

PRODUCT HIGHLIGHTS SHEET

# **MAYBANK GREATER CHINA ASEAN EQUITY-I FUND ("the Fund")**

Date of Issuance: 26 December 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 omissions of other facts which would make any statement in the Product Highlights Sheet false or misleading.

## **STATEMENT OF DISCLAIMER**

The Securities Commission Malaysia has authorised the issuance of Maybank Greater China ASEAN Equity-I Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

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

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

This Product Highlights Sheet only highlights the key features and risks of the Maybank Greater China ASEAN Equity-I Fund. Investors are advised to request, read and understand the disclosure documents before deciding to invest.

### 1. What is Maybank Greater China ASEAN Equity-I Fund?

The Fund is Maybank Asset Management Sdn Bhd's equity (Shariah) fund. The Fund aims to achieve capital growth over the long term by investing in Shariah-compliant shares and/or other Shariah-compliant securities equivalent to shares.

### 2. Fund Suitability

The Fund is suitable for investors who:

- wish to gain exposure to the Greater China and ASEAN markets;
- seek capital growth through a Shariah-compliant fund; and
- have a long term\* investment horizon.

\* Long term means a period of more than 5 years.

### 3. Investment Objective

The Fund aims to achieve capital growth over the long term by investing in Shariah-compliant shares and/or other Shariah-compliant securities equivalent to shares.

### 4. Key Product Features

<b>Fund Type</b>	Growth.	
<b>Fund Category</b>	Equity (Shariah).	
<b>Benchmark</b>	35% MSCI China Islamic Index + 15% MSCI Hong Kong Islamic Index + 50% MSCI AC ASEAN Islamic Index.	
<b>Investment Strategy</b>	To achieve the Fund's objective, the Fund will invest between 70% to 98% of the Fund's net asset value ("NAV") in Shariah-compliant shares and/or other Shariah-compliant securities equivalent to shares such as warrants issued by companies whose businesses are in Greater China and ASEAN and American depositary receipts. We will also invest between 2% to 30% of the Fund's NAV in Islamic liquid assets including Islamic money market instruments and placement in Islamic deposits for liquidity purposes and/or Shariah-compliant collective investment schemes.	
<b>Launch Date</b>	Class A, B and C - 27 April 2015 Class D - 26 June 2018	
<b>Manager</b>	Maybank Asset Management Sdn Bhd.	
<b>Management Fee</b>	<b>Class A</b> (Retail - Ringgit Malaysia ("RM"))	Up to 1.80% per annum of the NAV of Class A.
	<b>Class B</b> (Retail - United States Dollar ("USD"))	Up to 1.50% per annum of the NAV of Class B.
	<b>Class C</b> (Institutional - USD)	Up to 0.75% per annum of the NAV of Class C.
	<b>Class D</b> (Institutional - USD)	Nil.

Sales Charge	Class A (Retail - RM)	Up to 5.00% of the NAV per unit of each class of unit of the Fund will be imposed by the Manager.
	Class B (Retail - USD)	
	Class C (Institutional - USD)	Nil.
	Class D (Institutional - USD)	
Redemption Charge	Nil.	
Switching Fee*	Class A (Retail - RM)	RM10.00 per switch.
	Class B (Retail - USD)	USD10.00 per switch
	Class C (Institutional - USD)	
	Class D (Institutional - USD)	
	<i>Note:</i> * In addition to the switching fee, the Unit Holder 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.	
Transfer Fee	Class A (Retail - RM)	RM10.00 per transfer.
	Class B (Retail - USD)	USD10.00 per transfer.
	Class C (Institutional - USD)	
	Class D (Institutional - USD)	
Trustee	SCBMB Trustee Berhad.	
Shariah Adviser	Amanie Advisors Sdn Bhd.	
Trustee Fee	Up to 0.05% per annum of the NAV of the Fund, subject to a maximum of RM150,000.00 per annum (excluding foreign custodian fees and charges), accrued daily in the Fund's base currency, RM, and payable monthly to the Trustee.	
Minimum initial investment	Class A (Retail - RM)	RM1,000.00
	Class B (Retail - USD)	USD1,000.00
	Class C (Institutional - USD)	USD1,000,000.00
	Class D (Institutional - USD)	
Minimum additional investment	Class A (Retail - RM)	RM100.00
	Class B (Retail - USD)	USD100.00

	<b>Class C</b> (Institutional - USD)	USD10,000.00
	<b>Class D</b> (Institutional - USD)	
<b>Minimum Units Held</b>	<b>Class A</b> (Retail - RM)	1,000 units.
	<b>Class B</b> (Retail - USD)	
	<b>Class C</b> (Institutional - USD)	100,000 units.
	<b>Class D</b> (Institutional - USD)	
<b>Distribution Policy</b>	Distribution, if any, is incidental and will be made from the realised income 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

Asset Type	% of the Fund's NAV
Shariah-compliant shares and/or other Shariah-compliant securities equivalent to shares	Between 70% - 98%
Islamic liquid assets including Islamic money market instruments and placement in Islamic deposits and/or Shariah-compliant collective investment schemes	Between 2% - 30%

## 6. Key Risks

### Specific Risks

#### Stock specific risk

Prices of a particular stock 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 stock will adversely affect the Fund's NAV. The impact of a specific stock may be reduced as the Fund invests in a wide portfolio of stocks of different companies thereby spreading the element of this risk through diversification.

#### Risk of investing in emerging markets

The Fund may invest in emerging markets which exhibit lower levels of capital market development when compared to those of developed markets. Given the fast changing investment landscape of emerging markets, areas such as accounting standards, legal and business environment in emerging markets may be less organised when compared to developed markets, increasing the risks of investing in emerging markets. Generally, investment returns in emerging markets are expected to be more volatile than those in developed markets, resulting in potentially higher investment risk that may affect the Fund's returns. In addition to conducting investment research, risk of investing in emerging markets may be mitigated by diversifying the Fund's exposures across various countries.

### Country risk

Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV of the Fund or prices of units to fall.

You should also take note that where investments are made in foreign markets which require prior permission or approval in the form of an investment license, investor code or investor registration, a change in such regulation may lead to non-renewal of registration and/or revocation of license or approval to invest in the country, affecting the Fund's investment in those foreign markets. As a result, we would seek to invest in other accessible markets. We will attempt to mitigate this risk by diversifying the Fund's country exposures.

### Currency risk

#### (a) Currency risk at the Fund's portfolio level

As the investments of the Fund may be denominated in currencies other than the base currency, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments. You should be aware that if the currencies in which the investments are denominated depreciate against the base currency, this will have an adverse effect on the NAV of the Fund in the base currency and vice versa. You should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.

#### (b) Currency risk at the Class level

The impact of the exchange rate movement between the base currency of the Fund and the currency of Class B, Class C and Class D may result in a depreciation of your holdings as expressed in the base currency of the Fund.

### Reclassification of Shariah status risk

This risk refers to the risk that the currently held Shariah-compliant equities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the equities by the Shariah Advisory Council of the Securities Commission Malaysia, the Shariah adviser or the Shariah boards of the relevant Islamic indices. If this occurs, we will take the necessary steps to dispose such equities. There may be opportunity loss to the Fund due to the Fund not being allowed to retain the excess capital gains derived from the disposal of the Shariah non-compliant equities.

Please refer to section 3.15 in the prospectus on the Fund's Shariah methodology on the treatment of gains and losses as a result of the reclassification of Shariah non-compliant equities.

### Profit rate risk

The return of Islamic deposits moves in tandem with fluctuations in profit rates. In the event of a decrease in profit rates, the returns of any new placements in Islamic deposits will also decrease. When profit rates rise, profit income for any new placements in Islamic deposits will also increase. Depending on the Manager's view of the future profit rate trend, the Manager attempts to mitigate the profit rate risk of the Fund's investments by managing the investments of the Fund.

*Note: Since the Fund adopts the accrual accounting approach for its valuation of Islamic deposits, there will not be any mark-to-market gain or loss due to profit rate movements. Based on the accrual valuation approach, all Islamic deposits placed with financial institutions will be valued each business day by reference to the principal value of such Islamic deposits and the profits will be accrued daily for the relevant period.*

Changes in profit rates will impact the prices of Islamic money market instruments. In general, the prices of Islamic money market instruments are inversely related to the movement of profit rates.

Higher profit rates will drive the prices of Islamic money market instruments lower. Profit rate risk can be mitigated if the Islamic money market instruments are held to maturity.

#### Default risk

This risk relates to the creditworthiness of a financial institution or an issuer and its expected ability to make timely payments of profit and/or principal. Any adverse situations faced by the financial institution or issuer may impact the value as well as liquidity of the Islamic deposits or Islamic money market instruments. In the event a financial institution or an issuer defaults on its obligations, i.e. unable to service timely payments of profit and/or pay the principal amount upon maturity, this may result in the loss of capital and/or income, thus reducing the value of the Fund. We will conduct ongoing monitoring of the financial institution's or issuer's credit ratings.

#### Counterparty risk

Counterparty risk refers to a risk that relates to the credit standing of counterparties when over-the-counter transactions are carried out and is generally not applicable to transactions performed through exchanges. In the event where counterparties of a contract fail to live up to its contractual obligations, the Fund will suffer from financial losses. The Fund seeks to reduce this risk by performing fundamental credit research and analysis to determine the creditworthiness of counterparties, prior to commencement of the investment.

#### Warrants risk

The Fund may also invest in Shariah-compliant securities equivalent to shares such as warrants. The price of warrants is typically linked to the underlying stocks. However, the price and performance of such warrants will generally fluctuate more than the underlying stocks because of the greater volatility of the warrants market. Generally, as the warrants have a limited life, they will depreciate in value as they approach their maturity date, assuming that all other factors remain unchanged. Warrants that are not exercised at maturity become worthless and negatively affect the NAV of the Fund.

***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, Shariah advisers, stockbrokers or independent professional advisers for a better understanding of the risks.***

*For more details, please refer to section 3.7 in the prospectus for the general risks of investing in the Fund.*

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

## **7. Valuation of Investment**

The Fund must be valued at least once every business day. The Fund will be valued at **4.00 p.m.** every business day.

However, certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia. Accordingly, the valuation of the Fund will be conducted by 4.00 p.m. on the next business day, when the closing prices of the foreign markets would be available. As such, the daily price of the Fund for a particular business day will be published two (2) business days later.

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

## 8. Exiting from Investment

Submission of Redemption Request	The cut-off time for redemption of units shall be at <b>4.00 p.m.</b> on a business day.
Payment of Redemption Proceeds	Redemption proceeds will be paid out within seven (7) business days from the date the redemption request is received by the Manager to the unit holder's bank account.
Remittance of Redemption Proceeds	The Manager shall remit the redemption proceeds to the account held in the name of the unit holder(s).

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

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

## 9. Fund Performance

### I. The average total returns of the Fund

Note: Basis of calculation and assumption made in calculating the returns:

$$\text{Performance return} = \frac{\text{NAV } t - \text{NAV } t-1}{\text{NAV } t-1}$$

$$\text{Annualised performance return} = \left[ \frac{(1 + \text{performance return})^{\text{number of period per year}}}{\text{total no. of periods}} \right] - 1$$

NAV *t* refers to NAV at the end of the period.

NAV *t-1* refers to NAV at the beginning of the period.

Class A	3 years	1 year	Since Inception
Fund	35.80%	1.72%	18.13%
Benchmark	33.85%	0.46%	15.84%

Class B	3 years	1 year	Since Inception
Fund	28.78%	-3.51%	4.27%
Benchmark	26.72%	-4.77%	-0.20%

Class C	3 years	1 year	Since Inception
Fund	32.12%	-2.80%	8.43%
Benchmark	26.72%	-4.77%	-0.20%

Class D	Since Inception
Fund	1.17%
Benchmark	0.48%

Note: as of 30 April 2019

### II. The annual total return of the Fund

Class A	Year ended 30 April 2016	Year ended 30 April 2017	Year ended 30 April 2018	Year ended 30 April 2019
Fund	-13.01%	24.82%	6.95%	1.72%



<b>Benchmark</b>	-13.46%	23.24%	8.11%	0.46%
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<i>Class B</i>	Year ended 30 April 2016	Year ended 30 April 2017	Year ended 30 April 2018	Year ended 30 April 2019
<b>Fund</b>	-19.03%	12.45%	18.68%	-3.51%
<b>Benchmark</b>	-21.24%	11.18%	19.68%	-4.77%

<i>Class C</i>	Year ended 30 April 2016	Year ended 30 April 2017	Year ended 30 April 2018	Year ended 30 April 2019
<b>Fund</b>	-17.93%	13.51%	19.74%	-2.80%
<b>Benchmark</b>	-21.24%	11.18%	19.68%	-4.77%

<i>Class D</i>	10-months period ended 30 April 2019*
<b>Fund</b>	1.17%
<b>Benchmark</b>	0.48%

Note: \*Period from 26 June 2018 (commencement date)

#### 1-Year Fund performance review

Class A registered a total return of 1.72% against its benchmark's return of 0.46%, thus outperformed the benchmark by 1.26%.

Class B registered a total return of -3.51% against its benchmark's return of -4.77%, thus outperformed the benchmark by 1.26%.

Class C registered a total return of -2.80% against its benchmark's return of -4.77%, thus outperformed the benchmark by 1.97%.

Class D registered a total return of 1.17% against its benchmark's return of 0.48%, thus outperformed the benchmark by 0.69%.

#### III. Portfolio turnover ratio ("PTR")

Portfolio turnover is a measure of the volume of trading undertaken by a fund in relation to the fund's size.

$$\text{PTR} = \frac{\text{total acquisitions for the financial period} + \text{total disposal for the financial period}}{\text{average NAV for the Fund for the year calculated on a daily basis}} / 2$$

PTR for the financial year ended 30 April 2017	PTR for the financial year ended 30 April 2018	PTR for the financial year ended 30 April 2019*
0.64	0.81	0.71

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

#### IV. Distribution

	Year ended 30 April 2017	Year ended 30 April 2018	Year ended 30 April 2019
<b>Gross distribution per Unit</b>	Nil	Nil	Nil



Net distribution per Unit	Nil	Nil	Nil
Cash or Units	N/A	N/A	N/A

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](mailto:mamcs@maybank.com.my)  
 Website : [www.maybank-am.com](http://www.maybank-am.com)

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

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

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

- a. via phone to the Aduan Hotline at : 03-6204 8999
- b. via fax to : 03-6204 8991
- c. via email to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
- d. via online complaint form available at [www.sc.com.my](http://www.sc.com.my)
- e. via letter to : Consumer & Investor Office  
 Securities Commission Malaysia  
 3 Persiaran Bukit Kiara  
 Bukit Kiara, 50490 Kuala Lumpur

### IV. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

- a. via phone to : 03-2092 3800
- b. via fax to : 03-2093 2700
- c. via email to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
- d. via online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)
- e. via letter to : Legal, Secretarial & Regulatory Affairs  
 Federation of Investment Managers Malaysia  
 19-06-1, 6<sup>th</sup> Floor Wisma Tune  
 No. 19 Lorong Dungun  
 Damansara Heights  
 50490 Kuala Lumpur