



**AmFunds Management Berhad (154432-A)**  
*(formerly known as AmInvestment Services Berhad)*

## **Am-Mateen Asia-Pacific Equity (the “Fund”)**

### **RESPONSIBILITY STATEMENTS**

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

### **STATEMENTS OF DISCLAIMER**

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

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

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

### **PERSONAL DATA**

As part of our day to day business, we collect your personal information when you apply to open an account with us, subscribe to any of our products or services or communicate with us. In return, we may use this information to provide you with our products or services, maintain our records or send you relevant information. We may use your personal information for one or more of the following purposes, whether in Malaysia or otherwise:

- a. Assess your eligibility or suitability for our products which you had applied for and to verify your identity or financial standing through credit reference checks;
- b. To notify you of more and up to-date information such as improvements and new features to the existing products and services, development of new products, services and promotions which may be of interest to you;
- c. Manage and maintain your account(s) through regular updates, consolidation and improving the accuracy of our records. In this manner we can respond to your enquiries, complaints and to generally resolve disputes quickly so that we can improve our business and your relationship with us;
- d. Conduct research for analytical purposes, data mining and analyse your transactions / use of products and services to better understand your current financial / investment position and future needs. We will also produce data, reports and statistics from time to time, however such information will be aggregated so that your identity will remain confidential;
- e. Comply with the requirements of any law and regulations binding on us such as conducting anti-money laundering checks, crime detection / prevention, prosecution, protection and security;
- f. Enforcement of our rights to recover any debt owing to us including transferring or assigning our rights, interests and obligations under any of your agreement with us;
- g. Perform shared services within AmBank Group such as audit, compliance, legal, human resource, finance and risk management;
- h. Outsourcing of business and back-room operations within AmBank Group; and
- i. Any other purpose(s) that is required or permitted by any law, regulations, standards, guidelines and/or relevant regulatory authorities including with the trustee of the Fund in which you invest.

Investors are advised to read our latest or updated Privacy Notice (notice provided as required under the Personal Data Protection Act 2010) available on our website at [www.aminvest.com](http://www.aminvest.com). Our Privacy Notice may be revised from time to time and if there is or are any revision(s), it will be posted on our website and/or other means of communication deemed suitable by us. However any revision(s) will be in compliance with the Personal Data Protection Act 2010.

This Product Highlights Sheet only highlights the key features and risks of this Fund. Investors are advised to request, read and understand the prospectus which includes any supplementary or replacement prospectus of the Fund (“Prospectus”) before deciding to invest.

The Fund has been certified as being Shariah compliant by the Shariah adviser appointed for the Fund.

## PRODUCT HIGHLIGHTS SHEET

This Product Highlights Sheet is an important document:

- It is a summary of the salient information about the Fund.
- You **MUST NOT** invest in the Fund based on this Product Highlights Sheet alone. Please read the Prospectus before deciding to make an investment. If you do not have a copy, please contact us to ask for one.
- You should not invest in the Fund if you do not understand it or are not comfortable with the accompanying risks.

### What is the Fund about?

Am-Mateen Asia-Pacific Equity is a Shariah compliant equity fund issued by AmFunds Management Berhad that seeks to grow the value of investments over the medium to long term (i.e between three to five years) by investing in listed equities, equity related investments and other approved instruments across Asia Pacific (ex-Japan) that conforms to the Shariah investment guidelines.

### Who is the Fund suitable for?

The Fund is suitable for investors seeking:

- a) investment exposure to Asia Pacific (ex-Japan);
- b) steady growth-potential capital appreciation with lower volatility; and
- c) medium to long term investment horizon goals

### What am I investing in?

Fund Category	Equity (Shariah compliant)
Fund Type	Growth
Investment Objective	The Fund seeks to grow the value of investments over the medium to long term (i.e. between three (3) to five (5) years) by investing in listed equities, equity related investments and other approved instruments across Asia Pacific (ex-Japan) that conform to the Shariah investment guidelines.
Investment Strategy	The AmIslamic Funds Management Sdn Bhd (“Investment Manager”)’s investment strategy is to select a core portfolio of low volatility and high dividend stocks with a three (3) year time horizon. The Fund’s investment is actively managed to identify undervalued companies.
Asset Allocation	<ul style="list-style-type: none"> <li>• Between 70% to 95% of the Fund’s net asset value (“NAV”) in equity and equity related instruments</li> <li>• 5% to 30% of NAV of the Fund in liquid assets</li> </ul>
Base Currency of the Fund	US Dollar (USD)
Dealing Currency	RM, USD
Performance Benchmark	Dow Jones Islamic Market Index Asia-Pacific (ex-Japan) (obtainable from: <a href="http://www.aminvest.com">www.aminvest.com</a> )
Launch Date	5 May 2011
Income Distribution	Income distribution (if any) is incidental.

### Shariah Investment Guidelines

Al Rajhi Banking & Investment Corporation (Malaysia) Berhad (the “Shariah Adviser”) is responsible for conducting an independent analysis on the Fund holdings and investment income to ensure that it is compliant with the Shariah investment guidelines as follows:-

1. Investment in shares:
  - a. The investment of the Fund in shares must only be done in companies complying with these guidelines:
    - (i) The objectives and activities of the company as stated by the memorandum of articles of the companies or as published officially are permissible by Shariah. It is not permissible to invest or trade in shares of companies that objectives as well as activities are not permissible (*muharramah*) e.g. companies producing liquor (*khamr*), tobacco or pork, gambling companies, *Riba*-based banks, companies involved in insolence (*mujun*) or pornography and funds investing in *Riba*-based bonds.
    - (ii) If the objectives and activities of the company are permissible by Shariah but it is involved in some non-permissible investment either in other companies or securities etc, then such investment must not exceed 20% of its 12 months trailing total market capitalisation of the company as long as it is not less than the total asset of the company. The market capitalization of the company is taken from the shortest period possible/practicable.
    - (iii) The company should finance its activities and investment through Shariah Compliant financing methods, however if a company finances its activities and investment through Shariah non-compliant financing methods such as from *Riba*-based financing or by issuing *Riba*-based bonds, then such financing should not exceed 30% of its 12 months trailing total market capitalisation of the company as long as it is not less than the total asset of the company. This is said with the knowledge that *Riba* is *haram* no matter what the amount is.

- (iv) Income arising out of *haram* sources must not exceed 5% of total income of the company, regardless whether the income arises from *Riba*-based investment, *haram* activities, ownership of something *haram* etc. If there is income that cannot be determined of its status, such income is to be regarded as *haram*.
  - (v) The account receivables of the company **must not exceed** 45% of the 12 months trailing total market capitalisation.
  - (vi) The cash and interest-bearing securities of the company **must not exceed 30%** of the 12 months trailing total market capitalisation.
- b. Permission to trade and invest in such shares is given based on necessity (*hajat*), when and if there are enough companies that do not engage in such activity and the necessity (*hajat*) of the society or nation (*ummah*) can be fulfilled, investment in these shares must cease and investment should only be made in companies that are not involved in such *haram* activity. Permission to trade and invest in such shares is also given based on *maslahah* (public interest) and *umum balwa* (common plight).
  - c. The activities and financial information of the companies referred to in determining its status must be of the latest financial report (annual) audited or unaudited.
  - d. Permission to trade and invest in shares is given in respect to ordinary shares only, other types of shares and instruments such as preference shares, loan stocks or warrants are prohibited, unless and otherwise such other type of share and instrument is approved by the Shariah Adviser.
  - e. The list of shares after being filtered based on the criteria mentioned must be later approved and endorsed by the Shariah Adviser.
  - f. All shares held by the Fund must be reviewed annually using the same filter to determine the Shariah compliant status of the share. Notwithstanding that, if any share falls out of the criteria at any time, the shares must be disposed off.
  - g. If the status of the company changes (in which it does not meet the criteria anymore), the shares must be disposed off as soon as possible. In this regard, if on the date the status is known, the value of the shares held exceeds the original investment cost (which may include brokerage cost or other related transaction cost); such Shariah non-compliant shares must be liquidated. Any capital gain arising from the disposal of the Shariah non-compliant shares made at the day of the announcement can be kept by the Fund.

However, any excess capital gain derived from the disposal after the announcement day or the day the change of status is known at a market price that is higher than the closing price on the announcement day or the day the change of status is known should be channeled to charitable purposes.

However, the Fund is allowed to hold its investment in the Shariah non-compliant shares if the market price of the said shares is below the original investment cost. It is also permissible for the Fund to keep the dividends received during the holding period until such time when the total amount of dividends received and the market value of the Shariah non-compliant shares held equal the original investment cost. At this stage, the Fund must dispose of its holding of the shares.

- h. Purification of any *haram* element in the shares must be done based on this guidelines :

- (i) Purification is done over two things:
  - a. Benefit of *Riba*-based loan (in cases where the companies obtain *Riba*-based loans).
  - b. *Haram* income, regardless of the sources.

The process of purification is done as follows:

- a. In the case of companies which are involved in *Riba*-based loans, purification of the benefit arising out of money obtained through *Riba*-based loans are done as follows:
    - i. Total amount of *Riba*-based loans of the company is divided over the company's assets;
    - ii. The result is then multiplied over total net dividend receiving by the Fund;
    - iii. The result would be total net dividend received by the Fund arising out of *Riba*-based loans;
    - iv. The amount would then be divided into two and one part of it is to be purified. The dividend arises out of capital and labour and the portion arising out of the capital must be channelled because the capital was obtained from non-Shariah compliant source while the portion arising out of the labour is allowed to be kept because the business activities are permissible. Purification of benefit from *Riba*-based loan shall not be carried out when the companies are not paying any dividend. For short-term *Riba*-based loans, purification shall be carried out in accordance with the tenure of the loan over the financial period.
  - b. In case of non-permissible or *haram* income, purification must be carried out on the income totally regardless of the source of income or whether the company has gained profit or otherwise and whether dividend has been distributed or otherwise. In case where actual amount of the non-permissible or *haram* income could not be obtained, such amount shall be estimated accordingly. Purification in this scenario shall be carried out by dividing the total *haram* income over total shares of the company and multiplied by the average number of shares owned by the Fund during the period. The purification amount would then be pro-rated according to the period of holding.
- (ii) The Fund will adopt the method of purification which has been approved by the Shariah Adviser.
    - a. The purification exercise is done by channelling the purification amount to charitable purposes as advised by the Shariah Adviser and this exercise will be performed when relevant information has been obtained.
    - b. It is not permissible to benefit from *haram* element in whatever ways i.e. *zakat* or *sadaqah* cannot be given from it; taxes should not be paid out of it, or to use it for marketing or any other purposes.
    - c. It is an obligation of the Investment Manager to perform the purification of the Fund.

- d. The calculation of the purification amount must further be endorsed by the Shariah Adviser for verification before the purification is done.
2. Investments in Sukuk or other instruments must only be done in Sukuk or instruments approved by the Shariah Adviser.
  3. For the purpose of operating the Fund, any accounts opened for the Fund must only be opened at Al Rajhi Bank or at any other banks as advised by the Shariah Adviser.
  4. For the purpose of operating the Fund, any agreement entered into by the Manager with any other parties must be approved by the Shariah Adviser.
  5. The Manager must provide the Shariah Adviser with monthly report on the holding of the Fund and transactions entered into for the Fund during the month.
  6. The investment and operations of the Fund and any interpretation and enforcement of any agreement and law relating to the Fund must always be in accordance with Shariah principles.
  7. The investment portfolio of the Fund comprises securities which had been classified as Shariah Compliant by the Shariah Advisory Council ("SAC") of the Securities Commission ("SC"). For securities not certified by the SAC of the SC, the securities had been determined in accordance with the ruling by the Shariah Adviser.

### Who am I investing with?

Manager	:	AmFunds Management Berhad (formerly known as AmInvestment Services Berhad) ("AFM")
Manager's Delegate (as fund accounting and valuation service provider)	:	Deutsche Bank (Malaysia) Berhad ("DBMB")
Investment Manager	:	AmIslamic Funds Management Sdn Bhd ("AIFM")
Trustee	:	Deutsche Trustees Malaysia Berhad ("DTMB")
Trustee's Delegate (Custodian)	:	Deutsche Bank (Malaysia) Berhad ("DBMB")
Shariah Adviser	:	Al Rajhi Banking & Investment Corporation (Malaysia) Berhad
Taxation Advisor	:	Deloitte Tax Services Sdn Bhd
Auditor	:	Ernst & Young

All transactions with related parties are to be executed on terms which are best available to the Fund and which are not less favourable to the Fund than on arm's length transaction between independent parties. The Fund may have dealings with parties related to the Manager. The related parties defined are AIFM, AmInvestment Bank Berhad, AmBank (M) Berhad and AmBank Islamic Berhad.

The directors of AFM may have direct or indirect interest through their directorship in AIFM.

The Trustee has appointed DBMB as the custodian of the assets of the Fund. DBMB is a wholly-owned subsidiary of Deutsche Bank AG. As the Trustee for the Fund, there may be related party transactions involving or in connection with the Fund in the following events:

- (1) Where the Fund invests in the products offered by Deutsche Bank AG and any of its group companies (e.g. money market placement, etc.);
- (2) Where the Fund has obtained financing from Deutsche Bank AG and any of its group companies, as permitted under the Securities Commission's guidelines and other applicable laws;
- (3) Where the Manager appoints DBMB to perform its back office functions (e.g. fund accounting and valuation); and
- (4) Where DTMB has delegated its custodian functions for the Fund to DBMB.

### What are the possible outcomes of my investment?

Best Case	Income distribution with capital appreciation
Mid Case	No significant change in investment i.e. no income distribution and no capital appreciation
Worst Case	Capital loss and with no income distribution

### What are the key risks associated with the Fund?

#### General Investment Risks

Market Risk	This is the risk of an investment in a Fund will lose value because of a general decline in financial markets, due to economic, political and/or other factors resulting the decline the fund's net asset value.
Inflation Risk	This is the risk that investors' investment in the Fund may not grow or generate income at a rate that keeps pace with inflation.
Non-compliance Risk	This is the risk of the manager, the investment manager or the Trustee not complying with their respective internal policies, the deed and its supplemental deed, securities law or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the Fund.
Manager or Investment Manager's Risk	This risk refers to the day-to-day management of a unit trust fund by its manager or investment manager which will impact the performance of the Fund.

Country Risk	Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in.
Financing Risk	This risk occurs when an investor purchases a unit trust fund via financing. The inherent risk of investing with financing facility includes the investor being unable to service his financing repayments. In the event his units in the fund are used as collateral, the investor may be required to top-up his existing installment if the net asset of the fund falls below a certain level. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the financial obligation.

#### **Specific Risks associated with the Fund**

Stock Specific Risk	This is the risk of prices of securities fluctuate in response to the circumstances affecting individual companies
Currency Risk	This is the risk associated with investments that are denominated in currencies that are different from the base currency of the Fund. When the currency of foreign investments depreciates against the base currency of the Fund, the NAV of the Fund will be adversely affected when the foreign investments are expressed in base currency of the Fund.
Shariah Non-Compliance Risk	This is the risk of the Fund not conforming to Shariah investment guidelines. Non-compliance may adversely affect the NAV of the Fund when the rectification of non-compliance results in losses.
Liquidity Risk	Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavorable prices.

**Note: The abovementioned risks which investors should consider before investing into the Fund should not be considered to be an exhaustive list. Investors should be aware that investments in the Fund may be exposed to other unforeseeable risks from time to time. Investors are advised to consult their professional adviser. Please refer to the Prospectus under "Risk Factors" for further details on risks.**

#### **What are the fees and charges involved?**

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

#### **What will I be charged by AFM?**

Entry Charge	<table border="1"> <thead> <tr> <th>Distribution channel</th> <th>Maximum entry charge</th> </tr> </thead> <tbody> <tr> <td>Direct Sales</td> <td>Up to 5.00% of the NAV per unit of the Fund</td> </tr> <tr> <td>IUTA</td> <td>Up to 5.00% of the NAV per unit of the Fund</td> </tr> </tbody> </table>	Distribution channel	Maximum entry charge	Direct Sales	Up to 5.00% of the NAV per unit of the Fund	IUTA	Up to 5.00% of the NAV per unit of the Fund
	Distribution channel	Maximum entry charge					
Direct Sales	Up to 5.00% of the NAV per unit of the Fund						
IUTA	Up to 5.00% of the NAV per unit of the Fund						
	<i>Note: All entry charges will be rounded up to two (2) decimal points. Investors are advised that they may negotiate for lower entry charge prior to the conclusion of sales. The Manager reserves the right to waive or reduce the entry charge from time to time at its absolute discretion.</i>						
Exit Penalty	Nil						
Switching fee	For switches between any of the funds managed by AFM, you may be charged up to 6% of amount switched.						
Bank charges/fees	Bank charges or fees are incurred only upon withdrawals.						

#### **What are the key ongoing fees charged to a Fund?**

Annual Management Fee	Up to 1.80% per annum of the NAV of the Fund
Annual Trustee Fee	Up to 0.08% per annum of the NAV of the Fund, subject to a minimum fee of RM10,000 p.a.
Shariah Adviser Fee	Up to 0.04% per annum of the NAV of the Fund

#### **Note:**

**All fees, charges and expenses disclosed in this Product Highlights Sheet are expressed on a Goods and Services Tax ("GST")-exclusive basis. Accordingly, to the extent that services provided are subject to GST, the amount of GST payable on any related fees, charges and/or expenses will be payable by the unit holder and/or the Fund (as the case may be) in addition to the fees, charges and expenses disclosed in this Product Highlights Sheet.**

**You are advised to consider the fees and charges involved before investing in the Fund. Unit prices and distributions, if any, may go down as well as up.**

#### **How will I be notified of any increase in fees and charges?**

- A written communication will be sent to unit holders to notify of the higher rate and its effective date;
- A supplementary or replacement prospectus will be registered and issued; and
- A notice period of 90 days will be given to the unit holders prior to the effective date of the new fees and charges.

## How often are valuations available?

We publish updated information on our website [www.aminvest.com](http://www.aminvest.com). The NAV per unit of the Fund is sent daily to the Federation of Investment Managers Malaysia (FiMM) in order for it to be published in major newspapers.

## How can I invest in or exit from this investment?

### How can I invest in this investment?

An investor may submit an application to the Manager on any business day with complete documentation subject to the minimum initial investment amount and minimum additional investment amount (or such amount as the Manager may from time to time decide).

Minimum Investment	Initial	RM1,000/ USD500
Minimum Investment	Additional	RM500/ USD250
Submission of application		Monday to Friday (except public holiday)
Cut-off time		By 4.00 p.m. on a business day

### How can I exit from this investment?

An investor may withdraw all or part of their unit on any business day subject to the minimum withdrawal and minimum holding units unless it is a complete withdrawal (or such units as the Manager may from time to time decide).

Minimum Withdrawal	500 units
Minimum Holding	1,000 units
Submission of withdrawal notice	Monday to Friday (except public holidays)
Cut-off time	4.00 p.m. on a business day
Payment of withdrawal proceeds	By the 10th day of receipt of a repurchase notice.
Cooling-off Period and Rights	If you make an investment and later decide that the investment does not suit your needs, you may withdraw your money within the cooling-off period, which is within six (6) business days of making the investment and on your first investment with the Manager. You should be aware that the cooling-off right is only available on your first investment with the Manager. Subsequent investments will not enjoy this right. The cooling-off right is not available to non-individual corporation, institution, staff of the Manager and persons dealing in unit trust funds of the Manager.

**No withdrawals will be paid in cash under any circumstances.**

## Who should I contact for further information or to lodge a complaint?

- For internal dispute resolution, you may contact our customer service representative:
  - via phone to : 03-2032 2888
  - via fax to : 03-2031 5210
  - via e-mail to : [enquiries@aminvest.com](mailto:enquiries@aminvest.com)
  - via letter to : AmFunds Management Berhad  
Level 9 & 10, Bangunan AmBank Group  
No.55, Jalan Raja Chulan  
50200 Kuala Lumpur
- You can also direct your complaint to FiMM's Complaints Bureau:
  - via phone to the Aduan Hotline at : 03 2092 3800
  - via fax to : 03 2093 2700
  - via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - via online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)
  - via letter to : Legal Department  
Federation of Investment Managers Malaysia  
19-06-1, 6th Floor Wisma Tune  
No. 19, Lorong Dungun Damansara Heights, 50490 Kuala Lumpur
- If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):
  - via phone to : 03-2282 2280
  - via fax to : 03-2282 3855
  - via e-mail to : [info@sidrec.com.my](mailto:info@sidrec.com.my)
  - via letter to : Securities Industry Dispute Resolution Center (SIDREC)  
Unit A-9-1, Level 9, Tower A  
Menara UOA Bangsar  
No.5, Jalan Bangsar Utama 1  
59000 Kuala Lumpur

4. You can also direct your complaint to Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Investor Affairs & Complaints Department:
- (a) via phone to the Aduan Hotline at : 03-6204 8999
  - (b) via fax to : 03-6204 8991
  - (c) via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
  - (d) via online complaint form available at [www.sc.com.my](http://www.sc.com.my)
  - (e) via letter to : Investor Affairs & Complaints Department  
Securities Commission Malaysia  
No 3 Persiaran Bukit Kiara  
Bukit Kiara  
50490 Kuala Lumpur

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