

Maybank Flexi Income Fund

(constituted on 6 November 2019 and launched on 28 November 2019)



Manager: Maybank Asset Management Sdn Bhd (Registration No. 199701006283)

Trustee: TMF Trustees Malaysia Berhad (Registration No. 200301008392)

This Prospectus is in relation to the following Fund dated 28 November 2019.

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.

OR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 7.

Humanising Financial Services.

 **Maybank**
Asset Management

FIRST SUPPLEMENTARY PROSPECTUS

This First Supplementary Prospectus dated 22 February 2021 must be read together with the Prospectus dated 28 November 2019 for:-

Fund
Maybank Flexi Income Fund

Date of Constitution
6 November 2019

Manager	:	Maybank Asset Management Sdn Bhd (Registration No.: 199701006283 (421779-M))
Trustee	:	TMF Trustees Malaysia Berhad (Registration No.: 200301008392 (610812-W))

A copy of this First Supplementary Prospectus dated 22 February 2021 together with the Prospectus dated 28 November 2019 for Maybank Flexi Income Fund (“the Fund”) have been registered with the Securities Commission Malaysia, who takes no responsibility for their contents. Registration of this First Supplementary Prospectus dated 22 February 2021 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 28 November 2019 and this First Supplementary Prospectus dated 22 February 2021.

THE FUND IS NOT A CAPITAL GUARANTEED FUND OR A CAPITAL PROTECTED FUND.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS FIRST SUPPLEMENTARY PROSPECTUS DATED 22 FEBRUARY 2021 WHICH IS TO BE READ TOGETHER WITH THE PROSPECTUS DATED 28 NOVEMBER 2019. 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 7 OF THE PROSPECTUS DATED 28 NOVEMBER 2019. PROSPECTIVE INVESTORS SHOULD ALSO NOTE THAT THE DISCLOSURE ON HIGH YIELD AND UNRATED FIXED INCOME SECURITIES RISK FOR THE FUND IN THE PROSPECTUS DATED 28 NOVEMBER 2019 HAS BEEN REVISED AND IS REFLECTED ON PAGES 3 - 4 OF THIS FIRST SUPPLEMENTARY PROSPECTUS.

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 (“SC”) has authorised the Maybank Flexi Income Fund and a copy of this First Supplementary Prospectus has been registered with the SC.

The authorisation of the Maybank Flexi Income Fund, and registration of this First Supplementary Prospectus, should not be taken to indicate that the SC recommends the Maybank Flexi Income Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in the Prospectus dated 28 November 2019 and this First Supplementary Prospectus.

The SC is not liable for any non-disclosure on the part of the Manager responsible for the Maybank Flexi Income Fund and takes no responsibility for the contents in this First Supplementary Prospectus. The SC 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 Maybank Flexi Income 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 Maybank Flexi Income Fund.

The Fund is not a capital protected or capital guaranteed fund.

This First Supplementary Prospectus is dated 22 February 2021 and must be read together with the Prospectus dated 28 November 2019.

1. **Deletion of the definitions of “Fitch” and “S&P” in “Chapter 1 - Definition” on pages 1 and 2 of the Prospectus**

The definitions of “Fitch” and “S&P” are hereby deleted in their entirety.

2. **Amendment to definitions of “Bursa Malaysia”, “Manager / Maybank AM / we / us / our”, “Maybank” and “Trustee” in “Chapter 1 - Definition” on pages 1 and 2 of the Prospectus**

Bursa Malaysia	means the stock exchange managed or operated by Bursa Malaysia Securities Berhad (Registration No.: 200301033577 (635998-W)).
Manager / Maybank AM / we / us / our	means Maybank Asset Management Sdn Bhd (Registration No.: 199701006283 (421779-M)).
Maybank	means Malayan Banking Berhad (Registration No.: 196001000142 (3813-K)).
Trustee	means TMF Trustees Malaysia Berhad (Registration No.: 200301008392 (610812-W)).

3. **Amendment to the company number of the Manager in “Chapter 2 - Corporate Directory” on page 4 of the Prospectus**

The company number of the Manager is hereby deleted in its entirety and replaced with the following:

(Registration No.: 199701006283 (421779-M))

4. **Amendment to the company number of the Trustee in “Chapter 2 - Corporate Directory” on page 4 of the Prospectus**

The company number of the Trustee is hereby deleted in its entirety and replaced with the following:

(Registration No.: 200301008392 (610812-W))

5. **Amendment to Investment Strategy in “Chapter 3 - Fund Information” on pages 5 - 7 of the Prospectus**

The information on the investment strategy is hereby deleted in its entirety and replaced with the following:

The Fund will invest at least 70% of its NAV in fixed income securities and/or liquid assets and not more than 30% of its NAV in equities, REITs and/or ETFs.

The Fund may employ currency and interest rate hedging strategies by utilising currency forwards to fully or partially hedge the foreign currency exposure to manage the

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currency risk. Furthermore, the Fund may also use futures to fully or partially hedge the interest rate risk inherent in the investment of fixed income securities.

Fixed income

The Fund will take active positions in rates and credits, by investing into RM-denominated and foreign fixed income securities.

The Fund's strategy is to adopt a top-down macro approach in country and currency selection to diversify its investments across countries and currencies. The Fund will also use a bottom-up approach for credit selection.

MYR-denominated fixed income securities

The Fund will invest in MYR-denominated fixed income securities with a minimum rating of "A-" by MARC or its equivalent rating by RAM at the point of purchase. If any of the MYR-denominated fixed income securities have been downgraded to a rating lower than "BBB" by MARC or its equivalent rating by RAM, the EIM shall dispose of the downgraded fixed income security as soon as practicable. However, if such prompt action may be detrimental to the Fund, the EIM may continue to hold the downgraded fixed income security for up to ninety (90) days.

The Fund's investment in MYR-denominated fixed income securities which are issued by government and/or government linked agencies need not be rated.

Foreign currency fixed income securities

The Fund will invest in foreign currency denominated fixed income securities with a minimum rating of "B2" by Moody's or its equivalent rating by other international rating agencies at the point of purchase. Should the ratings be different amongst the international rating agencies, the highest rating shall be applicable. When there are only two (2) ratings available, the higher rating shall be applicable.

If any of the foreign currency denominated fixed income securities have been downgraded to a rating lower than "B2" by Moody's or its equivalent rating by other international rating agencies as determined using the highest rating methodology, the EIM shall dispose the downgraded fixed income security as soon as practicable. However, if such prompt action may be detrimental to the Fund, or if the EIM remains comfortable with the default risk after conducting credit assessment by taking into consideration of both quantitative and qualitative factors and concluded that the probability of default is low, the EIM may continue to hold the downgraded fixed income securities up to the maturity date of the fixed income securities. This treatment will be the same for issuer rating when there is no fixed income security rating.

In determining the applicable rating for the respective MYR-denominated and foreign currency denominated fixed income securities, the issuer rating assigned by a relevant rating agency will be used instead of the fixed income security rating only when there is no fixed income security rating assigned by the same rating agency.

The Fund may invest in unrated global fixed income securities but are limited to no more than 15% of the Fund's NAV. Fixed income securities are deemed unrated if there are no issue or issuer rating from any rating agencies. In such instances, the EIM will conduct its own internal credit assessment to assess the eligibility of the fixed income security.

This First Supplementary Prospectus is dated 22 February 2021 and must be read together with the Prospectus dated 28 November 2019.

Equities, REITs and/or ETFs

To achieve the Fund's objective, the EIM will invest up to 30% of the Fund's NAV in equities, REITs and/or ETFs.

The EIM will adopt a top-down investment approach in constructing the Fund's portfolio. In adopting the top-down investment approach, the EIM takes into consideration the equity market outlook over the medium to long term horizon.

In addition, the EIM would also adopt a bottom-up investment process where individual stock analysis would be conducted for stock selection in constructing the Fund's equity portfolio. Analysis conducted on a particular stock would be based on fundamental analysis comprising quantitative and qualitative analysis. Qualitative approach takes into consideration, amongst others, the company's corporate governance, competency of its management, business cycles as well as competitive advantages. Quantitative approach would cover, amongst others, the company's profitability, its market capitalisation, valuation, gearing and liquidity.

The equity portfolio of the Fund would be actively managed, however, how active or frequent the EIM's trading strategy will depend very much on market opportunities.

To achieve its objective, the Fund will also have the flexibility to invest in REITs and/or ETFs depending on the prevailing market conditions. The Fund would have a higher exposure into REITs and/or gold ETFs where the Manager is of the view that there may be a global economic slowdown or if the Manager deems the equity market outlook to be unfavourable to the Fund's investments.

Liquid Assets

The Fund may invest in liquid assets such as money market instruments and/or deposits.

The Fund's investments in foreign markets are limited to eligible markets where the regulatory authority is an ordinary or associate member of the International Organization of Securities Commissions.

6. Amendment to Specific Risks of the Fund in "Chapter 3 - Fund Information" on page 9 of the Prospectus

The information on high yield and unrated fixed income securities risk is hereby deleted in its entirety and replaced with the following:

High Yield And Unrated Fixed Income Securities Risk

The Fund may invest up to 15% of its NAV in unrated global fixed income securities as well as up to 100% of its NAV in foreign currency denominated fixed income securities with a minimum rating of "B2" by Moody's or its equivalent rating by other international rating agencies. Investors should be aware that unrated global fixed income securities and fixed income securities rated below "Baa3" are considered non-investment grade fixed income securities (also known as "junk bonds" or "high yield bonds") are generally considered to be speculative and more sensitive to adverse changes in market condition. The aforementioned fixed income securities are generally being subject to greater levels of interest rate risk and default risk as compared to investment-grade fixed income

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securities. Such fixed income securities generally experience greater price volatility and usually lacks liquidity in the secondary market in comparison to those of higher credit quality, which in turn may adversely affect the value of these fixed income securities and the value of the Fund.

7. **Amendment to Specific Risks of the Fund in “Chapter 3 - Fund Information” on page 10 of the Prospectus**

The following risks are inserted after Derivatives Risk:

Risk Associated with Investment in REITs and ETFs

Investing in REITs involves many of the same risks associated with direct ownership of real estate, including but not limited to possible declines in real estate’s value, increase in interest rates and real estate borrowing costs, changes in property taxes, higher operating expenses, and damages from natural or man-made disasters and fall in market rental rates. Financial leverage or debt financing (i.e. the use of borrowed money to increase exposure to investments without an increase in equity capital) may magnify both gains and losses of the REITs or profit and loss of companies in real estate sector. Consequently, these REITs prices may exhibit higher price volatility and thus, increase the volatility of the Fund’s NAV.

ETFs are collective investment schemes designed to track a particular commodity, index or portfolio of securities, and are listed on a stock exchange. The following are the key risks of investing in ETFs:

- **Tracking Error**
ETFs are in general, designed to track or replicate the performance of a particular index. However, exact replication may not be possible owing to factors such as:
 - i) fees and expenses of the ETF;
 - ii) foreign exchange movements;
 - iii) the ETF may not have been construed to be exactly the same as the index, thus resulting in differences between the weighting of securities in the index and the ETF. This is due to the fact that certain securities in the index may have been omitted from the ETF’s holdings or securities not in the index may be included in the ETF. Consequently, there is some divergence between the return of the ETF and the index; and
 - iv) corporate actions such as right issues.
- **ETFs Trading at a Premium or Discount**
ETFs are traded on both the primary (not a publicly traded market and only via participating dealers) and secondary market (generally on a stock exchange). While the net asset value of the ETF is a key factor influencing the price of the ETF, it is also determined by the investors’ supply and demand on the secondary market. Thus, an ETF may be traded on the secondary market at a price that is at a discount or a premium to the net asset value of the ETF portfolio. This discrepancy may be accentuated in uncertain or volatile financial/economic conditions.

Any adverse price movement of such REITs and ETFs will adversely affect the Fund’s NAV.

This First Supplementary Prospectus is dated 22 February 2021 and must be read together with the Prospectus dated 28 November 2019.

8. Amendment to Approvals and Conditions in “Chapter 3 - Fund Information” on page 13 of the Prospectus

The information on the approvals and conditions is hereby deleted in its entirety and replaced with the following:

Variation to Schedule C of the Guidelines on valuation of other unlisted bonds

The valuation basis for other unlisted bonds in Schedule C of the Guidelines is as follows:

“Fair value by reference to the average indicative yield quoted by three independent and reputable institutions.”

On 28 October 2020, we have been granted a variation to the aforesaid valuation for investments of the Fund in non-MYR unlisted fixed income securities where we are allowed to value such investments based on the price quoted by Bloomberg Generic Price subject to the following conditions:

- (a) we continuously keep abreast of the development in Bloomberg Generic Price (“Bloomberg”)’s pricing methodology; and
- (b) we keep track on acceptability of Bloomberg’s prices in the market place.

9. Amendment to Section 5.1 - Bases of Valuation of Investments in “Chapter 5 - Transaction Information” on page 18 of the Prospectus

The information on unlisted fixed income securities is hereby deleted in its entirety and replaced with the following:

Unlisted fixed income securities

Investments in unlisted MYR-denominated fixed income securities will be valued based on price quoted by a bond pricing agency (“BPA”) registered with the SC. Where we are of the view that the price quoted by BPA for a specific fixed income security differs from the “market price” by more than 20 basis points, we may use the “market price” provided that we comply with the requirements of the Guidelines.

Investments in other unlisted fixed income securities will be valued using the Bloomberg Generic Price (“BGN”). In the case where we are unable to obtain quotation from the BGN, such unlisted fixed income securities will be valued at fair value by reference to the average indicative yield quoted by 3 independent and reputable institutions. If the BGN is not available and we are unable to obtain quotation from 3 independent and reputable institutions, such unlisted fixed income securities will be valued at fair value as determined in good faith by us, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.

10. Amendment to Section 5.10 - Switching in “Chapter 5 - Transaction Information” on page 23 of the Prospectus

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

This First Supplementary Prospectus is dated 22 February 2021 and must be read together with the Prospectus dated 28 November 2019.

You are permitted to switch 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 NAV per unit of the fund to be switched from 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 to be switched to, if any.

There is no restriction on the minimum Units for switching or frequency of switching. However, you must meet the minimum Units holdings (after the switch) of the Class that you intend to switch from unless you are redeeming all your investments from the Class.

Switching is treated as a withdrawal from 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 charge 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 in sales charge of 1.00% on the net asset value per unit of the fund being switched into in addition to the switching fee of the fund you switched from.

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.

Any switching request made on or before the cut-off time of 4.00 p.m. will be made at the NAV per unit of the fund to be switched from when the switching request is received and accepted by us on a Business Day, subject to availability and any terms and conditions imposed by the intended fund, if any.

Any switching request received or deemed to have been received after this cut-off time would be considered as being transacted on the following Business Day.

We reserve the rights to vary the terms and conditions for switching from time to time, which shall be communicated to you in writing.

Note: Our distributors may have an earlier cut-off time for receiving applications in respect of any switching of Units. Please check with the respective distributors for their respective cut-off time.

11. Amendment to Section 5.11 - Dealing Cut-Off Time for Investment and Redemption of Units in “Chapter 5 - Transaction Information” on pages 23 - 24 of the Prospectus

The information on the dealing cut-off time for investment and redemption of Units is hereby deleted in its entirety and replaced with the following:

The dealing cut-off time is 4.00 p.m. on a Business Day.

This First Supplementary Prospectus is dated 22 February 2021 and must be read together with the Prospectus dated 28 November 2019.

Any application 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 application 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.

Note: Our distributors may have an earlier cut-off time for receiving applications in respect of any dealing in Units. Please check with the respective distributors for their respective cut-off time.

12. Amendment to Section 6.3 - Board of Directors of the Manager in “Chapter 6 - The Management of the Fund” on page 26 of the Prospectus

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

Board of Directors

Dato Idris bin Kechot (chairman / independent non-executive director)
Goh Ching Yin (independent non-executive director)
Loh Lee Soon (independent non-executive director)
Badrul Hisyam Abu Bakar (non-independent non-executive director)
Ahmad Najib Nazlan (non-independent executive director / chief executive)

13. Deletion of “Chapter 13 - Unit Trust Loan Financing Risk Disclosure Statement” on page 50 of the Prospectus

The information in Chapter 13 is hereby deleted in its entirety.

The following chapter is renumbered accordingly.

This First Supplementary Prospectus is dated 22 February 2021 and must be read together with the Prospectus dated 28 November 2019.

RESPONSIBILITY STATEMENT

This 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 Prospectus false or misleading.

STATEMENTS OF DISCLAIMER

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

The authorisation of the Maybank Flexi Income Fund, and registration of this Prospectus, should not be taken to indicate that the SC recommends the Maybank Flexi Income 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 Maybank Asset Management Sdn Bhd responsible for the Maybank Flexi Income 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.

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 Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this Prospectus or the conduct of any other person in relation to the Fund.

The Maybank Flexi Income 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 Maybank Flexi Income Fund.

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

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(1) DEFINITIONS

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

AUD	means Australian Dollar.
AUD (Hedged) Class	represents a Class denominated in AUD which seeks to reduce the effect of currency fluctuations between the currency of the Class and the base currency of the Fund.
Bursa Malaysia	means the stock exchange managed or operated by Bursa Malaysia Securities Berhad (Company No. 635998-W).
Business Day	means a day on which Bursa Malaysia is open for trading.
Class	means any class of Units in the Fund representing similar interest in the assets of the Fund and a “Class” means any one class of Units.
CMSA	means the Capital Markets and Services Act 2007 as may be amended from time to time.
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.
External Investment Manager / MAMS / EIM	means Maybank Asset Management Singapore Pte. Ltd. (Company No. 200812589K)
FIMM	means the Federation of Investment Managers Malaysia.
Fitch	means Fitch Ratings.
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 request of Units is received by the Manager.
Fund / MFIF	means the Maybank Flexi Income Fund.
Guidelines	means the Guidelines on Unit Trust Funds issued by the SC and any other relevant guidelines issued by the SC.
long term	means a period of more than 5 years.
LPD	means latest practicable date as at 1 October 2019.
Manager / Maybank AM / we / us / our	means Maybank Asset Management Sdn Bhd (Registration No. 199701006283).
MARC	means Malaysian Rating Corporation Berhad.
Maybank	means Malayan Banking Berhad (Company No. 196001000142).
medium term	means a period between 3 to 5 years.
Moody’s	means Moody’s Investors Service.
MYR/RM	means Ringgit Malaysia.

MYR Class	represents a Class denominated in MYR.
MYR (Hedged) Class	represents a Class denominated in MYR which seeks to reduce the effect of currency fluctuations between the currency of the Class and the base currency of the Fund.
Net Asset Value / NAV	means the total value of the Fund's assets minus its liabilities at the valuation point; where the Fund has more than one Class, there shall be a NAV of the Fund attributable to each Class.
NAV per Unit	means the NAV of a Class at the valuation point divided by the total number of Units in circulation of such Class at the same valuation point.
Prospectus	means the prospectus for this Fund.
RAM	means RAM Rating Services Berhad.
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. The Redemption Price shall be exclusive of the redemption charge (if any).
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. The Selling Price shall be exclusive of the sales charge.
SGD	means Singapore Dollar.
SGD (Hedged) Class	represents a Class denominated in SGD which seeks to reduce the effect of currency fluctuations between the currency of the Class and the base currency of the Fund.
short term	means a period of less than 3 years.
S&P	means S&P Global Ratings.
Trustee	means TMF Trustees Malaysia Berhad (Registration No. 200301008392).
Unit	means a measurement of the right or interest of a Unit Holder in the Fund and means a unit of the Fund or a Class, as the case may be.
Unit Holders / you	means the person registered as the holder of a Unit or Units including persons jointly registered for a Class. In respect of the Fund, means all the unit holder of every Class in the Fund.
USD	means United States dollar.
USD Class	represents a Class denominated in USD.
U.S. (United States) Person(s)	means: <ul style="list-style-type: none"> (a) a U.S. citizen (including those who hold dual citizenship or a green card 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;
- (g) any other person that is not a non-U.S. person; or
- (h) any definition as may be prescribed under the Foreign Account Tax Compliance Act 2010, as may be amended from time to time.

(2) CORPORATE DIRECTORY

MANAGER	Maybank Asset Management Sdn Bhd (Registration No. 199701006283)
REGISTERED OFFICE	5 th 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 - 2715 0071
WEBSITE	http://www.maybank-am.com
E-MAIL	mamcs@maybank.com.my
TRUSTEE	TMF Trustees Malaysia Berhad (Registration No. 200301008392)
REGISTERED OFFICE	10 th Floor, Menara Hap Seng No. 1 & 3, Jalan P. Ramlee 50250 Kuala Lumpur
BUSINESS OFFICE	10 th Floor, Menara Hap Seng No. 1 & 3, Jalan P. Ramlee Tel No: 03 - 2382 4288 Fax No: 03 - 2026 1451
EXTERNAL INVESTMENT MANAGER	Maybank Asset Management Singapore Pte. Ltd. (Company No. 200812589K)
REGISTERED OFFICE	50 North Canal Road #03-01 Singapore 059304
BUSINESS OFFICE	2 Battery Road #08-01 Maybank Tower Singapore 049907

(3) FUND INFORMATION

FUND	Maybank Flexi Income Fund				
Fund Category	Fixed Income.				
Fund Type	Income.				
Base Currency	USD.				
Initial Offer Price	USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
	USD1.00	RM1.00	RM1.00	SGD1.00	AUD1.00
Initial Offer Period	21 days from the date of this Prospectus.				
Commencement Date	The 7 th Business Day after the end of the Initial Offer Period.				
Investment Objective	<p>The Fund aims to outperform its benchmark by investing in a portfolio of fixed income securities, equities, real estate investment trusts (“REITs”) and/or exchange-traded funds (“ETFs”).</p> <p><i>Any material change to the investment objective of the Fund would require Unit Holders’ approval.</i></p>				
Investment Strategy	<p>The Fund will invest at least 70% of its NAV in fixed income securities and/or liquid assets and not more than 30% of its NAV in equities, REITs and/or ETFs.</p> <p>The Fund may employ currency and interest rate hedging strategies by utilising currency forwards to fully or partially hedge the foreign currency exposure to manage the currency risk. Furthermore, the Fund may also use futures to fully or partially hedge the interest rate risk inherent in the investment of fixed income securities.</p> <p><u>Fixed Income</u></p> <p>The Fund will take active positions in rates and credits, by investing into RM-denominated and foreign fixed income securities.</p> <p>The Fund’s strategy is to adopt a top-down macro approach in country and currency selection to diversify its investments across countries and currencies. The Fund will also use a bottom-up approach for credit selection.</p> <p><i>MYR-denominated fixed income securities</i></p> <p>The Fund will invest in MYR-denominated fixed income securities with a minimum rating of “A-” by MARC or its equivalent rating by RAM at the point of purchase. If any of the MYR-denominated fixed income securities have been downgraded to a rating lower than “BBB” by MARC or its equivalent rating by RAM, the EIM shall dispose of the downgraded fixed income security as soon as</p>				

FUND	Maybank Flexi Income Fund
	<p>practicable. However, if such prompt action may be detrimental to the Fund, the EIM may continue to hold the downgraded fixed income security for up to ninety (90) days.</p> <p>The Fund's investment in MYR-denominated fixed income securities which are issued by government and/or government linked agencies need not be rated.</p> <p><i>Foreign currency fixed income securities</i></p> <p>The Fund will invest in foreign currency denominated fixed income securities with a minimum rating of "B" by S&P or its equivalent rating by Moody's or Fitch at the point of purchase. Should the ratings be different amongst S&P, Moody's and Fitch, the highest rating shall be applicable. When there are only two (2) ratings available, the higher rating shall be applicable.</p> <p>If any of the foreign currency denominated fixed income securities have been downgraded to a rating lower than "B" by S&P or its equivalent rating by Moody's or Fitch as determined using the highest rating methodology, the EIM shall dispose the downgraded fixed income security as soon as practicable. However, if such prompt action may be detrimental to the Fund, or if the EIM remains comfortable with the default risk after conducting credit assessment by taking into consideration of both quantitative and qualitative factors and concluded that the probability of default is low, the EIM may continue to hold the downgraded fixed income securities up to the maturity date of the fixed income securities. This treatment will be the same for issuer rating when there is no fixed income security rating.</p> <p>In determining the applicable rating for the respective MYR-denominated and foreign currency denominated fixed income securities, the issuer rating assigned by a relevant rating agency will be used instead of the fixed income security rating only when there is no fixed income security rating assigned by the same rating agency.</p> <p>The Fund may invest in unrated global fixed income securities but are limited to no more than 15% of the Fund's NAV. Fixed income securities are deemed unrated if there are no issue or issuer rating from any rating agencies. In such instances, the EIM will conduct its own internal credit assessment to assess the eligibility of the fixed income security.</p> <p><u>Equities, REITs and/or ETFs</u></p> <p>To achieve the Fund's objective, the EIM will invest up to 30% of the Fund's NAV in equities, REITs and/or ETFs.</p> <p>The EIM will adopt a top-down investment approach in constructing the Fund's portfolio. In adopting the top-down investment approach, the EIM takes into consideration the equity market outlook over the medium to long-term horizon.</p> <p>In addition, the EIM would also adopt a bottom-up investment process where individual stock analysis would be conducted for stock selection in constructing the Fund's equity portfolio. Analysis conducted on a particular stock would be based on fundamental analysis comprising quantitative and qualitative analysis. Qualitative approach takes into consideration, amongst others, the company's corporate governance, competency of its management, business cycles as well as competitive advantages. Quantitative approach would cover, amongst others, the company's profitability, its market capitalisation, valuation, gearing and liquidity.</p>

FUND	Maybank Flexi Income Fund
	<p>The equity portfolio of the Fund would be actively managed, however, how active or frequent the EIM's trading strategy will depend very much on market opportunities.</p> <p>To achieve its objective, the Fund will also have the flexibility to invest in REITs and/or ETFs depending on the prevailing market conditions. The Fund would have a higher exposure into REITs and/or commodities related ETFs where the Manager is of the view that there may be a global economic slowdown or if the Manager deems the equity market outlook to be unfavourable to the Fund's investments.</p> <p><u>Liquid Assets</u></p> <p>The Fund may invest in liquid assets such as money market instruments and/or deposits.</p> <p>The Fund's investments in foreign markets are limited to eligible markets where the regulatory authority is an ordinary or associate member of the International Organization of Securities Commissions.</p>
Asset Allocation	<p>The Fund's allocation ranges for each asset class is expected to be the following:</p> <ul style="list-style-type: none"> • a minimum of 70% in fixed income securities and/or liquid assets; and • up to 30% in equities, REITs and/or ETFs.
Temporary Defensive Position	<p>We may take temporary defensive positions ("Temporary Defensive Positions") that may be inconsistent with the Fund's strategy by holding up to all of the Fund's NAV in deposits and money market instruments in attempting to respond to adverse market conditions, economic, political, or any other conditions to protect the Unit Holders' investments.</p>

RISK FACTORS

FUND	Maybank Flexi Income Fund
General Risks of Investing in the Fund	<p><u>Market Risk</u> Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV. We will monitor the financial markets closely and act on any adverse news accordingly.</p> <p><u>Inflation Risk</u> This is the risk that investors' investment in the Fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased.</p> <p><u>Liquidity Risk</u> Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices.</p> <p><u>Loan Financing Risk</u> This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed money includes</p>

	<p>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 NAV per Unit as compared to the NAV per Unit at the point of purchase towards settling the loan.</p> <p><u>Non-Compliance Risk</u> This risk refers to the possibility that we may not follow the provisions set out in this Prospectus or the Deed or the law, rules or guidelines or internal operating policies which governs the Fund. Non-compliance may occur directly due to factors such as human error or system failure and can also occur indirectly due to amendment on the relevant regulatory frameworks, laws, rules, and other legal practices affecting the Fund. This risk may result in operational disruptions and potential losses to the Fund. We aim to reduce 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.</p> <p><u>Returns Are Not Guaranteed</u> Investors should be aware that there is no guarantee of any returns, i.e. income distribution or capital appreciation by investing in the Fund. Unlike fixed deposits placed directly by the investors into any financial institution which carry a specific rate of return, the Fund does not provide a fixed rate of return.</p>
<p>Specific Risks of the Fund</p>	<p><u>Credit and Default Risk</u> 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 refers to the possibility that the issuer of the fixed income security is unable to make timely or full payments of interest and/or principal when due. In the event of a default in payment of principal and/or interest, this may cause a reduction in the value of the Fund. We will endeavour to take the necessary steps to deal with the investments in the best interest of the Unit Holders including to dispose of the defaulted investments within a time frame deemed reasonable by us.</p> <p><u>Interest Rate Risk</u> 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.</p> <p>In order to mitigate interest rate risk, we will need to manage the fixed income portfolio by taking into account the coupon rate and time to maturity of the fixed income securities.</p> <p><u>Stock Specific Risk</u> 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.</p> <p><u>Country risk</u> 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</p>

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.

Currency Risk

As the base currency of the Fund is denominated in USD and the currency denomination of the Classes may be denominated in other than USD, the Classes not denominated in USD are exposed to currency risk. Any fluctuation in the exchange rates between USD and the currency denomination of the Class (other than USD Class) will affect the Unit Holder's investments in those Classes (other than USD Class). The impact of the exchange rate movement between the base currency of the Fund and the currency denomination of the Class (other than USD Class) may result in a depreciation of the Unit Holder's holdings as expressed in the base currency of the Fund.

In order to manage currency risk, we may employ currency hedging strategies to fully or partially hedge the foreign currency exposure of the Class not denominated in USD. However, every hedge comes with a cost and will be borne by the respective Class.

Currency hedging may reduce the effect of the exchange rate movement for the Class being hedged (other than USD Class and MYR Class) but it does not entirely eliminate currency risk between the Class and the base currency of the Fund. The unhedged portion of the Class will still be affected by the exchange rate movements and it may cause fluctuation of NAV of the Class. You should note that if the exchange rate moves favourably, the Class (other than USD Class and MYR Class) will not benefit from any upside in currency movement due to the hedging strategy. In addition, hedging is subject to a minimum size of entering into a hedging contract and the cost of hedging may affect returns of the hedged class.

External Investment Manager Risk

We have no direct influence or control over the EIM's investment technique, knowledge or management expertise. In the event of mismanagement of the investments by the EIM, the NAV of the Fund would be affected negatively. The Fund would also be affected should there be any unresolved dispute between the EIM and us. Although the probability of such occurrence is minor, should the situation arise, we reserve the right to seek an alternative external fund manager to manage the Fund in a manner that is consistent with the objective of the Fund.

High Yield And Unrated Fixed Income Securities Risk

The Fund may invest up to 15% of its NAV in unrated global fixed income securities as well as up to 100% of its NAV in foreign currency denominated fixed income securities with a minimum rating of "B" by S&P or its equivalent rating by Moody's or Fitch. Investors should be aware that unrated global fixed income securities and fixed income securities rated below "BBB-" are considered non-investment grade fixed income securities (also known as "junk bonds" or "high yield bonds") are generally considered to be speculative and more sensitive to adverse changes in market condition. The aforementioned fixed income securities are generally being subject to greater levels of interest rate risk and default risk as compared to investment-grade fixed income securities. Such fixed income securities generally experience greater price volatility and usually lacks liquidity in the secondary market in comparison to those of higher credit quality, which in turn may adversely affect the value of these fixed income securities and the value of the Fund.

Emerging and Frontier Markets Risk

The Fund may invest in emerging and frontier markets which exhibit lower levels of capital market development when compared to those of developed markets.

	<p>Given the fast-changing investment landscape of emerging and frontier markets, areas such as accounting standards, legal and business environment in emerging and frontier markets may be less organised when compared to developed markets, increasing the risks of investing in emerging and frontier markets. Generally, investment returns in emerging and frontier 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, such emerging and frontier markets risks may be mitigated by diversifying the Fund's exposures across various markets and geographic regions.</p> <p><u>Derivatives Risk</u></p> <p>Derivatives, if any, will only be used for the purpose of hedging the Fund's portfolio from certain anticipated losses such as those resulting from unfavourable exchange rate and interest rate movements. However, every hedge comes with a cost. In a move to mitigate the risk of uncertainty, the Fund is now exposed to the risk of opportunity loss. Once hedged, the Fund cannot take full advantage of favourable exchange rate and interest rate movements. If the exposure which the Fund is hedging against makes money, the act of hedging would have typically reduced the potential returns of the Fund. On the other hand, if the exposure which the Fund is hedging against losses money, the act of hedging would have reduced the loss, if successfully hedged.</p>
<p>Risk Management Strategies</p>	<p>Risk management is an integral part of our investment management process. We employ measures such as asset allocation strategy in order to manage the specific risks of the Fund. When downturn is expected in fixed income markets and liquidity risks are high, we may reduce the Fund's allocation in fixed income securities and increase its asset allocation to liquid assets to safeguard the investment portfolio of the Fund. The Fund's exposure will also be spread across various countries, sectors, counterparties and companies as diversification strategy is also recognized by us as an essential risk management strategy for the Fund.</p> <p>In order to ensure that the Fund is managed in accordance with the Guidelines and the Deed, proper procedures and parameters are in place to manage the risks that are applicable to the Fund. Regular monitoring, reviews and reporting are also undertaken by us to ensure that the Fund's investment objective is met.</p>

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.

OTHER INFORMATION

FUND	Maybank Flexi Income Fund
<p>Investor's Profile</p>	<p>The Fund is suitable for investors who:</p> <ul style="list-style-type: none"> • have long term investment horizon; • seek long term consistent returns; and • are willing to tolerate the risks associated with investing in a diversified portfolio of fixed income securities, equities, REITs and/or ETFs.
<p>Distribution Policy</p>	<p>Subject to availability of income, distribution will be made on a quarterly basis.</p> <p>Distribution will be made from realised income and/or gain.</p>

FUND	Maybank Flexi Income Fund
Mode of Distribution	<p>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 income distribution will be automatically reinvested into additional Units in the Fund.</p> <p>Unit Holders who elect to receive income payment via cash payment mode would be paid by way of direct debit into the Unit Holders' bank account on the income payment date (which is within 10 calendar days from the ex-distribution date).</p>
Reinvestment Policy	<p>If you 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 10 calendar days from the ex-distribution date).</p> <p><i>**There will be no additional cost to Unit Holders for reinvestments in new additional Units.</i></p>
Performance Benchmark	<p>70% Maybank 12-month fixed deposits rate + 30% MSCI Asia Pacific Ex-Japan Index</p> <p><i>The customised benchmark is a combination of Maybank 12-month fixed deposit rate, weighting at 70% for the fixed income investments and MSCI Asia Pacific Ex-Japan Index, weighting at 30% for equities, REITs and/or ETFs investments.</i></p> <p><i>As there are no direct indices to track a similar strategy that the Fund plans to implement, the EIM has decided to proceed with a customised composite benchmark to reflect the Fund's investment strategy. The EIM believes that the aforementioned weighting for the indices reflect the Fund's investment strategy and asset allocation.</i></p> <p><i>Sources:</i> <i>Maybank 12-month deposit rate at http://www.maybank2u.com.my and MSCI Asia Pacific Ex-Japan Index at http://www.msci.com.</i></p> <p><i>Note: The risk profile of the Fund is different from the risk profile of the performance benchmark.</i></p>
Permitted Investments	<ul style="list-style-type: none"> • Fixed income securities; • Equities; • Money market instruments; • Deposits with financial institutions; • Collective investment schemes such as REITs and ETFs; • Derivatives (for hedging purposes only); and • Any other investment permitted by the SC which is in line with the objective and asset allocation of the Fund.
Investment Limits and Restrictions	<p>The Fund will be managed in accordance with the following investment limits and restrictions:</p> <p><u>Exposure Limits</u></p> <ul style="list-style-type: none"> • The value of the Fund's investments in unlisted securities must not exceed 10% of the Fund's NAV. <p><u>Investment Spread Limits</u></p> <ul style="list-style-type: none"> • The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed 10% of the Fund's NAV. • The value of the Fund's investments in fixed income securities issued by any single issuer must not exceed 20% of the Fund's NAV. The single issuer limit may be increased to 30% if the fixed income securities are rated by any

FUND	Maybank Flexi Income Fund
	<p>domestic or global rating agency to be of the best quality and offer highest safety for timely payment of interest and principal.</p> <ul style="list-style-type: none"> • The value of the Fund's placement in deposits with any single financial institution must not exceed 20% of the Fund's NAV. • For investments in derivatives- <ul style="list-style-type: none"> (a) the exposure to the underlying assets must not exceed the investment spread limits stipulated herein; and (b) the value of the Fund's over-the-counter (OTC) derivative transaction with any single counter-party must not exceed 10% of the Fund's NAV. • The aggregate value of the Fund's investments in transferable securities, money market instruments, deposits and OTC derivatives issued by or placed with, as the case may be, any single issuer/ financial institution must not exceed 25% of the Fund's NAV. Where the single issuer limit of 20% of the Fund's NAV in fixed income securities is increased to 30%, the aggregate value of the Fund's investment must not exceed 30%. • The value of the Fund's investments in units/shares of any collective investment scheme must not exceed 20% of the Fund's NAV. • The value of the Fund's investments in fixed income securities issued by any one group of companies must not exceed 30% of the Fund's NAV. <p><u>Investment Concentration Limits</u></p> <ul style="list-style-type: none"> • The Fund's investments in transferable securities (other than fixed income security) must not exceed 10% of the securities issued by any single issuer. • The Fund's investments in fixed income securities must not exceed 20% of the fixed income securities issued by any single issuer. • The Fund's investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. <p><i>Note: This limit does not apply to money market instruments that do not have a pre-determined issue size.</i></p> <ul style="list-style-type: none"> • The Fund's investments in collective investment schemes must not exceed 25% of the units/shares in any one collective investment scheme. <p>The limits and restrictions on the investments of the Fund do not apply to securities or instruments issued or guaranteed by the Malaysian government or Bank Negara Malaysia.</p> <p>The above stated limits and restrictions shall be complied with at all times based on the most up-to-date value of the Fund's investments and instruments. However, a 5% allowance in excess of any limits or restrictions may be permitted where the limit or restriction is breached through the appreciation or depreciation in value of the NAV of the Fund (as a result of an appreciation or depreciation in value of investments or as a result of the redemption of Units or payment made from the Fund). Once the relevant limit is breached, no further acquisitions of the particular securities involved shall be made and we will, within a reasonable period of not more than 3 months from the date of the breach take all necessary steps and actions to rectify the breach.</p>

FUND	Maybank Flexi Income Fund
Financing and Securities Lending	<p>The Fund may not obtain cash financing or borrow other assets in connection with its activities. However, the Fund may obtain cash financing on a temporary basis for the purpose of meeting redemption requests for Units and for short term bridging requirements subject to the following:</p> <ul style="list-style-type: none"> (a) the Fund’s borrowing/cash financing is only on a temporary basis and that borrowings are not persistent; (b) the borrowing/financing period shall not exceed 1 month; (c) the aggregate borrowing/financing of the Fund shall not exceed 10% of the Fund’s NAV at the time the borrowing/financing is incurred; and (d) the Fund may only obtain borrowing/financing from financial institutions. <p>The Fund will not participate in the lending of securities within the meaning of the Securities Borrowing and Lending Guidelines issued by the SC.</p>
Approvals and Conditions	<p>There is no exemption and/or variation to the Guidelines for this Fund.</p>
Financial Year End	<p>31 August</p>

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

Due to multiple Classes in this Fund, the indirect fees and/or charges for the Fund are apportioned based on the size of the Class relative to the whole Fund. This means that the multi-class ratio (“MCR”) is calculated by taking the “value of a Class” for a particular day and dividing it with the “value of the Fund” for that same day. This apportionment is expressed as a ratio and is calculated as a percentage. As an illustration, assuming there is an indirect fee chargeable to the Fund of USD100 and the size of USD Class, MYR Class, MYR (Hedged) Class, SGD (Hedged) Class and AUD (Hedged) Class over the size of the Fund is 20%, 20%, 20%, 20% and 20% respectively, the ratio of the apportionment based on the percentage will be 20:20:20:20:20, 20% being borne by USD Class, 20% being borne by MYR Class, 20% being borne by MYR (Hedged) Class, 20% being borne by SGD (Hedged) Class and 20% being borne by AUD (Hedged) Class.

Please refer to the illustration in Section 5.3 of this Prospectus below for better clarity.

Charges

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

4.1 Sales Charge

USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
Up to 3.00% of the NAV per Unit.				

Note: The Manager reserves the right to waive or reduce the fee from time to time at its absolute discretion. Investors may negotiate for a lower sales charge. All sales charge will be rounded up to two (2) decimal places. Sales charge will be retained by the Manager.

4.2 Redemption Charge

Nil.

4.3 Transfer Fee

USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
USD10.00 per transfer.	RM10.00 per transfer.	RM10.00 per transfer.	SGD10.00 per transfer.	AUD10.00 per transfer.

Notes:

- (1) We reserve the right to waive the transfer fee.
- (2) We reserve the right to decline any transfer request if such transfer will expose us to any liability and/or will contravene any law or regulatory requirements, whether or not having the force of law.

4.4 Switching Fee

USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
USD10.00 per switch.	RM10.00 per switch.	RM10.00 per switch.	SGD10.00 per switch.	AUD10.00 per switch.

Notes:

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

Fees And Expenses

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

4.5 Annual Management Fee

USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
Up to 1.50% per annum of the NAV of each Class.				

Illustration - Computation of management fee

Example:

Assuming that the NAV of the Fund is USD100 million for that day, the accrued management fee for the Fund for that day would be:

$$\frac{\text{USD}100,000,000 \times 1.50\%}{365 \text{ days}} = \text{USD}4,109.59 \text{ per day}$$

The management fee is calculated and accrued daily, and is paid monthly to us.

4.6 Annual Trustee Fee

The Trustee is entitled to a trustee fee of up to 0.04% per annum of the NAV of the Fund, (excluding foreign custodian fees and charges) accrued daily and paid monthly to the Manager.

Illustration - Computation of trustee fee

Example:

Assuming that the NAV of the Fund is USD100 million for that day, the accrued trustee fee for the Fund for that day would be:

$$\frac{\text{USD}100,000,000 \times 0.04\%}{365 \text{ days}} = \text{USD}109.59 \text{ per day}$$

4.7 Fund Expenses

Only the expenses (or part thereof) which are directly related and necessary to the operation and administration of the Fund or each Class may be charged to the Fund or each Class respectively. These would include (but are not limited to) the following:

- (i) commissions or fees paid to brokers or dealers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes;
- (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 adviser 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 ordered by the court not 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;
- (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 of the Fund;
- (xvi) expenses and charges incurred in connection with the printing and postage for the annual or interim report, tax certificates, reinvestment statements and other services associated with the administration of the Fund;
- (xvii) all costs and expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or warrant or telegraphic transfer; and
- (xviii) any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred under sub-paragraphs (i) to (xvii) above.

Expenses related to the issuance of this Prospectus will be borne by the Manager.

4.8 Policy on Stockbroking Rebates and Soft Commissions

We, the EIM, the Trustee or Trustee's delegate should not retain any rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Fund.

However, soft commissions may be retained by us or the EIM if:

- (i) the soft commission is of demonstrable benefit to Unit Holders and in the form of research and advisory services that assist in the decision making process relating to

the investments of the Fund such as research material, data and quotation services and investment management tools; and

- (ii) any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund.

4.9 Tax

Unit Holders and/or the Fund, as the case may be, will bear any tax which may be imposed by the government or other authorities from time to time in addition to the applicable fees, charges and expenses stated in this Prospectus.

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

(5) TRANSACTION INFORMATION

5.1 Bases of Valuation of Investments

Listed securities

Listed securities will be valued daily based on the last done market price.

However, if:-

- (a) a valuation based on the market price does not represent the fair value of the listed securities, for example during abnormal market conditions; or
- (b) no market price is available, including in the event of a suspension in the quotation of the listed securities for a period exceeding 14 days, or such shorter period as agreed by the Trustee,

then the listed securities would be valued at fair value, as determined in good faith by us based on the methods or bases approved by the Trustee after appropriate technical consultation.

Unlisted fixed income securities

Investments in unlisted RM-denominated fixed income securities will be valued based on price quoted by a bond pricing agency (“BPA”) registered with the SC. Where we are of the view that the price quoted by BPA for a specific fixed income security differs from the “market price” by more than 20 basis points, we may use the “market price” provided that we comply with the requirements of the Guidelines.

Investments in other unlisted fixed income securities will be valued based on fair value by reference to the average indicative yield quoted by 3 independent and reputable institutions.

Money Market Instruments

Investments in commercial papers and treasury bills are valued each day based on the price quoted by BPA registered with the SC.

For investments in money market instruments that are not quoted by BPA, such instruments are valued each day at cost, adjusted for amortisation of premium or accretion of discount over their par value at the time of acquisition, less provision for any diminution in value.

Deposits

Deposits placed with financial institutions are valued each day by reference to the value of such investments and the interest accrued thereon for the relevant period.

Unlisted Collective Investment Schemes

Investment in unlisted collective investment schemes will be valued based on the last published repurchase price.

Derivatives

Derivative positions will be valued daily at fair value, as determined in good faith by us based on methods or bases which have been verified by the auditor and approved by the Trustee.

Foreign Exchange Translation

All the foreign assets of the Fund are translated on a daily basis to the base currency of the Fund, USD, using the bid foreign exchange rate quoted by either Reuters or Bloomberg, at United Kingdom time 4.00 p.m. which is equivalent to 11.00 p.m. or 12.00 midnight (Malaysia time) on the same day, or such other time as prescribed from time to time by the FIMM or any relevant laws.

Any other investments

Fair value as determined in good faith by us or the EIM, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.

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 the end of the next Business Day.

As such, the daily price of the Fund for a particular Business Day will not be published on the next Business Day but will instead be published 2 Business Days later (i.e., the price will be 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.

Please note that the example below is for illustration only:

	Fund (USD)	USD Class (USD)	MYR Class (USD)	MYR (Hedged) Class (USD)	SGD (Hedged) Class (USD)	AUD (Hedged) Class (USD)
Value of the Fund/Class	101,500,000.00	20,300,000.00	20,300,000.00	20,300,000.00	20,300,000.00	20,300,000.00
Multi-class ratio[^]	100%	20%	20%	20%	20%	20%
Add: Other assets (including cash) & income	200,000.00	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00
Less: Liabilities	100,000.00	20,000.00	20,000.00	20,000.00	20,000.00	20,000.00
NAV before deducting management fee and trustee fee for the day	101,600,000.00	20,320,000.00	20,320,000.00	20,320,000.00	20,320,000.00	20,320,000.00
Less: Management fee for the day		$(20,320,000 \times 1.50\% / 365 \text{ days})$	$(20,320,000 \times 1.50\% / 365 \text{ days})$	$(20,320,000 \times 1.50\% / 365 \text{ days})$	$(20,320,000 \times 1.50\% / 365 \text{ days})$	$(20,320,000 \times 1.50\% / 365 \text{ days})$
	4,175.34	835.07	835.07	835.07	835.07	835.07
Less: Trustee fee for the day	$(101,600,000 \times 0.04\% / 365 \text{ days})$	$(111.34 \times 20\%)$	$(111.34 \times 20\%)$	$(111.34 \times 20\%)$	$(111.34 \times 20\%)$	$(111.34 \times 20\%)$
	111.34	22.27	22.27	22.27	22.27	22.27
Total NAV (USD)	101,595,713.32	20,319,142.66	20,319,142.66	20,319,142.66	20,319,142.66	20,319,142.66

[^]Multi-class ratio is apportioned based on the size of the Class relative to the whole Fund. This means the multi-class ratio is calculated by taking the value of a Class for a particular day and dividing it with the value of the Fund for that same day. This apportionment is expressed as a ratio and calculated as a percentage.

The NAV per Unit of a Class is calculated by dividing the NAV of the Fund attributable to the Class by the number of Units in circulation of that Class at the end of each Business Day.

Assuming there are 230,000,000 Units of the Fund in circulation at the point of valuation, the NAV per Unit of a Class shall therefore be calculated as follows:

	Fund (USD)	USD Class (USD)	MYR Class (USD)	MYR (Hedged) Class (USD)	SGD (Hedged) Class (USD)	AUD (Hedged) Class (USD)
NAV	101,595,713.32	20,319,142.66	20,319,142.66	20,319,142.66	20,319,142.66	20,319,142.66
Divide: Units in circulation	230,000,000	20,000,000	80,000,000	80,000,000	25,000,000	25,000,000
NAV per Unit of the Class (USD)		USD1.0160	USD0.2540	USD0.2540	USD0.8128	USD0.8128
Conversion to MYR (at USD1:MYR4 exchange rate)			MYR1.016	MYR1.016		
Conversion to SGD (at USD1:SGD1.30 exchange rate)					SGD1.0566	
Conversion to AUD (at USD1:AUD1.30 exchange rate)						AUD1.0566

The NAV per Unit of each Class will be rounded up to 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 of a Class of the Fund is the NAV per Unit at the next valuation point after the request to purchase Units is received by us (Forward Pricing). The sales charge applicable to the Class is payable by you in addition to the Selling Price for the Units purchased.

Calculation of Selling Price

Illustration - Sale of Units

Example:

If you wish to invest RM10,000.00 in MYR Class before 4.00 p.m. on 1 October 2019, and if the sales charge is 3.00% of the NAV per Unit, 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 MYR Class at the end of the Business Day on 1 October 2019 = 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 of a Class of the Fund is the NAV per Unit at the next valuation point after the redemption request is received by us (Forward Pricing).

Calculation of Redemption Price

Illustration - Redemption of Units

Example:

If you wish to redeem 10,000.00 Units from MYR Class before 4.00 p.m. on any Business Day, and if no redemption charge is imposed, 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 MYR Class at the end of the Business Day on 1 October 2019 = RM1.0000

Redemption charge payable by you = 0% x 10,000.00 = RM0.00

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 (the NAV per Unit for MYR Class)] - Redemption charge
= RM10,000.00 - RM0.00
= RM10,000.00

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

5.5 Incorrect Pricing

We shall ensure that the Fund and the Units of the Class are correctly valued and priced according to the Deed and all relevant laws. Where there is an error in the valuation and pricing of the Fund and/or Units, any incorrect valuation and pricing of the Fund and/or 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 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.

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 our appointed distributors as set out in Section 14 of this Prospectus.

5.7 Investment

The minimum initial investment for each Class of the Fund is as set out below:

	USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
Minimum Initial Investment [^]	USD1,000	RM1,000	RM1,000	SGD1,000	AUD1,000
Minimum Additional Investment [^]	USD100	RM100	RM100	SGD100	AUD100

[^] or such other 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.

Unit holdings for each Class

You should note that there are differences when purchasing Units for each Class in certain circumstances.

There is no difference in terms of investment value of each Unit Holder, and all Unit Holders would have equal voting rights at Unit Holders' meetings of the Fund (if voting is done by poll as the Units held by him or her will be proportionate to the value of the Units).

However, this would not apply in situations where a show of hands is required to pass a resolution at a Unit Holders' meeting of the Fund.

5.8 Redemption of Units

You may redeem part or all of your Units by simply completing the redemption request form and returning it to us.

For partial redemption, the Unit holdings for each Class after the redemption must not be less than the Unit holdings set out below:

	USD Class	MYR Class	MYR (Hedged) Class	SGD (Hedged) Class	AUD (Hedged) Class
Minimum Unit holdings [^]	1,000 Units	1,000 Units	1,000 Units	1,000 Units	1,000 Units

[^] or such other number of Units as determined by us from time to time.

If your Unit holdings are, after a redemption request, below the minimum Unit holdings for the Class, full redemption will be initiated.

You shall be paid within 10 calendar days from the date the redemption request is received by us.

Other than the above conditions, there is no restriction in terms of the frequency of redemption for the Fund.

5.9 Transfer of Units

Transfer of ownership of Units is allowed for this Fund.

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

You are permitted to switch 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 NAV per Unit of the Class to be switched from 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. The table below sets out the pricing policy for the intended fund that you intend to switch to:

Switch in fund	Pricing day (business day)	
	Switch out fund	Switch in fund
Money market fund	T day	T + 1 day
Local fund	T day	T+1 day
Foreign fund	T day	T+ 2 days

Note:

Foreign fund refers to a fund with foreign investments.

Local fund refers to a fund without foreign investments.

There is no restriction on the minimum Units for switching or frequency of switching. However, you must meet the minimum Unit holdings (after the switch) of the Class that you intend to switch from unless you are redeeming all your investments from the Class.

Switching is treated as a withdrawal from 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 in sales charge of 1.00% on the net asset value per unit of the fund being switched into in addition to the switching fee of the fund you switched from.

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.

Any switching request made **on or before the cut off time of 4.00 p.m.** will be made at the NAV per Unit to be switched from when the switching request is received and accepted by us on a Business Day, subject to availability and any terms and conditions imposed by the intended fund, if any.

Any switching request received or deemed to have been received after this cut-off time would be considered as being transacted on the following Business Day.

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

The dealing cut-off time is at **4.00 p.m.** on a Business Day.

Any application 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 application 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 individual 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) our staff; and
- (ii) persons registered with a body approved by the SC to deal in unit trusts.

The cooling-off period shall be for a total of 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 your 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 will be refunded within 10 calendar days from our receipt of your cooling-off application.

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

5.13 Distribution of Income

Subject to availability of income, distribution will be made on a quarterly basis.

Distribution will be made from the realised income and/or gain.

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 income distribution will be automatically reinvested into additional Units in the Fund.

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

All bank charges for the direct debit will be borne by you. The bank transfer charges will be deducted directly from the transferred amount before being paid to your bank account.

Reinvestment Policy

If you 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 10 calendar 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, Anti-Terrorism Financing and Proceeds of Unlawful Activities 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 to, 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 Intelligence and Enforcement Department in Bank Negara Malaysia;
- iii) Policies, procedures and training: We shall adopt policies consistent with the principles set out under the *AMLA* and ensure that our staff is informed of these policies and provide adequate training to our staff on matters provided under the *AMLA*; and
- iv) 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 holder of a Capital Markets Services Licence under the CMSA.

As at LPD, we have over 30 years of experience including the period prior to our 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 are 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 CMSA 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 employing 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 industry. Our business and affairs shall be managed under the direction and oversight of the board of directors. Board meetings are held at least 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 Hisyam bin Abu Bakar (non-independent non-executive director)
Ahmad Najib bin Nazlan (non-independent executive director / chief executive)

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 objective, the 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; and
- (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 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 Fund Management Function

The profile of the designated person responsible for the Fund is as follows:

Abdul Razak bin Ahmad

Abdul Razak bin Ahmad joined us in November 2014 as chief investment officer. Prior to this, he was chief executive officer/executive director of a local asset management company where he served for over four (4) years. He has more than twenty (20) years' experience in the financial industry, mainly asset management, unit trust business, corporate banking and treasury. He has held senior management positions and directorships in three (3) investment management organisations in Malaysia. He holds a Bachelor Degree of Science majoring in Business Administration (Finance) Magna Cum Laude from University of Southwestern Louisiana, USA. He is a holder of capital markets services representative's licence for fund management and investment advice from the SC. He is also a Certified Financial Planner (CFP).

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 our business/ financial position.

6.7 External Investment Manager

Functions of External Investment Manager

We have appointed Maybank Asset Management Singapore Pte. Ltd. ("MAMS") as the external investment manager for this Fund. The role and responsibilities of MAMS is to manage the investment portfolio in accordance with the investment objective of the Fund and subject to the CMSA, the Guidelines and the terms and conditions of the investment management agreement between MAMS and the Manager.

Background of MAMS

Maybank Asset Management Singapore Pte. Ltd. (“MAMS”) is a wholly-owned subsidiary of Maybank Asset Management Group Berhad (“MAMG”), the asset management arm of Maybank. With over 30 years of experience, MAMG is a pioneer in the Malaysian asset management industry. MAMG manages Asian focused portfolios ranging from equity, fixed income to money market instruments for corporations, institutions, pension funds, insurance and takaful companies and individual clients through direct mandates, unit trust and wholesale funds.

MAMS is licensed and regulated by the Monetary Authority of Singapore. MAMS has managed collective investment schemes or discretionary funds since April 2009. As at LPD, the MAMS and its group of companies have approximately USD6.4 billion worth of assets under management.

Designated External Investment Manager

Rachana Mehta- Lead Portfolio Manager Regional Co-Head of Fixed Income

Ms. Rachana Mehta has over 23 years of experience in global financial markets with premier financial institutions. She has extensive experience in Asian dollar bonds, SGD bonds, credit markets and foreign exchange. She was the Head of Asia and emerging markets, Fixed Income at DBS Asset Management, the Head of Foreign Exchange and Interest Rates at Cargill Financial Services, and managed discretionary funds at UFJ Bank and JP Morgan.

Ms. Mehta has extensive knowledge of Asian local government bonds and credit markets and has been rated as one of Asia's most astute bond investors by the magazine, "The Asset", on multiple occasions.

Ms. Mehta is a Chartered Financial Analyst and holds a Masters in Business Administration from the University of South Carolina, USA, and has a Masters in Management (Specialization in Finance) from the Birla Institute of Technology and Science.

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 our business/ financial position.

Note: For more information and/or updated information about us and the External Investment Manager, please refer to our website at <http://www.maybank-am.com>.

(7) THE TRUSTEE

7.1 Background of the Trustee

TMF Trustees Malaysia Berhad was incorporated in Malaysia on 1 April 2003 under the Companies Act 1965 and registered as a trust company under the Trust Companies Act 1949 on 9 October 2003. Its registered and business address is at 10th Floor, Menara Hap Seng, No. 1 & 3, Jalan P. Ramlee, 50250 Kuala Lumpur, Malaysia.

The Trustee is part of TMF Group, an independent global service provider in the trust & fiduciary sector. The group has more than 125 offices in 83 jurisdictions in the world. TMF Trustees Malaysia Berhad started in Malaysia in 1992 with its first office in Labuan International Business Financial Centre (Labuan IBFC), providing trust and fiduciary services. The Kuala Lumpur office was established in 2003 to support the Labuan office in servicing Malaysian clients and to undertake domestic trust business.

7.2 Experience in Trustee Business

The Trustee provides various types of trustee service, such as security trustee for private debt securities (PDS), corporate administrator to asset-backed securities (ABS), trustee for unit trust funds & private trust. The TMF Group provides a more comprehensive range of corporate secretarial services, financial accounting, HR administrative and payroll outsourcing services.

7.3 Duties and Responsibilities of the Trustee

The Trustee's main functions are to act as trustee and custodian of the assets of the Fund and to safeguard the interests of Unit Holders. In carrying out these functions and duties, the Trustee has to exercise all due care, skills, diligence and vigilance and is required to act in accordance with the provisions of the Deed, all relevant laws and the Guidelines. Apart from being the legal owner of the Fund's assets, the Trustee is also responsible for ensuring that the Manager performs its duties and obligations in accordance with the provisions of the Deed, all relevant laws and the Guidelines.

7.4 Trustee's Delegate

The Trustee has appointed Standard Chartered Bank Malaysia Berhad ("SCBMB") as the custodian of the quoted and unquoted investments of the Fund. SCBMB was incorporated in Malaysia under the same name on 29 February 1984 under the Companies Act 1965 as a public limited company and is a subsidiary of Standard Chartered PLC (the holding company of a global banking group). SCBMB was granted a license on 1 July 1994 under the Financial Services Act 2013.

SCBMB is responsible for the Fund's assets settlement and custodising the Fund's asset. The assets are held in the name of the Fund through the custodian's wholly owned subsidiary and nominee company, Cartaban Nominees (Tempatan) Sdn Bhd. All investments are automatically registered into the name of the Fund. The custodian acts only in accordance with the instructions from the Trustee.

7.5 Trustee's Disclosure of Material Litigation

As at LPD, the Trustee is not engaged in any material litigation and arbitration, including those pending or threatened, and is not aware of any facts likely to give rise to any proceedings which might materially and adversely affect the financial position or business of the Trustee.

(8) SALIENT TERMS OF THE DEED

8.1 Unit Holders' Rights and Liabilities

Unit Holders' Rights

A Unit Holder has the right, amongst others:

1. to receive distributions, if any, of the Fund;
2. to participate in any increase in the value of the Units;
3. to call for Unit Holders' meetings and to vote for the removal of the Trustee or the Manager through special resolution;
4. to receive annual and interim reports on the Fund; and
5. to enjoy such other rights and privileges as are 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 Fund's assets. 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 registered owner of the Fund's assets.

Unit Holders' Liabilities

1. No Unit Holder is liable for any amount in excess of the purchase price paid for the Units as determined in accordance with the Deed at the time the Units were purchased and any charges payable in relation thereto.
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 the Deed exceed the value of the Fund's assets, 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

	Maximum Sales Charge	Maximum Redemption Charge	Maximum Annual Management Fee	Maximum Annual Trustee Fee
USD Class	Up to 5.00% of the NAV per Unit	Up to 5.00% of the NAV per Unit	3.00% per annum of the NAV of each Class	0.10% per annum of NAV of the Fund (excluding foreign custodian fees and charges).
MYR Class				
MYR (Hedged) Class				
SGD (Hedged) Class				
AUD (Hedged) Class				

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 this Prospectus unless:

- (a) the Manager has notified the Trustee in writing of and the effective date for the higher charge;
- (b) a supplemental prospectus or replacement prospectus in respect of the Fund setting out the higher charge is registered, lodged and issued; and
- (c) such time as may be prescribed by any relevant law has elapsed since the effective date of the supplemental prospectus or replacement prospectus.

Redemption Charge

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

- (a) the Manager has notified the Trustee in writing of and the effective date for the higher charge;
- (b) a supplemental prospectus or replacement prospectus in respect of the Fund setting out the higher charge is registered, lodged and issued; and
- (c) such time as may be prescribed by any relevant law has elapsed since the effective date of the supplemental prospectus or replacement prospectus.

Management Fee

The Manager may not charge a management fee at a rate higher than that disclosed in this 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; such time as may be prescribed by any relevant law shall have elapsed since the notice is sent;
- (c) a supplemental prospectus or replacement prospectus stating the higher rate is registered, lodged and issued thereafter; and
- (d) such time as may be prescribed by any relevant law shall have elapsed since the date of the supplemental prospectus or replacement prospectus is issued.

Trustee Fee

The Trustee may not charge a trustee fee at a rate higher than that disclosed in this 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; such time as may be prescribed by any relevant law shall have elapsed since the notice is sent;
- (c) a supplemental prospectus or replacement prospectus stating the higher rate is registered, lodged and issued thereafter; and
- (d) such time as may be prescribed by any relevant law shall have elapsed since the date of supplemental prospectus or replacement prospectus.

8.4 Expenses Permitted by the Deed

Only the expenses (or part thereof) which are directly related and necessary to the operation and administration of the Fund or each Class may be charged to the Fund or each Class respectively. These would include (but are not limited to) the following:

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

- (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 adviser 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 ordered by the court not 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;
- (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 of the Fund;
- (xvi) expenses and charges incurred in connection with the printing and postage for the annual or interim report, tax certificates, reinvestment statements and other services associated with the administration of the Fund;
- (xvii) all costs and expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or warrant or telegraphic transfer; and
- (xviii) any tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred under sub-paragraphs (i) to (xvii) above.

8.5 Retirement, Removal and Replacement of the Manager

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 three (3) months' notice in writing of its desire so to do, or such other shorter period as the Manager and the Trustee may agree upon, and subject to fulfilment of the conditions as stated in the Deed.

Subject to the provisions of any relevant law, the Trustee shall take all reasonable steps to remove the Manager:

- (a) if 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 the Trustee to do so after the Trustee has given notice to the Manager 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 relevant authorities and with the approval of the Unit Holders by way of a special resolution;
- (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.

If 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. The Trustee shall, at the same time, in 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 three (3) months' notice to the Manager of its desire so to do (or such other shorter period as the Manager and the Trustee shall agree) and may by deed appoint in its stead a new trustee approved by the relevant authorities and under any relevant law.

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 CMSA.

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 any relevant law;
- (d) the Trustee has failed or refused to act as trustee in accordance with the provisions or covenants of the Deed or any relevant law;
- (e) a receiver has been appointed over the whole or a substantial part of the assets or undertaking of the Trustee and has not ceased to act under the appointment, or a petition is presented for the winding up of the Trustee (other than for the purpose

of and followed by a reconstruction, unless during or following such reconstruction the 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 2016 or any relevant law.

8.7 Termination of the Fund

Termination of the Fund

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

- (a) the authorisation of the Fund has been revoked by the SC; or
- (b) a special resolution is passed at a Unit Holders' meeting to terminate or wind up the Fund.

Termination of a Class

The Manager may terminate a particular Class via the passing of a special resolution by the Unit Holders of such Class at a meeting of such Unit Holders, and subject to and in accordance with the relevant laws. The Manager may only terminate a particular Class if the termination of that Class does not prejudice the interests of Unit Holders of any other Class. For the avoidance of doubt, the termination of a Class shall not affect the continuity of any other Class of the Fund.

8.8 Unit Holders' Meeting

A Unit Holders' meeting may be called by the Manager, Trustee 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, a poll shall be taken. On a show of hands every Unit Holder who is present in person or by proxy shall have one vote.

Quorum

- (a) The quorum required for a meeting of the Unit Holders of the Fund or a Class, as the case may be, shall be 5 Unit Holders, whether present in person or by proxy, however:
 - (i) if the Fund or a Class, as the case may be, has 5 or less Unit Holders, the quorum required for a meeting of the Unit Holders of the Fund or a Class, as the case may be, shall be 2 Unit Holders, whether present in person or by proxy; or
 - (ii) if the Fund or a Class, as the case may be, has only 2 Unit Holders, the quorum required for a meeting of the Unit Holders of the Fund or a Class, as the case may be, shall be 1 Unit Holder, whether present in person or by proxy.
- (b) If the meeting has been convened for the purpose of voting on a special resolution, the Unit Holders present in person or by proxy must hold in aggregate at least 25% of the Units in circulation of the Fund or a Class, as the case may be, 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:

Name of Party	Name of Related Party and Nature of Relationship	Existing / Potential Related Party Transaction
The Manager	Maybank. The Manager is wholly-owned by Maybank Asset Management Group Berhad.	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.
	Maybank Investment Bank Berhad. Maybank Investment Bank Berhad is wholly-owned by Maybank.	Delegate: The Manager has delegated its back office functions (i.e. finance, legal, compliance, corporate secretarial, operations and information technology and risk management) to Maybank Investment Bank Berhad.
	Maybank Asset Management Singapore Pte Ltd ("MAMS") MAMS is wholly-owned by Maybank Asset Management Group Berhad.	External Investment Manager The Manager has appointed MAMS as the External Investment Manager of the Fund.

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 our 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 ourselves 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 our duties to the Fund and our duties to the other funds that we manage, we are obliged to act in the best

interests of all our 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 of directors 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 do not have any direct and indirect interest in other corporations carrying on a similar business.

As at LPD, 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; and
- (iii) PT Maybank Asset Management.

Other Declarations

The solicitors 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 your transactions, as well as to provide you with an updated record of your investment account(s) with us.

(b) Customer Service of the Manager

Unit Holders can seek assistance on any issue relating to the Fund, from our client servicing personnel at our 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 your enquiries to mamcs@maybank.com.my.

(c) Keeping Track of the Daily Prices of Units

We will publish the Fund's NAV per Unit on our website at <http://www.maybank-am.com.my>.

As the Fund has exposure to investment in foreign markets, the NAV per Unit for a particular Business Day will be published 2 Business Days later.

(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 two (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 to your account details. The account details will amongst other things include the following:

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

(f) Unclaimed Monies

Any monies payable to Unit Holders which remain unclaimed for 1 year will be handled in accordance with the requirements of the Unclaimed Moneys Act, 1965.

(g) The Deed

Deed of the Fund	Deed dated 6 November 2019
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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.

(h) **Customer Information Service**

You can seek assistance on any issue relating to the Fund, from our client servicing personnel at our 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 your enquiries to mamcs@maybank.com.my.

Alternatively, you can contact:

(i) **Complaints Bureau, FIMM via:**

- Tel No: 03 - 2092 3800
- Fax No: 03 - 2093 2700
- Email: complaints@fimm.com.my
- Online complaint form: www.fimm.com.my
- Letter: 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.

(ii) **Securities Industry Dispute Resolution Center (SIDREC) via:**

- Tel No: 03 - 2282 2280
- Fax No: 03 - 2282 3855
- Email: info@sidrec.com.my
- Letter: Securities Industry Dispute Resolution Center
Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar
No. 5, Jalan Bangsar Utama 1
59000 Kuala Lumpur.

(iii) **Consumer & Investor Office, Securities Commission Malaysia via:**

- Tel No: 03 - 6204 8999 (*Aduan hotline*)
- Fax No: 03 - 6204 8991
- Email: aduan@seccom.com.my
- Online complaint form : www.sc.com.my
- Letter: Consumer & Investor Office
Securities Commission Malaysia
3 Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur.

(i) **Consents**

- (i) The consent of the Trustee, the Trustee's delegate and the External Investment Manager 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 have given their consent to the inclusion of their name and the Tax Adviser's Letter on Taxation of the Fund and Unit Holders in the form and context in which it appears in this Prospectus and have 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

Copies of the following documents are available for inspection at our registered office or such other place as the SC may determine, during normal business 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:

- (a) the Deed;
- (b) this Prospectus and supplementary or replacement prospectus, if any;
- (c) the latest annual and interim reports for the Fund;
- (d) each material contract disclosed in this Prospectus and, in the case of a contract not reduced into writing, a memorandum which gives full particulars of the contract;
- (e) where applicable, the audited financial statements of the Manager and the Fund 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) any report, letter or other document, valuation and statement by an expert, any part of which is extracted or referred to in this Prospectus;
- (g) writ and relevant cause papers for all material litigation and arbitration disclosed in this Prospectus; and
- (h) consent given by an expert disclosed in this Prospectus.

(12) TAXATION ADVISER'S LETTER



Ernst & Young Tax Consultants Sdn. Bhd.
179953 K
SST ID: W10-180B-31044478
Level 23A Menara Milenium
Jalan Damanlela, Pusat Bandar Damansara
50490 Kuala Lumpur Malaysia

Tel: +603 7495 8000
Fax: +603 2095 5332 (General line)
+603 2095 7043
ey.com

Taxation adviser's letter in respect of the taxation
of the unit trust fund and the unit holders
(prepared for inclusion in this First Prospectus)

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

30 October 2019

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 fund and unit holders

This letter has been prepared for inclusion in this First Prospectus ("the Prospectus") in connection with the offer of units in the unit trust fund known as Maybank Flexi Income 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 profits 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.

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:

$$A \times \frac{B}{4C}$$

- where
- A is the total of the permitted expenses incurred for that basis period;
 - B is gross income consisting of dividend¹, interest and rent chargeable to tax for that basis period; and
 - C is the aggregate of the gross income consisting of dividend¹ 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.

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 licensed under the Financial Services Act 2013 or the Islamic Financial Services Act 2013²;
 - (v) interest derived from Malaysia and paid or credited by any development financial institution prescribed under the Development Financial Institutions Act 2002²;
 - (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)³; and
 - (vii) interest which is specifically exempted by way of statutory orders or any other specific exemption provided by the Minister.

² Effective from 1 January 2019, the income tax exemption for a unit trust fund, pursuant to Paragraph 35A, Schedule 6 of the Income Tax Act shall not apply to a wholesale fund which is a money market fund.

³ Effective from the year of assessment 2017, the exemption shall not apply to interest paid or credited to a company in the same group or interest paid or credited to a bank licensed under the Financial Services Act 2013 or the Islamic Financial Services Act 2013; or a development financial institution prescribed under the Development Financial Institutions Act 2002.

- **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 disposal of chargeable assets, as defined in the RPGT Act.

Implementation of Sales and Service Tax (“SST”)

The new Sales and Service Tax (“SST”) was implemented effective 1 September 2018. Sales Tax of 10% (most common rate) or 5% is charged by Malaysian manufacturers of taxable goods or upon importation into Malaysia of such taxable goods, unless specifically exempted under the Sales Tax (Goods Exempted From Tax) Order 2018. Service Tax at the rate of 6% is charged on certain prescribed taxable services performed by taxable persons as stipulated under Service Tax Regulations 2018. The input tax recovery mechanism under the previous GST regime does not apply to SST. Therefore, any SST incurred is not recoverable and will form a cost element for businesses.

Based on the Service Tax Regulations 2018, a unit trust fund is neither regarded as a taxable person nor as providing taxable services and is therefore not liable for SST registration. Where the Fund incurs expenses such as management fees, the management services provided by asset and fund managers are specifically excluded from the scope of Service Tax. As for other fees, such as trustee fees and other administrative charges, these may be subject to 6% service tax provided they fall within the scope of service tax (i.e. are provided by a “taxable person”, who exceeds the required annual threshold (in most cases RM 500,000 per annum) and the services qualify as “taxable services”).

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:

Unit holders	Malaysian income tax rates
<p>Malaysian tax resident:</p> <ul style="list-style-type: none"> • Individual and non-corporate unit holders (such as associations and societies) • Co-operatives⁴ • Trust bodies 	<ul style="list-style-type: none"> • Progressive tax rates ranging from 0% to 28%⁵ • Progressive tax rates ranging from 0% to 24% • 24%

⁴ 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.

⁵ Based on the Finance Bill 2019, it is proposed that a new tax bracket will be introduced, where individual and non-corporate unit holders with chargeable incomes exceeding RM2,000,000 will be subjected to tax at 30%, an increase of two percentage points from 28%, effective from the year of assessment 2020.

Unit holders	Malaysian income tax rates
<ul style="list-style-type: none"> • Corporate unit holders <ul style="list-style-type: none"> (i) A company with paid up capital in respect of ordinary shares of not more than RM2.5 million (at the beginning of the basis period for the year of assessment)⁶ (ii) Companies other than (i) above 	<ul style="list-style-type: none"> • First RM500,000 of chargeable income @ 17%⁷ • Chargeable income in excess of RM500,000 @ 24% • 24%
Non-Malaysian tax resident (Note 1): <ul style="list-style-type: none"> • Individual and non-corporate unit holders • Corporate unit holders and trust bodies 	<ul style="list-style-type: none"> • 28%⁸ • 24%

Note 1:

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.

⁶ A company would not be eligible for the 17% 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.

⁷ Based on the Finance Bill 2019, it is proposed that with effect from the year of assessment 2020:

- (a) the chargeable income threshold subject to the concessionary income tax rate of 17% be increased from RM500,000 to RM600,000; and
- (b) the abovementioned concessionary tax rate be given only to a company having gross business income from one or more sources of not more than RM50 million for the relevant year of assessment.

⁸ Based on the Finance Bill 2019, it is proposed that the tax rate be increased to 30%, effective from the year of assessment 2020.

Gains from sale of units

Gains arising from the realisation of investments will generally 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 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.

The Board of Directors
Maybank Asset Management Sdn Bhd
30 October 2019

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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.

Yours faithfully
Ernst & Young Tax Consultants Sdn Bhd


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 First Prospectus and has not withdrawn such consent before the date of issue of this First 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, attitude to risk and financial circumstances. You should be aware of the risks, which would include the following:

- (a) The higher the margin of the finance (that is, the amount of money you borrow for every Ringgit Malaysia 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 interest rates rise, your total repayment amount will also increase.
- (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 to settle 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 instead. 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 financing. You should therefore carefully study the terms and conditions before you decide to take a financing. If you are in doubt about any aspect of this risk disclosure statement or the terms of the financing, you should consult the institution offering the financing.

ACKNOWLEDGEMENT OF RECEIPT OF RISK DISCLOSURE STATEMENT

I acknowledge that I have received a copy of this Unit Trust 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 - 2715 0071
Website: <http://www.maybank-am.com>
Email: mamcs@maybank.com.my

LIST OF DISTRIBUTORS

Kindly contact us for more details on the list of our appointed distributors.

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Maybank Asset Management Sdn. Bhd. (199701006283)

Level 12, Tower C, Dataran Maybank,
No.1, Jalan Maarof, 59000 Kuala Lumpur, Malaysia
Telephone +603 2297 7888
Facsimile +603 2715 0071
www.maybank-am.com