



AmFunds Management Berhad  
198601005272 (154432-A)

## AmBon Islam SRI (formerly known as AmBon Islam) (the “Fund”)

The Fund is a qualified Sustainable and Responsible Investment (“SRI”) fund under the Guidelines on Sustainable and Responsible Investment Funds.

### RESPONSIBILITY STATEMENT

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

### STATEMENT OF DISCLAIMER

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

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

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

**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.**

### PERSONAL DATA

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

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

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

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

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

## PRODUCT HIGHLIGHTS SHEET

This Product Highlights Sheet is an important document:

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

### What is the Fund about?

The Fund is a medium to long-term\*\* Sukuk fund issued by AmFunds Management Berhad that aims to provide a stream of halal income\*.

### Who is the Fund suitable for?

The Fund is suitable for investors:

- with medium to long-term\*\* investment goals; and
- seeking potential regular Shariah-compliant income\* from investments in a Sukuk fund.

*Notes:*

\*The income could be in the form of units or cash.

\*\*Medium to long-term refers to a period of at least three (3) years.

### What am I investing in?

Fund Category	Sukuk
Fund Type	Income
Investment Objective	<p>The Fund is a medium to long-term Sukuk fund that aims to provide a stream of halal income*.</p> <p><i>Notes:</i></p> <p><i>Any material change to the investment objective of the Fund would require unit holders' approval.</i></p> <p><i>* The income could be in the form of units or cash.</i></p>
Investment Strategy	<p>The Fund seeks to achieve its investment objective by investing in Sukuk and Islamic money market instruments with the following minimum credit rating:</p> <ol style="list-style-type: none"> <li>i. short-term credit rating of P2 by Rating Services Berhad ("RAM") or its equivalent as rated by a local or global rating agency; or</li> <li>ii. long-term credit rating of BBB3 by RAM or its equivalent as rated by a local or global rating agency.</li> </ol> <p>In the event of unforeseeable circumstances such as a default, restructuring or a prolonged recovery process, the Fund may hold Sukuk and Islamic money market instruments that have credit ratings lower than the minimum rating requirements.</p> <p>In the event of a credit downgrade of a Sukuk or Islamic money market instrument below the minimum rating requirement and/or where AmIslamic Funds Management Sdn Bhd (the "Investment Manager"), at its discretion, assesses a likelihood of credit default, the Investment Manager may liquidate the affected Sukuk or Islamic money market instrument. If the Investment Manager decides to sell the Sukuk or Islamic money market instrument before its maturity, it may result in capital losses, which will be borne by the Fund and reflected in its net asset value ("NAV").</p> <p>It is important to note that a credit downgrade indicates an increased credit risk but does not necessarily imply a default will occur. In general, a downgrade will not impact the value of the Sukuk or Islamic money market instrument at maturity, provided no credit default takes place.</p> <p>The Fund may invest up to 30% of the Fund's NAV in Malaysian Government Investment Issue ("MGI").</p> <p>For Shariah-compliant instruments issued by sovereign issuers, the Investment Manager will evaluate the sovereign issuers on the sustainability considerations as disclosed under the fourth and sixth paragraph in the section "ESG Assessment Methodology" below. The Investment Manager may invest in Shariah-compliant investments either directly or via Islamic collective investment scheme ("CIS"). The Fund's investment maturity profile is subject to duration management in view of the profit rate scenario.</p> <p>The Investment Manager will also:</p> <ul style="list-style-type: none"> <li>• employ active tactical duration management, where duration of the portfolio of the Fund will be monitored and modified according to profit rate outlook without any portfolio maturity limitation;</li> <li>• analyse the general economic and market conditions;</li> <li>• use models that analyse and compare expected returns and assumed risk;</li> <li>• focus on Shariah-compliant securities and Shariah-compliant instruments that would deliver better returns for a given level of risk; and</li> </ul>

	<ul style="list-style-type: none"> <li>consider obligations with a more favourable or improving credit or industry outlook that provide the potential for capital appreciation.</li> </ul> <p>The Fund invests in Malaysia and to a lesser extent, in eligible markets of other countries globally.</p> <p>Notwithstanding the above, the aggregate value of the Fund's investment in MGII and Islamic deposits must not exceed 30% of the Fund's NAV.</p> <p>The Fund may increase its exposure in Islamic deposits and Islamic money market instruments which may differ from the Fund's investment strategies and asset allocation for temporary defensive purposes during periods of market volatility to protect the Fund's portfolio from a drop in market value as well as for liquidity to meet any large redemptions in a bear market. The Manager and/or Investment Manager will ensure at least two-thirds (2/3) of the Fund's NAV are maintained in Shariah-compliant securities or Shariah-compliant instruments (excluding MGII and Islamic deposits) that are subjected to sustainability considerations during the temporary defensive position.</p> <p>The Fund is actively managed. However, the frequency of its trading strategy will depend on investment opportunities.</p> <p>As a SRI qualified fund, the investments of the Fund are subject to the integration of the sustainability considerations as set out below.</p> <p>The general considerations of Environmental, Social and Governance ("ESG") factors considered under each of the ESG pillars may include:</p> <p><b>Environmental (E)</b> – climate change, energy sustainability, natural resources, pollution and waste, and environmental opportunities;</p> <p><b>Social (S)</b> – human capital, human rights, product liability, consumer protection, stakeholder opposition, social opportunities; and</p> <p><b>Governance (G)</b> – corporate governance, management structure and behaviour, employee relations and executive compensation.</p> <p>The Fund also incorporates sustainability considerations in Shariah-compliant securities or Shariah-compliant instruments selection (including Shariah-compliant securities issued under their respective green, social and sustainability bond framework), by investing in companies which are well governed and with positive environmental and social impact. The Manager and/or Investment Manager will ensure that at least two-thirds (2/3) of the NAV of the Fund are maintained in Shariah-compliant securities or Shariah-compliant instruments (excluding MGII and Islamic deposits) that are in line with the sustainability considerations adopted by the Fund and the overall impact of such investments of the Fund is not inconsistent with any other sustainability principles by continuously monitoring and rebalancing the investments throughout the lifecycle of the Fund.</p> <p>If the Fund's investments become inconsistent with its investment strategies or if the Fund has breached the minimum asset allocation of at least two-thirds (2/3) of its NAV in Shariah-compliant investments (excluding MGII and Islamic deposits) that are subject to the above sustainability considerations, the Investment Manager will dispose of and/or replace the investment(s) within seven (7) Business Days from the date of the breach. The seven (7) Business Day period may be extended to three (3) months if it is in the best interests of unit holders and the Fund's trustee's consent is obtained. However, any breach as a result of any:-</p> <p>(i) appreciation or depreciation in value of the Fund's investments; or</p> <p>(ii) repurchase of units or payment made out of the Fund,</p> <p>need not be reported to the SC and must be rectified as soon as practicable within three (3) months from the date of the breach. The three three-month period may be extended if it is in the best interests of unit holders and the Fund's trustee's consent is obtained. Such extension must be subject to at least a monthly review by the Fund's trustee.</p> <p>The Manager will notify the Securities Commission Malaysia of any changes to the Fund immediately and use its best efforts to provide, without prior request, as soon as reasonably practicable, the relevant information which may include but is not limited to any event that could impact the Fund's ability to comply with the Guidelines on Sustainable and Responsible Investment Funds to the Securities Commission Malaysia.</p> <p>When the Fund is found to be no longer in compliance with the Guidelines on Sustainable and Responsible Investment Funds, the Securities Commission Malaysia may revoke the Fund's SRI qualification.</p>
ESG Assessment Methodology	<p>Prior to the investment into any Shariah-compliant instrument, ESG evaluation is carried out by the Investment Manager using information obtained publicly and through engagement with sovereign or corporate issuers and depository financial institutions, which the Investment Manager may supplement with data and references of external parties including credit rating agencies, research companies, as well as service and index providers. The Investment Manager will assess the ESG factors of each sovereign or corporate issuer and depository financial institution before proposing the ESG scores to an internal committee. The committee has the discretion to exclude a recommendation or request for further information before considering exclusion. ESG scores are reviewed by an internal committee. On a case-by-case basis, the committee will restrict investment in a company where the committee has unmitigated concerns on any one of the company's E, S or G aspects. The ESG evaluation is reviewed annually to ensure its continued relevance.</p> <p>The assessment of each sovereign or corporate issuer and depository financial institution's performance is not absolute but is explicitly intended to be relative to the standards and performance of its peers. The weightage of each of the E, S and G pillars could differ across sectors and companies, to reflect their relative importance and absolute impact on the factors under the ESG pillars consideration. For example, "E" would be given a higher weight for an oil and gas company with no exposure to renewables business compared with a telecommunications provider. However, "G" is given a higher weight across all sectors to reflect our emphasis on corporate governance.</p>

	<p>The ESG assessment methodology rates each sovereign or corporate issuer and depository financial institution of the investment with an ESG score, on a scale of 1 to 5, with 1 as the lowest and 5 as the highest. A higher ESG score is assigned to a sovereign issuer, corporate issuer or depository financial institution with stronger ESG characteristics and vice versa for a sovereign issuer, corporate issuer or depository financial institution with weaker ESG characteristics. A sovereign issuer, corporate issuer or depository financial institution with a neutral ESG will be assigned an ESG score of 3. Accordingly, the Investment Manager reviews the ESG scores and data points at least annually to ensure its continued relevance. The Investment Manager also constantly monitors relevant news that may affect the ESG score and re-assigns the ESG scores accordingly. The Fund would maintain at least two thirds (2/3) of the portfolio in investments with ESG scores of at least 3.</p> <p>For Shariah-compliant instruments issued by sovereign issuers, the Investment Manager will evaluate the sovereign issuers more specifically on the sustainability considerations as below and subjected to applicability:</p> <p><u>Environment</u></p> <ol style="list-style-type: none"> <li>1. Environmental vulnerability – The risk of disruption to a country's economic output caused by degree of exposure to natural disasters or adverse weather conditions.</li> <li>2. Environmental readiness – Considerations being given to country's available resources and institutional capability to leverage private and public sector investment for adaptive action to climate change and other natural disasters. There is also consideration of existing efforts to transition towards carbon neutrality, climate change adaptation strategies and resilience records.</li> </ol> <p><u>Social</u></p> <ol style="list-style-type: none"> <li>1. Human development - Considerations are given to a country's Human Development Index adjusted by inequality factor, as well as Gender Inequality Index by the United Nations Development Programme ("UNDP").</li> <li>2. Safety - The population safety aspect supplements the Human Development Index assessment. Violent deaths (homicides) per 100,000 people is used as a proxy for overall violence of a country as recognised by United Nations Office on Drugs and Crime ("UNODC").</li> </ol> <p><u>Governance</u></p> <p>The Investment Manager assesses the standard Sovereign Credit factors for governance.</p> <ol style="list-style-type: none"> <li>1. Institutional strength - Includes assessment of a government institutions and policymaking relating to delivery sustainable public finances, promotion balanced economic growth, and responding to economic or political shocks.</li> <li>2. Monetary policy effectiveness - Reflecting monetary policy credibility, including the independence of the central bank, its policymaking tools and effectiveness, track record on price stability, and role as a lender of last resort.</li> </ol> <p>As for Shariah-compliant instruments issued by corporate issuers or depository financial institutions, the Investment Manager will evaluate the corporate issuers or depository financial institutions more specifically on the sustainability considerations as below and subjected to applicability:</p> <ul style="list-style-type: none"> <li>• Environment       <ol style="list-style-type: none"> <li>1. Climate change and biodiversity – Do the activities of the company impact the climate and natural habitats which in turn affects biodiversity? How does the company manage transition risks and progress towards environmental targets?</li> <li>2. Pollution and natural resources – Do the activities of the company impact pollution such as water, air, soil, noise pollution etc.? Does the company have good track record on energy consumption and uses natural resources efficiently?</li> <li>3. Waste management – What is the company's waste related policies such as disposal of chemical waste.</li> </ol> </li> <li>• Social       <ol style="list-style-type: none"> <li>1. Responsibility towards customers – How does the company treat its customers and fulfil its social obligations? Has the company been involved in misrepresentation or mis-selling of products? Are the customers' data well protected?</li> <li>2. Labour standards – Does the company treat its workforce fairly? Do the working conditions meet the standards of the labour department? Is there diversity in the workforce? Does the company have an inclusion culture? Are there any human rights violation issues?</li> <li>3. Health and safety – Does the company provide a safe and healthy environment to work in? What is the trend in worksite incidents/ fatalities?</li> <li>4. Community engagements – Does the company engage with the community they serve or operate in, especially in providing employments and corporate social responsibility initiatives to give back to the community?</li> <li>5. Supply chain management – Is the company aware of the social environment of its suppliers, such as forced labour and human rights violation?</li> <li>6. Employee relations and diversity – How is the company regarded by its employees? Is the company recognized as one of the top employers in its industry? Does the company have policies to protect employee rights? What is the gender/ ethnic breakdown and trends towards labour diversity?</li> </ol> </li> <li>• Governance       <ol style="list-style-type: none"> <li>1. Corporate governance – Does the company have good corporate governance structure in place? What is the proportion of independent directors? How transparent is the company in its reporting to shareholders?</li> <li>2. Risk management – How compliant is the company with regards to regulatory requirements? Has there been any regulatory breach?</li> <li>3. Corruption/Mismanagement – Are there policies in place against bribery and corruption? Is the company or its management involved in any scandals relating to issues such as bribery or misappropriation of funds? What are the rectification and mitigation measure to address these scandals?</li> </ol> </li> </ul>
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	<p>The sustainability considerations of ESG factors considered for sovereign issuers are updated and reviewed annually. These ESG factors are based on multi-national sources gathered from the UNDP, UNODC, World Bank, International Monetary Fund, Eurostat and United Nations Statistics Division and publicly available global rankings and the data is verified against government data. The Investment Manager also continuously seeks verification on the relevant data from government institution websites, public speeches, public announcements, newflash, central banks and/or national statistics agency of the respective sovereigns in the Investment Manager's investment universe. Where available and necessary, the Investment Manager will seek in-person engagement with representatives of the government institutions for details and data.</p> <p>With respect to Islamic CIS, the Investment Manager will identify and select Islamic CIS that has been qualified as SRI fund by the SC or authorized as ESG fund by other relevant regulator in the eligible market which is consistent with the investment objective of the Fund. In the event the SRI qualification for the Islamic CIS is revoked, the Investment Manager will dispose and/or replace the Islamic CIS with other SRI or ESG qualified Islamic CIS.</p>
Asset Allocation	<ul style="list-style-type: none"> <li>70% to 100% of the Fund's NAV will be invested in Sukuk; and</li> <li>Up to 30% of the Fund's NAV will be invested in Islamic deposits and Islamic money market instruments.</li> </ul>
Base Currency	Ringgit Malaysia (RM)
Performance Benchmark	<p>BPAM Corporates (3 years to 7 years) Sukuk Index. (source: <a href="http://www.bpam.com.my/www.aminvest.com">www.bpam.com.my/www.aminvest.com</a>)</p> <p>Notes:</p> <ul style="list-style-type: none"> <li>The benchmark of the Fund is used to measure the performance of the Fund only.</li> <li>The risk profile of the Fund may not be the same as the risk profile of the performance benchmark.</li> </ul>
Launch Date	26 November 2001
Distribution Policy	<p>Subject to the availability of income, distribution will be made at least twice every year.</p> <p>At the Manager's discretion, the Fund may distribute from its gain, income and capital. The rationale for distribution out of capital is to allow the Fund the ability to (i) distribute income on a regular basis in accordance with the distribution policy of the Fund or (ii) increase the amount of distributable income to the unit holders, after taking into consideration the risk of distributing out of capital.</p> <p>Distribution out of the Fund's capital has the effect of lowering the NAV of the Fund, may reduce part of the unit holders' original investment and may also result in reduced future returns to unit holders. When a substantial amount of the original investment is being returned to the unit holders, it has a risk of eroding the capital of the Fund and may, over time, cause the NAV of the Fund to fall. The greater the risk of capital erosion that exists, the greater the likelihood that, due to capital erosion, the value of future returns would also be diminished.</p>

### **Shariah Investment Guidelines**

The following are the Shariah investment guidelines for the Fund, which the Investment Manager, is to strictly adhere to on a continuous basis. Any potential departures from these guidelines due to certain unique conditions or unusual situations will require Amanie Advisors Sdn Bhd's (the "Shariah Adviser") prior approval before implementation.

#### **1. Type of Securities**

The Fund is to acquire only the following Shariah-compliant fixed income instruments:

##### **Sukuk**

Sukuk are certificates that provide evidence of an investment into an underlying asset or a project which is typically an income generating asset or project. The types of Sukuk that are permissible for the Fund to invest in would include but not limited to:

- Bai' Bithaman Ajil
- Murabahah
- Ijarah
- Musharakah
- Mudarabah
- Istithmaar

All these Sukuk must represent an undivided beneficial ownership of the Sukuk investors in the underlying income producing assets. The profits payable to Sukuk investors is to be generated from these assets.

The above list is not meant to be exhaustive. As the Sukuk market is always evolving, the Investment Manager would be allowed to invest in newly introduced Sukuk structures if they are deemed as Shariah-compliant by the Shariah Adviser.

##### **Shariah-compliant mortgage backed securities**

Shariah-compliant mortgage backed securities would include any form of Shariah-compliant securitization of which the underlying mortgage pools are based on the following Shariah contracts:

- Ijarah Muntahiya bi Tamleek (Lease with ownership transfer)
- Musharakah Mutanaqisah (Diminishing partnership)

##### **Shariah-compliant asset backed securities**

Shariah-compliant asset backed securities would include any form of Shariah-compliant securitization based on a true sale concept of which the cash flow related to the underlying assets are based on the transactions that use the following Shariah contracts, but not limited to:

- Ijarah
- Musharakah
- Mudarabah

### Shariah fixed income deposit or investment

This will include all dealings and transactions using Murabahah based commodity trading and other Shariah-compliant liquidity instruments to obtain a fixed income return through a special arrangement.

1. Commodity Murabahah
2. Tawarruq
3. Mudarabah investment account
4. Wakalah investment
5. Shariah-compliant Government Investment Issues (Mudarabah and Musharakah certificates)

## **2. Restrictions**

Any Shariah fixed income or liquidity instruments that are not mentioned in this guideline will have to be submitted to the Shariah Adviser for evaluation and endorsement prior to investment.

### **Who am I investing with?**

Manager	: AmFunds Management Berhad ("AFM")
Investment Manager	: Amlslamic Funds Management Sdn Bhd ("AIFM")
Trustee	: AmanahRaya Trustees Berhad
Trustee's Delegate (Custodian)	: CIMB Islamic Bank Berhad
Shariah Adviser	: Amanie Advisors Sdn Bhd
Taxation Advisor	: Deloitte Tax Services Sdn Bhd
Auditor	: Ernst & Young PLT

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

The Manager may conduct cross trades between funds and private mandates it is currently managing provided that all criteria imposed by the regulators are met. Notwithstanding the above, cross trades between the personal account of an employee of the Manager and the Fund's account and between the Manager's proprietary trading accounts and the Fund's account are strictly prohibited. The execution of cross trade will be reported to the person(s) or members of a committee undertaking the oversight function of the Fund and disclosed in the Fund's report accordingly.

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

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

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

#### General risks associated with investing in a unit trust fund

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, resulting in a decline in a fund's NAV.
Inflation Risk	This is the risk that investors' investment in a fund may not grow or generate income at a rate that keeps pace with inflation.
Manager's Risk	This risk refers to the day-to-day management of the fund by the manager which will impact the performance of a fund.
Non-Compliance Risk	This is the risk of the manager, the investment manager or the trustee not complying with their respective internal policies, the deed and its supplemental deeds, securities law or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of a fund.
Loan Financing Risk	This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments.
Country Risk	Investments of a fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the fund invests in.
Suspension Risk	Refers to situation where the Manager suspends dealings of units in a fund (no redemption or subscription are allowed) under exceptional circumstances as set out in the Prospectus - Temporary suspension of determination of NAV and of the issue, switching and redemption of units. Suspension of a fund may potentially result in unit holders not being able to redeem their units into cash based on their liquidity needs and their investments will continue to be subject to the risk factors inherent in the Fund.

#### Specific risks associated with the Fund

Credit and Default Risk	Credit risk relates to the creditworthiness of the issuers of the fixed income instruments and their expected ability to make timely payment of profit or interest and/or principal. Default risk relates to the risk that an issuer of a fixed income instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income instruments.
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Shariah Non-Compliance Risk	This is the risk of the Fund not conforming to Shariah investment guidelines. Note that as the Fund can only invest in Shariah-compliant instruments, non-compliance may adversely affect the NAV of the Fund when the rectification of non-compliance results in losses.
Income Distribution Risk	The distribution of income is not guaranteed.
Rate of Return Risk	Rate of return risk refers to the impact of rate of return changes on the valuation of fixed income instruments. When rate of return rises, fixed income instruments prices generally decline and this may lower the market value of the Fund's investment in fixed income instruments. The reverse may apply when rate of return falls.
Counterparty Credit Risk	Counterparty credit risk is the risk arising from the possibility that the counterparty may default or not able to fulfil a trade settlement prior or on the settlement date of the trade. This could adversely affect the value of the Fund.
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 and consequently the value of the unit holders' investments in the Fund will be negatively affected when it has to sell such assets at unfavourable prices.
Currency Risk	As the investments of the Fund may be denominated in currencies other than the base currency, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments.
Sustainability and Responsible Investment and Impact Risk	<p>As the Fund has an intention to generate positive sustainable and responsible impact alongside a financial return ("impact"), the investor must be able to accept temporary capital losses due to the potentially restricted number of companies that the Fund can invest in due to those companies which may not meet the sustainability considerations requirement and, consequently, should view the investment in the Fund as a long-term investment.</p> <p>The Fund may seek to exclude holdings deemed inconsistent with the sustainability considerations. As a result, the investments of the Fund will be more limited than other funds that do not apply sustainability considerations. The Fund may be precluded from purchasing, or required to sell, certain investments that are inconsistent with its investment policy and sustainability considerations which might otherwise be advantageous to hold. The incorporation of sustainability considerations could result in performance that is better or worse than the performance of the other funds depending on the performance of the excluded investments and the investments included in place of such excluded investments.</p> <p>This risk is mitigated via the investment strategy of the Fund such as by imposing minimum credit rating, active tactical duration management and by analysing general market conditions. In addition, the Investment Manager will use models that analyse and compare expected returns and assumed risk.</p> <p>The Investment Manager will also focus on Shariah-compliant securities and Shariah-compliant instruments that would deliver better returns and will consider obligations with more favourable or improving credit or industry outlook that provides the potential for capital appreciation.</p>
Greenwashing Risk	<p>Greenwashing is defined as making false, misleading or unsubstantiated claims in relation to ESG credential of an investment product. The Fund may inadvertently invest into such products, without prior knowledge of the fraudulent claims. As greenwashing could result in reputational risk, regulatory fines, and/or withdrawal of the products, there could be a negative impact on the value of the Fund.</p> <p>In mitigating the greenwashing risk, there are governance and guidelines in place for assessing the sustainability of the investee companies. The ESG score prescribed to the investee companies are reviewed and approved by appropriate approving authorities internally, and updated periodically i.e. at least once a year.</p>

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

**Please note that if you invest in units through a distributor via a nominee system of ownership, you will not be deemed a unit holder under the deed of the Fund.**

## What are the fees and charges involved?

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

### What will I be charged by AFM?

Entry Charge	<b>Distribution Channel</b>	<b>Maximum entry charge</b>
	Direct Sales & Institutional Unit Trust Advisers ("IUTA")	Up to 1.00% of NAV per unit of the Fund.
	<b>Distribution Channel</b>	<b>Maximum entry charge</b>
	Employee Provident Fund - Members Investment Scheme ("EPF-MIS")	Up to 1.00% of NAV per unit of the Fund.
<b>Notes:</b> The entry charge is to be charged upon investment in the Fund. There will be no entry charge for all staff from AmBank Group. Investors are advised that they may negotiate for lower entry charge prior to the conclusion of sales.		
Exit Penalty	There is no exit penalty for this Fund.	

Transfer Fee	Nil.
Bank Charges/Fees	Bank charges or fees are incurred only upon withdrawals.
Switching Fee	For switches between any of the funds managed by AFM, investors will be charged on the differences of entry charge between funds switched, which is up to a maximum of 6% of NAV per unit of the fund switched into. No entry charge will be imposed if the fund to be switched into has a lower entry charge. However, the Manager has the discretion to waive or reduce the switching fee.  Switching may also be subject to an exit penalty should the fund switched out impose an exit penalty.

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

Annual Management Fee	Up to 1.00% per annum of the NAV of the Fund.
Annual Trustee Fee	Up to 0.07% per annum of the NAV of the Fund.

**Note:** Unless stated otherwise, all fees, charges and/or expenses disclosed in this Product Highlights Sheet are exclusive by way of example and not limitation; goods and services tax, value added tax, consumption tax, levies, duties and other taxes as may be imposed by the Government of Malaysia from time to time (collectively known as "Taxes"). If these fees, charges and/or expenses are subject to any Taxes, such Taxes shall be borne and payable by the unit holders and/or the Fund (as the case may be) at the prevailing rate, including any increase or decrease to the rate, in addition to the fees, charges and/or expenses stated herein.

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

Investors may refer to the Manager's website at [www.aminvest.com](http://www.aminvest.com), for the actual annual management fee and annual trustee fee of the Fund.

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

- A written communication will be sent to unit holders to notify of the higher rate and its effective date; and
- A supplementary or replacement prospectus will be registered and issued.

#### **How often are valuations available?**

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

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

##### **How can I invest in this investment?**

Investors may submit applications to the Manager on any Business Day with complete documentation subject to the minimum initial investment amount and minimum additional investment amount (or such amount as the Manager may from time to time decide).

Minimum Initial Investment	RM1,000.
Minimum Additional Investment	RM500.
Submission Of Application	Monday to Friday (except public holiday)
Cut-off Time	<ul style="list-style-type: none"> <li>• If an application with cleared payments and complete documentation is accepted by us or our appointed distributors <b>before</b> 4.00 p.m. on a Business Day, it will be processed at the closing NAV per unit calculated at the end of the same Business Day.</li> <li>• If an application with cleared payments and complete documentation is accepted by us or our appointed distributors <b>after</b> 4.00 p.m. on a Business Day, it will be processed at the closing NAV per unit calculated at the next Business Day.</li> </ul> <p>Notes:</p> <ul style="list-style-type: none"> <li>• "Business Day" is a day on which the Bursa Malaysia Securities Berhad and/or banks in Kuala Lumpur are open for business. The Manager may declare certain Business Day to be a non-Business Day although banks in Kuala Lumpur are open, if the market in which the Fund is invested is closed for business. This information will be communicated to investors via the Manager's website at <a href="http://www.aminvest.com">www.aminvest.com</a>.</li> <li>• The Manager reserves the right to reject any application that is unclear, incomplete and/or not accompanied by the required documents or proof of payment. Incomplete applications will not be processed until all the necessary information has been received.</li> <li>• You should note that different distributors may have different cut off times in respect of receiving application request. You are advised to contact the relevant distributors to obtain further information and should check with the relevant distributors on their cut off time in respect of receiving application request.</li> </ul>

**Note:** The Manager reserves the right to change the stipulated amount from time to time. You may request for a lower amount subject to the Manager's discretion to accept.

**You should NOT make payment in cash to a unit trust consultant or issue a cheque in the name of a unit trust consultant.**



### **How can I exit from this investment?**

Investors may withdraw all or part of their units on any Business Day subject to the minimum withdrawal and to maintain a minimum holding for partial withdrawal (or such units as the Manager may from time to time decide).

Minimum Redemption/ Switching	500 units.
Minimum Holding/Balance	1,000 units.
Submission of Redemption Request	Monday to Friday (except public holiday)
Access to Money	<ul style="list-style-type: none"> <li>• If a redemption request with complete documentation is accepted by us or our appointed distributors <b>before</b> 4.00 p.m. on a Business Day, it will be processed at the end of day NAV per unit of the Fund of the same Business Day.</li> <li>• If a redemption request with complete documentation is accepted by us or our appointed distributors <b>after</b> 4.00 p.m. on a non-Business Day, it will be processed at the end of day NAV per unit of the Fund of the next Business Day.</li> <li>• The redemption proceeds will be paid to investors within seven (7) Business Days of receiving the redemption request.</li> </ul> <p><i>Notes:</i></p> <ul style="list-style-type: none"> <li>• <i>Once the Manager accepts investor's redemption request, it can only be cancelled at the Manager's discretion.</i></li> <li>• <i>The Manager reserves the right to reject any application that is unclear, incomplete and/or not accompanied by the required documents. Incomplete applications will not be processed until all the necessary information has been received.</i></li> </ul>
Cooling-off Right	<p>If an investor makes an investment and later decide that the investment does not suit his/her needs, he/she may withdraw his/her money within the cooling-off period. Investors should be aware that the cooling-off right is only available on your first investment with the Manager. Subsequent investments will not enjoy this right. The cooling-off right is not available to corporation/institution, staff of the Manager and persons registered with a body approved by the Securities Commission Malaysia to deal in unit trust funds.</p> <p>The refund for every unit held by the investor pursuant to his/her exercise of a cooling-off right shall be the sum of:</p> <p>(a) the NAV per unit on the day the units were purchased or the prevailing NAV per unit at the point of exercise of the cooling-off right (whichever is lower); and</p> <p>(b) the entry charge per unit originally imposed on the day the units were purchased.</p> <p>Investors shall be refunded within seven (7) Business Days from receipt of the cooling-off application.</p>
Cooling-off Period	<p>The cooling-off period shall be for a total of six (6) Business Days from the date the application for units is received by the Manager.</p> <p><i>Note: Application under EPF-MIS will be subjected to Employee Provident Fund's terms and conditions (if any).</i></p>

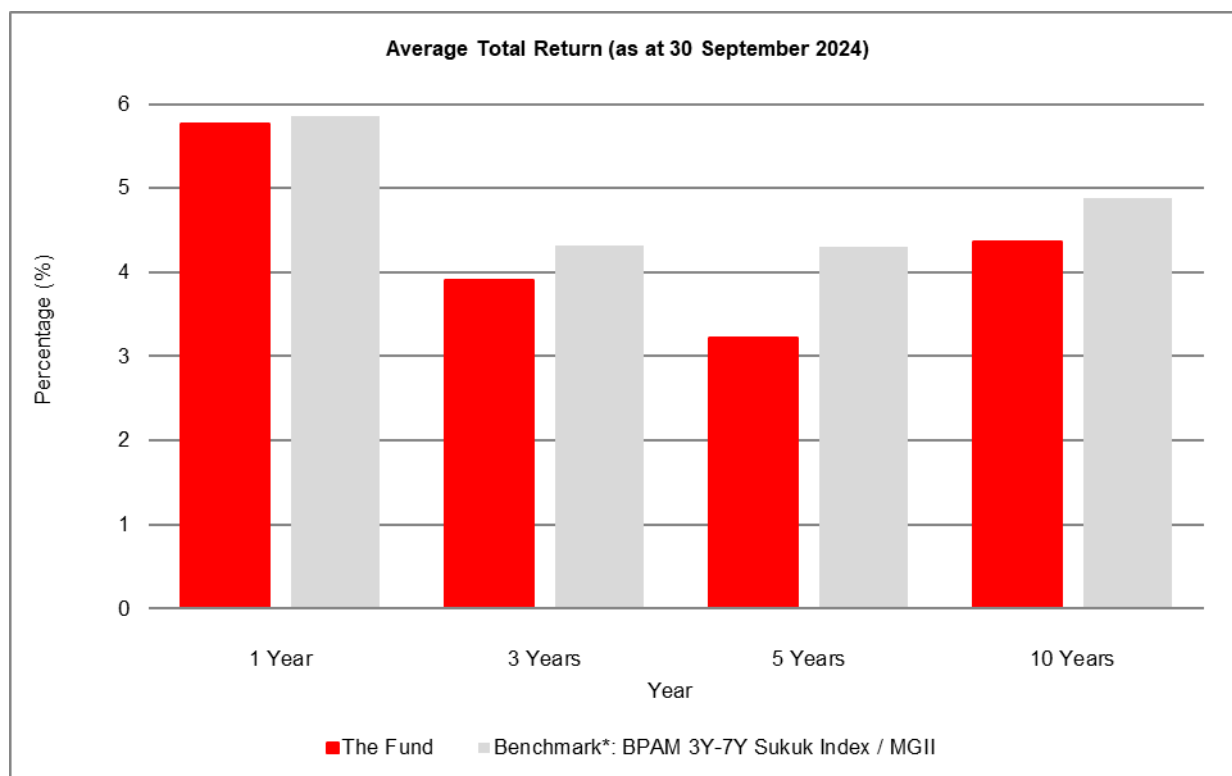
*Note: The Manager reserves the right to change the stipulated amount from time to time. You may request for a lower amount subject to the Manager's discretion to accept.*

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

## Fund Performance

### Average Total Return (as at 30 September 2024)

	1 Year	3 Years	5 Years	10 Years
	%	%	%	%
<b>The Fund</b>	5.76	3.91	3.22	4.36
<b>Benchmark*: BPAM 3Y-7Y Sukuk Index / MGII</b>	5.85	4.32	4.31	4.88



\* Benchmark – from 1 October 2016 onwards

BPAM Corporates (3 years to 7 years) Sukuk Index (“BPAM 3Y-7Y Sukuk Index”) (Available at [www.aminvest.com](http://www.aminvest.com))

– from 26 November 2001 until 30 September 2016

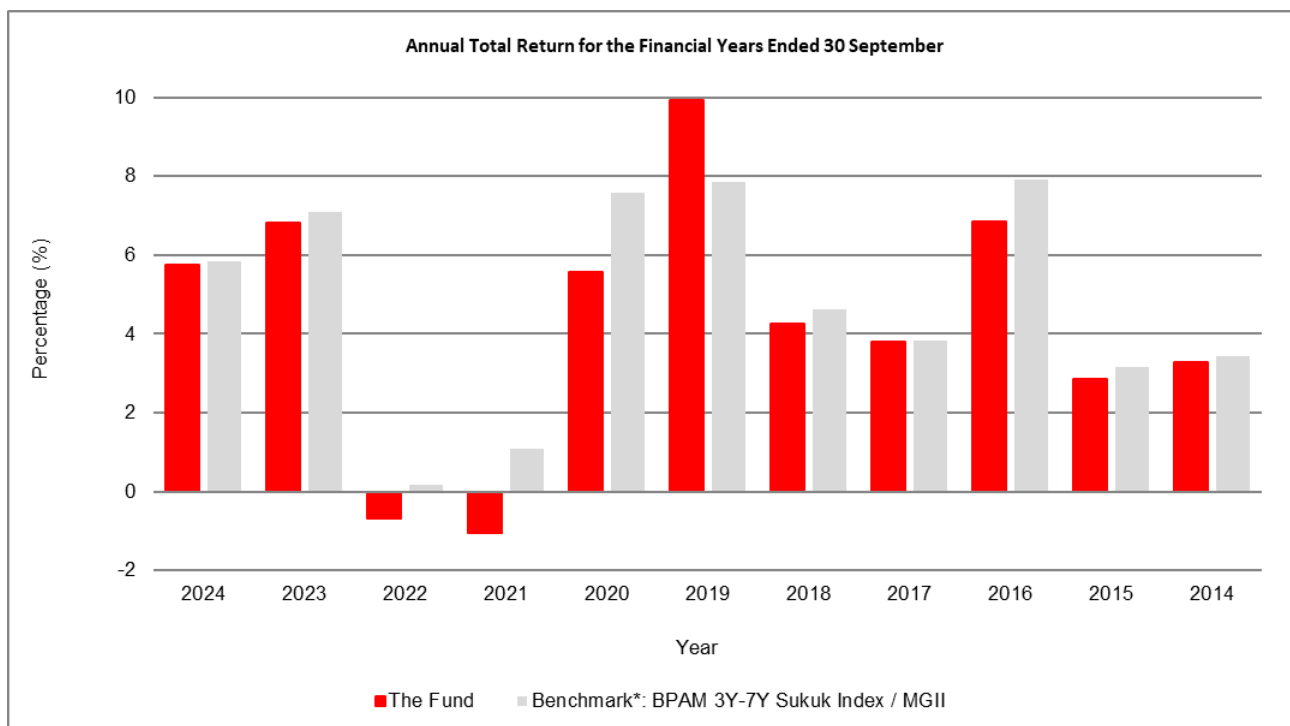
Quantshop Medium Government Investment Issues Index (“MGII”)

Source Benchmark Return: AmFunds Management Berhad

Source Fund Return: Novagni Analytics and Advisory Sdn. Bhd.

### Annual Total Return for the Financial Years Ended 30 September

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
	%	%	%	%	%	%	%	%	%	%	%
<b>The Fund</b>	5.76	6.82	-0.68	-1.05	5.56	9.93	4.25	3.79	6.86	2.84	3.28
<b>Benchmark*: BPAM 3Y-7Y Sukuk Index / MGII</b>	5.85	7.10	0.16	1.10	7.57	7.86	4.62	3.84	7.93	3.17	3.43



\* Benchmark – from 1 October 2016 onwards  
BPAM Corporates (3 years to 7 years) Sukuk Index (“BPAM 3Y-7Y Sukuk Index”) (Available at [www.aminvest.com](http://www.aminvest.com))  
– from 26 November 2001 until 30 September 2016  
Quantshop Medium Government Investment Issues Index (“MGII”)

Source Benchmark Return: AmFunds Management Berhad

Source Fund Return: Novagni Analytics and Advisory Sdn. Bhd.

#### 1-Year Fund Performance Review

For the financial year ended 30 September 2024, the Fund registered a return of 5.76% comprising of 5.27% capital growth and 0.49% income distribution. Thus, the Fund’s return of 5.76% has underperformed the benchmark’s return of 5.85% by 0.09%.

#### Basis of calculation and assumptions

The Fund’s performance is calculated based on the net asset value per unit of the Fund. Average total return of the Fund and its benchmark for a period is computed based on the absolute return for that period annualised over one year.

#### Portfolio Turnover Ratio (PTR)

	Financial Year Ended 30 September 2024	Financial Year Ended 30 September 2023	Financial Year Ended 30 September 2022
<b>PTR (times)</b>	0.65	0.76	0.40
<b>Remarks</b>	The decrease in the PTR for 2024 and increase in 2023 were due mainly to investing activities.		

#### Distribution

	Financial Year Ended 30 September 2024	Financial Year Ended 30 September 2023	Financial Year Ended 30 September 2022
<b>Gross distribution (sen per unit)</b>	0.6315	1.7500	2.5000
<b>Net distribution (sen per unit)</b>	0.6315	1.7500	2.5000

Distribution is in the form of units or cash.

**Past performance of the Fund is not an indication of its future performance.  
Unit prices and investment returns may go down, as well as up.**

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

1. If you have any complaints, you may direct your complaints to your personal adviser from the distributor or contact our customer service representative at 03-2032 2888. Alternatively, you can e-mail us at [enquiries@aminvest.com](mailto:enquiries@aminvest.com). If you wish to write to us, please address your letter to:

**AmFunds Management Berhad**  
9th & 10th Floor, Bangunan AmBank Group  
No.55, Jalan Raja Chulan  
50200 Kuala Lumpur

2. If you are dissatisfied with the outcome of your complaint to us, you may then submit your dispute to Financial Markets Ombudsman Service (FMOS) within 6 months from the date of receiving our final decision on your complaint:

- (a) via the FMOS Complaint Handling Portal : <https://complaint.fmos.org.my/index.php>
- (b) via phone to : 03-2272 2811
- (c) in person or via letter to : The Chief Executive Officer  
Financial Markets Ombudsman Service (FMOS) Level  
14, Main Block Menara Takafu Malaysia  
No 4, Jalan Sultan Sulaiman  
50000 Kuala Lumpur

3. Alternatively, you may also lodge your complaint to the Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with FMOS. To lodge a complaint, please contact the SC's Consumer & Investor Office:

- (a) via phone to the Aduan Hotline at : 03-6204 8999
- (b) via fax to : 03-6204 8991
- (c) via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
- (d) via online complaint form available at : [www.sc.com.my](http://www.sc.com.my)
- (e) via ordinary mail/courier to : Consumer & Investor Office  
Securities Commission Malaysia  
No. 3, Persiaran Bukit Kiara Bukit Kiara  
50490 Kuala Lumpur

4. You can also direct your complaint to Federation of Investment Managers Malaysia (FIMM):

- (a) via online complaint form available at : <https://www.fimm.com.my/investors/lodge-a-complaint/>
- (b) via downloaded complaint form to : Legal & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6th Floor, Wisma Capital A  
No. 19, Lorong Dungun Damansara Heights  
50490 Kuala Lumpur
- (c) via phone to the Aduan Hotline at : 03-7890 4242
- (d) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
- (e) via letter to : Legal & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6th Floor, Wisma Capital A  
No. 19, Lorong Dungun Damansara Heights  
50490 Kuala Lumpur