. Alternatively, the Manager’s client servicing personnel can be contacted at 03-2297 7888.

8. Exiting from Investment

<table>
<thead>
<tr>
<th>Submission of Repurchase Request</th>
<th>The cut-off time for repurchase of units shall be at 4.00 p.m. on a business day.</th>
</tr>
</thead>
<tbody>
<tr>
<td>Payment of Repurchase Proceeds</td>
<td>Repurchase proceeds will be paid out within ten (10) calendar days from the date the repurchase request is received by the Manager.</td>
</tr>
<tr>
<td>Remittance of Repurchase Proceeds</td>
<td>The Manager shall remit the repurchase proceeds to the account held in the name of the unit holder(s).</td>
</tr>
</tbody>
</table>

9. Fund Performance

Average total return of MSCTF for the financial year ended 31 July

<table>
<thead>
<tr>
<th></th>
<th>1- Year</th>
<th>3- Year</th>
<th>5- Year</th>
<th>10- Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>MSCTF (%)</td>
<td>(3.60)</td>
<td>4.94</td>
<td>4.68</td>
<td>7.46</td>
</tr>
<tr>
<td>Benchmark (%)</td>
<td>(9.47)</td>
<td>(1.14)</td>
<td>(0.04)</td>
<td>4.69</td>
</tr>
</tbody>
</table>

The average total return of the Fund is based on the following calculation:

\[
\text{Annualised return} \% = \left( \prod_{i=1}^{n} (1 + r_i) \right) - 1 \times 100
\]

Where \( r = \text{rate of return} \) and \( n = \text{number of years} \)

Annual total return for the financial years ended 31 July

<table>
<thead>
<tr>
<th></th>
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<th></th>
<th></th>
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<th></th>
<th></th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>MSCTF (%)</td>
<td>(3.60)</td>
<td>19.88</td>
<td>(0.02)</td>
<td>(16.35)</td>
<td>30.03</td>
<td>10.72</td>
<td>4.27</td>
<td>21.30</td>
<td>18.70</td>
<td>(1.72)</td>
</tr>
<tr>
<td>Benchmark (%)</td>
<td>(9.47)</td>
<td>10.69</td>
<td>(3.57)</td>
<td>(12.77)</td>
<td>18.45</td>
<td>15.66</td>
<td>1.03</td>
<td>11.24</td>
<td>16.63</td>
<td>7.46</td>
</tr>
</tbody>
</table>

The total return of the Fund is based on the following calculation:

- **Capital return (%)** = \( \frac{\text{NAV per unit on ex-date}}{\text{NAV per unit at the beginning of the financial year}} - 1 \times 100 \)

- **Income return (%)** = \( \frac{\text{Income Distribution}}{\text{NAV per unit at the beginning of the financial year}} \times 100 \)

- **Total return (%)** = Capital Return(%) + Income Return (%)

1-Year Fund performance review
The Fund registered a total return of (3.60%) against its benchmark’s return of (9.47%), thus outperformed the benchmark by 5.87%.

The benchmark was changed on 1 March 2019 from 70% of the performance of the FBM SmallCap Index and 30% of the performance of the FTSE Bursa Malaysia Top 100 Index to the current benchmark to better reflect the Fund’s investment strategy and policy. Prior to 17 September 2017,
the benchmark was 60% of the performance of the FBM SmallCap Index, 35% of the performance of the FBM Top 100 Index and 5% of the 1-month fixed deposit rate of commercial banks and prior to 28 November 2008, the benchmark was FBM EMAS Index.

Portfolio Turnover Ratio (PTR) as at 31 July

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>PTR (times)</td>
<td>0.46*</td>
<td>0.65</td>
<td>1.10</td>
</tr>
</tbody>
</table>

* The PTR is lower than the previous financial year due to the decrease in trading activities during the period under review.

Distribution as at 31 July

<table>
<thead>
<tr>
<th></th>
<th>2018</th>
<th>2017</th>
<th>2016</th>
</tr>
</thead>
<tbody>
<tr>
<td>Gross distribution per Unit (sen)</td>
<td>Nil</td>
<td>4.00</td>
<td>Nil</td>
</tr>
<tr>
<td>Net distribution per Unit (sen)</td>
<td>Nil</td>
<td>4.00</td>
<td>Nil</td>
</tr>
</tbody>
</table>

Distribution was in the form of reinvestment.

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE

10. Contact Information

I. For internal dispute resolution, you may contact:

Clients Servicing Personnel
Tel: 03-2297 7888
Fax: 03-2715 0071
Email: mamcs@maybank.com.my
Website: www.maybank-am.com

II. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):

a. via phone to: 03-2282 2280
b. via fax to: 03-2282 3855
c. via email to: info@sidrec.com.my
d. via letter to: Securities Industry Dispute Resolution Center (SIDREC)
   Unit A-9-1, Level 9, Tower A
   Menara UOA Bangsar
   No. 5, Jalan Bangsar Utama 1
   59000 Kuala Lumpur

III. You can also direct your complaint to the Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC’s Consumer & Investor Office:

a. via phone to: 03-6204 8999
b. via fax to: 03-6204 8991
c. via email to: aduan@seccom.com.my
d. via the online complaint form available at www.sc.com.my
e. via letter to: Consumer & Investor Office
   Securities Commission Malaysia
   No 3 Persiaran Bukit Kiara
   Bukit Kiara
   50490 Kuala Lumpur

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE
IV. Federation of Investment Managers Malaysia (FIMM)’s Complaints Bureau:
   a. via phone to : 03-2092 3800
   b. via fax to : 03-2093 2700
   c. via email to : complaints@fimm.com.my
   d. via the online complaint form available at www.fimm.com.my
   e. via letter to : Legal, Secretarial & Regulatory Affairs
                    Federation of Investment Managers Malaysia
                    19-06-1, 6th Floor Wisma Tune
                    No. 19 Lorong Dungun
                    Damansara Heights
                    50490 Kuala Lumpur