

# MASTER PROSPECTUS

THIS MASTER PROSPECTUS IS DATED 1 JULY 2019.

**Manager:**

PMB Investment Berhad (256439-D)

**Trustees:**

AmanahRaya Trustees Berhad (766894-T)

CIMB Islamic Trustee Berhad (167913-M)

THIS MASTER PROSPECTUS DATED 1 JULY 2019 IS A REPLACEMENT MASTER PROSPECTUS THAT SUPERSEDES THE MASTER PROSPECTUS DATED 28 APRIL 2017 IN RELATION TO THE FOLLOWING UNIT TRUST FUNDS:

**EQUITY FUNDS**

PMB Dana Al-Aiman  
PMB Dana Mutiara  
PMB Dana Bestari  
PMB Shariah Aggressive Fund  
PMB Shariah Growth Fund  
PMB Shariah Mid-Cap Fund  
PMB Shariah Small-Cap Fund  
PMB Shariah Index Fund  
PMB Shariah Premier Fund  
PMB Shariah Dividend Fund  
PMB Shariah TNB Employees Fund

**DATE OF CONSTITUTION**

6 April 1968  
27 October 1969  
12 July 1975  
25 April 1972  
15 December 1972  
12 March 1992  
28 July 2015  
10 February 1969  
10 August 1972  
13 June 2008  
22 August 1995

**MIXED ASSET FUND**

PMB Shariah Tactical Fund

23 October 1979

**SUKUK FUND**

PMB Sukuk Fund (formerly PMB Shariah Balanced Fund)

20 October 1977

**MONEY MARKET FUND**

PMB Shariah Cash Management Fund

27 October 1969

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

*FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 44 OF THIS PROSPECTUS.*

## **Responsibility Statement**

This Master Prospectus has been reviewed and approved by the directors of PMB Investment 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 Master Prospectus false or misleading.

## **Statements of Disclaimer**

The Securities Commission Malaysia has authorised the Funds and a copy of this Master Prospectus has been registered with the Securities Commission Malaysia.

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

The Securities Commission Malaysia is not liable for any non-disclosure on the part of PMB Investment Berhad responsible for the said Funds and takes no responsibility for the contents in this Master Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Master 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.**

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

**PMB Dana Al-Aiman, PMB Dana Mutiara, PMB Dana Bestari, PMB Shariah Aggressive Fund, PMB Shariah Growth Fund, PMB Shariah Mid-Cap Fund, PMB Shariah Index Fund, PMB Shariah Premier Fund, PMB Shariah Dividend Fund, PMB Shariah TNB Employees Fund, PMB Shariah Small-Cap Fund, PMB Shariah Tactical Fund, PMB Sukuk Fund and PMB Shariah Cash Management Fund have been certified as Shariah-compliant by the Shariah adviser appointed for the Funds.**

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## **1. GLOSSARY OF TERMS/ABBREVIATIONS**

In this Master Prospectus, except when the context otherwise requires, the following words and expressions shall bear the following meanings:

<b>“ANGKASA”</b>	means Angkatan Koperasi Kebangsaan Malaysia Berhad;
<b>“accounting records”</b>	means includes invoices, receipts, orders for payment of money, bills of exchange, cheques, promissory notes, vouchers and other documents of prime entry and also includes such working papers and other documents as are necessary to explain the methods and calculations by which financial statements are made up;
<b>“application”</b>	means request to purchase units of the Funds by an investor or a Unit Holder;
<b>“ART”</b>	means AmanahRaya Trustees Berhad;
<b>“BIMBSEC”</b>	means BIMB Securities Sdn Bhd;
<b>“BNM”</b>	means Bank Negara Malaysia;
<b>“BPAM”</b>	means Bond Pricing Agency Malaysia Sdn Bhd;
<b>“Bursa Malaysia”</b>	means Malaysia’s stock exchange managed by Bursa Malaysia Securities Berhad;
<b>“Business Day”</b>	means a day on which the Bursa Malaysia is open for dealings;
<b>“CITB”</b>	means CIMB Islamic Trustee Berhad;
<b>“CMSA”</b>	means the Capital Markets and Services Act 2007;
<b>“cooling-off period”</b>	means the time period for an individual investor who is investing in the Funds for the first time to cancel the investment, with a full refund within six (6) Business Days from the date the Manager receives a completed application;
<b>“cut-off time”</b>	means the time by which requests for unit purchases or redemptions by investors are accepted each day up to the Funds’ dealing cut-off time and are processed using the same day-end’s NAV per unit prices;
<b>“CUTA”</b>	means ‘Corporate Unit Trust Adviser’ which is a licensed financial planner registered with FIMM and authorised to market and distributed unit trust schemes of another party.
<b>“Deed”</b>	means the principal and the supplemental deeds of the relevant Fund(s) made between the Manager and the respective Trustee;
<b>“designated fund manager”</b>	means a Capital Markets Services Representative’s Licence (CMSRL) holder who is responsible for the fund management of the respective Funds;
<b>“Distribution Date”</b>	means the date on which the cash distribution of the relevant Funds, or unit distribution in lieu of the cash, is made or scheduled to be made;
<b>“dividend yield”</b>	means the amount of a company’s annual dividend expressed as a percentage of the current price of the share of that company;
<b>“Eligible Market”</b>	means a market that- a) is regulated by a regulatory authority; b) operates regularly;

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	c) is open to the public; and
	d) has adequate liquidity for the purposes of the Fund;
<b>“EPF MIS”</b>	means Employees Provident Fund Members’ Investment Scheme;
<b>“equity-related securities”</b>	means securities where the price movement is dependent on the performance of the underlying equities that the securities are related to;
<b>“FATCA”</b>	means Foreign Account Tax Compliance Act;
<b>“FBM EMAS”</b>	means FTSE Bursa Malaysia EMAS Index. FBM EMAS comprises the constituents of the FTSE Bursa Malaysia Top 100 Index and FTSE Bursa Malaysia Small Cap Index (FBM Small Cap). FBM Small Cap comprises those eligible companies within the top 98% of the Bursa Malaysia Main Market excluding constituents of the FTSE Bursa Malaysia Top 100 Index;
<b>“FBMMSCS”</b>	means FTSE Bursa Malaysia MidS Cap Shariah Index;
<b>“FBMSHA”</b>	means FTSE Bursa Malaysia EMAS Shariah Index;
<b>“FIMM”</b>	means Federation of Investment Managers Malaysia;
<b>“financial institution”</b>	means if the institution is in Malaysia, licensed bank; licensed investment bank; or licensed Islamic bank; or if the institution is outside Malaysia, any institution that is licensed, registered, approved, or authorised by the relevant banking regulator to provide financial services;
<b>“forward pricing”</b>	means the purchase or redemption of units is determined based on the NAV per unit calculated at the next valuation point after an application to purchase or repurchase units is received by the Manager;
<b>“Funds”</b>	means the unit trust funds comprised in this Master Prospectus and individually called “Fund”;
<b>“Islamic money market instruments”</b>	means financial instruments with liquidity and near term maturity, issued under the Shariah principles, that are tradeable, such as commercial papers, banker’s acceptance and negotiable certificate of deposit;
<b>“Islamic deposit placements”</b>	means money placed with financial institutions for an agreed period under the Shariah principles;
<b>“IUTA”</b>	means ‘Institutional Unit Trust Adviser’, which is an institution, a corporation or an organization registered with the FIMM in accordance with FIMM’s Guidelines for Registration of Institutional Unit Trust Adviser for the marketing and distribution of unit trusts;
<b>“KLIRR”</b>	means Kuala Lumpur Islamic Reference Rates;
<b>“long term”</b>	means a period of more than 5 years;
<b>“LPD”</b>	means the latest practicable date i.e 30 April 2019;
<b>“Manager” or “We” or “us”</b>	means PMB Investment Berhad;
<b>“MARA”</b>	means Majlis Amanah Rakyat;
<b>“MARC”</b>	means Malaysian Rating Corporation Berhad;
<b>“medium term”</b>	means a period of between 3 and 5 years;

<b>“NAV”</b>	means ‘Net Asset Value’, refers to the value of a unit trust fund which is determined by deducting the value of all the fund’s liabilities from the value of all the fund’s assets, at the valuation point;
<b>“NAV per unit”</b>	means the NAV of a fund divided by the number of units in circulation at the valuation point. It forms the basis upon which the prices of units of a fund are calculated;
<b>“near term”</b>	means a period of less than 1 year;
<b>“PMB”</b>	means Pelaburan MARA Berhad;
<b>“PMB Al-Aiman”</b>	means PMB Dana Al-Aiman;
<b>“PMB Bestari”</b>	means PMB Dana Bestari;
<b>“PMB Investment”</b>	means PMB Investment Berhad;
<b>“PMB Mutiara”</b>	means PMB Dana Mutiara;
<b>“PMB SAF”</b>	means PMB Shariah Aggressive Fund;
<b>“PMB SCMF”</b>	means PMB Shariah Cash Management Fund;
<b>“PMB SDF”</b>	means PMB Shariah Dividend Fund;
<b>“PMB SF”</b>	means PMB Sukuk Fund;
<b>“PMB SGF”</b>	means PMB Shariah Growth Fund;
<b>“PMB SIF”</b>	means PMB Shariah Index Fund;
<b>“PMB SMCF”</b>	means PMB Shariah Mid-Cap Fund;
<b>“PMB SPF”</b>	means PMB Shariah Premier Fund;
<b>“PMB SSCF”</b>	means PMB Shariah Small-Cap Fund;
<b>“PMB STEF”</b>	means PMB Shariah TNB Employees Fund;
<b>“PMB STF”</b>	means PMB Shariah Tactical Fund;
<b>“PN17”</b>	means listed companies that have triggered the following criteria specified by Bursa Malaysia in its Practice Note 17 of the Listing Requirements as below – <ul style="list-style-type: none"><li>(a) the shareholders’ equity of the listed company on a consolidated basis is 25% or less of the share capital (excluding treasury shares) of the listed company and such shareholders’ equity is less than RM40 million;</li><li>(b) receivers or managers have been appointed over the asset of the listed company, its subsidiary or associated company which asset accounts for at least 50% of the total assets employed of the listed company on a consolidated basis;</li><li>(c) a winding up of a listed company’s subsidiary or associated company which accounts for at least 50% of the total assets employed of the listed company on a consolidated basis;</li><li>(d) the auditors have expressed an adverse or disclaimer opinion in the listed company’s latest audited financial statements;</li><li>(e) the auditors have highlighted a material uncertainty related to going concern or expressed a qualification on the listed company’s</li></ul>



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ability to continue as a going concern in the listed company's latest audited financial statements and the shareholders' equity of the listed company on a consolidated basis is 50% or less of share capital (excluding treasury shares) of the listed company; or

- (f) a default in payment by listed company, its major subsidiary or major associated company, as the case may be, as announced by a listed company pursuant to paragraph 9.19A of the Listing Requirements and the listed company is unable to provide a solvency declaration to Bursa Malaysia;

<b>"PTR"</b>	means 'Portfolio Turnover Ratio' refers to the ratio of the average sum of acquisitions and disposals of a Fund for the year to the average value of the Fund for the year calculated on a daily basis. The Annual Portfolio Turnover Ratio will indicate to the investor whether the Fund buys and sells securities frequently or whether it takes a longer term approach to investment management. A portfolio turnover ratio of 1 time means that the Fund has been turned over once for that particular year;
<b>"quasi-government"</b>	means established and supported by the government but managed privately;
<b>"RAM"</b>	means RAM Rating Services Berhad;
<b>"redemption" or "repurchase"</b>	means the repurchase by the Manager of all or part of the units owned by the Unit Holder;
<b>"repurchase price" or "buying price"</b>	means the price equivalent to the NAV per unit of the respective Funds as at the next valuation point after the request for repurchase is received by the Manager;
<b>"RM"</b>	means Ringgit Malaysia;
<b>"SAC"</b>	means the Shariah Advisory Council of the SC and/or BNM;
<b>"SC"</b>	means Securities Commission Malaysia, established under the Securities Commission Malaysia Act, 1993;
<b>"securities"</b>	means debentures, stocks or bonds issued or proposed to be issued by any government; shares in or debentures of, a body corporate or an unincorporated body; or units in a unit trust scheme or prescribed investments, and includes any right, option or interest in respect thereof;
<b>"Shariah"</b>	means Islamic laws, originating from the Qur'an (the holy book of Islam), and its practices and explanations rendered by the Prophet Muhammad (peace be upon him) and ijihad of ulama' (personal effort by qualified Shariah scholars to determine the true ruling of divine laws on matters the revelations of which are not explicit);
<b>"Shariah Adviser"</b>	refers to BIMBSEC, the Shariah adviser appointed for the Funds;
<b>"Shariah-compliant securities"</b>	means the investment portfolio of the Fund comprises securities that have been classified as Shariah-compliant by the SAC of the SC or the SAC of BNM. For securities that have yet to be classified as Shariah-compliant by the SAC of the SC or the SAC of BNM, the Shariah Adviser of the Fund will determine whether or not the securities are Shariah-compliant for investment by the Fund;
<b>"short term"</b>	means a period of between 1 and 3 years;

<b>“SPR”</b>	means ‘Single Pricing Regime’ refers to a policy or system in which the creation, cancellation, selling and repurchase prices for units are the NAV per unit of a unit trust fund(s). The actual and total amount of these prices paid by the investors then, depend on the rate of sales charges separately imposed by different distribution channels;
<b>“structured products”</b>	means any investment product that falls within the definition of “securities” and which derives its value by reference to the price or value of an underlying reference;
<b>“sukuk”</b>	means certificates of equal value which evidence undivided ownership or investment in the assets using Shariah principles and concepts endorsed by the SAC of the SC;
<b>“Tax”</b>	means any applicable tax and/or duties which may be imposed by the government or other authorities from time to time;
<b>“Trustee”</b>	means the trustee appointed for the Funds;
<b>“UiTM”</b>	means Universiti Teknologi MARA;
<b>“unit”</b>	means a unit of a unit trust fund that represents a unit holder’s interest;
<b>“unit price”</b>	means the price at which a unit holder buys or sells units at NAV per unit;
<b>“units in circulation”</b>	means total number of units created and fully paid for and which has not been cancelled;
<b>“Unit Trust Consultant” or “UTC”</b>	means an individual unit trust adviser registered with FIMM;
<b>“US person(s)”</b>	refers to: - <ul style="list-style-type: none"><li>a) a United States of America (“US”) citizen (including those who hold dual citizenship or a green card holder);</li><li>b) a US resident alien for tax purposes;</li><li>c) a US partnership;</li><li>d) a US corporation;</li><li>e) any estate other than a non-US estate;</li><li>f) any trust if:<ul style="list-style-type: none"><li>i) a court within the US is able to exercise primary supervision over the administration of the trust; and</li><li>ii) one or more US persons have the authority to control all substantial decisions of the trust;</li></ul></li><li>g) any other person that is not a non-US person; or</li><li>h) any definition as may be prescribed under the FATCA, as may be amended from time to time;</li></ul>
<b>“UTF Guidelines” or “Guidelines”</b>	means the Guidelines on Unit Trust Funds issued by the SC, as amended from time to time; and
<b>“yields”</b>	means income return on investments in securities such as profits, earnings and/or dividend.

## 2. CORPORATE DIRECTORY

**Manager** : **PMB Investment Berhad (256439-D)**  
**Registered Office** : Level 02.02A, Menara Keck Seng  
203 Jalan Bukit Bintang  
55100 Kuala Lumpur  
Tel: 03-2110 5888 Fax: 03-2144 5511

**Business Office** : Level 20, 1 Sentral  
Jalan Rakyat, Kuala Lumpur Sentral  
50470 Kuala Lumpur  
Tel: (03) 2785 9800 Fax: (03) 2785 9901  
Website: pmbinvestment.com.my  
E-mail: investorrelation@pelaburanmara.com.my

### **TRUSTEE FOR PMB AL-AIMAN, PMB MUTIARA, PMB BESTARI, PMB SAF, PMB SGF, PMB SIF, PMB SPF, PMB STF, PMB SF & PMB SCMF**

**Trustee** : **AmanahRaya Trustees Berhad (766894-T)**  
**Registered Office** : Tingkat 11, Wisma AmanahRaya  
No. 2, Jalan Ampang  
50508 Kuala Lumpur  
Tel: (03) 2055 7388 Fax: (03) 2031 6161

**Business Office** : Tingkat 2, Wisma AmanahRaya II  
No. 21, Jalan Melaka  
50100 Kuala Lumpur  
Tel: (03) 2036 5000/5129 Fax: (03) 2072 0322  
Website: www.artrustees.com.my

### **TRUSTEE FOR PMB SDF, PMB SMCF, PMB STEF & PMB SSCF**

**Trustee** : **CIMB Islamic Trustee Berhad (167913-M)**  
**Registered Office** : Level 13, Menara CIMB  
Jalan Stesen Sentral 2  
Kuala Lumpur Sentral  
50470 Kuala Lumpur  
Tel: (03) 2261 8888 Fax: (03) 2261 0099  
Website: www.cimb.com

**Business Office** : Level 21, Menara CIMB  
Jalan Stesen Sentral 2  
Kuala Lumpur Sentral  
50470 Kuala Lumpur  
Tel: (03) 2261 8888 Fax: (03) 2261 9889

**Shariah Adviser for the Funds** : **BIMB Securities Sdn Bhd (290163-X)**  
32<sup>nd</sup> Floor, Menara Multi-Purpose, Capital Square  
No.8, Jalan Munshi Abdullah  
50100 Kuala Lumpur  
Tel: (03) 2613 1600 Fax: (03) 2613 1799  
Website: www.bimbsec.com.my

For further details on the Manager, the Trustees and the Shariah Adviser, you may access their respective website.

### 3. THE FUNDS

The investment portfolio of the Funds will comprise securities or instruments that have been classified as Shariah compliant by the SAC of the SC or the SAC of BNM. For securities or instruments that are not classified as Shariah compliant by the SAC of the SC or the SAC of BNM, the status of the securities or instruments will be determined in accordance with the ruling issued by the Shariah Adviser of the Funds.

#### 3.1 EQUITY FUNDS

##### 3.1.1 PMB DANA AL-AIMAN

###### Fund Profile

Category of Fund	Equity (Shariah)
Type of Fund	Growth & Income

###### General Information

The Fund was launched on 9 April 1968 as Kumpulan Modal Bumiputera Yang Pertama for Bumiputera investors. Unit Holders had on 21 September 1996 approved the conversion of the Fund into an Islamic fund and its opening to retail investors. It was re-launched as Dana Al-Aiman on 19 May 1997. The Fund assumed its current name on 28 April 2014.

###### Investment Objective

The objective of the Fund is to provide investors with steady return and to achieve capital growth in the medium to long term by investing in equities and fixed income securities that conform to the Shariah principles.

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

###### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

The portfolio construction process is research driven with extensive bottom-up fundamental analysis coupled with top down economic and sector analysis. In identifying investable Shariah-compliant listed companies, the Manager relies on fundamental research where the financial strength including track records, the companies' prospects, business operation and top management of the companies are considered. In addition, prospects for the economies and sectors in which the companies operate are also assessed.

The focus is on Shariah-compliant public-listed companies with growth prospects and/or having forecast dividend yield of 3.0% per annum or above over medium to long term to optimize the total returns of the Fund. Other valuation measures include price to earnings (PE), PE to growth, discounted cash flow, price to revalued net asset value and price to book depending in which sector the companies operate and whether the operations are perpetual or for a defined period. Analysis is also made on revenue growth, profit margins, sustainability of earnings, balance sheet and cash flow. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

The Fund will also partake in situational investment opportunity (such as mergers & acquisitions and privatization) within the acceptable level of risks as analyzed by the Manager.

Under normal circumstances, allocation to Shariah-compliant equities and Shariah-compliant equity-related securities ranges between 70% and 99.5% of the NAV of the Fund. The remaining will be

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invested in Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments. The equities allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

## Asset Allocation

Asset class	% of the Fund's NAV
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

## Performance Benchmark

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia's website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

## Temporary Defensive Positions

Please refer to Section 3.7 for detailed explanation.

## Risks of Investing in the Fund

Please refer to Section 3.5 for detailed explanation of the risks involved.

## Risk Management

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

## Distribution Policy

The distribution (if any) is annual, subject to the availability of income for the financial period.

The distribution of income, if any, will be made in the form of cash or additional units.

## Financial Year End

31 May

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.

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## 3.1.2 PMB DANA MUTIARA

### Fund Profile

Category of Fund	Equity (Shariah)
Type of Fund	Growth & Income

### General Information

The Fund was launched on 2 February 1970 as Kumpulan Modal Bumiputera Yang Keempat for Bumiputera investors. Unit Holders had on 21 April 2004 approved its conversion into an Islamic fund and its opening to retail investors. It was re-launched as ASM Dana Mutiara on 5 August 2004 with a new marketing strategy targeting especially women investors seeking for medium to long term investment. The Fund assumed its current name on 28 April 2014.

### Investment Objective

The objective of the Fund is to provide investors with steady return and to achieve capital growth in the medium to long term by investing in equities and fixed income securities that conform to the Shariah principles.

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

### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

The portfolio construction process is research driven with extensive bottom-up fundamental analysis coupled with top down economic and sector analysis. In identifying investable Shariah-compliant listed companies, the Manager relies on fundamental research where the financial strength including track records, the companies' prospects, business operation and top management of the companies are considered. In addition, prospects for the economies and sectors in which the companies operate are also assessed.

The focus is on Shariah-compliant public-listed companies with growth prospects and/or having forecast dividend yield of 3.0% per annum or above over medium to long term to optimize the total returns of the Fund. Other valuation measures include price to earnings (PE), PE to growth, discounted cash flow, price to revalued net asset value and price to book depending in which sector the companies operate and whether the operations are perpetual or for a defined period. Analysis are also made on revenue growth, profit margins, sustainability of earnings, balance sheet and cash flow. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions. The Fund will also partake in situational investment opportunity (such as mergers & acquisitions and privatization) within the acceptable level of risks as analysed by the Manager.

Under normal circumstances, allocation to Shariah-compliant equities and Shariah-compliant equity-related securities ranges between 70% and 99.5% of the NAV of the Fund. The remaining will be invested in Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments. The equities allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

**Asset Allocation**

<b>Asset Class</b>	<b>% of the Fund 's NAV</b>
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

**Performance Benchmark**

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

**Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

**Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

**Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

**Distribution Policy**

The distribution (if any) is annual, subject to the availability of income for the financial period.

The distribution of income, if any, will be made in the form of cash or additional units.

**Financial Year End**

30 June

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details

**Valuation of Investments**

Please refer to Section 3.10 for details.



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## 3.1.3 PMB DANA BESTARI

### Fund Profile

Category of Fund	Equity (Shariah)
Type of Fund	Growth & Income

### General Information

The Fund was launched on 17 July 1975 as Kumpulan Modal Bumiputera Yang Kelapan for Bumiputera investors. Unit Holders had on 23 March 2002 approved its conversion into an Islamic fund and its opening to retail investors. It was re-launched as Dana Bestari on 3 October 2002 with a new marketing strategy focusing on investment for future education funding. The Fund assumed its current name on 28 April 2014.

### Investment Objective

The objective of the Fund is to provide investors with steady return and to achieve capital growth in the medium to long term by investing in equities and fixed income securities that conform to the Shariah principles.

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

### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

The portfolio construction process is research driven with extensive bottom-up fundamental analysis coupled with top down economic and sector analysis. In identifying investable Shariah-compliant listed companies, the Manager relies on fundamental research where the financial strength including track records, the companies' prospects, business operation and top management of the companies are considered. In addition, prospects for the economies and sectors in which the companies operate are also assessed.

The focus is on Shariah-compliant public-listed companies with growth prospects and/or having forecast dividend yield of 3.0% per annum or above over medium to long term to optimize the total returns of the Fund. Other valuation measures include price to earnings (PE), PE to growth, discounted cash flow, price to revalued net asset value and price to book depending in which sector the companies operate and whether the operations are perpetual or for a defined period. Analysis are also made on revenue growth, profit margins, sustainability of earnings, balance sheet and cash flow. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

The Fund will also partake in situational investment opportunity (such as mergers & acquisitions and privatization) within the acceptable level of risks as analysed by the Manager.

Under normal circumstances, allocation to Shariah-compliant equities and Shariah-compliant equity-related securities ranges between 70% and 99.5% of the NAV of the Fund. The remaining will be invested in Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments. The equity allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

**Asset Allocation**

<b>Asset Class</b>	<b>% of the Fund's NAV</b>
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

**Performance Benchmark**

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

**Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

**Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

**Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

**Distribution Policy**

The distribution (if any) is annual, subject to the availability of income for the financial period.

The distribution of income, if any, will be made in the form of cash or additional units.

**Financial Year End**

30 September

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.

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## 3.1.4 PMB SHARIAH AGGRESSIVE FUND

### Fund Profile

<b>Category of Fund</b>	<b>Equity (Shariah)</b>
<b>Type of Fund</b>	<b>Growth</b>

### General Information

The Fund was launched on 5 May 1972 as Kumpulan Modal Bumiputera Yang Keenam for Bumiputera investors. Unit Holders had on 5 May 2005 approved its conversion into an Islamic aggressive fund and its opening to retail investors. It was re-launched as ASM Shariah Aggressive Fund with a new marketing strategy targeting investors who seek high capital return at a higher level of risks. The Fund assumed its current name on 28 April 2014.

### Investment Objective

The objective of the Fund is to provide investors with opportunity to earn high capital return over the medium to long term through active investments in Shariah-compliant securities listed on the Bursa Malaysia.

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

### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia. The Fund has an aggressive investment approach where active trading strategy is adopted. Its PTR is normally higher than that of the normal equity-based funds.

It shall invest primarily in a diversified portfolio among any of the top 300 Shariah-compliant companies in terms of market capitalization listed on Bursa Malaysia. Exclusions from the list of the 300, if any, are those companies that have been classified as PN17 companies by Bursa Malaysia - this is to mitigate the risk of investing in a potential insolvent company. The research process is based on relative performance analysis that is aimed at selecting a portfolio of Shariah-compliant stocks among the stock universe as mentioned above that have the potential to have good relative price performance.

Under normal circumstances, allocation to Shariah-compliant equity and Shariah-compliant equity-related securities ranges between 80% and 99.5% of the NAV of the Fund. The remaining will be invested in Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments. The equity allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

### Asset Allocation

<b>Asset Class</b>	<b>% of Fund's NAV</b>
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 80% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

**Performance Benchmark**

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

**Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

**Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

**Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

**Distribution Policy**

The distribution is incidental.

The distribution of income, if any, will be made in the form of cash or additional units.

**Financial Year End**

31 July

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.

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## 3.1.5 PMB SHARIAH GROWTH FUND

### Fund Profile

Category of Fund	Equity (Shariah)
Type of Fund	Growth

### General Information

The Fund was launched on 28 December 1972 as Kumpulan Modal Bumiputera – Dana Pertumbuhan for Bumiputera investors. Unit Holders had on 18 October 2012 approved the conversion an Islamic fund and its opening to retail investors. It was re-launched on 15 January 2013 as ASM Shariah Growth Fund with a new marketing strategy targeting investors who seek to invest in a fund that invests in growth stocks. The Fund assumed its current name on 28 April 2014.

### Investment Objective

The objective of the Fund is to provide investors with an opportunity to achieve capital growth over the medium to long term period by investing in Shariah-compliant securities.

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

### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

It shall invest primarily in a diversified portfolio among any of the top 300 Shariah-compliant companies in terms of market capitalization listed on Bursa Malaysia, except:-

- (a) those companies that have been classified as PN17 companies by Bursa Malaysia - this is to mitigate the risk of investing in a potential insolvent company; and
- (b) those companies that are expected to register earnings per share growth below 10% per annum.

The research process is based on relative performance analysis that is aimed at selecting a portfolio of Shariah-compliant stocks among the stock universe as mentioned above that have the potential, as analyzed by the Manager, to have good relative price performance. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

Under normal circumstances, allocation to Shariah-compliant equities and Shariah-compliant equity-related securities ranges between 80% and 99.5% of the NAV of the Fund. The remaining will be invested in Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments. The equity allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

### Asset Allocation

Asset Class	% of Fund's NAV
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 80% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

**Performance Benchmark**

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

**Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

**Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

**Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

**Distribution Policy**

The distribution is incidental.

The distribution of income, if any, will be made in the form of cash or additional units.

**Financial Year End**

28 February (29 February in a leap year)

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.

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## 3.1.6 PMB SHARIAH MID-CAP FUND

### Fund Profile

<b>Category of Fund</b>	<b>Equity (Shariah)</b>
<b>Type of Fund</b>	<b>Growth</b>

### General Information

The Fund was launched as ASM First Public Fund on 20 April 1992. Unit Holders had on 4 July 2013 approved the change of the Fund's investment objective to make it an Islamic fund, focusing the Fund to invest in securities that comply with Shariah requirements. It was re-launched on 7 March 2014 as ASM Shariah Mid-Cap Fund with a new marketing strategy targeting investors who seek to invest in a fund that invests in medium sized listed companies. The Fund assumed its current name on 28 April 2014.

### Investment Objective

The objective of the Fund is to achieve capital growth over the medium to long-term period by investing primarily in medium sized Shariah compliant companies in terms of market capitalization.

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

### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

It shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities of medium sized companies with market capitalization of between RM1 billion and RM7 billion at the point of purchase. However, the Fund may invest up to 20% of its NAV in securities of Shariah-compliant companies with market capitalization below RM1 billion and/or in excess of RM7 billion.

The portfolio construction process is research driven with fundamental analysis conducted among the Shariah-compliant companies derived from the process as mentioned above. In identifying investable Shariah-compliant listed companies among them, the Manager relies on fundamental research where the financial strength including track records, the company's prospects, business operation and top management of the companies are considered. Other valuation measures include price to earnings (PE), PE to growth, discounted cash flow, price to revalued net asset value and price to book depending in which sector the companies operate and whether the operations are perpetual or for a defined period. Analysis are also made on revenue growth, profit margins, sustainable earnings, balance sheet and cash flow. In addition, prospects for the economies and sectors in which the companies operate are also assessed. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

The Fund will maintain Shariah-compliant equity exposure within a range of 70% to 99.5% of its NAV. The remaining of the Fund's NAV shall be invested in Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments.

**Asset Allocation**

<b>Asset Class</b>	<b>% of Fund's NAV</b>
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% Maximum 99.5%
Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

**Performance Benchmark**

The FBMMSCS consists of all constituents of the FTSE Bursa Malaysia MidS Cap Index that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

**Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

**Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

**Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

**Distribution Policy**

The distribution is incidental.

The distribution of income, if any, will be made in the form of cash or additional units.

**Financial Year End**

30 April

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.



# MASTER PROSPECTUS

## 3.1.7 PMB SHARIAH SMALL-CAP FUND

### Fund Profile

Category of Fund	Equity (Shariah)
Type of Fund	Growth

### General Information

The Fund was launched on 16 May 2016 targeting investors who seek to invest in a fund that invests in small-sized Shariah compliant companies listed on Bursa Malaysia.

### Investment Objective

The objective of the Fund is to achieve capital growth over the medium to long term period by investing primarily in small-sized Shariah compliant companies listed on Bursa Malaysia, in term of market capitalization.

**Note:** Any material changes to the investment objective of the Fund require Unit Holder's approval.

### Investment Strategy

The Fund shall invest between 50% and 99.5% in a diversified portfolio of Shariah-compliant securities of small-sized Shariah-compliant listed companies on Bursa Malaysia with market capitalization of at least RM250 million but not more than RM1 billion (at the point of acquisition). However the Fund may invest up to 20% of its NAV in Shariah-compliant securities of companies with market capitalization in excess of RM1 billion but not more than RM7 billion (at the point of acquisition). The Fund will focus its investments on Shariah-compliant companies with growth prospects in medium to long term horizon, reasonably good earnings, quality management and good corporate governance, as analysed by the Manager. In view of the Fund's objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

### Asset Allocation

Asset class	% of the Fund's NAV
Shariah-compliant securities	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements, sukuk, Shariah-compliant equity-related securities and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

The equity allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions. The Manager may take a temporary defensive position, as disclosed in Section 3.7, of which the asset allocation of the equity may go below the minimum level.

### Performance Benchmark

FBM Shariah Small Cap Index - FTSE Bursa Malaysia Shariah Small Cap Index.

Bursa Malaysia index that comprises of Shariah-compliant small cap constituents of the FBM EMAS that meet the screening requirement of the SAC of the SC. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

**Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

**Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

**Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

**Distribution Policy**

The distribution of income (if any) is incidental.

The distribution of income, if any, will be made in the form of cash or additional units.

**Financial Year End**

31 July

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.

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## 3.1.8 PMB SHARIAH INDEX FUND

### Fund Profile

<b>Category of Fund</b>	<b>Equity (Shariah)</b>
<b>Type of Fund</b>	<b>Index</b>

### General Information

The Fund was launched on 19 February 1969 as Kumpulan Modal Bumiputera Yang Kedua for Bumiputera investors. Unit Holders had on 23 November 2000 approved the change of its investment objective to an index tracking fund and its opening to the public. The Fund was re-launched as ASM Index Fund on 25 March 2002. Subsequently on 19 July 2012, Unit Holders approved the Fund to be an Islamic fund while maintaining it as an index-tracking fund. It was re-launched as ASM Shariah Index Fund on 15 January 2013. The Fund assumed its current name on 28 April 2014.

### Investment Objective

The objective of the Fund is to provide investors with the opportunity to gain reasonable return and capital growth in the medium to long term period by investing in Shariah-compliant securities whilst at the same time the Manager will attempt to match closely its performance with the performance of the FTSE Bursa Malaysia EMAS Shariah Index (FBMSHA).

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

### Investment Strategy

The Fund shall invest in a diversified portfolio of Shariah-compliant securities listed on Bursa Malaysia, primarily in stocks constituent of the FBMSHA.

It is a passively managed index fund whereby the designated fund manager constructs the Fund's investment portfolio based on an index sampling approach by investing not less than 60% of the Fund's NAV in the top 15 constituent Shariah-compliant stocks of the FBMSHA that represent approximately 61% of the market capitalization of the index (as at LPD). The balance will be invested in the next remaining constituent Shariah-compliant stocks of FBMSHA and any other Shariah-compliant securities listed on Bursa Malaysia.

Under normal circumstances, the Fund shall invest at least 90% of its NAV in Shariah-compliant equities with a minimum 60% among the top 15 constituent Shariah-compliant stocks of the FBMSHA. However Shariah-compliant equities investment of the Fund shall not exceed 99.5% of its NAV. The balance will be placed in Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.

### Asset Allocation

<b>Asset Class</b>	<b>% of Fund's NAV</b>
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 90% (with a minimum 60% among the top 15 constituent stocks of FBMSHA) and maximum 99.5%.
Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

**Performance Benchmark**

The benchmark for the Fund is FBMSHA. The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. The FBMSHA has been designed to provide investors with a broad benchmark for Shariah-compliant investment. It was launched on 22 January 2007 and developed using a base value of 6,000 as of 31 March 2006.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

The 5 top industrial sector breakdown of the FBMSHA by the market capitalization as at LPD was as below:

Sector	No of Constituents	Total Market Capitalization (RM mil)	Weight (%)
Food & Beverage	18	82,366	19.44
Utilities	6	65,270	15.41
Telecommunications	6	58,255	13.75
Industrial Goods & Services	36	41,790	9.86
Health Care	8	38,376	9.06
<b>Total</b>	<b>74</b>	<b>286,057</b>	<b>67.52</b>

**Source:** [http://www.ftse.com/Indices/FTSE\\_Bursa\\_Malaysia\\_Index\\_Series/index](http://www.ftse.com/Indices/FTSE_Bursa_Malaysia_Index_Series/index).

The FBMSHA is subject to the FTSE Bursa Malaysia index rules and calculation methodology. You may visit FTSE's website at [www.ftserussell.com/products/indices/bursa-malaysia](http://www.ftserussell.com/products/indices/bursa-malaysia) for further information on the index methodology and rules. To be eligible for inclusion in the FBMSHA, any stock is subject to the following screening:-

**Eligible Securities**

All classes of ordinary shares in issue are eligible for inclusion, subject to conforming to all other rules of eligibility, free float and liquidity.

**Free Float**

Free float is share capital freely available for trading. Each company is required to have at least 15% of free float to be eligible for inclusion. The free float excludes restricted shareholding like cross holdings, significant long term holdings by founders, their families and/or directors, restricted employee share schemes, government holdings and portfolio investments subject to a lock in clause, for the duration of that clause.

A free float factor is applied to the market capitalization of each company in accordance with the free float bands specified in the FTSE Bursa Malaysia ground rules. The factor is used to determine the attribution of the company's market activities in the index.

**Liquidity**

A liquidity screen is applied to ensure the company's stocks are liquid enough to be traded. An existing constituent which does not turnover at least 0.04% of its shares in issue (after the application of any investability weightings) based on its median daily trade per month for at least eight or twelve months prior to the semi-annual review will be removed.

**Shariah Compliance**

The general criteria, as determined by the SAC of the SC, stipulate that the Shariah-compliant companies must not be involved in any of the following core activities:

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- conventional banking;
- conventional insurance;
- gambling;
- liquor and liquor-related activities;
- pork and pork-related activities;
- non-halal food and beverages;
- Shariah non-compliant entertainment;
- tobacco and tobacco-related activities;
- interest income from conventional accounts and instruments (including interest income awarded arising from a court judgement or arbitrator);
- dividends from Shariah non-compliant investments; and
- other activities deemed non-compliant according to Shariah.

*(Interest income and dividends from Shariah non-compliant investments will be compared against the Group revenue. However, if the main activity of the company is holding of investments, the dividends from Shariah non-compliant investments will be compared against the Group revenue and Group profit before taxation.)*

For the above-mentioned businesses/activities, the contribution of Shariah non-compliant businesses/activities to the Group revenue or Group profit before taxation of the company must be less than five per cent.

The FBMSHA is calculated every 60 seconds on a real time basis. Its constituents are reviewed semi-annually in June and December by the FTSE Bursa Malaysia Index Advisory Committee.

You may obtain information on the FBMSHA from the business section of major daily newspapers and financial periodicals, Bursa Malaysia's website at <http://www.bursamalaysia.com> and FTSE Group's website at <http://www.ftse.com>.

The calculation of the FBMSHA is provided by FTSE. Therefore, the accuracy and completeness of the calculation of FBMSHA may be affected by data, system, operational and statistical error of the index provider.

### **Circumstances that May Lead to Tracking Errors**

The Fund potentially exhibits tracking error as it may not follow exactly the movement of the FBMSHA where it may outperform or underperform the index. The tracking error may arise due to the following reasons:

- a) the Fund's investment does not fully replicate the FBMSHA stock constituents as it emphasizes on the top 15 of the FBMSHA which represent only approximately 65% of the index;
- b) the Fund's underweight positions in any of the top 15 of the FBMSHA;
- c) the Fund's investment in securities other than the top 15 components of the FBMSHA as investment cannot exceed the index weight;
- d) the Fund's non-investment in lower weightage constituent stocks that outperform the index;
- e) the Fund's equity investment of between 90% and 99.5% whereas the index is 100% invested at all times; and
- f) fees and expenses of the Fund such as management fees, trustee fees, other indirect fees and transaction costs which are charged to the Fund, contributing variance between the return of the Fund and its performance benchmark.

The error may be minimized by rebalancing the investments in the Fund at the beginning of the

subsequent months to reflect the changes to the composition of the weightings of shares in the FBMSHA.

Accordingly, a monthly analysis of the portfolio is conducted to ensure that tracking errors are within an acceptable level, the investment weightings are within the tolerance limit, and a minimum 60% of the Fund's NAV is in FBMSHA top 15 major component stocks.

Top 10 constituents of the FBMSHA versus Top 10 stocks of the Fund as at LPD:

<b>FBMSHA</b>		<b>FUND</b>	
<b>Constituent</b>	<b>% Weight</b>	<b>Stock</b>	<b>% NAV</b>
Tenaga Nasional Bhd	11.44	Tenaga Nasional Bhd	11.48
Petronas Chemicals Group Bhd	6.00	Petronas Chemicals Group Bhd	6.00
Sime Darby Plantation Bhd	4.34	Sime Darby Plantation Bhd	4.35
Axiata Group Bhd	4.28	Axiata Group Bhd	4.28
Digi.com Bhd	3.97	Digi.com Bhd	4.00
IHH Healthcare Bhd	3.89	IHH Healthcare Bhd	3.66
Dialog Group Bhd	3.47	Dialog Group Bhd	2.64
Maxis Bhd	3.46	Maxis Bhd	3.47
IOI Corporation Bhd	3.37	IOI Corporation Bhd	3.48
Petronas Gas Bhd	3.23	Petronas Gas Bhd	3.26
<b>Total</b>	<b>47.46</b>	<b>Total</b>	<b>46.62</b>

#### **Policy on Investment Portfolio Rebalancing**

The Fund is rebalanced at the beginning of the month to reflect the changes to the composition of or the weightings of shares in the FBMSHA at the end of the preceding month. The rebalancing process is done when the NAV of the stock in the portfolio exceeds its respective weighting in the FBMSHA. The shares of that particular stock are disposed off to reduce the weighting to match the level of stock weighting of FBMSHA. However, for stocks which cost of investment is higher than the market value, the disposal may be done within a 3-month grace period to minimize any potential loss.

#### **Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

#### **Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

#### **Distribution Policy**

The distribution is annual, subject to the total returns of the Fund, availability of income for the financial period, cash flow of the distribution, and stability and sustainability of the distribution of returns.

The distribution of income, if any, will be made in the form of cash or additional units.

#### **Financial Year End**

31 March

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months

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after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

### **Permitted Investments**

Please refer to Section 3.8 for details.

### **Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

### **Valuation of Investments**

Please refer to Section 3.10 for details.

**There is no guarantee or assurance of exact or identical replication at any time of the performance of the FBMSHA.**

**The FBMSHA composition may change and the component securities of the FBMSHA may be de-listed.**

**The investment of the Fund may be concentrated in securities of the top 15 constituent stocks of the FBMSHA.**

### 3.1.9 PMB SHARIAH PREMIER FUND

#### Fund Profile

<b>Category of Fund</b>	<b>Equity (Shariah)</b>
<b>Type of Fund</b>	<b>Growth</b>

#### General Information

The Fund was launched on 14 August 1972 as Kumpulan Modal Bumiputera Pelaburan Perwira for Bumiputera investors only. It was opened to the public and re-launched as ASM Premier Fund on 12 June 1995. Unit Holders had on 18 October 2012 approved the change of the Fund's investment objective to make it an Islamic fund. It was subsequently re-launched as ASM Shariah Premier Fund on 15 January 2013 targeting investors who seek to invest in a fund investing in large capitalized companies. The Fund assumed its current name on 28 April 2014.

#### Investment Objective

The objective of the Fund is to provide opportunities for investors to achieve capital growth over the medium to long term period through investment in any of the 50 largest Shariah-compliant stocks by market capitalization (at the time of purchase) listed on the Bursa Malaysia.

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

#### Investment Strategy

The Fund shall invest in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia, primarily among any of the 50 largest Shariah-compliant stocks in terms of market capitalization (at the point of purchase) listed on Bursa Malaysia. It may invest not more than 30% of its NAV in any of the next top 25 largest Shariah-compliant listed companies based on market capitalization listed on Bursa Malaysia.

The Fund will focus on Shariah-compliant companies that are stable with growth potential and/or have dividend yield of 3.0% per annum or above. The research process is based on relative performance analysis that is aimed at selecting a portfolio of Shariah-compliant stocks among the stock universe as mentioned above that have the potential, as analyzed by the Manager, to have a relative good performance. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

The Fund will maintain Shariah-compliant equity exposure within a range of 70% to 99.5% of its NAV. The remaining of the Fund's NAV shall be invested in Islamic money market instruments, Islamic deposit placement, sukuk and/or other Shariah-compliant permitted investments.

#### Asset Allocation

Asset Class	% of Fund's NAV
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments	The remaining balance of the Fund's NAV not invested in the above.



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## **Performance Benchmark**

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

## **Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

## **Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

## **Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

## **Distribution Policy**

The distribution is incidental.

The distribution of income, if any, will be made in the form of cash or additional units.

## **Financial Year End**

31 August

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

## **Permitted Investments**

Please refer to Section 3.8 for details.

## **Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

## **Valuation of Investments**

Please refer to Section 3.10 for details.

### 3.1.10 PMB SHARIAH DIVIDEND FUND

#### Fund Profile

<b>Category of Fund</b>	<b>Equity (Shariah)</b>
<b>Type of Fund</b>	<b>Income</b>

#### General Information

The Fund was established on 13 June 2008 as ASM Shariah Dividend Fund and open to the public. It assumed its current name on 28 April 2014.

#### Investment Objective

The objective of the Fund is to provide investors with an opportunity to gain consistent and stable income stream that is potentially higher than the average fixed deposit rates.

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

#### Investment Strategy

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

It shall invest primarily in a diversified portfolio among any of the top 300 Shariah-compliant companies in terms of market capitalization listed on Bursa Malaysia, with the exclusion of the following:-

- (a) those companies that have been classified as PN17 companies by Bursa Malaysia - this is to mitigate the risk of investing in a potential insolvent company; and
- (b) those companies that are expected to declare and pay annual dividend of less than 3% net based on the prevailing price.

The research process is based on relative performance analysis that is aimed at selecting a portfolio of Shariah-compliant stocks among the stock universe as mentioned above that have the potential, as analyzed by the Manager, to have good relative price performance. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

Under normal circumstances, allocation to Shariah-compliant equity and Shariah-compliant equity-related securities ranges between 70% and 99.5% of the NAV of the Fund. The remaining will be invested in Islamic money market instruments, Islamic deposits placement, sukuk and/or other Shariah-compliant permitted investments.

#### Asset Allocation

<b>Asset Class</b>	<b>% of Fund's NAV</b>
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposits placement, sukuk and/or other Shariah-compliant permitted investments	The remaining balance of the Fund's NAV not invested in the above.

The equity allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

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## **Performance Benchmark**

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

## **Temporary Defensive Position**

Please refer to Section 3.7 for detailed explanation.

## **Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

## **Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

## **Distribution Policy**

Income will be distributed annually, subject to the availability of income for the financial period.

The distribution of income, if any, will be made in the form of cash or additional units.

## **Financial Year End**

31 March

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

## **Permitted Investments**

Please refer to Section 3.8 for details.

## **Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

## **Valuation of Investments**

Please refer to Section 3.10 for details.

### **3.1.11 PMB SHARIAH TNB EMPLOYEES FUND**

#### **Fund Profile**

<b>Category of Fund</b>	<b>Equity (Shariah)</b>
<b>Type of Fund</b>	<b>Growth &amp; Income</b>

#### **General Information**

The Fund was launched on 28 August 1995 as Amanah Saham Pekerja-Pekerja TNB. It is meant for the employees and retirees of Tenaga Nasional Berhad (TNB), members of the Board of Directors of TNB and any corporations, bodies, clubs, associations and/or cooperatives related to TNB and/or the employees or retirees of TNB, as may be recognized and/or approved by TNB. Unit Holders had on 4 September 2013 approved the change of the Fund's investment objective, making it an Islamic fund. The Fund was subsequently renamed to ASM Shariah TNB Employees Fund on 7 March 2014. It assumed its current name on 28 April 2014.

#### **Investment Objective**

The objective of the Fund is to provide investors with an opportunity to gain steady income and to achieve capital growth over the medium to long term period by investing in a portfolio of investments that comply with Shariah principles.

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

#### **Investment Strategy**

The Fund shall invest primarily in a diversified portfolio of Shariah-compliant equities and Shariah-compliant equity-related securities listed on any recognized stock exchange in Malaysia.

The portfolio construction process is research driven with extensive bottom-up fundamental analysis coupled with top down economic and sector analysis. In identifying investable Shariah-compliant listed companies, the Manager relies on fundamental research where the financial strength including track records, the company's prospects, business operation and top management of the companies are considered. In addition, prospects for the economies and sectors in which the companies operate are also assessed.

The focus is on Shariah-compliant public-listed companies with growth prospects and/or having forecast dividend yield of 3.0% per annum or above over medium to long term to optimize the total returns of the Fund. Other valuation measures include price to earnings (PE), PE to growth, discounted cash flow, price to revalued net asset value and price to book depending in which sector the companies operate and whether the operations are perpetual or for a defined period. Analysis are also made on revenue growth, profit margins, sustainable earnings, balance sheet and cash flow. In view of its investment objective, the designated fund manager will adopt an active investment management approach and frequency of trading of securities will very much depend on market conditions.

The Fund will also partake in situational investment opportunity (such as mergers & acquisitions and privatization) within the acceptable level of risks as analysed by the Manager.

Under normal circumstances, allocation to Shariah-compliant equity and Shariah-compliant equity-related securities ranges between 70% and 99.5% of the NAV of the Fund. The remaining will be invested in Islamic money market instruments, Islamic deposits placement, sukuk and/or other Shariah-compliant permitted investments.

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## Asset Allocation

Asset Class	% of Fund's NAV
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 70% and maximum 99.5%
The remaining will be invested in Islamic money market instruments, Islamic deposits placement, sukuk and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

The equity allocation may be reviewed from time to time depending on the global, regional and local economic as well as equity market conditions. This includes assessing the relevant political, economic and business environment prior to making investment decisions.

## Performance Benchmark

FBMSHA – The index comprises the constituents of the FBM EMAS that are Shariah-compliant according to the SAC of the SC screening methodology. You may obtain the information pertaining to the index from Bursa Malaysia website and major daily newspapers.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

## Temporary Defensive Positions

Please refer to Section 3.7 for detailed explanation.

## Risks of Investing in the Fund

Please refer to Section 3.5 for detailed explanation of the risks involved.

## Risk Management

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

## Distribution Policy

The distribution is annually, subject to the availability of income for the financial period.

The distribution of income, if any, will be made in the form of cash or additional units.

## Financial Year End

30 August

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

## Permitted Investments

Please refer to Section 3.8 for details.

## Investment Restrictions and Limits

Please refer to Section 3.9 for details.

## Valuation of Investments

Please refer to Section 3.10 for details.

## **3.2 MIXED ASSET FUND**

### **3.2.1 PMB SHARIAH TACTICAL FUND**

#### **Fund Profile**

<b>Category of Fund</b>	<b>Mixed Asset (Shariah)</b>
<b>Type of Fund</b>	<b>Growth &amp; Income</b>

#### **General Information**

The Fund was initially launched on 29 October 1979 as Kumpulan Modal Bumiputera Yang Ke Sebelas for Bumiputera investors. Unit Holders had on 4 July 2013 approved the change of the Fund's investment objective, making it an Islamic fund that is tactical in nature and opened to the public. The Fund was re-launched as ASM Shariah Tactical Fund on 25 October 2013. It assumes its current name on 28 April 2014.

#### **Investment Objective**

The objective of the Fund is to achieve capital growth over the medium to long term period by investing in a portfolio of investments that comply with Shariah principles.

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

#### **Investment Strategy**

The Fund adopts a tactical asset allocation strategy and has the flexibility to rebalance its allocation between the different asset classes of Shariah-compliant equities and Shariah-compliant equity-related securities, and non-equity investments including sukuk, Islamic money markets instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments, depending on market conditions. Its equity allocation or non-equity allocation may range between 0% and 100% of the NAV of the Fund.

The Fund will be actively managed through the use of tactical strategies and frequent portfolio reallocation between Shariah-compliant equity and sukuk, Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments. The asset allocation can vary from a defensive to an aggressive asset allocation at any given time, depending on the market environment and/or based on the Manager's view in order to take advantage of the short term market inefficiencies in different asset classes and to navigate changing markets with the objective of achieving sustainable, long term positive returns. The frequency of trading will depend on the securities market conditions.

The portfolio construction process is research driven with extensive bottom-up fundamental analysis coupled with top down economic and sector analysis. In identifying investable Shariah-compliant listed companies, the Manager relies on fundamental research where the financial strength including track records, the company's prospects, business operation and top management of the companies are considered. In addition, prospects for the economies and sectors in which the companies operate are also assessed.

The focus is on Shariah-compliant public-listed companies with growth prospects and/or having forecast dividend yield of 3.0% per annum or above over medium to long term to optimize the total returns of the Fund. Other valuation measures include price to earnings (PE), PE to growth, discounted cash flow, price to revalued net asset value and price to book depending in which sector the companies operate and whether the operations are perpetual or for a defined period. Analysis are also made on revenue growth, profit margins, sustainability of earnings, balance sheet and cash flow.

The non-equity portion of the Fund will be invested in sukuk, Islamic money market instruments,

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Islamic deposit placements and/or other Shariah-compliant permitted investments. Where investment climate is deemed to be unfavourable and weakness in equity is expected, the Fund will raise its holdings in sukuk, Islamic money market instruments and/or Islamic deposit placements.

For investment in sukuk, credit evaluation and profit rate direction are the most critical risk factors to be considered. As for credit evaluation, the fund manager set stringent investment criteria in assessing sukuk, covering mainly the nature of business, management, cash flow, gearing level and collateralization. In case the Fund invests in such instrument, only investment grade sukuk rated by either RAM or MARC will be considered. To be prudent, the Manager adopts a strategy by:-

- i) selecting only instruments with a minimum credit rating of A2 as per the rating scale of RAM or its equivalent for long term instruments and P2 or its equivalent for short-term instruments; and/or
- ii) having a longer or shorter duration of debt instruments depending on the expected direction of the KLIRR.

For Islamic money market instruments and/or Islamic deposit placement the selection will be based on criteria such as liquidity, prevailing rate and tenure. The short-term nature of the sukuk, Islamic money market instruments and/or Islamic deposit placements will allow the Manager to easily switch to Shariah-compliant equities when the stock market is favourable.

## Asset Allocation

Asset Class	% of Fund's NAV
Shariah-compliant equities and Shariah-compliant equity-related securities	Minimum 0% and maximum 100%
Islamic money market instruments, Islamic deposit placements, sukuk and/or other Shariah-compliant permitted investments.	Minimum 0% and maximum 100%

Depending on the market conditons as analyzed by the Manager.

## Performance Benchmark

50% FBMSHA + 50% Maybank 12-months Islamic Fixed Deposit. The benchmark represents the combination of equity index and money market rate and it represents the Fund's investment strategy and the expected portfolio exposure. You may obtain the information on the benchmark through [www.bursamalaysia.com](http://www.bursamalaysia.com) and [www.maybank2u.com.my](http://www.maybank2u.com.my).

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

## Risks of Investing in the Fund

Please refer to Section 3.5 for detailed explanation of the risks involved.

## Risk Management

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

## Distribution Policy

The distribution (if any) is annual, subject to the availability of income for the financial period.

The distribution of income, if any, will be made in the form of cash or additional units.

## Financial Year End

31 December

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

**Permitted Investments**

Please refer to Section 3.8 for details.

**Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

**Valuation of Investments**

Please refer to Section 3.10 for details.



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## 3.3 SUKUK FUND

### 3.3.1 PMB SUKUK FUND

#### Fund Profile

<b>Category of Fund</b>	<b>Sukuk</b>
<b>Type of Fund</b>	<b>Growth &amp; Income</b>

#### General Information

The Fund was initially launched on 22 October 1977 as Kumpulan Modal Bumiputera Yang ke Sembilan for Bumiputera investors and opened to the public during its re-launch as ASM Tanjung Piai Balanced Fund on 6 December 1997 as a balanced fund and was renamed to ASM Balanced Fund on 26 June 2001. On 19 July 2012, the Unit Holders of the Fund approved the change of the Fund's investment objective, making it an Islamic balance fund and it was subsequently renamed as PMB Shariah Balanced Fund on 15 January 2013. On 1 June 2016, the Unit Holders of the Fund approved the conversion of PMB Shariah Balanced Fund to a sukuk fund named PMB Sukuk Fund and its main objective is to provide investors with consistent income\* stream and a steady capital appreciation in the medium to long term period through investments in sukuk.

#### Investment Objective

The objective of the Fund is to provide investors with consistent income\* stream and a steady capital appreciation in the medium to long term through investments in sukuk.

#### Notes:

Any material changes to the investment objective of the Fund require Unit Holder's approval.

\* Income distribution (if any) will be made in the form of cash or additional Units reinvested into the Fund. Kindly refer to Section 5.10 of the Master Prospectus on Income Distribution and Reinvestment Policies.

#### INVESTMENT STRATEGY

The Fund seeks to achieve its objective by investing between 70% and 99.5% of its NAV in RM-denominated sukuk in Malaysia issued by the Government of Malaysia, BNM, quasi-government institutions and Malaysian corporations.

The Manager will conduct fundamental and technical analysis when implementing the investment strategy. The fundamental analysis will look into, among others, the global and domestic economic outlook, domestic fiscal and monetary policy, profit/ interest rate outlook, industry and company's growth outlook. The technical analysis will look into, among others, the price, trading volume, trends and yields, of sukuk.

For investments in sukuk issued by the Malaysian corporations, the minimum credit ratings of sukuk or the issuer of sukuk at the point of purchase are as follows:

- (a) Long Term Ratings  
AA by RAM or A by MARC or an equivalent rating by any other recognized credit rating agencies; and/or
- (b) Short Term Ratings  
P2 by RAM or MARC-2 by MARC or an equivalent rating by any other recognized credit rating agencies.

#### Notes:

The details of the assigned rating are as below –

Tenure	Agency	Symbol	Definition
Long Term	RAM	AA	An issue rated AA has high safety for payment of financial obligations. The issuer is resilient against adverse changes in circumstances, economic conditions and/or operating environments.
	MARC	A	Indicates that the ability to repay principal and pay earning is strong. These issues could be more vulnerable to adverse developments, both internal and external, than obligations with higher ratings.
Short term	RAM	P2	An issue rated P2 has adequate safety for payment of financial obligations in the short term. The issuer is more susceptible to the effects of deteriorating circumstances than those in the highest-rated category.
	MARC	MARC-2	While the degree of safety regarding timely repayment of principal and payment of earning is strong, the relative degree of safety is not as high as issues rated MARC-1.

MARC-1 refers to ‘the highest category; indicates a very high likelihood that principal and earning will be paid on a timely basis.

For sukuk issued by the Government of Malaysia, BNM or Malaysian quasi-government institutions, or guaranteed by the Government of Malaysia, the requirement for the minimum credit rating may not apply.

The designated fund manager will actively manage the Fund. However, the trading frequency of sukuk is dependent on market opportunities and the assessment of the Manager.

Should the credit rating of the sukuk or the issuer of sukuk falls below the minimum credit rating, the Manager may dispose of those Shariah-compliant investments in the best interest of Unit Holders. Any balance not invested in sukuk will be invested in Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.

**Asset Allocation**

Asset class	% of the Fund’s NAV
RM-denominated sukuk	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.	The remaining balance of the Fund’s NAV not invested in the above.

**Performance Benchmark**

BPAM 3Y-7Y All Sukuk Index.

BPAM is a registered bond pricing agency (BPA) by the Securities Commission. It provides fair valuations for all Ringgit bonds and sukuk to enable investors to ascertain the value of their investments.

You may obtain more information pertaining to the rate from the [www.bpam.com.my](http://www.bpam.com.my).

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

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## **Temporary Defensive Positions**

Please refer to Section 3.7 for detailed explanation.

## **Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

## **Risk Management**

Please refer to Section 3.6 for detailed explanation of risk management strategies employed by the Manager.

## **Distribution Policy**

The distribution (if any) is annual, subject to the availability of income for the financial year.

The distribution of income distribution, if any, will be made in the form of cash or additional units reinvested into the Fund.

## **FINANCIAL YEAR END**

30 November

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

## **Permitted Investments**

Please refer to Section 3.8 for details.

## **Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

## **Valuation of Investments**

Please refer to Section 3.10 for details.

### 3.4 MONEY MARKET FUND

#### 3.4.1 PMB SHARIAH CASH MANAGEMENT FUND

##### Fund Profile

<b>Category of Fund</b>	<b>Money Market (Shariah)</b>
<b>Type of Fund</b>	<b>Income</b>

##### General Information

The Fund was launched on 1 November 1969 as Kumpulan Modal Bumiputera Yang Ketiga for Bumiputera investors. Unit Holders had on 5 May 2005 approved the change of the investment objective of the Fund into an Islamic money market fund. As a result, the name of the Fund was changed to ASM Syariah Money Market Fund. The Fund changed its name again on 5 April 2012 to ASM Shariah Cash Management Fund while maintaining its objective but with additional features. It assumed its current name on 28 April 2014.

##### Investment Objective

The objective of the Fund is to provide investors with high degree of liquidity while maintaining capital stability through investments primarily in Islamic money market instruments and sukuk.

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

##### Investment Strategy

The Fund is essentially managed to provide liquidity to meet the near and short term cash flow requirements of its Unit Holders while providing returns. Its Shariah-compliant investments are largely confined to Islamic money market instruments, Islamic deposit placements and sukuk issued in Malaysia that mature within 365 days. Nevertheless the Fund can invest up to 10% of its NAV in Islamic money market instruments, Islamic deposit placements or sukuk with maturity period exceeding 365 days but not longer than 732 days.

The selection of the Islamic money market instruments will be based on criteria such as liquidity, diversification and tenure. The Manager adopts a prudent strategy in forming the portfolio of Islamic money market instruments which is in accordance with the Fund's investment objective and the Manager's assessment of investment prospects in line with the underlying profit/interest rate level and economic outlook. The Manager will review the asset allocation from time to time to facilitate redemption requests while optimizing income from Shariah-compliant investments.

The Fund shall invest up to 100% of its NAV in near term Islamic money market instruments, Islamic deposit placement and/or sukuk that are liquid and conform to the Shariah principles. Notwithstanding the Fund can invest up to 10% for short dated sukuk maturing between 365 and 732 days.

##### Asset Allocation

Asset Class	% of Fund's NAV
Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments:-	100%
- maturing within 365 days.	Minimum 90%
- maturing between 365 and 732 days.	Maximum 10%

The asset allocation will be reviewed from time to time to facilitate redemption request while optimizing income from Shariah-compliant investments.

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## **Performance Benchmark**

BNM Overnight Islamic Interbank Rate

The Islamic interbank rate is the daily weighted average rate of the Mudharabah interbank investment at the Islamic Interbank Money Market in Kuala Lumpur, where the individual rates being weighted accordingly by the volume transactions at those rates.

You may obtain the information on the Islamic interbank rate by accessing Islamic Interbank Money Market, Bank Negara Malaysia website at <http://iimm.bnm.gov.my>.

Take note that the risk profile of the Fund is not similar to the risk profile of the performance benchmark.

## **Risks of Investing in the Fund**

Please refer to Section 3.5 for detailed explanation of the risks involved.

## **Distribution Policy**

The distribution (if any) is on a monthly basis subject to the availability of income.

The distribution of income, if any, will be made in the form of cash or additional units.

## **FINANCIAL YEAR END**

30 June

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

## **Permitted Investments**

Please refer to Section 3.8 for details.

## **Investment Restrictions and Limits**

Please refer to Section 3.9 for details.

## **Valuation of Investments**

Please refer to Section 3.10 for details.

**Investment in the Fund is not the same as placement in deposits with a financial institution. There are risks involved and investors should rely on their evaluation to assess the merits and risks when investing in the Fund.**

### **3.5 RISK FACTORS**

As with all investments, there are risks involved. The prices of units in, and the income from, a unit trust fund may go up as well as down. You should be aware of the risks and returns involved in investing in a unit trust fund. No guarantee is given that you will receive any income distribution or return on your investments or that you will get back your initial amount invested in full. The risks involved in investing in unit trust funds include but not limited to the following:-

#### **3.5.1 GENERAL RISKS OF INVESTING IN UNIT TRUST FUNDS**

- **Market Risk**  
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.
- **Fund Management Risk**  
The performance of a unit trust fund depends on the experience, knowledge and expertise of the fund manager and the investment strategies adopted. Poor management and/or strategies of a fund, such as delays in responding appropriately to the economic or market changes, or inadequate portfolio diversification, will jeopardize the investment of unit holders through the loss of their capital invested in the fund or loss of opportunity.
- **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. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased.
- **Loan Financing Risk**  
This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed/financed money includes investors being unable to service the loan/financing repayments. In the event units are used as collateral, an investor may be required to top-up the investors' existing instalment if the prices of units fall below a certain level due to market conditions. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan/financing.
- **Non-Compliance Risk**  
The risk that the Manager and others associated with Funds may not follow the rules set out in the fund's deed and internal policies, or the laws that governs the unit trust scheme, or act fraudulently or dishonestly. Non-compliance may expose the fund to higher risks that may result in financial and/or non-financial losses. However, this risk is greatly reduced via proper establishment of the compliance and internal control policies.
- **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 unfavourable prices.

## 3.5.2 SPECIFIC RISKS ASSOCIATED WITH INVESTMENT PORTFOLIOS

In addition, there are also specific risks associated with the investment portfolio of each Fund. The specific risks include but are not limited to the following:-

- **Equity Market Risk**

Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SSCF, PMB SIF, PMB SPF, PMB SDF, PMB STF and PMB STEF

The performance of the Fund is subject to the volatility of the stock market which is influenced by the changes in the economic and political climate, interest rate, international stock market performance and regulatory policies. The movement of the value in the underlying investment portfolio will affect the NAV of the Fund. Any downward movement of the value will negatively impact the NAV of the Fund.

- **Stock Specific Risk**

Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SIF, PMB SPF, PMB SDF, PMB STF, PMB SSCF and PMB STEF

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.

- **Equity-related Securities Risk**

Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SIF, PMB SPF, PMB SDF, PMB STF, PMB SSCF and PMB STEF

The value of the Shariah-compliant equity-related securities depends on the value of the underlying equities that the Shariah-compliant securities are related to. Any upward movement in the value of the underlying Shariah-compliant equities may result an upward movement of the value of the respective Shariah-compliant equity-related securities, and vice versa. Hence, the movement of the value of the Shariah-compliant equity-related securities will affect the value of the Fund. The fund may also invest in Shariah-compliant equity-related securities such as Shariah-compliant warrants, that have an expiry date and may experience time decay, and the erosion of value accelerates as the instrument advances to its expiry date. If the Shariah-compliant warrant is not exercised on or before the expiry date, the Shariah-compliant warrant will have no value and negatively impact the NAV of the Fund.

- **Shariah Status Reclassification Risk**

Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SIF, PMB SPF, PMB SDF, PMB STF, PMB SSCF and PMB STEF

This risk refers to the risk that the currently held Shariah-compliant equities in the portfolio of Islamic funds may be reclassified as Shariah non-compliant in the periodic review of the securities by the SAC of the SC, the Shariah Adviser or the Shariah Supervisory Boards of relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose of such securities.

Opportunity loss could occur due to the restriction on the Fund to retain the excess capital gains derived from the disposal of the reclassified Shariah non-compliant equities securities. In such an event, the Fund is required:

- (a) to dispose of the securities within one (1) calendar month if the value of the securities is equal to or exceeds the investment cost on the effective date of Reclassification of the List of Shariah-compliant securities ("Reclassification") by the SAC of the SC, the Shariah Adviser or the Shariah Supervisory Boards of relevant Islamic indices. The Fund is allowed to keep dividends received and capital gains from the disposal of the securities up to the effective date of Reclassification. However, any dividends received and excess

capital gains from the disposal of the Shariah non-compliant securities after the effective date of Reclassification should be channelled to *baitulmal* and/or approved charitable bodies;

- (b) to hold the securities if the value of the said securities is below the investment cost on the effective date of Reclassification, until the total subsequent dividends received (if any) and the market price or value of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month; or
- (c) to dispose of the securities at a price lower than the investment cost which will result in the decrease in the Fund's value.

You may refer to Section 3.12 on the Fund's Shariah methodology on the treatment of gains and losses as a result of the reclassification of Shariah-compliant equities to be non-compliant.

- **Dividend Policy Risk**

Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SDF and PMB STEF

This is a risk particular to the Fund which has heavy emphasis on high yield dividend stocks. Such a risk may occur when fundamentals of the company's business deteriorate or if there is a change in the dividend payout policy resulting in a reduction of the dividend to be paid by the company. This risk may be mitigated by investing mainly in companies with a consistent historical record of paying dividends, strong cash flow, or operating in fairly stable industries.

- **Risk of Tracking Error**

Applicable to PMB SIF

The Fund's performance may not reflect the performance of the FBMSHA as the weights of index stocks held by the Fund vs the respective stock's weightings in the FBMSHA does not fully replicate the FBMSHA constituents. As a result, there is no guarantee that the fund will exactly replicate or track the underlying benchmark's return. However the Fund will be rebalanced on a monthly basis to manage its tracking error versus the benchmark.

- **Profit/Interest Rate Risk**

Applicable to PMB STE, PMB SF and PMB SCMF

Movements in interest rate will have an impact on a management of a fund. This risk refers to the effect of profit/interest rate changes on the market value of Islamic money market instruments, Islamic deposit placements and sukuk. Any downward movement of the profit/interest rate may result in a loss of the expected return from the Fund's investments in Islamic money market instrument and Islamic deposit placement. The value of the sukuk has a tendency to move inversely with the movement of the profit/interest whereby the prices of the sukuk may fall when profit/interest rates rise, and vice versa.

The interest rate is a general indicator. Although the Fund does not invest in interest bearing instruments, the movement of the interest rate will have an impact on the profit rate of the Islamic money market instruments and Islamic deposit placement, and consequently affect the expected return of the Fund's investments.

- **Credit/Default Risk**

Applicable to PMB STE, PMB SF and PMB SCMF

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



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- **Liquidity Risk**

Applicable to PMB SSCF and PMB SF

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.

As a result of the general risks of investing in the unit trust funds and specific risks associated with investment portfolios, capital appreciation of the value of the Funds cannot be guaranteed. However, the Manager will take reasonable steps to ensure that the above potential risks are mitigated. You may refer to Section 3.6 on the Risk Management Strategies.

## 3.6 RISK MANAGEMENT STRATEGIES

Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SSCF, PMB SPF, PMB SDF and PMB STEF

The Manager adopts an active investment strategy to manage the risks of equity investment of the Fund. The market volatility may lead to capital loss which affects the Fund's return. Stock selection and diversification of investment in equity securities are keys to mitigating the overall risk of the Fund.

The equity market risk of the Fund is prudently managed through the following strategies:-

- Stock selection whereby the Manager employs fundamental approach to ensure selection of quality Shariah-compliant equity which takes into account information gathered during company visits, potential income and earnings growth, management quality and past track records of the companies are considered; and
- Diversification into different sectors that gives the Manager flexibility to move the Fund's equity exposure actively within the asset allocation range depending on capital market conditions. The flexibility allows the Manager to remain invested during market upturns or liquidate investments to preserve its capital during the market downturns.

To manage the stock specific risk of the Fund, in-depth company analysis is conducted. Stock selection is based on stringent investment criteria which include the company's financial strength, business operations and management and good corporate governance. The Fund also takes into account trading liquidity to manage the stock specific risk.

For investment in sukuk, credit evaluation and profit rate direction are the most critical risk factors to be considered. As for credit evaluation, the fund manager has set stringent investment criteria in assessing sukuk, covering mainly the nature of business, cash flow, gearing level, management and collateralization. In case the Fund invests in such instrument, only investment grade sukuk rated by either RAM or MARC will be considered. As for the profit/interest rate direction, the expected direction of KLIRR will be taken into consideration.

In addition, regular reporting to and consulting with the Investment Committee members are held at periodical meetings. The reporting to the Investment Committee consists of, amongst others, the review on the performance of the Fund and the relevant markets, immediate and future investment approach and asset allocation strategy, and compliance status.

The Manager may take a temporary defensive positions as stated in Section 3.7.

Applicable to PMB SIF

The Manager employs reasonable steps in managing the risks through close monitoring of the economic and investment climate, market development and industry updates, and making appropriate adjustments to the Fund's asset allocation to minimize the adverse impact on any particular stock or the market as a whole. However as the intention of the Fund is to track the FBMSHA, the Fund will invest a

minimum of 80% in equity in any adverse condition.

In addition, regular reporting to and consulting with the Investment Committee members are held at periodical meetings. The reporting to the Investment Committee consists of, amongst others, the review on the performance of the Fund and the relevant markets, immediate and future investment approach and asset allocation strategy, and compliance status.

### **Applicable to PMB STF**

The Manager adopts an active trading strategy to manage the risks of equity investment of the Fund. The price fluctuation caused by the market volatilities may lead to capital loss which affects the return of both equity and non-equity investments. The Fund's market risk is prudently managed through tactical asset allocation approach based on fundamental and technical analysis. The asset allocation exposure may differ from time to time depending on the capital market conditions. The Manager may reallocate up to 100% of the Fund's equity investments into other Shariah-compliant securities including Islamic money market instruments and/or Islamic deposits and where applicable sukuk.

For equity investment, in-depth company analysis is conducted. Stock selection is based on stringent investment criteria which include the company's financial strength, business operations and management. The valuations are thoroughly analyzed to ensure the Fund invests in companies that are viable and may produce return in the long term. The Fund also takes into account diversification and trading liquidity to manage the stock specific risk.

For non-equity investment in sukuk, credit evaluation and profit/interest rate direction are the most critical risk factors to be considered. As for credit evaluation, the fund manager has set stringent investment criteria in assessing sukuk, covering mainly the nature of business, cash flow, gearing level, management and collateralization. The Fund only invests in investment grade sukuk rated either by RAM or MARC. For profit/interest rate risk management, the Fund's sukuk exposure will be managed by adjusting its average tenure. If the profit/interest rate is expected to go up in the future, the Fund will invest in shorter tenure instruments to mitigate the impact of decrease in sukuk's prices.

In addition, regular reporting and consulting with the Investment Committee members are held at periodical meetings. The reporting to the Investment Committee consists of, amongst others, their view on the performance of the relevant markets and the Funds, immediate and future investment strategies and asset allocations, and compliance status.

### **Applicable to PMB SF**

The Manager adopts an active investment strategy to manage the risks of investment of the Fund through the following strategies -

- (a) actively monitor, and respond to, the movement of the profit/ interest rate. Where the Manager expects the upward movement of the profit/ interest rate, the Manager may increase investment allocation in sukuk with short to medium term tenure, or in Islamic money markets instruments and/or Islamic deposit placements. Where the downward movement of the profit/ interest rate is expected, the Manager may increase investment allocation in sukuk with medium to long term tenure.
- (b) actively monitor, and respond to, changes in the credit rating of sukuk or the issuer of sukuk. The Manager will immediately dispose of any sukuk where the credit rating of sukuk or the issuer of sukuk falls below the minimum credit rating required at the point of purchase of sukuk.
- (c) diversify and allocate sukuk investment by having a mixture of sukuk (i) with short, medium and long term tenure; (ii) from different sectors or industries.

In addition, regular reporting to and consulting with the Investment Committee members are held at periodical meetings. The reporting to the Investment Committee consists of, amongst others, the review on the performance of the Fund and the relevant markets, immediate and future investment

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approach and asset allocation strategy, and compliance status.

## **Applicable to PMB SCMF**

The Fund's credit risk is prudently managed through exercising prudent selection of investments. A thorough study on the credit worthiness of the issuer of the sukuk and the securities themselves will be undertaken by the Manager.

The Fund will invest in quality short term to medium term instruments with minimum short term local credit rating of P2 by RAM or MARC2 by MARC or minimum long term rating of A2 by RAM or A by MARC that conform to the principles of Shariah. Short term instruments can be defined as instruments which mature within 365 days whilst medium term instruments can be defined as instruments which mature over 365 days but not more than 2 years. Where the rating falls below the required minimum rating, the designated fund manager will dispose of the instrument.

For investment in sukuk, credit evaluation and profit/interest rate direction are the most critical risk factors to be considered. As for credit evaluation, the fund manager set stringent investment criteria in assessing sukuk, covering mainly the nature of business, management, cash flow, gearing level and collateralization. In case the Fund invests in such instrument, only investment grade sukuk rated by either RAM or MARC will be considered. As for the profit/interest rate direction, the expected direction of KLIRR will be taken into consideration.

The structure of the Fund is such that it is confined to instruments of short duration to maturity in order to mitigate the impact of fluctuation in profit/interest rate on the performance of the Fund over the short term while the credit risks it may face are mitigated by strict limits on concentration of investments and due diligence in the credit assessments by ensuring investment grade credit ratings as mentioned above.

In addition, regular reporting and consulting with the Investment Committee members are held at periodical meetings. The reporting to the Investment Committee consists of, amongst others, the review on the performance of the Fund and the relevant markets, immediate and future investment approach and asset allocation strategy, and compliance status.

<p><b>Take note that it is not possible to protect the investments of the Funds against all risks as events affecting the Funds' investment cannot always be predicted.</b></p>
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## **3.7 TEMPORARY DEFENSIVE POSITIONS**

### **Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SSCF, PMB SDF and PMB STEF**

The Manager may also take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse economic and/or political conditions or potential sharp downturn in the equities market that may likely lead to a substantial capital loss.

In such circumstances, the Manager may reallocate up to 100% of the Fund's equity investments into other Shariah-compliant permitted investments, including sukuk, Islamic money market instruments and/or Islamic deposit placements.

### **Applicable to PMB SPF**

The Manager may also take temporary defensive positions that may be inconsistent with the Fund's main strategy in attempting to respond to adverse economic and/or political conditions or potential sharp downturn in the equities market that may be likely leading to substantial capital loss. In such circumstances, the Manager may reallocate up to 50% of the Fund's equity investments into other Shariah-compliant permitted investments, including sukuk, Islamic money market instruments and/or Islamic deposit placements.

**Applicable to PMB SF**

As a temporary defensive measure, the Manager may lower the Fund's sukuk investment allocation below its minimum limit if the Manager is of the opinion that the investment climate is deemed to be unfavorable or under adverse market conditions. The Manager may then re-allocate the Fund's asset into Islamic money market instruments, Islamic deposit placements and/or other Shariah-compliant permitted investments.

**3.8 PERMITTED INVESTMENTS**

The investments made by the Funds must conform with Shariah principles which generally exclude conventional banking, insurance and financial institutions; gambling/gaming; alcoholic beverages; non-halal food products; interest-bearing money market instruments; and other securities or instruments as determined by the Shariah Adviser.

Unless otherwise prohibited by the relevant authorities or any relevant law and provided always that there is no inconsistency with the objectives of the Fund, the Fund must invest strictly in the investments/securities which comply with the Shariah principles and approved by the Shariah Adviser, the SAC of the SC or an international Shariah standard setting body (if applicable).

The Funds currently do not invest in unlisted securities (except entitlements received from listed companies in the existing portfolio), in overseas companies, securities lending and in the futures market. Nevertheless, the Funds may invest in these securities in the future. For overseas investment, the value of the investment will be limited to a maximum of 30% of the Fund's NAV.

**Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SIF, PMB SPF, PMB SDF, PMB STEF, PMB STF, PMB SF and PMB SCMF**

Unless otherwise prohibited by the relevant authorities or any relevant laws and provided always that there is no inconsistency with the objectives of the Fund, the Fund may invest in the following:

- (a) Shariah-compliant securities listed on the Bursa Malaysia or any other stock exchange approved by the Minister under the CMSA and any exempt stock exchange declared by the Minister under the CMSA;
- (b) Shariah-compliant securities not listed for trading in a stock market of a stock exchange approved, or an exempt stock market declared by the Minister under the CMSA, but have been approved for such listing and offered directly to the Fund by the issuer or any entitled party;
- (c) Shariah-compliant securities not listed for trading in a stock market of a stock exchange approved, or an exempt stock market declared by the Minister under the CMSA, which are offered directly to the Fund by the issuer and fulfill all the conditions set out in the UTF Guidelines;
- (d) Shariah-compliant foreign securities listed on the foreign stock exchange(s) subjects to the restrictions and rules imposed by Bank Negara Malaysia and/or SC;
- (e) other Islamic collective investment scheme, provided that:
  - i) the Islamic collective investment scheme must be regulated by a regulatory authority; which is for the fund constituted in Malaysia must be approved by the SC and fund constituted outside Malaysia to be registered/ authorized/approved by the relevant regulatory authority in its home jurisdiction;
  - ii) operate on the principle of prudent spread of risk and its investment do not diverge from the general investment principles;
  - iii) no cross-holding between the Fund and the target Fund for Fund operated by the same management company; and

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- iv) all initial charges on the target fund are waived.
- (f) Islamic futures contracts and Islamic options traded in a futures market of an exchange company approved, or an exempt futures market declared, by the Minister under the CMSA, must be for hedging purposes only;
- (g) participation in the lending of Shariah-compliant securities within the meaning of the Guidelines of Securities Borrowing and Lending issued by the SC (as amended from time to time) when permitted by the SC and/or other relevant authorities;
- (h) an eligible Islamic money market (including investments in an Eligible Market for short-term papers such as Malaysian Government Securities, treasury bills, negotiable instruments of deposit, repurchase agreements, Cagamas mortgage bonds, Bank Negara bills);
- (i) an eligible over-the-counter sukuk market;
- (j) Shariah-compliant securities that are traded in or under the rules of an Eligible Market which fulfill all the conditions set out in the Guidelines;
- (k) Islamic liquid assets which include Islamic deposits with financial institutions and/or other institutions licensed or approved to accept deposits and any other instruments that can be converted into cash within seven (7) days as may be approved by the Trustee.

### **Applicable to PMB SSCF**

Unless otherwise prohibited by the relevant authorities or any relevant laws and provided always that there is no inconsistency with the objectives of the Fund, the Fund may invest in the following:

- (a) investment in other Islamic collective investment schemes;
- (b) participation in the lending of Shariah-compliant securities within the meaning of the SC's Securities Borrowing and Lending Guidelines;
- (c) Shariah-compliant securities that are traded in or under the rules of an Eligible Market which fulfill all the conditions set out in the Guidelines;
- (d) Islamic liquid assets which include Islamic deposits with financial institutions and/or other institutions licensed or approved to accept deposits and any other instruments that can be converted into cash within seven (7) days as may be approved by the Trustee;
- (e) Shariah-compliant warrants, provided that the warrants carry the right in respect of a security traded in or under the rules of an Eligible Market.
- (f) Islamic derivatives (for hedging purposes only):
  - i) consist of Islamic derivatives that are traded on exchange and traded over-the-counter;
  - ii) the underlying instruments should consist of permissible investments and include indices, deposit rates and foreign exchange rates.
- (g) Islamic structured products, where the Manager must ensure that:
  - i) the counter party is an eligible issuer (for Islamic structured products issued in Malaysia) or an issuer regulated by the relevant regulatory authority (for Islamic structured products issued outside Malaysia);
  - ii) the counter-party has a minimum long term rating by any domestic rating agencies.
- (h) Islamic deposits with financial institutions.

### 3.9 INVESTMENT RESTRICTIONS AND LIMITS

**Applicable to PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SSCF, PMB SIF, PMB SPF, PMB SDF, PMB STEF and PMB STF**

The investments limits for the Funds are in line with the UTF Guidelines as follows:-

- **Exposure Limits**

The value of a Fund's investment in unlisted Shariah-compliant securities must not exceed 10% of a Fund's NAV.
- **Investment Spread Limits**
  - (a) The value of the Fund's investment in Shariah-compliant ordinary shares issued by any single issuer must not exceed 10% of the Fund's NAV. For PMB SIF whose principle objective is to track or replicate an index, the single issuer limit may be exceeded provided that the investment in any component securities does not exceed its respective weightings in the underlying index.
  - (b) The value of the Fund's investment in Shariah-compliant transferable securities and Islamic money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV.
  - (c) The value of the Fund's placement in Islamic deposit placements with any single institution must not exceed 20% of the Fund's NAV.
  - (d) For investments in Islamic derivatives:
    - i) the exposure to the underlying assets must not exceed the investment spread limits being stipulated under these limits; and
    - ii) the value of a Fund's over-the counter (OTC) Islamic derivative transaction with any single counter-party must not exceed 10% of the Fund's NAV.
  - (e) The value of the Fund's investment in Islamic structured products issued by a single counter-party must not exceed 15% of the Fund's NAV.
  - (f) The aggregate value of the Fund's investment in Shariah-compliant transferable securities, Islamic money market instruments, deposits, OTC Islamic derivatives and Islamic structured products issued by or placed with (as the case may be) any single issuer/institution must not exceed 25% of the Fund's NAV.
  - (g) The value of the Fund's investment in units/shares of any Islamic collective investment scheme must not exceed 20% of the Fund's NAV.
  - (h) The value of the Fund's investment in Shariah-compliant transferable securities and Islamic money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV. For PMB SIF whose principle objective is to track or replicate an index, the single group limit may be exceeded provided that the investment in any component securities does not exceed its respective weightings in the underlying index.
- **Investment Concentration Limits**
  - (a) The Fund's investment in Shariah-compliant transferable securities (other than sukuk) must not exceed 10% of the securities issued by any single issuer.
  - (b) The Fund's investments in sukuk must not exceed 20% of the sukuk issued by any single issuer.
  - (c) The Fund's investment in Islamic collective investment scheme must not exceed 25% of the units/shares in any one Islamic collective investment scheme.
  - (d) The Fund's investment in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer. (Note: This limit does not apply to Islamic money market instruments that do not have a pre-determined issue size.)

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## **Applicable to PMB SF**

### **• Investment Spread Limits**

- (a) The value of the Fund's investments in sukuk issued by any single issuer must not exceed 20% of the Fund's NAV. This single issue limit may be increased to 30% of the Fund's NAV if the sukuk are rated by any domestic or global rating agency to be of the best quality and offer highest safety for timely payment of profit and principal.
- (b) The aggregate value of the Fund's investments in sukuk, Islamic money market instruments, Islamic deposits, issued by or placed with, as the case may be, any single issuer or institution must not exceed 25% of the Fund's NAV. Where the single issuer limit is increased to 30% pursuant to paragraph (a), the aggregate value of the Fund's investment must not exceed 30% of the Fund's NAV.
- (c) The value of the Fund's investments in sukuk issued by any one group of companies must not exceed 30% of the Fund's NAV.
- (d) The value of the Fund's placement in Islamic deposits with any single institution must not exceed 20% of the Fund's NAV.

### **• Investment Concentration Limits**

- (a) The Fund's investments in sukuk must not exceed 20% of the sukuk issued by any single issuer.

## **Applicable to PMB SCMF**

### **• Exposure Limits**

- (a) The value of the Fund's investment in Shariah-compliant permitted investments must not be less than 90% of the Fund's NAV.
- (b) The value of the Fund's investment in Shariah-compliant permitted investments which have a remaining maturity period of not more than 365 days must not be less than 90% of the Fund's NAV.
- (c) The value of the Fund's investment in Shariah-compliant permitted investments which have a remaining maturity period of more than 365 days but fewer than 732 days must not exceed 10% of the Fund's NAV.

### **• Investment Spread Limits**

- (a) The value of the Fund's investment in sukuk and Islamic money market instruments issued by any single issuer must not exceed 20% of the Fund's NAV.
- (b) The single issuer limit in (a) may be increased to 30% if the sukuk are rated by any domestic or global rating agency to be of the best quality and offer highest safety for timely payment of dividend and principal.
- (c) The value of the Fund's placement in Islamic deposits with any single financial institution must not exceed 20% of the Fund's NAV.
- (d) The value of the Fund's investment in sukuk and Islamic money market instruments issued by any group of companies must not exceed 30% of the Fund's NAV.

### **• Investment Concentration Limits**

- (a) The Fund's investment in sukuk must not exceed 20% of the securities issued by any single issuer.
- (b) The Fund's investment in Islamic money market instruments must not exceed 20% of the instruments issued by any single issuer.
- (c) The Fund's investment in Islamic collective investment scheme must not exceed 25% of the units/shares in any Islamic collective investment scheme.

## **Allowance in Excess of Investment Limits**

The above investment restrictions and limits have at all times to be complied with based on the most up-to-date valuation of the investments and instruments of the Fund. However, a 5% allowance in excess of any restriction or limit may be permitted where the restriction or limit is breached through an appreciation or depreciation of the NAV of the Fund (whether as a result of an appreciation or depreciation in value of the investments or as a result of repurchase of Units or payment made from the Fund).

If the relevant limit is breached, due to the appreciation or depreciation of the NAV of the Funds, no further acquisition of the particular securities involved shall be made. We shall, within a reasonable period of not more than 3 months from the date of breach, take all necessary steps and actions to rectify the breach.

## **3.10 VALUATION OF INVESTMENTS**

In respect of the investments of the Funds, it is our policy for the valuation point for the assets of the Fund to be valued on a daily basis at the end of Business Day, in accordance with their respective asset class and at all times in compliance with the Guidelines.

### **3.10.1 Valuation Basis**

- **Listed Shariah-compliant Securities**

The valuation of Shariah-compliant securities listed on an Eligible Market will be based on market price.

However, if-

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

then the Shariah-compliant securities should be valued at fair value, as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

- **Unlisted Shariah-compliant Securities**

The valuation of unlisted Shariah-compliant securities will be based on fair value as determined in good faith by the Manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.

- **Unlisted Sukuk Denominated in Ringgit Malaysia**

Fund investing in unlisted sukuk denominated in Ringgit Malaysia will be valued based on price quoted by a Bond Pricing Agency (BPA) registered with the SC. Where the Manager is of the view that the price quoted by BPA for a specific sukuk differs from the market price by more than 20 basis points, the Manager may use the "market price", provided that the Manager-

- i) records its basis for using a non-BPA price;
- ii) obtains necessary internal approvals to use the non-BPA price; and
- iii) keeps an audit trail of all decisions and basis for adopting the "market yield".

- **Other Unlisted Sukuk**

The valuation on other unlisted sukuk will be based on fair value by reference to the average indicative yield quoted by three independent and reputable institutions.



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- **Unlisted Islamic Collective Investment Scheme**

The value of the units will be based on the last published repurchase price.

- **Islamic Money Market Instruments**

The valuation for Islamic money market instrument are valued at market yields based on the remaining days to maturity.

For investments in Islamic commercial papers, valuation will be performed by reference to the fair value prices quoted by a BPA registered with the SC.

- **Islamic Deposit Placements**

Islamic deposits placed with banks and other financial institutions are valued each day by reference to the nominal value and the profit accrued thereon for the relevant period.

- **Shariah-compliant Foreign Securities and Assets**

The valuation for Shariah-compliant foreign securities and asset of the Fund that denominated in foreign currency (if any) are translated on a daily basis to Ringgit Malaysia using the bid foreign exchange rate quoted by either Reuters or Bloomberg at 4:00 p.m. (United Kingdom time) which is equivalent to 11 p.m or 12 a.m (Malaysian time) on the same day, or at such time as stipulated in the investment management standards issued by the FIMM.

- **Any Other Shariah-compliant Investment**

The valuation on any other Shariah-compliant investment will be based on fair value as determined in good faith by the Manager, on methods or bases which have been verified by the auditor of the Fund and approved by the Trustee.

### 3.10.2 Valuation Point

The assets of the Fund will be valued at the close of Bursa Malaysia on every Business Day (“trading day” or “T” day). However, if the Fund holds any foreign investments, the valuation of assets of the Fund will be conducted after the close of a Business Day but not later than 5.00 p.m. of the following Business Day (T+1) due to the different time zones of foreign markets.

For investment in the foreign assets, the value of the assets are translated on a daily basis to the base currency of the Fund using the bid foreign exchange rate quoted by either Reuters or Bloomberg, at United Kingdom time 4.00 p.m. the same day. If the foreign markets the Fund is investing in are closed for business, the Manager will value the investment based on the latest available price as at the day the relevant foreign market was last open for business.

## 3.11 POLICY ON BORROWINGS AND SECURITIES LENDING

The Funds are prohibited from borrowing other assets (including borrowing of securities within the meaning of the Securities Borrowing and Lending (“SBL”) Guidelines) in connection with its activities. However, the Funds may seek Islamic financing for the purpose of meeting repurchase requests for units and for short-term bridging requirements. For this purpose, the Manager will ensure that-

- (a) the Fund’s financing is only on a temporary basis and that financing are not persistent;
- (b) the financing period should not exceed one month;
- (c) the aggregate financing of the Fund should not exceed 10% of the Fund’s NAV at the time the financing is incurred; and
- (d) the Fund only seeks Islamic financing from financial institutions.

Except to the extent permitted by the SBL Guidelines, none of the assets of the Funds may be lent. Further, the Funds may not assume, guarantee, endorse or otherwise become directly or contingently liable for or in connection with any obligation or indebtedness of any person.

## **3.12 SHARIAH INVESTMENT GUIDELINES, CLEANSING PROCESS AND ZAKAT FOR THE FUNDS**

### **3.12.1 Shariah Investment Guidelines**

- (a) The following guidelines are adopted by the Shariah Adviser in determining the Shariah status of the Funds: The Funds must at all times and all stages of its operation comply with Shariah principles as resolved by the SAC of the SC or in cases where no specific rulings are made by the SAC of the SC, the decisions of the Shariah Adviser.
- (b) The Funds must be raised and operated, and finally redeemed by the investor on the basis of the contracts which are acceptable in Shariah. The banking facilities and short-term money market instruments used for the Funds have to be of those which comply with Shariah principles. Similarly, all the other instruments including securities, sukuk, etc. must be those of which are Shariah-compliant.
- (c) For Shariah-compliant securities listed on the Bursa Malaysia, the Funds' investments must be strictly confined to those Shariah-compliant securities on the list approved by the SAC of the SC.
- (d) For Islamic money market instruments and Shariah-compliant securities or sukuk, they shall be based on the list readily available on Bank Negara Malaysia and Securities Commission websites.

The SAC of the SC has adopted a standard methodology to determine the Shariah compliance of companies listed on Bursa Malaysia. This methodology takes into consideration both the quantitative and qualitative aspects of the listed companies.

#### **(a) Quantitative Analysis**

The quantitative part is a two-tier benchmark applied to the business activities of the companies and to the financial ratios of the companies. The business activity benchmarks consist of the 5-percent benchmark and the 20-percent benchmark.

##### **i) Business Activity Benchmarks**

For the business activity benchmarks, the revenue or income contribution of Shariah non-compliant business activities to the group revenue or group profit before taxation of the listed companies will be computed and compared against the relevant business activity benchmarks, and must be less than the 5% or 20% benchmarks as follows:

The 5% benchmark would be applicable to the following business activities:

- Conventional banking;
- Conventional insurance;
- Gambling;
- Liquor and liquor-related activities;
- Pork and pork-related activities;
- Non-halal food and beverages;
- Shariah non-compliant entertainment;
- Interest income<sup>1</sup> from conventional accounts and instruments (including interest income awarded arising from a court judgement or arbitration);
- Dividends<sup>1</sup> from Shariah non-compliant investments;
- Tobacco and tobacco-related activities; and
- Other activities deemed non-compliant according to Shariah.

<sup>1</sup> Interest income and dividends from Shariah non-compliant investments will be compared against the group revenue. However, if the main activity of the company is holding of investment, the dividends from Shariah non-compliant investments will be compared against the group revenue and group profit before taxation.

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The 20% benchmark would be applicable to the following activities:

- Share trading in Shariah non-compliant securities;
- Stockbroking business other than that of an end-to-end Shariah stockbroking company;
- Rental received from Shariah non-compliant activities; and
- Other activities considered non-compliant according to Shariah.

ii) Financial Ratio Benchmarks

The financial ratios for cash in conventional accounts and instruments as well as interest bearing debts over the total assets of the listed companies are also considered in the analysis carried out by the SAC of the SC.

The financial ratios applied are as follows:

- Ratio of Cash over Total Assets

Cash will only include cash placed in conventional accounts and instruments, whereas cash placed in Islamic accounts and instruments will be excluded from the calculation.

- Ratio of Debt over Total Assets

Debt will only include interest-bearing debt whereas Islamic debt or financing or sukuk will be excluded from the calculation.

Both benchmark ratios, which are intended to measure *riba* and *riba*-based elements within a listed company's balance sheet, must be less than 33%.

**(b) Qualitative Analysis**

As for qualitative aspect of the Shariah compliance analysis, an additional criterion will be considered i.e. the public perception or image of the listed company must be good from Shariah perspective.

**Special Purpose Acquisition Company ("SPAC")**

The Shariah Adviser had considered the following criteria for a SPAC to be classified as Shariah-compliant:

- a) The proposed business activity should be Shariah-compliant;
- b) The entire proceeds raised from the Initial Public Offering should be placed in an Islamic account; and
- c) In the event that the proceeds are invested, the entire investment should be Shariah-compliant.

Shariah-compliant securities include ordinary shares and warrants (issued by the companies themselves). This means that warrants are classified as Shariah-compliant securities provided the underlying shares are also Shariah-compliant. On the other hand, loan stocks and bonds are Shariah non-compliant securities unless they are structured based on SAC of the SC's approved Shariah rulings, concept and principles.

For investment in Shariah-compliant foreign securities, the Funds are only allowed to invest in securities which are on the Approved List of Dow Jones Islamic Index (DJII) or other approved lists by the Shariah Adviser. With regards to the issue of delisting of Shariah-compliant securities from DJII or other approved lists by the Shariah Adviser and Shariah non-compliant foreign securities, the Funds are to abide by the rules as laid down by the SAC of the SC and by this Shariah Investment Guidelines. In the event that the Funds wish to invest in Shariah-compliant foreign securities not covered by DJII or other approved lists by the Shariah Adviser, the Funds must submit to the Shariah Adviser the latest information pertaining to business activities, complete financial statements and other related information on the relevant companies to enable the Shariah Adviser to carry out Shariah screening.

As for investment in foreign sukuk or any Shariah-compliant foreign investment instrument, the Funds

must submit to the Shariah Adviser all pertinent information including the memoranda and prospectuses, its structures, utilisation of the proceeds, Shariah contracts and Shariah pronouncements by the relevant Shariah authority, associated with the sukuk or instrument, for the Shariah Adviser to confirm the Shariah status of the sukuk or instrument.

The decision of the Shariah Adviser shall be final.

To facilitate the purchase and sale of Shariah-compliant foreign securities, there may be a need to have cash placement in a Shariah non-compliant bank account outside Malaysia. In such circumstances, the Shariah non-compliant account should be non-interest bearing and the sole purpose is only to facilitate purchase and sale of Shariah-compliant foreign securities.

### 3.12.2 Cleansing Process for the Funds

a) Wrong Investment

This refers to Shariah non-compliant securities/investment made by the Manager. The said investment shall be disposed of/withdrawn with immediate effect if possible; or otherwise within one (1) calendar month of knowing the status of the securities/investment irrespective of market price considerations. In the event that the investment resulted in gain (through capital gain and/or dividend/profit), it has to be channeled to baitulmal and/or any other charitable bodies approved by the Shariah Adviser. For the avoidance of doubt, dividends shall include both received before and after disposal of the Shariah non-compliant securities/investment. The Shariah Adviser advises that this cleansing process (i.e. channeling of gain from wrongful investment to baitulmal and/or approved charitable bodies) shall be carried out within two (2) calendar months from the said disposal/withdrawal date. If the disposal of the securities/investment resulted in losses to the Funds, the losses are to be borne by the Manager.

b) Reclassification of Shariah Status of the Funds' Investment

Reclassification of Shariah status refers to securities which were earlier classified as Shariah-compliant securities but due to failure to meet the set benchmark criteria, are subsequently reclassified as Shariah non-compliant by the SAC of the SC, the Shariah Adviser or the Shariah boards of relevant Islamic Indices. If on the reclassification effective date, the value of the securities held exceeds or equal to the investment cost, the Funds which hold such Shariah non-compliant securities must liquidate them. To determine the time frame to liquidate such securities, the Shariah Adviser advises that such securities should be disposed of within one (1) calendar month.

Any dividends received up to the effective date of Reclassification and capital gain arising from the disposal of the said reclassified Shariah non-compliant securities made with respect to the closing price on the effective Reclassification day can be kept by the Funds. However, any dividends received and excess capital gain derived from the disposal after the effective Reclassification day at a market price that is higher than the closing price on the effective Reclassification day shall be channeled to baitulmal and/or any other charitable bodies approved by the Shariah Adviser. The Shariah Adviser advises that this cleansing process should be carried out within two (2) calendar months from the above disposal date.

The Funds are allowed to hold the Shariah non-compliant securities if the market price of the said securities are below the investment cost. It is also permissible for the Funds to keep the dividends received during the holding period until such time when the total amount of the dividends received and the market value of the Shariah non-compliant securities held equal the investment cost. At this stage, the Funds are advised to dispose of their holdings. In addition, during the holding period, the Funds are allowed to subscribe to:

- i) any issue of new securities by a company whose Shariah non-compliant securities are held by the Funds e.g. rights issues, bonus issues, special issues and warrants [excluding

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securities whose nature is Shariah non-compliant e.g. irredeemable convertible unsecured loan stock (ICULS)]; and

- ii) securities of other companies offered by the company whose Shariah non-compliant securities are held by the Funds.

on conditions that the Funds expedite the disposal of the Shariah non-compliant securities. For securities of other companies [as stated in (b) above], they must be Shariah-compliant securities.

**The Shariah Adviser confirms that the investment portfolio of the Funds comprise instruments which have been classified as Shariah-compliant by the SAC of the SC and, where applicable the SAC of BNM and/or the Shariah Supervisory Board of relevant Islamic Indices. As for instruments which have not been classified as Shariah-compliant by the SAC of the SC and, where applicable the SAC of BNM and/or the Shariah Supervisory Board of relevant Islamic Indices, the status of the instruments has been determined by the Shariah Adviser.**

### 3.12.3 Zakat for the Funds

The Funds do not pay zakat on behalf of both the Muslim individuals and Islamic legal entities who are investors of the Funds. Thus, investors are advised to pay zakat on their own.

## 4. FEES, CHARGES AND EXPENSES

### 4.1 CHARGES IMPOSED ON PURCHASE AND REPURCHASE OF UNITS

- Charges payable by the investors **directly** when investing in the Fund, are as below –

Charges	Distribution Channel(s)	% of the NAV	Fund
Sales charge per unit	IUTA, CUTA, UTC & direct purchase	6.0%	Applicable to all Funds except PMB SF & PMB SCMF
		2.0%	PMB SF
		Nil	PMB SCMF
	EPF MIS	3.0%	Applicable to all approved Funds except PMB SF & PMB SCMF
		Nil	PMB SCMF
Repurchase charge per unit	IUTA, CUTA, UTC, direct repurchase & EPF MIS	Nil	Applicable to all Funds

**Notes:**

- The Manager has the discretion to charge a lower sales charge based on criteria as may be determined from time to time.
- All the above charges are subject to the Tax at the prevailing rate which is payable by the Unit Holder.
- The NAV per unit of the Fund is rounded to four (4) decimal places. Your purchase value, repurchase value, investment value, units held and charges payable will be rounded to two (2) decimal places. The fees payable and expenses incurred by the Fund will also be rounded to two (2) decimal places.

- Illustration on how the sales charge is calculated:**

Investment amount in PMB SIF	:	RM10,000
NAV per Unit	:	RM0.5000
Sales charge	:	6.0% of NAV per unit
Units issued to Unit Holder		<u>Investment amount</u>
	=	NAV per unit
	=	<u>RM10,000</u>
		RM0.5000
	=	20,000 units
Sales charge per Unit	=	NAV per unit x Sales charge (%)
	=	RM0.5000 x 6.0%
	=	RM0.0300
Total sales charge*	=	20,000 units x RM0.0300
	=	RM600.00

Please note that the above example is for illustration purposes only.

**\*Note:** In addition, the above charge is subject to the Tax at the prevailing rate which is payable by the Unit Holder.

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- Repurchase Charge**  
 We do not impose any repurchase charge when you redeem your units.
- Transfer fee**  
 Up to RM10 per transaction (excluding stamp duty).  
**Note:** In addition, the above fee is subject to the Tax at the prevailing rate which is payable by the Unit Holder.
- Switching fee**  
 This facility enables Unit Holders to switch units of one Fund to units of other Funds managed by the Manager which is available for sale. Units switched are transacted at the Fund's NAV per unit. The minimum investment that can be switched in each transaction is RM1,000. The conditions for switching are set out below:-

Switching fee*	The fee for switching are set out below:			
		<b>To</b>		
	<b>From</b>		<b>Equity funds</b>	<b>Mixed Asset/ Sukuk funds</b>
	<b>Equity funds</b>	<b>Money Market fund</b>	Up to RM25 per transaction	Up to RM25 per transaction
	<b>Mixed Asset / Sukuk funds</b>	Up to RM25 per transaction	Up to RM25 per transaction	Nil
	<b>Money Market fund</b>	Up to 6.0% of the amount switched		Not applicable

**\*Note:** In addition, the above fee is subject to the Tax at the prevailing rate which is payable by the unit Holder.

(Please refer to Section 5.7 for more information on switching between funds).

## 4.2 FEES

When investing in the Funds, you may also incur **indirect** fees which are charged to the Fund as follows:-

- Annual Management Fee**  
 The annual management fee is calculated daily at 1.5% per annum of the NAV of a Fund, except for PMB SF at the rate of 0.75% per annum, PMB SIF at the rate of 0.6% per annum and PMB SCMF at the rate of 0.4% per annum based on NAV of the respective Fund, before accruing the management fee and the trustee fee on the valuation point.

The computation of the annual management fee for a particular date is based on the following method:-

$$\frac{(\text{NAV before accruing the management fee and the trustee fee on the valuation point}) \times (\text{the rate of management fee})}{\text{Number of days in a year}}$$

Assuming the NAV before accruing the management fee and trustee fee on a particular date is RM280,000.00 and the rate of management fee for the relevant fund is 1.5% per annum, the amount of the management fee charged for that particular date would be:-

$$\begin{aligned} \text{Management Fee*} &= \text{RM280,000} \times 1.5\% / 365 \text{ days} \\ &= \text{RM11.51} \end{aligned}$$

**\*Note:** The above fee is subject to the Tax at the prevailing rate.

- **Annual Trustee Fee**

The annual trustee fee is calculated daily at 0.1% per annum of the NAV of a Fund, except for PMB SDF at the rate of 0.1% per annum subject to a minimum fee of RM18,000 per annum, PMB SCMF and PMB SSCF at the rate of 0.05% per annum and PMB SF at the rate of 0.04% per annum based on NAV of the respective Fund, before accruing the annual management fee and the trustee fee accrued on the valuation point. The computation of the annual trustee fee for a particular date is based on the following method:-

$$\frac{(\text{NAV before accruing the management fee and the trustee fee on the valuation point}) \times (\text{the rate of trustee fee})}{\text{Number of days in a year}}$$

Number of days in a year

Assuming the NAV before accruing the management fee and trustee fee on a particular date is RM280,000.00 and the rate of trustee fee for the relevant fund is 0.1% per annum, the amount of the trustee fee charged for that particular date would be:-

$$\begin{aligned} \text{Trustee Fee*} &= \text{RM280,000} \times 0.1\% / 365 \text{ days} \\ &= \text{RM0.77} \end{aligned}$$

**\*Note:** The above fee is subject to the Tax at the prevailing rate.

## 4.3 EXPENSES

The Funds may incur the following operational and administrative expenses: -

- Commissions/fees paid to brokers/dealers in effecting dealings in the investments of the Fund shown on the contract notes or confirmation notes;
- Charges/fees paid to sub-custodian (for foreign investments only);
- Tax and other duties charged on the Fund by the Government and other authorities;
- The fees and other expenses properly incurred by the auditor appointed for the Fund;
- Fees for the valuation of any investments of the Fund by independent valuers for the benefit of the Fund;
- Cost of printing the Annual/Interim reports;
- Costs incurred for the modification of the Deeds of the Fund other than those for the benefit of the management company and/or Trustee;
- Cost incurred for any meeting of the Unit Holders other than those convened for the benefit of the management company and/or Trustee; and
- Any other fees/expenses permitted by the Deed.

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

**\*Note:** In addition, the above expenses are subject to the Tax at the prevailing rate.

## 4.4 REBATES AND SOFT COMMISSIONS

The Manager and the Trustee are not entitled to any rebates or to share any commission from broker in consideration for direct dealings in the investments of the Funds. Accordingly, any rebates and shared commissions will be directed to the account of the Funds.

However, we may receive goods or services by way of soft commissions provided always that the goods or services are of demonstrable benefit to the Unit Holders and in the form of research and advisory services that assist in the decision making process relating to the Fund's investments.

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



## 5. TRANSACTION INFORMATION

### HOW CAN YOU KEEP TRACK OF YOUR INVESTMENT

The annual and interim reports with information on the performance and investments of the Funds are issued to Unit Holders of the Funds within two (2) months from the closing of their respective interim and financial year periods.

You may obtain our latest information, our products and services, and market outlook at our website [pmbinvestment.com.my](http://pmbinvestment.com.my). Our officers will provide you with more specific information on your investments should you require such a service.

You may communicate with us via :

- Investor Careline: (03) 2785 9900
- Email: [investorrelation@pelaburanmara.com.my](mailto:investorrelation@pelaburanmara.com.my)
- Website: Complete the feedback form at [pmbinvestment.com.my](http://pmbinvestment.com.my)

You may also walk-in to the Head Office or any of our sales offices during normal business hours as stated in Section 12.5(iv) of this Master Prospectus or write to the same. Fund prices will be published daily on our website.

### 5.1 DETERMINATION OF PRICE

- **Forward Pricing**

The price of units of the Fund is determined based on the NAV per unit as at the next valuation point after a request for sales or repurchase of units is received by the Manager.

Dealing cut-off time for any units to be issued and/or redeemed is 3.00 p.m. on the Business Day except for PMB SCMF. For PMB SCMF, the dealing cut-off time is 11.00 a.m. for application for sales of units, and 9.15 a.m. for application for repurchase of units, on the Business Day. Any application received after the cut-off time will be treated as it is received on the following Business Day.

- **Single Pricing Regime (SPR)**

According to the SPR, the creation, cancellation, selling and buying/repurchase prices for units will be the NAV per unit on any transaction. For an example, the NAV per unit during a particular date is RM0.23375 (before 4 decimal rounding adjustments).

$$\begin{aligned} \text{NAV per unit} &= \text{Buying price per unit} \\ &= \text{RM0.2338 (rounded to 4 decimal places)} \end{aligned}$$

- **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.

**Illustration :**

For illustration purposes, assuming the figures of a relevant day are as below:

Value of the Fund's Assets	=	RM100,000,000.00
Value of the Fund's Liabilities	=	RM500,000.00
Units in Circulation	=	150,000,000
Annual Management Fee	=	1.5% per annum
Annual Trustee Fee	=	0.1% per annum

The NAV of the Fund will be:

	<u>RM</u>
Fund's asset	100,000,000.00
Less: Fund's liabilities	(500,000.00)
Net asset value (before annual management fee & trustee fee)	99,500,000.00
Less: Management fee (1.5% per annum)	(4,089.04)
Trustee fee (0.1% per annum)	(272.60)
NAV of the Fund of the Business Day	<u><u>99,495,638.36</u></u>

The NAV per unit of the Fund will be:

$$\begin{aligned}\text{NAV per unit} &= \text{NAV of the Fund} / \text{Unit in Circulation} \\ &= \text{RM } 99,495,638.36 / 150,000,000 \\ &= \text{RM } 0.66330425573 \text{ (before rounding adjustment)} \\ &= \text{RM } \mathbf{0.6633} \text{ (rounded to 4 decimal points)}\end{aligned}$$

- **Amount Payable Upon Sales of Units**

Units will be sold at the NAV per unit of the Funds. Any sales charge payable by the Unit Holder would be calculated as a percentage of the NAV per unit of the Funds.

For illustration purposes, assume the following;

$$\begin{aligned}\text{Price/ NAV per unit} &= \text{RM}0.5000 \\ \text{Sales charge per unit} &= 6.0\%\end{aligned}$$

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<u>Purchase of 10,000 units</u>	<u>Purchase with proceeds of RM10,000</u>
Amount invested = Units purchased x Price per unit = 10,000 x RM0.5000 = RM5,000.00	Sales charge = 6.0%
Sales charge = Price per unit x Sales charges per unit x Units purchased = RM0.5000 x 6.0% x 10,000 units = RM300.00	Amount payable per unit = Price per unit + (Price per unit x Sales charge) = RM0.5000 + (RM0.5000 x 6.0%) = RM0.5300
<b>Total payable</b> = Amount invested + sales charges = RM5,000.00 + RM300.00 = RM5,300.00	Units received = Proceeds / amount payable per unit = RM10,000/RM0.5300 = 18,867.92 units
	Amount invested = Units received x price per unit = 18,867.92 x RM0.5000 = RM9,433.9623 = RM9,433.96 (to the nearest 2 decimal points)
	Sales charge = 18,867.92 x RM0.5000 X 6.0% = RM566.0376 = RM566.04 (to the nearest 2 decimal points)
	<b>Total payable</b> = Amount invested + Sales charges = RM9,433.96 + RM566.04 = RM10,000.00

- **Amount Received Upon Repurchase of Units**

As the redemption or buying price per unit of the Fund is equivalent to the NAV per unit, the total amount received upon a repurchase of units will be equivalent to (the number of units redeemed x the redemption price or buying price per unit) less (redemption charge x number of units redeemed.) However, PMB Investment does not imposed any charges on redemption.

Illustration of Amount Received upon Redemption of units is shown below:-

$$\begin{aligned}
 \text{Amount received} &= (\text{units redeemed}) \times (\text{redemption price or buying price per unit}) - \\
 &\quad (\text{redemption charge} \times \text{number of units redeemed}) \\
 &= (10,000 \text{ units} \times \text{RM0.5000}) - (0 \times 10,000 \text{ units}) \\
 &= \text{RM5,000}
 \end{aligned}$$

- **Incorrect Pricing**

In case pricing discrepancies in the calculation of NAV occurs, the Manager will take immediate remedial action to rectify the unit pricing at the Fund's level. The money will be reimbursed to the Unit Holder if the error is equal or more than 0.5% of the NAV per unit or RM10.00 in absolute amount whichever is higher. Nevertheless, for a reimbursement of a lesser amount, it will be up to the Manager's discretion.

## **5.2 TRANSACTION DETAILS**

- **How to Start Investing**

Please read and understand the Master Prospectus (and any supplementary master prospectus) and Product Highlight Sheet (PHS) before investing. You must attain the age of at least 18 on the date of application. If you fulfill this requirement, all you have to do is to complete an FIMM Pre-Investment Form, PMB Investment's Suitability Assessment Form and Master Application Form for initial account opening. In addition, you need to complete the Investment Request Form for buying transaction together with a photocopy of NRIC or related document.

- **How to Conduct Subsequent Transaction**

For subsequent transaction, simply complete the Investment Request Form (to make additional investment). If your completed Suitability Assessment Form is done more than three (3) years prior to this transaction, you need to do a new assessment.

- **Application and Acceptance**

Application of units should be made before the cut-off time at 3.00 p.m. with cleared payment on any Business Day. The units will be issued at NAV per unit calculated at the end of the Business Day (i.e. "forward pricing") on which the application to purchase is received by the Manager. Any application received after the cut-off time, the request will be deemed to have been received on the next Business Day. We reserve the right to vary the terms and conditions of investment and payment modes from time to time, which shall be communicated to you in writing. Note that we reserve the right to reject any application without providing any reason, whatsoever. We may also reject any application that is not complete and/or not accompanied by the required documents. We do not accept application from any US person.

- **Statement of Investment**

An investor is recognized as a registered Unit Holder by PMB Investment upon receipt of payment (in PMB Investment's account) together with completed investment application form and other relevant supporting documents. The Manager will then issue a statement of investment within 14 days of receipt of the aforesaid documents provided that the application monies have cleared. Investment certificate will not be issued in respect of purchase of units.

## **5.3 PAYMENT METHODS**

- **Via Cheque, Bank Draft or Money Order**

Payment can be made by cheque, bank draft or money order drawn on a bank located in Malaysia in Ringgit Malaysia (RM), crossed, made payable to "**PMB Investment Berhad**". Applicants are to write their name and NRIC number or passport number or corporate/institutional registration number at the back of the cheque, draft or money order. Application shall be processed based on the net amount received. Where payment is by cheque, the cheque must be issued by the investor.

- **Via Bank Transfer Services (Telegraphic Transfer/Inter-Bank GIRO /Online Banking)**

Applicants may transfer the subscription proceeds directly into the bank account of PMB Investment Berhad via telegraphic transfer/inter-bank GIRO/online banking. Please include applicant's name in the transaction description where applicable for reference.

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Details of our principal bank accounts are as follows:

Bank	Account Number
<b>Bank Islam (Malaysia) Berhad</b>	14153010008206
<b>Bank Muamalat (Malaysia) Berhad</b>	14010003688717
<b>Bank Simpanan Nasional Berhad</b>	1410041000230532
<b>CIMB Islamic Bank Berhad</b>	8600006139
<b>Maybank Islamic Berhad</b> (applicable via online bill payment only)	5-64342-00013-8
<b>Public Islamic Bank Berhad</b>	3810755226
<b>RHB Islamic Bank Berhad</b>	21401360009660

- **Via Auto debit**

You may choose to invest on a regular basis through a bank auto-debit (standing instruction) facility at the following financial institutions:-

- a) Bank Simpanan Nasional
- b) CIMB Bank Berhad
- c) Malayan Banking Berhad/Maybank Islamic Berhad
- d) RHB Bank Berhad/RHB Islamic Bank Berhad

- **Via Salary Deduction**

If you are a Government servant, you can invest regularly by applying for a salary deduction instruction through ANGKASA. If you are in the private sector, you may check with your employer on the Employee's Salary Deduction Scheme for a regular monthly investment.

- **EPF Members' Investment Scheme (EPF MIS)**

You may also withdraw from your EPF Account 1, to be invested in a Fund approved by EPF under its Members' Investment Scheme. To apply for the withdrawal, you are required to also complete a Borang KWSP 9N (AHL) for each application together with a Master Application Form for withdrawal to invest via the EPF Members' Investment Scheme.

Please note that investment through EPF MIS is subject to the terms and conditions set by the EPF and investors are therefore advised to check on the details accordingly from EPF.

**Investors are advised not to make payment in cash when purchasing units of a Fund via any individual agent.**

## 5.4 COOLING-OFF POLICY

A first time individual investor with the Manager shall have the right, within 6 Business Days, commencing from the day the completed application is received and accepted by the Manager to withdraw his/her investment in the Fund. However, this cooling-off period does not apply to a staff of the Manager and a person registered with a body approved by the SC to deal in unit trusts.

An investor who exercises his/her right to withdraw during the cooling-off period is entitled to receive a full refund of the money initially invested i.e.:-

- the NAV per unit on the day the units were first purchased; plus
- the sales charge per unit originally imposed on the day the units were purchased.

The money payable out of this transaction will be refunded to the investor within 10 days of the Manager's receipt of the repurchase request.

Cooling-off right is not applicable for investments through the EPF Members Savings Investment Withdrawal Scheme.

### 5.5 REPURCHASING/REDEEMING AN INVESTMENT

You may redeem all or some of the units held on any Business Day by completing the Transaction Form together with a photocopy of your NRIC.

- **Redemption for Funds other than PMB SCMF**
  - For a request to redeem units received or deemed to have been received by us on or before 3.00 p.m. on any Business Day, units will be redeemed at the NAV per unit calculated at the end of Business Day on which the request is received ("forward pricing").
  - Where the repurchase request is received after the cut-off time, i.e. after 3.00 p.m., the request will be deemed to have been received on the next Business Day.
  - Payment will be made within 10 days of the receipt of redemption request.
  - We reserve the right to vary the terms and conditions of repurchase/redemption mode from time to time, which shall be communicated to you in writing.
- **Redemption for PMB SCMF**
  - Where a repurchase request is received on or before 9.15 a.m. on a Business Day, units will be redeemed at the NAV per unit calculated at the end of the Business Day on which the request is received. The redemption proceeds will be paid on the next Business Day (T+1).
  - Where a repurchase request is received after 9.15 a.m. but before 3:00 p.m. on a Business Day, units will be redeemed at the NAV per unit calculated at the end of the Business Day on which the request is received. However, the redemption proceeds will be paid on the second Business Days after the request is received (T+2).
  - Where a repurchase request is received after 3:00 p.m. on a Business Day, the request is deemed to have been received on the next Business Day and accordingly units will be redeemed at the NAV per unit calculated at the end of the next Business Day. The redemption proceed will be paid on the following Business Day.
  - In the event of any technical difficulties beyond the Manager's control or should the redemption request in the sale of units cannot be liquidated at an appropriate price or on adequate terms and is as such not in the interest of the existing Unit Holders, redemption monies may be paid at such other period or as may be permitted by the relevant authorities from time to time.
- **Redemption related to EPF Members' Investment Scheme**
  - Redemption proceeds will be paid to the EPF and to be credited into your EPF account.
- **General**
  - No restriction is set on the frequency of redemption. For certificate holders, you can only redeem your units upon surrendering the unit certificate(s).
  - There is no minimum number of units for redemption but a Unit Holder must retain at least RM100 upon partial redemption (for all Funds except PMB SCMF) and at least RM1,000 upon partial redemption for PMB SCMF.
  - No redemption fee is charged. However, any applicable bank charges and other bank fees incurred as a result of a withdrawal by way of telegraphic transfer, bankers cheque or other special payment method will be borne by the Unit Holder.
  - If the units are held in the names of more than one Unit Holder, where the mode of holding

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is specified as “Joint Application”, redemption request will have to be signed by all the joint holders unless the joint applicant is a minor.

### 5.6 CHANNELS TO PURCHASE AND REDEEM UNITS

You may refer the address of our Head Office, list of our sales offices, IUTA and CUTA on Section 12.16.

### 5.7 SWITCHING BETWEEN FUNDS

- Switching is a facility which enables you to convert units of a particular Fund for the units of our other Funds. Simply complete the switching form at the Manager’s Head Office and sales offices. Unit Holders are required to enclose the certificate of investment (if any) upon switching.
- The minimum amount you can switch is RM1,000 per transaction. However, a Unit Holder must meet the minimum holding of Units of the Fund and the minimum investment amount of the fund that they intend to switch into.
- The Manager reserves the right to any switching request that are regarded as disruptive to efficient portfolio management, or requests that we deem to be contrary to the best interest of the Fund and/or the existing Unit Holders.
- Switching fee is as per condition below:
  - No switching fee will be imposed if switching is made to Fund with lower or no sales charge (e.g. equity fund to money market fund)
  - Up to RM25 per transaction if the sales charge of the Fund to be switched into is equal to the sales charge of the fund from which switching is made (e.g. equity fund to sukuk fund)
  - At sales charge if the sales charge of fund to be switched into exceeds the sales charge of the fund from which switching is made (e.g. money market fund to equity fund). However, if the originating fund from which switching is made is from equity or sukuk fund, the switching fee shall be up to RM25 only.
  - In addition, you shall be liable to pay any Tax imposed on you by virtue of any law, regulation, directive or order by any governmental authority in relation to the switching fee.

### 5.8 TRANSFER OF UNITS

- Subject to the provisions of the Deed an investor may transfer some or all of units held to another investor.
- In the case of a death, bankruptcy or insanity of the Unit Holders, the executor or administrator of the estate of the Unit Holder may apply to the Manager to be registered as the new Unit Holder in place of the Unit Holder in question provided always that such person is not under the age of 18 years. In the case of joint holders, the units shall be transferred to the surviving joint holder provided that the age of surviving joint holder is at least 18 years old.
- Application for transfer may be made by completing the transfer form and submit it to the Manager together with such evidence to prove the ownership of the transferor. However, Unit Holder must meet the minimum investment amount of the Fund or the Manager may refuse to register a transfer of less than RM100 or where the balance in the transferor’s holding is less than RM100 in value at the time of transaction or any other amount as may be determined by the Manager from time to time (for all Funds except PMB SCMF) or where the balance in the transferor’s holding is less than RM1,000 in value at the time of transaction for

PMB SCMF or any other amount as may be determined by the Manager from time to time.

- The transfer shall be affected within 30 days from the date of receipt of the request. A fee of not exceeding RM10.00 will be charged for a transfer of units. The said fee is subject to Tax (if any) to be payable by the Unit Holders.



5.9 A QUICK GUIDE ON HOW TO BUY, SELL, SWITCH & TRANSFER

How to	Documents Required	Minimum Amount
<p><b>Make an Initial Investment</b></p>	<p><b><u>Individual Investor:</u></b></p> <ul style="list-style-type: none"> <li>• Suitability Assessment Form</li> <li>• Master Application Form</li> <li>• Investment Request Form</li> <li>• KWSP 9N(AHL) Form (if investing via the EPF MIS)</li> <li>• A photocopy of NRIC (if the applicant is a Malaysian) or Passport (if the applicant is a non-Malaysian)</li> <li>• FATCA Declaration Form</li> <li>• CRS Self-Certification Form</li> </ul> <p><b><u>Corporate investor:</u></b></p> <ul style="list-style-type: none"> <li>• Master Application Form</li> <li>• Suitability Assessment Form</li> <li>• Investment Request Form</li> <li>• A copy of each of the company’s resolution and certificate of incorporation (certified by a director or company secretary);</li> <li>• List of authorised signatories and specimen signatures;</li> <li>• Form 18 or 9, 13, 49 and other documents, if required;</li> <li>• FATCA Declaration Form; and</li> <li>• CRS Self-Certification Form</li> </ul> <p>Completed forms and documents required should be submitted together with payment or proof of payment.</p>	<p><b><u>For Initial investment :</u></b></p> <ul style="list-style-type: none"> <li>• <b>Direct purchase :</b> <ul style="list-style-type: none"> <li>i) RM100 - applicable to all funds except PMB SCMF.</li> <li>ii) RM1,000 - applicable to PMB SCMF only.</li> <li>iii) RM1,000 - applicable to investment via the EPF MIS only.</li> </ul> </li> </ul>
<p><b>Make Additional Investment</b></p>	<p><b><u>Individual Investor</u></b></p> <ul style="list-style-type: none"> <li>• Investment Request Form</li> <li>• A copy of NRIC (if the applicant is a Malaysian) or Passport (if the applicant is a non-Malaysian); or</li> <li>• KWSP 9N (AHL) Form (if investing via the EPF MIS)</li> </ul> <p><b><u>Corporate Investor:</u></b></p> <ul style="list-style-type: none"> <li>• Investment Request Form Signed by authorized signatories and company stamp</li> <li>• Board Resolution or any other necessary authorization</li> </ul> <p>Completed forms and documents required should be submitted together with payment or proof of payment.</p>	<p><b><u>For additional investment:</u></b></p> <ul style="list-style-type: none"> <li>• <b>Direct purchase &amp; Auto debit</b> <ul style="list-style-type: none"> <li>i) RM50</li> <li>ii) RM1,000 - applicable to investment via the EPF MIS only.</li> </ul> </li> </ul>

<p><b>Redeem, Switching and Transfer</b></p>	<p><b><u>Individual Investor (single/joint applicant )</u></b></p> <p><b>Redeem/Switching</b></p> <ul style="list-style-type: none"> <li>• Transaction Form</li> <li>• A copy of NRIC (if the applicant is a Malaysian) or Passport (if the applicant is a non-Malaysian)</li> </ul> <p><b>Transfer</b></p> <ul style="list-style-type: none"> <li>• Transfer Form</li> <li>• A copy of NRIC (if the applicant is a Malaysian) or Passport (if the applicant is a non-Malaysian)</li> </ul> <p><b><u>Corporate Investor</u></b></p> <p><b>Redeem/Switching</b></p> <ul style="list-style-type: none"> <li>• Transaction form signed by authorized signatories and company stamp</li> <li>• Board Resolution or any other necessary authorization</li> </ul>	<p><b><u>For both individual and corporate investor</u></b></p> <p><b>Repurchase/redemption:</b></p> <ul style="list-style-type: none"> <li>• No minimum number of units; however, upon partial redemption/repurchase, at least RM100 value at the point of transaction should be retained (for all Funds except PMB SCMF) and at least RM1,000 value at the point of transaction should be retained for PMB SCMF.</li> </ul> <p><b>Switch &amp; Transfer:</b></p> <ul style="list-style-type: none"> <li>• For switching, at least RM1,000 per transaction.</li> <li>• For transfer of units, the minimum amount may be determined by the Manager from time to time.</li> </ul>
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## 5.10 INCOME DISTRIBUTION AND REINVESTMENT POLICIES

- **Income Distribution**

Income of the Fund includes dividends from Shariah-compliant shares, profit from Islamic deposit placement and sukuk, and capital gains realized from the disposal of investments in the Fund. The Fund may distribute all or part of its net income and or net realized capital gains to its Unit Holders at the discretion of the Manager, subject to the Trustee’s approval. Potential investors are however advised that the distribution is subject to the Deed and the objective of each Fund, and after taking into consideration the total return of the Fund, income for the period, cash flow of the distribution, and stability and sustainability of the distribution of return.

Income distribution will be paid to eligible Unit Holders via:

- cheques; or
- e-payment to the Unit Holder’s bank account.

In certain cases, upon presentation to the depositing banks or financial institutions, the distribution warrants or cheques may attract bank commission or transaction charges which will be borne by the Unit Holders.

The income distributed may be in the form of additional units instead of cash. A statement of the distribution of units will be delivered to the Unit Holder within a reasonable time period, as permitted by the UTF Guidelines.

- **Unit Split**

The Fund may undertake a unit split exercise to reduce the price of the units and this can only be conducted once in any financial year of the Fund. The unit split exercise may be conducted at the time of the distribution of return or at any time within the financial year. Where the exercise is conducted within the financial year, the Fund needs to show a sustainable appreciation in its monthly average NAV per unit in the preceding 6-month period.

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- **Reinvestment Policies**

Reinvestment instruction of income distribution may be applied by Unit Holders by marking the instruction in the application form. The distribution will be credited to the Unit Holder's investment account. The value of the reinvestment of distribution will be equivalent to the NAV per unit on the first Business Day following the Distribution Date. No charge will be imposed on the distribution reinvestment.

However, if a Unit Holder wishes to reinvest the distribution upon receipt of distribution warrants/cash, such distribution reinvestment will be treated as normal sales of units.

- **Auto Reinvestment**

Auto reinvestment will be applied to the followings:

- Distribution amount of less than RM200, which will be reinvested at the unit price equivalent to the NAV per unit computed at the end of the next Business Day following the Distribution Date. No additional charge will be imposed on the distribution reinvestment.
- Fund's distribution of income is by way of units, irrespective of the standing instruction given by the Unit Holders to the contrary.
- Unit Holders should notify the Manager of their option for reinvestment and any change of address within fourteen (14) Business Days prior to each Distribution Date.

- **Unclaimed Distribution**

Distributions cheque (if any) if not claimed within 12 months after the date of payment will be sent to the Office of Registrar of Unclaimed Monies, Accountant General's Department as required under the Unclaimed Monies Act 1965 (as may be amended).

**Unit prices and distributions payable, if any, may go down as well as up.**

## **6. THE MANAGER**

### **6.1 THE MANAGER'S PROFILE**

PMB Investment Berhad (PMB Investment) is a wholly owned subsidiary of Pelaburan MARA Berhad (PMB). It is licensed under the CMSA as an Islamic fund management company. Incorporated on 15 January 1993 under the Companies Act, 1965, PMB Investment assumed the unit trust operations from PMB, then known as Amanah Saham MARA Berhad (ASMB). PMB Investment has been managing unit trust funds since 1968 when it launched its first unit trust fund, then known as Kumpulan Modal Bumiputera Yang Pertama, on 6 April 1968, which is now known as PMB Dana Al-Aiman. Currently, PMB Investment manages fifteen (15) unit trust funds, two (2) wholesale funds and a number of private mandate funds.

### **6.2 BOARD OF DIRECTORS**

- Dato' Sri Haji Abd Rahim bin Haji Abdul - Independent Director
- Professor Dr. Faridah binti Haji Hassan - Independent Director
- Mansoor bin Ahmad - Independent Director
- Nik Mohamed Zaki bin Nik Yusoff - Independent Director
- Najmi bin Haji Mohamed - Non-Independent Director/CEO
- Tengku Ahmad Badli Shah bin Raja Hussin - Non-Independent Director/Acting Group CEO

### **6.3 ROLES, DUTIES AND RESPONSIBILITIES OF THE MANAGER**

PMB Investment is responsible for the day-to-day management of the Funds, in accordance with the provision of this Master Prospectus (as amended from time to time), the Deeds, CMSA and the UTF Guidelines. Our main functions, duties and responsibilities include but not limited to the following: -

- (a) To market, distribute, sell and repurchase units of the Fund;
- (b) To maintain proper records of the Fund;
- (c) To distribute annual and interim reports of the Fund;
- (d) To provide customer services;
- (e) To ensure that the interests of the Unit Holders are best served and protected at all times;
- (f) To formulate and propose the portfolio strategy in line with the Funds' investment objective and investment committee's direction; and
- (g) To be responsible for the day to day management of the Fund consistent with the UTF Guidelines and the direction of the investment committee.

### **6.4 MATERIAL LITIGATION AND ARBITRATION**

As at LPD, there is no material litigation and arbitration, including those pending or threatened, and PMB Investment is not aware of any facts likely to give rise to any proceedings which might materially affect its business or financial position.

### **6.5 INVESTMENT COMMITTEE**

The roles and primary functions of the investment committee are as follows: -

- (a) To ensure the investment management policies of the Fund are consistent with the Funds' objectives, this Master Prospectus (as amended from time to time), the Deeds, the UTF Guidelines and other relevant laws;
- (b) To formulate investment policies and plan, and to select appropriate strategies to meet the Funds' objectives;

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- (c) To provide guidance and advice in the implementation of the strategies;
- (d) To actively monitor, measure and evaluate the investment performance of the Funds and the designated fund manager;
- (e) To consider other matters deemed necessary for the benefit of the Funds;
- (f) To recommend the Funds' income distribution and/or unit split for the Trustee's approval; and
- (g) To meet at least once every two (2) months to monitor the investment management activities of the Manager.

### 6.6 SHARIAH ADVISER OF THE FUNDS

#### 6.6.1 PROFILE OF THE SHARIAH ADVISER

BIMB Securities Sdn. Bhd (BIMBSEC) is a stockbroking subsidiary of BIMB Holdings Berhad. It was incorporated on 21 February 1994. The corporate mission of BIMB Securities Sdn Bhd is to be an active participant in a modern, innovative and dynamic Islamic capital market in Malaysia, catering for the needs of all investors, Muslims or Non-Muslims, looking for Shariah-compliant investment products and services.

#### 6.6.2 EXPERIENCE AS SHARIAH ADVISER TO UNIT TRUST FUNDS

BIMBSEC is registered with the SC to act as a Shariah Adviser for Shariah-compliant products and services regulated by the SC, which include Islamic collective investment schemes. BIMBSEC is independent from the Manager and do not hold office as a member of the investment committee of the Funds or any other funds managed and administered by the Manager. As at LPD, BIMBSEC is a corporate Shariah Adviser to 84 Islamic unit trust funds.

#### 6.6.3 PROFILE OF THE DESIGNATED SHARIAH PERSON

**Ir. Dr. Muhamad Fuad bin Abdullah (Dr. Muhamad Fuad)**, the designated person in-charge of all Shariah matters in BIMBSEC was appointed on 1 June 2011. He was concurrently appointed to the Shariah Advisory Committee of BIMBSEC.

He graduated with a Bachelor of Science Degree in Electrical Engineering in 1977 and a Master of Philosophy Degree in Electrical Engineering in 1982, both from the University of Southampton, England. He also obtained a Bachelor of Arts Degree in Shariah from the University of Jordan in 1994 and a Doctor of Philosophy in Muslim Civilization from the University of Aberdeen, Scotland in 1996.

He is a registered Shariah adviser with the SC since 2010. Currently, he also serves as the chairman of the Shariah committee of MIDF Group of Companies. He sits on the boards of Gagasan Nadi Cergas Berhad, Mesiniaga Berhad, PNB Commercial Sdn Bhd, Universiti Tun Abdul Razak Sdn Bhd, Universiti Sains Islam Malaysia (USIM), USIM Tjjarah Holdings Sdn Bhd and Institut Kefahaman Islam Malaysia (IKIM), a public company limited by guarantee.

Dr. Muhamad Fuad chairs the Professional Development Committee of the Association of Shariah Advisers for Islamic Finance. He is the Chairman of the Advisory Panel of the Faculty of Syariah and Law of USIM since 2016.

Dr. Muhamad Fuad is a recipient of the National Book Award 2015 for his book published by IKIM entitled "The influence of Islam Upon Classical Arabic Scientific Writings: An examination of the Extent of Their Reference to Quran, Hadith and Related Texts".

Dr. Muhamad Fuad is the designated Shariah person in-charge of PMB Investment's funds.

## **6.6.4 ROLES, DUTIES AND RESPONSIBILITIES OF THE SHARIAH ADVISER**

As Shariah Adviser, the role of BIMBSEC is to ensure that the investment operation and management of the Funds are in compliance with Shariah requirements. The Shariah Adviser will review the Funds' investments on a monthly basis to ensure Shariah compliance and it also reviews the interim and annual reports of the Funds.

Notwithstanding the role played by the Shariah Adviser, the ultimate responsibility for ensuring Shariah compliance of the Funds in all aspects of operation and management rests solely with the Fund Manager.

In line with the SC guidelines, the roles of BIMB Securities Sdn Bhd as the Shariah Adviser are:

- a) to advise on the Shariah aspects of the Funds and fund management such that they are in accordance with Shariah and specifically the resolutions issued by the SAC of the SC;
- b) to provide Shariah expertise and guidance in all matters, related to the Funds particularly on the Funds' deed and prospectus, fund structure, investments and related operational matters;
- c) to ensure that the Funds is managed and operated in accordance with Shariah as determined by the relevant SC regulations and standards, including resolutions issued by the SAC of the SC;
- d) to review the Funds' compliance reports as provided by the Manager's compliance officer and investment transaction reports provided or duly approved by the Trustee, to ensure that the Funds' investments are in line with Shariah;
- e) to issue a report for inclusion in the interim and annual reports of the Funds stating the Shariah Adviser's opinion on the Funds' compliance with the Shariah in its investment, operation and management for the financial period concerned;
- f) to consult the SC where there is ambiguity or uncertainty as to an investment, instrument, system, procedure and/or process; and
- g) to meet with the Manager beside on a quarterly basis, when urgently required for review of the Funds' operation and management.

## **6.7 DESIGNATED FUND MANAGERS**

- **Isnami bin Ahmad Mohtar**

Isnami was appointed as Chief Investment Officer effective 1 February 2019. He has been in the fund management industry since 1996 when he was appointed Senior Investment Officer at PMB Investment to manage some Bumiputera funds. He was subsequently promoted to Portfolio Manager in 2000 and was given larger responsibilities to manage Shariah and conventional unit trust and corporate funds. He was made Senior Manager, Fund Management in 2003. He joined Inter-Pacific Asset Management Sdn Bhd in August 2007 as a Fund Manager, managing unit trust and corporate funds. He rejoined PMB Investment in April 2010 and was re-designated Head, Equity in January 2013. Isnami holds a Bachelor of Science degree in Business Administration (Finance) from University of North Carolina at Charlotte, USA. He is the holder of a Capital Markets Services Representative Licence (Islamic fund management). He manages PMB Al-Aiman, PMB Mutiara, PMB Bestari, PMB SAF, PMB SGF, PMB SMCF, PMB SSCF, PMB SIF, PMB SPF, PMB SDF, PMB STEF, PMB STF, PMB SF and PMB SCMF.

- **Suliman bin Bakar**

Suliman is the Head, Research. He joined the Manager on 5 October 2015. Prior to joining PMB Investment, he was with Kedah Islamic Asset Management Berhad from 1995 until 2015 and his last position was Executive Director / Head of Portfolio and Research Department. Prior to that, he was attached with one of the leading financial institutions in Malaysia from 1991 until 1994.

## MASTER PROSPECTUS

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He has accumulated more than 24 years of experience in fund management industry. He holds a Diploma in Accountancy from UiTM. He is the holder of a Capital Markets Services Representative Licence (Islamic fund management). He manages PMB STF.

- **Nahdatul Syima binti Mohd Saad**

Syima is a Fund Manager. She joined PMB Investment in January 2013. Prior to that, she was attached to Public Bank Berhad as a Graduate Trainee (Credit Analyst for Hire Purchase) in 2012. Syima holds a Bachelor of Business Administration and Diploma in Investment Analysis from UiTM. She is the holder of a Capital Markets Services Representative Licence (Islamic fund management). She manages PMB Bestari and co-manages PMB SDF and PMB SSCF.

- **Izzati Farizan Abdul Rahman**

Izzati is a Fund Manager. She joined PMB Investment in April 2017. She began her career in capital market as a management associate trainee in ECM Libra Investment Bank upon completion of her Bachelor of Arts degree in Actuarial Science from University of Illinois at Urbana-Champaign, USA in 2010. She later joined Muamalat Invest Sdn Bhd ("MISB") in November 2012 as an Investment Analyst before being appointed as the Portfolio Manager in 2013. In order to improve her skills and deepen her knowledge as a Syariah-compliant Portfolio Manager, she took a 1-year unpaid leave throughout 2014 to pursue her Master's Degree in Islamic Finance at Durham University, United Kingdom. She re-joined MISB upon returning in October 2014 before moving on to PMB Investment. She has 5 years of experience in managing equity portfolios and is currently a holder of the Capital Markets Services Representative Licence (Islamic fund management). She manages PMB STEF and co-manages PMB SGF.

- **Mohd Redzuan Mohd Isa**

Mohd Redzuan is the Assistant Manager, Portfolio. He has been with Pelaburan MARA since 2002. He has been attached with various departments including Business Development, Operation, Sales & Agency. Later, he was seconded to Business Strategy and Planning with the major task of implementation of Group's Standard Operating Procedures and Policies (SOPP). He was transferred to PMB Investment in January 2010 as an Investment Analyst and subsequently made the Assistant Manager, Research in May 2014. Prior to that, he was with Malaysia Insurance Institute as Senior Executive. He was among the pioneers working as Paid Dealer Representative and commissioned Dealer with Perak Traders Sdn Bhd (later known as M&A Securities Sdn Bhd) for almost 10 years. He holds a Master of Business Administration from University of Malaya, Bachelor of Business Administration from Temple University, Pennsylvania, USA and Diploma in Actuarial Science from MARA Institute of Technology. He is a holder of a Capital Markets Services Representative Licence (Islamic fund management). He co-manages PMB Mutiara and PMB SMCF.

- **Norhazira binti Mazelan**

Norhazira is the Assistant Portfolio Manager. She assists in managing fixed income portfolios as well as monitors and conducts analysis on fixed income securities and money market instruments. She joined PMB in February 2014 as Senior Investment Executive and was responsible for assisting in money market and fixed income transactions before being assigned to the current position in PMB Investment in June 2014. Prior to joining PMB, she was attached to a development financial institution from 2012 to 2014. Norhazira holds a Bachelor of Business Administration Hons (Finance) and Diploma in Investment Analysis from UiTM. She is the holder of a Capital Markets Services Representative Licence (Islamic fund management). She manages PMB SCMF.

- **Siti Rafidah binti Ghazali**

Siti Rafidah is Senior Executive, Portfolio. She joined PMB Investment in January 2013 as an Equity Analyst. Prior to that, she was attached to Henry Butcher Malaysia (Sel) Sdn Bhd as a Valuation Executive in 2012 and Warisan Mukmin Sdn Bhd as an Investment Executive. Siti

Rafidah holds a Bachelor of Real Estate Management from UiTM. She is the holder of a Capital Markets Services Representative Licence (Islamic fund management). She manages PMB SIF and also co-manages PMB SAF and PMB SPF.

You may visit the Manager's website, [www.pmbinvestment.com.my](http://www.pmbinvestment.com.my) for any further information on the Manager, Investment committee members and Shariah Adviser appointed for the Funds.



## 7. THE TRUSTEES OF THE FUNDS

### 7.1 AMANAHRAYA TRUSTEES BERHAD

#### Company Profile

AmanahRaya Trustees Berhad (ART) is the trustee for PMB Dana Al-Aiman, PMB Dana Bestari, PMB Dana Mutiara, PMB Shariah Aggressive Fund, PMB Shariah Growth Fund, PMB Shariah Index Fund, PMB Shariah Premier Fund, PMB Sukuk Fund, PMB Tactical Fund and PMB Shariah Cash Management Fund.

ART was incorporated on 23 March 2007 under the laws of Malaysia and registered as a trust company under the Trust Companies Act 1949. ART is a subsidiary of Amanah Raya Berhad (ARB) which is wholly owned by the Government of Malaysia. ART took over the corporate trusteeship functions of ARB and acquired ARB's experience of more than 50 years in trustee business.

#### Material Litigation

As at LPD, ART was not engaged in any material litigation and arbitration, either as plaintiff or defendant, and ART is not aware of any proceedings, pending or threatened or of any facts likely to give rise to any proceedings which might materially affect the business financial position of ART.

### 7.2 CIMB ISLAMIC TRUSTEE BERHAD

#### Corporate Information

CIMB Islamic Trustee Berhad was incorporated on 19 January 1988 and registered as a trust company under the Trust Companies Act, 1949 and having its registered office at Level 13, Menara CIMB, Jalan Stesen Sentral 2, Kuala Lumpur Sentral, 50470 Kuala Lumpur, Malaysia. The Trustee is qualified to act as a trustee for collective investment schemes approved under the Capital Markets and Services Act 2007.

#### Experience as Trustee to Unit Trust Funds

CIMB Islamic Trustee Berhad has been involved in unit trust industry as trustee since 1990. It acts as trustee to various unit trust funds, real estate investment trusts, wholesale funds, private retirement schemes and exchange traded funds.

#### Material Litigation and Arbitration

As at LPD, CIMB Islamic Trustee Berhad 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 affect the business/financial position of the Trustee.

#### Trustee's Delegate (PMB Shariah Dividend Fund, PMB Shariah Mid-Cap Fund and PMB Shariah TNB Employees Fund)

CIMB Islamic Trustee Berhad has delegated its custodian function to CIMB Bank Berhad (CIMB Bank). CIMB Bank's ultimate holding company is CIMB Group Holdings Berhad, a listed company on Bursa Malaysia. CIMB Bank provides full fledged custodial services, typically clearing settlement and safekeeping of all types of investment assets and classes, to a cross section of investors and intermediaries client base, both locally and overseas.

For the local Ringgit assets, they are held through its wholly owned nominee subsidiary "CIMB Group Nominees (Tempatan) Sdn Bhd". For foreign non-Ringgit assets, CIMB Bank appoints global custodian as its agent bank to clear, settle and safekeep on its behalf and to its order.

All investments are automatically registered in the name of the custodian to the order of the Trustee. CIMB Bank acts only in accordance with instructions from the Trustee.

## **Trustee's Delegate (PMB Shariah Small-Cap Fund)**

CIMB Islamic Trustee Berhad has delegated its custodian function to CIMB Islamic Bank Berhad (CIMB Islamic Bank). CIMB Islamic Bank's ultimate holding company is CIMB Group Holdings Berhad, a listed company on Bursa Malaysia. CIMB Islamic Bank provides full fledged custodial services, typically clearing settlement and safekeeping of all types of investment assets and classes, to a cross section of investors and intermediaries client base, both locally and overseas.

For the local Ringgit assets, they are held through its wholly owned nominee subsidiary "CIMB Islamic-Nominees (Tempatan) Sdn Bhd". For foreign non-Ringgit assets, CIMB Islamic Bank appoints global custodian as its agent bank to clear, settle and safekeep on its behalf and to its order.

All investments are automatically registered in the name of the custodian to the order of the Trustee. CIMB Islamic Bank acts only in accordance with instructions from the Trustee.

## **7.3 ROLES, DUTIES AND RESPONSIBILITIES OF THE TRUSTEE**

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

- a) Take into custody the investments of the Funds and hold the investments in trust for the Unit Holders;
- b) Ensure that the Manager, operates and administers the Funds in accordance with the provisions of the Deeds, UTF Guidelines and acceptable business practice within the unit trust industry;
- c) As soon as practicable, notify the SC of any irregularity or breach of the provisions of the Deed, UTF Guidelines and any other matters which in the Trustee's opinion, may indicate that the interests of Unit Holders are not served;
- d) Exercise reasonable diligence in carrying out its functions and duties, actively monitoring the operations and management of the Funds by the Manager to safeguard the interests of Unit Holders;
- e) Maintain, or cause the Manager to maintain, proper accounting records and carry out daily valuation of the Fund in accordance with the Deed of the Funds, Prospectus, the UTF Guidelines and securities law; and
- f) Require that the accounts be audited at least annually.

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

## 8. SALIENT TERMS OF THE DEED

### 8.1 RIGHTS AND LIABILITIES OF A UNIT HOLDER

#### Unit Holders' rights

- a) The right to receive the distributions of income of the Fund (if any), participate in any increase in the value of the units and to enjoy such other rights and privileges as provided for in the Deed.
- b) Subject to the provisions of the Deed, the right to call for a Unit Holders' meeting for any resolutions, and also to vote for the removal of the Trustee or the Manager through a special resolution.
- c) The rights to exercise your cooling-off period if you invest for the first time with the Manager except for if you are either corporate/institutional clients, staff of the Manager or a person registered with a body approved by the SC to deal in unit trusts.
- d) The right to receive annual and interim reports of the Fund, which are sent out within two (2) months from the closing of each financial year and the interim period.

#### Limitation of Rights

- a) No Unit Holders shall be entitled to require the transfer to him of any of the investments or assets of the Fund or be entitled to interfere with or question the exercise by the Trustee or by the Manager on its behalf of the rights of the Trustee as the registered owner of such investments or assets.
- b) No Unit Holder shall have any right by reason of his being a Unit Holder to attend any meeting of shareholders, stockholders or debenture holders or to vote or take part in or consent to any company or shareholders', stock holders' or debenture holders' action.

#### Unit Holders' Liabilities

Unit Holders' would not be 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 shall not be under any obligation to indemnify the Trustee and/or the Manager in the event that the liabilities incurred by the Trustee and/or the Manager 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 assets of the Fund, and any right of indemnity of the Trustee and/or Manager will be limited to recourse to the Fund.

### 8.2 MAXIMUM FEES AND CHARGES PERMITTED BY THE DEED

Enlisted below are the maximum fees and charges permitted by the Deed:

<b>Sales Charge</b>	7.0% of the NAV per unit	All Funds except PMB SDF & PMB SSCF
	6.5% of the NAV per unit	PMB SDF
	6.0% of the NAV per unit	PMB SSCF
<b>Repurchase Charge</b>	Nil	All Funds
<b>Annual Management Fee</b>	1.50% per annum of the NAV of the Fund	All Funds except PMB SDF & PMB SSCF
	1.80% per annum of the NAV of the Fund	PMB SDF & PMB SSCF
<b>Annual Trustee Fee</b>	0.50% per annum of the NAV of the Fund	All Funds except PMB SDF and PMB SF
	0.10% per annum of the NAV of the Fund subject to the minimum of RM18,000 p.a	PMB SDF
	1.5% per annum of the NAV of the Fund	PMB SF

All current fees and charges are disclosed in Chapter 4 of this Master Prospectus could be lower than that stated in the Deed. Any increase in the current sale and/or repurchase charges stated in the current Master Prospectus could only be made if:

- a) the Manager has notified the Trustee in writing of the higher charge and the effective date of the charge;
- b) a supplementary Master Prospectus stating the higher charge is issued;
- c) time as required by the law has elapsed since the issuance of the supplementary Master Prospectus; and
- d) the maximum fees or charges stated in the Deed shall not be breached.

Any increase in the current annual management fee and/or annual trustee fee stated in the current Master Prospectus could only be made if:

- a) (for management fee) the Manager has notified the Trustee in writing of the new higher rate and the trustee agrees to it;
- b) (for Trustee fee) the Trustee has notified the Manager in writing of the new higher rate, and the Manager agrees to it;
- c) the Manager has notified unit holders of the higher rate and its effective date;
- d) a supplementary Master Prospectus stating the higher rate of fees has been registered and issued;
- e) time as required by the law has elapsed since the issuance of the supplementary Master Prospectus; and
- f) the maximum fees stated in the Deed shall not be breached.

Any increase of the fees and/or charges above the maximum rate stated in the Deed shall require Unit Holders' approval and can only be made by way of a supplemental deed and in accordance with the requirements of the CMSA.

### **8.3 PERMITTED EXPENSES**

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

- a) commissions/fees paid to brokers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes;
- b) taxes and other duties charged on the Fund by the Government and/or other authorities;
- c) costs, fees and expenses properly incurred by the auditor appointed for the Fund;
- d) costs, fees, and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;
- e) 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;
- f) 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;
- g) costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;
- h) costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;
- i) costs, fees and expenses incurred in engaging any valuer, adviser or contractor for the benefit of

## MASTER PROSPECTUS

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the Fund;

- j) costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;
- k) 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;
- l) costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);
- m) remuneration and out of pocket expenses of the independent members of the investment committee of the Fund, unless the Manager decides otherwise; and
- n) 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

Provided that expenses such as the general overheads and costs for services expected to be provided by the Manager, shall not be charged to the Fund and provided further that expenses relating to the issue of the prospectuses may be charged to the Fund if the Fund does not impose any sales charge.

Provided further that the quantum of the expenses charged is not excessive or beyond standard commercial rates. In the event of any uncertainty as to an expense, the Trustee shall exercise its discretion carefully and appropriately in determining whether or not to allow the expense (or the quantum of the expense) to be charged to the Fund.

### **8.4 REMOVAL, REPLACEMENT AND RETIREMENT OF THE MANAGEMENT COMPANY AND TRUSTEE**

Subject to the approval of the relevant authorities, the Manager shall have the power to retire in favour of some other corporation and as necessary under any relevant law upon giving to the Trustee twelve (12) months' notice in writing of its desire so to do, or such lesser time as the Manager and the Trustee may agree upon, and the retiring Manager shall appoint such corporation by writing under the seal of the retiring Manager as the management company of the Fund in its stead and assign to such corporation all its rights and duties as management company of the Fund.

Subject to the provisions of the Deed, CMSA and UTF Guidelines, the Manager may be removed and another management company may be appointed as manager by special resolution of the Unit Holders at a Unit Holders' meeting convened in accordance with the relevant Deed of the Funds.

Subject to the provisions of the Deed and the relevant laws, the Trustee shall take reasonable steps to remove the Manager as soon as practicable after becoming aware of any such circumstances as stated under the sub-heading "Power of Trustee to Remove or Replace the Manager".

#### **Power of Trustee to Remove or Replace the Manager**

Subject to the Deed and the relevant laws, the Trustee may take steps to remove the Manager in the event that:

- a) the Manager has failed or neglected to carry out its duties to the satisfaction of the Trustee and the Trustee considers that it would be in the interests of Unit Holders for it 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 SC 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;

and the Manager shall not accept any extra payment or benefit in relation to such removal.

### **Powers of the Management Company to Remove and Replace the Trustee**

As allowed under Section 299 of 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 was not eligible to be appointed or to act as trustee under any relevant law;
- d) the Trustee has failed or refused to act as a 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 existing Trustee and has not ceased to act under that appointment,
- f) a petition has been presented for the winding up of the existing Trustee (other than for the purpose of and followed by a reconstruction, unless during or following such reconstruction the existing trustee becomes or is declared to be insolvent); or
- g) 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.

### **Retirement, Removal or Replacement of the Trustee**

The Trustee may retire upon giving twelve (12) months' notice to the Manager of its desire to do so, or such shorter period as the Manager and the Trustee shall agree, and may by deed appoint in its stead or as an additional trustee 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 duly convened meeting of which notice has been given to the Unit Holders in accordance with the Deed.

## **8.5 TERMINATION OF THE FUNDS**

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

- the SC has withdrawn the authorization of the Fund pursuant to section 256E of the Act; or
- a Special Resolution is passed at a meeting of Unit Holders to terminate or wind up the Fund.

In any of the following events:

- a) if the Manager has gone into liquidation, except for the purpose of reconstruction or amalgamation upon terms previously approved in writing by the Trustee and the relevant authorities; or
- b) if, in the opinion of the Trustee, the Manager has ceased to carry on business; or
- c) if, in the opinion of the Trustee, the Manager has to the prejudice of Unit Holders failed to comply with the provisions of the Deed or contravened any of the provisions of any relevant law

the Trustee shall summon a Unit Holders' meeting for the purpose of seeking directions from the Unit Holders. If at any such meeting a Special Resolution to terminate and wind-up the Fund is passed by the Unit Holders, the Trustee shall apply to the court for an order confirming such Special Resolution.

## 8.6 UNIT HOLDERS' MEETING

A Unit Holder's meeting may be called by the Manager, Trustee and/or Unit Holders. Any such meeting must be convened in accordance with the Deed, CMSA and the UTF Guidelines. A Unit Holders' meeting could be summoned for any purpose with the salient details as follow:-

- a) The Manager and the Trustee may convene a Unit Holders' meeting at any time, whilst, the Unit Holder could request for a meeting provided the written request comes from not less than 50 Unit Holders or 1/10 of Unit Holders;
- b) If the meeting is requested by the Manager, a notice of the meeting would be sent out at least fourteen (14) days of any such meeting. Whereas, if a meeting is summoned by the Unit Holders, the Manager will send a notice by post at least seven (7) days before the meeting, and also publish a notice in the newspaper at least fourteen (14) days before the meeting;
- c) Where:
  - i) the Manager is in liquidation,
  - ii) in the opinion of the Trustee, the Manager has ceased to carry on business, or
  - iii) in the opinion of the Trustee, the Manager has, to the prejudice of Unit Holders, failed to comply with the Deed or contravened any of the provisions of the CMSA,

the Trustee shall summon a Unit Holders' meeting by sending by post at least twenty-one (21) days before the date of the proposed meeting.

The Trustee may also summon a Unit Holders' meeting for any purpose including, without limitation, for the purpose of:

- i) requiring the retirement or removal of the Manager;
  - ii) giving instructions to the Trustee or the Manager if the Trustee considers that the investment management policies of the Manager are not in the interests of Unit Holders;
  - iii) securing the agreement of the Unit Holders to release the Trustee from any liability;
  - iv) deciding on the next course of action after the Trustee has suspended the sale and repurchase of units; and
  - v) deciding on the reasonableness of the annual management fee charged to the Fund.
- d) The Manager is entitled to receive notice of and to attend any Unit Holders' meeting provided always, the Manager is not entitled to vote or be counted in the quorum for such meeting in respect of Units which the Manager hold Units held or deemed to be held by the Manager shall not be regarded as being an issue;
  - e) The quorum required for a meeting of the Unit Holders shall be 5 Unit Holders, whether present in person or by proxy, provided always that the quorum for a meeting of the Unit Holders convened for the purpose of removing the Manager and/or the Trustee shall be ten (10) Unit Holders, whether present in person or by proxy, who must hold in aggregate at least fifty per centum (50%) of the Units in circulation at the time of the meeting;
  - f) Save as otherwise provided specifically in the Deed or in the UTF Guidelines and/or the CMSA, a resolution proposed at the meeting shall be considered as having been duly passed if carried by a majority consisting of more than half of the persons voting thereat upon a show of hands or if a poll is demanded, by a majority consisting of more than half in number of votes given on such poll.

## **9. APPROVALS AND CONDITIONS**

The SC has authorized the Funds. There are no other authorizations or approvals required, sought or pending from any relevant authorities in respect of the Funds.



## 10. RELATED-PARTY TRANSACTIONS AND CONFLICT OF INTEREST

The Manager and the Trustee and any delegate thereof will endeavor to avoid conflicts of interest arising or, if conflicts arise they will ensure that neither the Unit Holder nor the Funds are disadvantaged by the transaction concerned. Any transaction or investment carried out by or on behalf of the Funds should be executed at an arm's length transaction. The Manager and our related corporations will not act as principal in the sale and purchase of investments and the Funds will not invest in companies related to the Manager.

Where a conflict of interest arises due to the investment committee member or director holding substantial shareholding or directorships of public companies, and the Funds invests in that particular share or stock belonging to that public companies, the said investment committee member or director shall abstain from any decision making relating to investment in that share or stock of the Funds.

All our employees are required to declare their dealing in the securities.

To date, there has been no event of conflict of interest amongst us, employees, directors and investment committee members. In the event a conflict or potential conflict of interest involving the Manager and employees is identified, this will be evaluated by the compliance department and disclosed to the Chief Executive Officer (CEO) for the next course of action. Conflict of interest situations involving the CEO, directors and/or investment committee members will be disclosed to the board of directors for a decision on the next course of action.

The Shariah adviser, tax adviser and solicitors have confirmed that they do not have any existing or potential conflict of interest in an advisory capacity to the Manager and/or the Funds.

Save as disclosed below, there are no existing or proposed related party transactions involving or in connection with the Funds, the Manager, the Trustee 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	Pelaburan MARA Berhad  The Manager is wholly-owned by Pelaburan MARA Berhad. Tengku Ahmad Badli Shah bin Raja Hussin, a director of the Manager, is also the Acting Group Chief Executive Officer of Pelaburan MARA Berhad.	Delegate:  The Manager has delegated its back office functions (i.e. legal & compliance, information technology, risk management, human capital management, corporate communications, administration and internal audit) to Pelaburan MARA Berhad.

Any transactions (if any) with the related party have been entered into in the normal course of business which are best available to the Funds and are not to the detriment of the Unit Holders and have been transacted at arm's lengths basis.

### **Directors and Substantial Shareholders' Direct or Indirect Interest in Another Corporation**

As at LPD, none of the directors and sole shareholders of the Manager have any direct or indirect interest in other corporations carrying on similar business as the Manager.

**11. TAXATION OF THE FUNDS**

Ahmad Abdullah & Goh (AF 0381)  
Suite 701, Wisma Hangsam,  
Jalan Hang Lekir,  
50000 Kuala Lumpur, Malaysia

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03-20704402  
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17 April 2019

Our Ref : A31(T)/MG/NUA

**PMB Investment Berhad**

Level 20, 1 Sentral  
Jalan Rakyat  
Kuala Lumpur Sentral  
50470 Kuala Lumpur

Dear Sirs

**TAXATION OF THE UNIT TRUST FUNDS AND UNIT HOLDERS**

This letter has been prepared for inclusion in this Master Prospectus in connection with the offer of units for the following funds ("the Funds").

1. PMB Dana Al-Aiman
2. PMB Dana Mutiara
3. PMB Dana Bestari
4. PMB Shariah Aggressive Fund
5. PMB Shariah Growth Fund
6. PMB Shariah Mid-Cap Fund
7. PMB Shariah Index Fund
8. PMB Shariah Premier Fund
9. PMB Shariah Dividend Fund
10. PMB Shariah TNB Employees Fund
11. PMB Shariah Tactical Fund
12. PMB Sukuk Fund (formerly PMB Shariah Balanced Fund)
13. PMB Shariah Cash Management Fund
14. PMB Shariah Small-Cap Fund

**1. TAXATION OF THE FUNDS**

The Funds is a unit trust for Malaysian tax purposes. The taxation of the Funds is subject to the provisions of the Malaysian Income Tax Act 1967 ("ITA 1967"). The applicable provisions are contained in Section 61 (trusts generally) and Section 63B (special deduction of expenses) of the ITA 1967.

The Funds will be regarded as resident for Malaysian tax purposes since the Trustees of the Funds are resident in Malaysia under Section 61(3) of the ITA 1967.

**1.1 General Taxation**

The income of the Funds in respect of investment income derived from or accruing in Malaysia such as dividends, interest and profit (other than dividends, interest or profit which are exempt from tax) after deducting tax allowable expenses under Section 33(1) and Section 63B of the Act is liable to income tax. The income tax rate applicable to the Funds is 24%.

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Gains on disposal of investments by the Funds will not be subject to Malaysian income tax. Such gains, however, may be subject to real property gains tax under the Real Property Gains Tax Act, 1976 (see 1.1.1.(e) below).

## 1.1.1 Exempt Income

### (a) Malaysian Sourced Dividends

Dividends received by the Funds from Malaysian companies are exempt from income tax and expenses in relation to such dividends are disregarded for tax purposes.

### (b) Malaysian Sourced Interest (Profits)

Profit derived from the following investments is exempt from tax:

- (i) Interest from securities or bonds issued or guaranteed by the Government of Malaysia (subparagraph 35(a) of Schedule 6 of the ITA 1967);
- (ii) Interest from debentures or Islamic securities, other than convertible loan stock approved by the Securities Commission (subparagraph 35(b) of Schedule 6 of the ITA 1967) or Labuan Offshore Financial Services Authority (LOFSA);
- (iii) Interest from Bon Simpanan Malaysia issued by Bank Negara Malaysia; (Subparagraph 35(d) of Schedule 6 of the ITA 1967);
- (iv) Interest derived from Malaysia and paid or credited by any banks or financial institutions licensed under the Financial Services Act 2013 and Islamic Financial Services Act 2013 (paragraph 35A of Schedule 6 of the ITA 1967);
- (v) Interest paid or credited by any development financial institution regulated under the Development Financial Institutions Act 2002 (paragraph 35A of Schedule 6 of the ITA 1967);
- (vi) Interest derived from bonds (other than convertible loan stock) paid or credited by any company listed on the Bursa Malaysia Securities Berhad ACE Market [formerly Malaysian Exchange of Securities Dealing and Automated Quotation Berhad (MESDAQ)] [P.U.(A) 310/2001];
- (vii) Interest from savings certificates issued by the Government; (paragraph 19 of Schedule 6 of the ITA 1967);
- (viii) Interest received from a Sukuk Issue which has been issued by the Malaysia Global Sukuk Inc - Income Tax (Exemption) (No. 31) Order 2002; and
- (ix) Interest received from Sukuk Ijarah, other than convertible loan stock, issued in any currency by 1Malaysia Sukuk Global Berhad - Income Tax (Exemption) Order 2010.

Under Section 2(7) of the ITA 1967, any reference to interest shall apply, mutatis mutandis, to gains or profits received and expenses incurred, in lieu of interest, in transactions conducted in accordance with the principles of Shariah. The effect of this is that any gains or profits received and expenses incurred, in lieu of interest, in transactions conducted in accordance with the principles of Shariah, will be accorded the same tax treatment as if they were interest.

### (c) Discounts

***(Tax exemption is given on discounts paid or credited to any unit trust in respect of investments listed in 1.1.1.(b) (i) to (iii) above).***

Interest (profit) received and discounts exempted from tax at the Funds level will also be exempted from tax upon distribution to the unit holders.

(d) Foreign Sourced Income

Income from overseas investments is exempt from Malaysian tax by virtue of paragraph 28 of Schedule 6 of the ITA 1967 and distribution of such income will be tax exempt in the hands of the unit holders. Such income from foreign investments may be subject to foreign taxes or withholding taxes. Any foreign tax suffered on the income in respect of overseas investments is not tax refundable to the Funds.

(e) Gains From Realisation of Investments

Pursuant to Section 61(1)(b) of the ITA 1967, gains from realisation of investments will not be treated as income of the Funds and are not subject to tax. Such gains may be subject to real property gains tax under the Real Property Gains Tax Act 1976 ("RPGT Act"), if the gains are derived from the sale of chargeable assets i.e. real properties or shares in real property companies, at the applicable rate depending on the holding period of the chargeable assets.

(f) Tax Deductible Expenses

Tax deductible expenses are governed by Section 33(1) and Section 63B of the ITA 1967.

Section 33(1) generally provides for deduction of expenses "wholly and exclusively" incurred in the production of gross income, and Section 63B allows the Funds deduction for a portion of other expenses (referred to as "permitted expenses") not directly related to the production of income. This special deduction of expenses is subject to a minimum of 10% of the total permitted expenses incurred for the basis period. The allowable portion of the permitted expenses will be deducted from the aggregate income. If the aggregate income is insufficient or there is no aggregate income, the unabsorbed portion of the special deduction is not allowed to be carried forward to a subsequent year of assessment.

(g) Sales Tax and Service Tax

Sales Tax and Service Tax replaced the Goods and Services Tax (GST) with effect from 1 September 2018. Under the Sales Tax Act 2018 and Service Tax Act 2018 and the subsidiary legislations, the sales tax rate is either 5% or 10% for goods which are not exempted from sales tax whereas the service tax rate for taxable services is 6%.

The issue, holding or redemption of units under a unit trust fund does not fall within the list of services under the First Schedule of the Service Tax Regulations 2018 and hence is not subject to service tax.

The investment activities of the Funds such as buying and selling of securities and deposits with financial institutions are also not subject to service tax. As such, if the Funds are only deriving income from such activities, the Funds are not required to be registered for service tax.

Expenses incurred by the Funds such as fund manager's fees and trustee fees are also not subject to service tax. Certain professional, consultancy or management services obtained by the Funds may be subject to service tax at 6% provided they fall within the scope of the Service Tax Act 2018 (if the service providers are registered persons and the services qualify as taxable services).

Service tax incurred by the Funds is a cost to the Funds.

# MASTER PROSPECTUS

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## 2. **TAXATION OF UNIT HOLDERS**

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

Thus, income received by unit holders from their investments in the Funds broadly falls under the following categories: -

- (i) Taxable Distributions
- (ii) Non-Taxable and Exempt Distributions

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

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

### 2.1 **Taxable Distributions**

Unit holders will be taxed on an amount equivalent to their share of the total taxable income of the Funds to the extent of the distributions received from the Funds.

Such distributions carry a tax credit in respect of the tax paid by the Funds. Unit holders will be entitled to utilise the tax credit against any income tax payable by the unit holders. Any excess over their tax liability is refundable to the unit holders.

### 2.2 **Non-Taxable and Exempt Distributions**

The distribution of dividends, tax exempt income, foreign income and gains from the realisation of investments by the Funds, will not be subject to income tax in the hands of unit holders in Malaysia.

The following types of income are tax exempt in the hands of unit holders: -

- (a) Certain profit and foreign sourced income is tax exempt at the unit trust level. Unit holders who receive a distribution of such tax exempt income will not be subject to income tax.
- (b) Gains from disposals of investments by the Funds are not subject to tax. The distribution of gains from such disposals is tax exempt in the hands of unit holders.
- (c) Any gains realised by unit holders (other than dealers in securities, insurance companies or financial institutions) on the sale, transfer or redemption of the units are treated as capital gains and will not be subject to income tax.
- (d) Unit holders electing to receive their income distribution by way of investment in new units will be regarded as having purchased the new units out of their income distribution after tax.
- (e) Unit splits by the Funds are not taxable in the hands of Unit holders.

- **Filing of Income Tax Return Forms**

Unit holders have to declare their taxable distributions received from the Funds together with their income from other sources.

- **Rates of Tax**

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

**TYPES OF UNIT HOLDERS****RESIDENT AND NON-RESIDENT**

- Non-resident individuals and non-corporate unit holders (such as associations and societies)
- Resident individuals and non-corporate unit holders (such as associations and societies)
- Co-operative societies
- Non-SME companies
- Non-resident companies
- SME companies (see Note below) and Limited Liability Partnerships (LLP)

**INCOME TAX RATES**

- Flat rate at 28%.
- Scale rates from 0% to 28%
- Scale rates from 0% to 24%
- 24%
- 24%
- On first RM 500,000 chargeable income at 17% (effective from Year of Assessment 2019)
- 24% for chargeable income in excess of RM500,000

Note :

A SME is a company with paid up ordinary share capital of not more than RM2.5 million where the paid up ordinary share capital of other companies in the same group is not more than RM2.5 million (at the beginning of the basis period for a year of assessment).

**NON-RESIDENT UNIT HOLDERS**

- (a) Non-resident unit holders are not subject to withholding tax on distributions of income.
- (b) 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

We hereby confirm that, as at the date of this letter, the statements made in this report correctly reflect our understanding of the tax position under current Malaysian tax legislation. Prospective investors should not treat the contents of this letter as advice relating to taxation matters and are recommended to obtain independent advice on the tax issues associated with their investments in the Funds.

Yours faithfully,

**AHMAD ABDULLAH & GOH**

**GOH KENG JUAY**

Partner

## 12. ADDITIONAL INFORMATION

### 12.1 HOW YOU CAN KEEP TRACK OF YOUR INVESTMENT

You may access our website as the Funds' NAV per unit will be published daily through our website [www.pmbinvestment.com.my](http://www.pmbinvestment.com.my). You may also contact our Customer Service Department at (03) 2785 9900, our sales offices through calls or e-mail at the number and e-mail address as disclosed in 'List of Distribution Channels' as stated in Section 12.16 of this Master Prospectus, during normal business hours, 9:00 a.m. to 5:00 p.m. Mondays to Fridays (excluding public holidays) for the same.

You may also read the monthly factsheet, Product Highlights Sheet and annual/interim report of the Funds via our website.

### 12.2 DEEDS OF THE FUNDS

#### Under ART trusteeship:

- a. Master Deed dated 3 June 1998;
- b. 2<sup>nd</sup> Master Supplemental Deed dated 31 May 2001;
- c. 3<sup>rd</sup> Master Supplemental Deed dated 20 May 2002;
- d. 4<sup>th</sup> Master Supplemental Deed dated 8 June 2004;
- e. 5<sup>th</sup> Master Supplemental Deed dated 6 September 2005;
- f. 6<sup>th</sup> Master Supplemental Deed dated 10 February 2009;
- g. 7<sup>th</sup> Master Supplemental Deed dated 20 July 2009;
- h. 8<sup>th</sup> Master Supplemental Deed dated 15 August 2012;
- i. 9<sup>th</sup> Master Supplemental Deed dated 9 October 2012;
- j. 10<sup>th</sup> Master Supplemental Deed dated 29 November 2012;
- k. 11<sup>th</sup> Master Supplemental Deed dated 30 July 2013;
- l. 12<sup>th</sup> Master Supplemental Deed dated 4 March 2014;
- m. 13<sup>th</sup> Master Supplemental Deed dated 26 March 2015; and
- n. 14<sup>th</sup> Supplemental Master Deed dated 6<sup>th</sup> September 2016.

#### Under CITB trusteeship:

- a. Principal deed dated 12 March 1992 in respect of PMB SMCF;
- b. 1<sup>st</sup> Supplemental Deed dated 10 September 1993 in respect of PMB SMCF;
- c. 2<sup>nd</sup> Supplemental Deed dated 10 October 1993 in respect of PMB SMCF;
- d. 3<sup>rd</sup> Supplemental Deed dated 10 October 1994 in respect of PMB SMCF;
- e. Principal Deed dated 22 August 1995 in respect of PMB STEF;
- f. Supplemental Deed dated 3 June 1998 in respect of PMB SMCF and PMB STEF;
- g. 2<sup>nd</sup> Master Supplemental Deed dated 31 May 2001 in respect of PMB SMCF and PMB STEF;
- h. Principal deed dated 13 June 2008 in respect of PMB SDF;
- i. 3<sup>rd</sup> Supplemental Master Deed dated 13 November 2013 in respect of PMB SMCF, PMB STEF and PMB SDF;
- j. 4<sup>th</sup> Supplemental Master Deed dated 4 March 2014;
- k. 5<sup>th</sup> Supplemental Master Deed dated 26 March 2015; and
- l. Trust Deed for PMB Shariah Small-Cap Fund dated 28 July 2015.

### **12.3 AVENUES FOR ADVICE TO PROSPECTIVE INVESTORS**

For investment in unit trusts, you may find answers to all your questions at <https://www.fimm.com.my/investor/>. Alternatively, you may reach FIMM via telephone at (03) 2093 2600.

### **12.4 SUITABILITY ASSESSMENT**

The Suitability Assessment should be conducted on an investor who wishes to invest in a new unlisted capital market product. The Suitability Assessment Form should be completed prior to the account opening. A suitability assessment refers to an exercise carried out by the Manager to gather necessary information from the investor before matching a particular Fund with the needs of an investor.

### **12.5 INVESTOR RELATION**

You may communicate with us by:-

- i) Telephone: (03) 2785 9900 (Investor Careline) / (03) 2785 9800 (General Line)
- ii) Fax: (03) 2785 9901
- iii) E-mail: [investorrelation@pelaburanmara.com.my](mailto:investorrelation@pelaburanmara.com.my)
- iv) Walk-in:

**Mondays - Thursdays**

8.45 a.m. – 5.15 p.m.

**Fridays**

8.45 a.m. – 12.30 p.m.  
2.30 p.m. – 5.15 p.m.

**Saturdays-Sundays/Public Holidays**

Closed

- v) Write in –  
PMB Investment Berhad  
Level 20, 1 Sentral  
Jalan Rakyat, Kuala Lumpur Sentral  
50470 Kuala Lumpur

### **12.6 COMPLAINTS**

Should you wish to complain, you may lodge your complaint by writing to:

**Customer Service Unit**

PMB Investment Berhad  
Level 20, 1 Sentral  
Jalan Rakyat, Kuala Lumpur Sentral  
50470 Kuala Lumpur

Please state the date, time, place of occurrence, person involved and nature of your complaint. You may also lodge your complaint through telephone calls by contacting the department.

### **12.7 SECURITIES INDUSTRY DISPUTE RESOLUTION CENTER (SIDREC)**

SIDREC is an independent body corporate, approved under *Capital Markets and Services (Dispute Resolution) Regulations 2010*, established to resolve monetary disputes between investors and capital market intermediaries registered as its members, such as stockbrokers, futures brokers, unit trust management companies, and fund managers. If an investor has an unresolved claim with a capital market intermediary, he or she may file a claim with SIDREC, either –



## MASTER PROSPECTUS

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a) In person

**Mondays - Thursdays**

9.00 a.m. – 1.00 p.m.  
2.00 p.m. – 5.00 p.m.

**Fridays**

9.00 a.m. – 12.30 p.m.  
2.30 p.m. – 5.00 p.m.

**Saturdays-Sundays/  
Public Holidays**

Closed

b) Write in –

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.

c) Fax: (03) 2282 3855

d) E-mail: [info@sidrec.com.my](mailto:info@sidrec.com.my)

For further enquiry, you may reach SIDREC via, telephone at (03) 2282 2280 or its website at [www.sidrec.com.my](http://www.sidrec.com.my).

## 12.8 ANTI-MONEY LAUNDERING AND ANTI-TERRORISM FINANCING (AML/CFT) POLICIES

- **General Policy**

We have established an Anti-Money Laundering and Anti-Terrorism Financing (AMLCFT) Policies and Procedures as required by the Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 (AMLATFPUAA). As such we will actively prevent and take measures to guard against being used as a medium for money laundering and/or terrorism financing activities and any other activity that facilitates money laundering and/or terrorism financing.

- **Investor's Identification and Verification**

Pursuant to the AMLATFPUAA, we have put in place procedures for identification and verification of investors. Hence, we require you to provide us with your name, date of birth, national registration card number, residential and business address, (and mailing address if different), name of beneficial owner, address of beneficial owner, national registration card number of beneficial owner, date of birth of beneficial owner or other official identification when you open or re-open an account.

Additional information from you may be required on a case by case basis in certain situations throughout your investment with us in any of the Funds. Application without such information may not be accepted and the application amount shall be returned to you.

- **Suspicious Transaction Reporting**

We are obliged to report to the Financial Intelligence and Enforcement Department of BNM on any transaction which may raise our suspicion on the source where the investment capital originated or is received from money laundering and terrorism activities, or proceeds from illegal activities.

## 12.9 PRIVACY NOTICE UNDER PERSONAL DATA PROTECTION ACT 2010 ("PDPA")

Pursuant to the PDPA gazetted on 15th November 2013, we have put in place procedures in dealing with your personal data which is being collected and retained by us. Please read our 'Privacy Notice' on our website [pmbinvest.com.my](http://pmbinvest.com.my) or request a copy of the Privacy Notice from our sales offices.

## **12.10 FOREIGN ACCOUNT TAX COMPLIANCE ACT (“FATCA”)**

FATCA is a United States of America (US) statute that, among others, requires foreign financial institutions, including us, to report to the Inland Revenue Service (IRS) of the US on clients who are US persons.

To mitigate risk of non-compliance with FATCA, we will not accept any investment application from any US persons.

## **12.11 COMMON REPORTING STANDARD (“CRS”)**

The Organisation for Economic Co-operation and Development (“OECD”) had developed the Common Reporting Standard (“CRS”), an information standard for the automatic exchange of information (“AEoI”), that contains the due diligence rules for financial institutions to follow to collect and then report the information to the relevant authorities. The first exchange of information by Malaysia was in the year 2018.

Accordingly, the Manager would be committed to run additional due diligence processes on its Unit Holders and to report the identity and tax residence of certain Unit Holders (including certain entities and their controlling persons) to the local tax authorities who will share such information with other relevant tax authorities. The information reported will also include the account balance, income and repurchase proceeds.

When requested to do so by the Funds and/or the Manager or its respective agent, in order to meet its obligations under the CRS, Unit Holders must provide certification of their tax residence and status.

## **12.12 AUDITORS OF THE FUND**

Messrs. Jamal, Amin & Partners has been appointed as the auditors for the Funds. The Auditors may retire upon giving three (3) month’s written notice to the Trustee provided any such notice must always expire one (1) month prior to or two (2) months following the end of the current accrual period, In addition, Unit Holders holding not less than 2/3 of the units in circulation may request the Trustee to replace the auditor. Any vacancy in the office of the Auditors shall be filled by a qualified person appointed by the Trustee.

## **12.13 PLEDGING OF UNITS AS COLLATERAL**

Units held by the Unit Holder may be pledged as collateral for loans to enhance your financial leverage. However, this facility is only available subject to the approval of the banks or other financial institutions.

## **12.14 BORROWING/FINANCING TO PURCHASE UNITS**

Unit Holder has the option to purchase the units through a loan/financing scheme. However, if such facility is utilised the margin of finance shall not exceed 67% of the amount invested (this limit is not applicable for purchase of units via credit/charge card). Any redemption of Units is subject to the related financial institution’s approval. Investors are required to understand fully the risk disclosure statement on the loan/financing scheme before signing off on the statement provided. The risk disclosure statement is incorporated in the application forms referred to and accompanied in the Master Prospectus.

## **12.15 PERIOD OF THE FUND**

The commencement dates of the Funds are the dates of launching or the dates of the first Prospectus for the respective Funds issued by the Manager. Unless terminated, the Fund may continue in operation or

## MASTER PROSPECTUS

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in existence if it appears to be in the interest of the Unit Holders for such periods as agreed by the Trustee and the Manager.

### 12.16 LIST OF DISTRIBUTION CHANNELS

Other than the Head Office in Kuala Lumpur, Unit Holder may obtain the Master Prospectus, the forms and to purchase the units of our Funds at our sales offices as follows:

#### **Sales Offices**

##### **Head Office**

Level 21, 1 Sentral, Jalan Rakyat,  
Kuala Lumpur Sentral,  
50470 Kuala Lumpur  
Tel: Tel: (03) 2785 9800 Fax: (03) 2785 9901  
Website: [www.pmbinvestment.com.my](http://www.pmbinvestment.com.my)  
E-mail: [investorrelation@pelaburanmara.com.my](mailto:investorrelation@pelaburanmara.com.my)

##### **Central Region**

Tingkat 1, Wisma PMB, No. 1A, Jalan Lumut, 50400 Kuala Lumpur  
Tel: (03) 4045 4000 Fax: (03) 4044 3800  
Email: [pmbi.central@pelaburanmara.com.my](mailto:pmbi.central@pelaburanmara.com.my)

##### **Northern Region**

No. 46, 1/F Jalan Todak 2, Pusat Bandar Seberang Jaya, 13700 Perai, Pulau Pinang  
Tel: (04) 390 9036 Fax: (04) 390 9041  
Email: [pmbi.north@pelaburanmara.com.my](mailto:pmbi.north@pelaburanmara.com.my)

##### **Eastern Region**

Lot D103, Tingkat 1, Mahkota Square, Jalan Mahkota, 25000 Kuantan, Pahang Darul Makmur  
Tel: (09) 515 8545 Fax: (09) 513 4545  
Email: [pmbi.east@pelaburanmara.com.my](mailto:pmbi.east@pelaburanmara.com.my)

##### **Southern Region**

No.17-01, Jalan Molek 1/29, Taman Molek, 81100 Johor Bahru, Johor Darul Takzim  
Tel: (07) 352 2120 Fax: (07) 351 2120  
Email: [pmbi.south@pelaburanmara.com.my](mailto:pmbi.south@pelaburanmara.com.my)

##### **Sarawak**

No. 59, Tingkat 1, Jalan Tun Jugah, 93350 Kuching, Sarawak  
Tel: (082) 464 402 Fax: (082) 464 404  
Email: [pmbi.sarawak@pelaburanmara.com.my](mailto:pmbi.sarawak@pelaburanmara.com.my)

##### **Sabah**

Lot 16-4, Block C, Level 4, Harbour City, Sembulan, 88100 Kota Kinabalu, Sabah  
Tel: (088) 244 129 Fax: (088) 244 419  
Email: [pmbi.sabah@pelaburanmara.com.my](mailto:pmbi.sabah@pelaburanmara.com.my)

##### **State Sales Office**

##### **Kedah**

No. 65, 1<sup>st</sup> Floor, Kompleks Sultan Abdul Hamid, Persiaran SSAH 1A, 05050 Alor Setar, Kedah  
Tel: 04-772 4000  
Email: [pmbi.kedah@pelaburanmara.com.my](mailto:pmbi.kedah@pelaburanmara.com.my)

##### **Kelantan**

Tingkat 1, Lot 1156, Seksyen 11, 15100 Kota Bharu, Kelantan Darul Naim.  
Tel: (09) 742 1791 Fax: (09) 742 1790  
Email: [pmbi.kelantan@pelaburanmara.com.my](mailto:pmbi.kelantan@pelaburanmara.com.my)

## **Institutional Unit Trust Agents (IUTA)**

### **Affin Bank Berhad**

17<sup>th</sup> Floor, Menara Affin, 80, Jalan Raja Chulan, 50200 Kuala Lumpur

Tel: (03) 2178 5034 Fax: (03) 2026 4090

Website: [www.affinbank.com.my](http://www.affinbank.com.my)

### **iFAST Capital Sdn Bhd**

Level 28, Menara Standard Chartered, No. 30, Jalan Sultan Ismail, 50250 Kuala Lumpur

Tel: (03) 2149 0660 Fax: (03) 2142 7718

Website: [www.ifastcapital.com.my](http://www.ifastcapital.com.my)

### **KAF Investment Funds Berhad**

Level 11, Chulan Tower, No.3, Jalan Conlay, 50450 Kuala Lumpur

Tel: (03) 2171 0559 Fax: (03) 2171 0583

Website: [www.kaf.com.my](http://www.kaf.com.my)

### **Phillip Mutual Berhad**

B-2-7 Megan Avenue II, No. 12, Jalan Yap Kwan Seng, 50450 Kuala Lumpur

Tel: (03) 2783 0300 Fax: (03) 2166 6417

Website: [www.phillipmutual.com](http://www.phillipmutual.com)

### **TA Investment Management Berhad**

Level 23, Menara TA One, 22, Jalan P. Ramlee, 50250 Kuala Lumpur

Tel: (03) 2031 6603 Fax: (03) 2031 4479

Website: [www.tainvest.com.my](http://www.tainvest.com.my)

## **Corporate Unit Trust Advisers (CUTA)**

### **Genexus Advisory Sdn Bhd**

72B, SS21/39 Damansara Utama, 47400 Petaling Jaya, Selangor

Tel: (03) 7725 7102 Fax: (03) 7497 7102

Website: [www.genexus.com.my](http://www.genexus.com.my)

## **Financial Institutions for Autodebit**

- a. Bank Simpanan Nasional
- b. CIMB Bank Berhad
- c. Malayan Banking Berhad/Maybank Islamic Berhad
- d. RHB Bank Berhad/RHB Islamic Bank Berhad

### **13. DOCUMENTS AVAILABLE FOR INSPECTION**

Unit Holders may inspect the following documents or copies thereof during normal business hours at the Manager's and Trustee's registered office or such other premises as determined by the SC, without charge:-

- a) The Deed and its supplemental deed of each Funds;
- b) This Master Prospectus and supplementary or replacement prospectus, if any;
- c) The latest annual and interim reports of the Funds;
- d) Each material contract or document referred to in this Master Prospectus;
- e) Latest audited financial statements of the management company and that of the Funds for the current financial year;
- f) Audited financial statements of the management company and that of the Funds for the last 3 financial years preceding the date of this Master Prospectus;
- g) All reports, letters or other documents, valuations and statements by any expert, any part of which is extracted or referred to in this Master Prospectus;and
- h) Any consent given by experts or persons named in this Master Prospectus.





**PMB Investment Berhad (256439-D)**  
(A member of Pelaburan MARA Group)  
**Level 20, 1 Sentral, Jalan Rakyat, Kuala Lumpur Sentral, P.O. Box 10701, 50722 Kuala Lumpur**  
**T : (03) 2785 9800 F : (03) 2785 9901**  
**E : enquiry@pelaburanmara.com.my W : www.pmbinvest.com.my**

- Initial Investment**  
This Form must be submitted together with the Master Application Form. You may skip section 1, 2 and 3, where applicable.
- Additional Investment**

Please read the latest **Master Prospectus(es)** and its **Supplementary(ies)** (if any) of the Fund(s) to be invested in before completing this Form. This Form should be circulated together with the **Master Prospectus(es)** and its **Supplementary(ies)** (if any) in accordance with the requirement of the Capital Markets & Services Act 2007 (CMSA).

Tick [✓] where appropriate. Please complete in **BLOCK LETTERS and BLACK INK** only.  
(\* Mandatory, Please fill in.)

**1. PARTICULARS OF FIRST INDIVIDUAL APPLICANT**

\*Name(s) \_\_\_\_\_

\*NRIC / Passport No. \_\_\_\_\_ Contact No. \_\_\_\_\_ - \_\_\_\_\_

**2. PARTICULARS OF JOINT INDIVIDUAL APPLICANT / DESIGNATED SECOND ACCOUNT HOLDER**

Name(s) \_\_\_\_\_

NRIC / Passport No. \_\_\_\_\_ Contact No. \_\_\_\_\_ - \_\_\_\_\_

**3. PARTICULARS OF NON-INDIVIDUAL APPLICANT (CORPORATION / PARTNERSHIP / OTHER ENTITIES)**

\*Registration No. \_\_\_\_\_

\*Name(s) \_\_\_\_\_

\*Person to Contact \_\_\_\_\_

\* Telephone No. \_\_\_\_\_ - \_\_\_\_\_ Ext. \_\_\_\_\_

**4. DETAILS OF APPLICANT'S INVESTMENT**

Your investment amount must not be less than the minimum investment requirement of the relevant Fund(s)

*Name of Fund	*Investment Amount	Investment Type	Distribution Instruction (For initial investment ONLY)
_____	R M _____	<input type="checkbox"/> Initial <input type="checkbox"/> Additional	<input type="checkbox"/> Reinvest <input type="checkbox"/> Cheque/e-Payment
_____	R M _____	<input type="checkbox"/> Initial <input type="checkbox"/> Additional	<input type="checkbox"/> Reinvest <input type="checkbox"/> Cheque/e-Payment
_____	R M _____	<input type="checkbox"/> Initial <input type="checkbox"/> Additional	<input type="checkbox"/> Reinvest <input type="checkbox"/> Cheque/e-Payment
_____	R M _____	<input type="checkbox"/> Initial <input type="checkbox"/> Additional	<input type="checkbox"/> Reinvest <input type="checkbox"/> Cheque/e-Payment
_____	R M _____	<input type="checkbox"/> Initial <input type="checkbox"/> Additional	<input type="checkbox"/> Reinvest <input type="checkbox"/> Cheque/e-Payment

\*Source of Investment : \_\_\_\_\_

**5. MODE OF PAYMENT**

Cash (should only be made directly at the Headquarters or Regional Offices)

Cheque / Bank Draft (Cheque No: \_\_\_\_\_ )  
(Payable to "PMB INVESTMENT BERHAD")

Direct / On-line (Bank Name : \_\_\_\_\_ )

Autodebit Bank (Bank Name : \_\_\_\_\_ )

Employees Provident Fund (EPF)

Telegraphic Transfer (Bank Name : \_\_\_\_\_ )  
For autodebit, on-line and e-Payment please provide:  
Bank Account No. \_\_\_\_\_  
*(Please attach a supporting document on bank account number)*

**6. DECLARATION & SIGNATURES**

I/We have read and fully understood the latest Master Prospectus(es) and its Supplementary(ies) (if any) for the Fund(s) to be invested in, and fully aware of the fees and charges that will directly and indirectly incur when investing in the Fund(s) and agree to be bound by the Terms and Conditions. By completing this Form, I/we acknowledge and accept that PMB Investment Berhad has absolute discretion to rely on this confirmation form and undertake to indemnify and hold harmless PMB Investment Berhad, its employees and consultants against all costs, expenses, loss of liabilities, claims and demands arising out of this confirmation. I/We fully understand that PMB Investment Berhad will not proceed with the request stated in this form unless the relevant documents are furnished and completed.

_____ First Applicant/Authorised Signatory (ies)/ Company' Stamp	_____ Date	_____ Second Applicant	_____ Date
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**7. CONSULTANT DETAILS (IF APPLICABLE)**

Name (as per NRIC) \_\_\_\_\_

Reporting Branch \_\_\_\_\_

Agent Code \_\_\_\_\_ FIMM Code \_\_\_\_\_

Telephone No. \_\_\_\_\_ - \_\_\_\_\_

**FOR OFFICE USE**

Transaction date \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_

Entry Date \_\_\_\_\_ / \_\_\_\_\_ / \_\_\_\_\_

**Form Verified By :** \_\_\_\_\_ **Processed By :** \_\_\_\_\_

Initial \_\_\_\_\_ Date \_\_\_\_\_

Initial \_\_\_\_\_ Date \_\_\_\_\_



## UNIT TRUST LOAN FINANCING RISK DISCLOSURE STATEMENT

### Investing in 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 :

1. The higher the margin of financing (that is, the amount of money you borrow for every ringgit of your own money which you put in as deposit or down payment) the greater the potential for losses as well as gains.
2. You should assess whether you have the ability to service the repayments on the proposed loan. If your loan is a variable rate loan, and if interest rates rise, your total repayment amount will be increased.
3. If unit prices fall beyond certain level, you may be asked to provide additional acceptable collateral or pay additional amounts on top of your normal installments. If you fail to comply within the time prescribed, your units may be sold to settle your loan.
4. Returns on unit trusts are not guaranteed and may not be earned evenly over time. This means that there may be some years where returns are high and other years where losses are experienced. Whether you eventually realize a gain or loss may be affected by 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.

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

### ACKNOWLEDGEMENT OF RECEIPT OF RISK DISCLOSURE STATEMENT

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

Signature : \_\_\_\_\_

Full Name : \_\_\_\_\_

Date : \_\_\_\_\_



**PMB INVESTMENT**  
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