



**AmInvest**

**AmFunds Management Berhad**  
**Company No. 198601005272 (154432-A)**

# AmIncome Focus

## (the "Fund")

### 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 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 the Product Highlights Sheet false or misleading.

### STATEMENT OF DISCLAIMER

The Securities Commission Malaysia has not authorised or recognised the AmIncome Focus and a copy of this Product Highlights Sheet has not been registered with the Securities Commission Malaysia.

The lodgement of the relevant information and document in relation to the Fund, including 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, opinion expressed or report contained in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the AmFunds Management Berhad, the management company responsible for the Fund and takes no responsibility for the contents in 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.

**SOPHISTICATED INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF SOPHISTICATED 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:

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

Sophisticated 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. Sophisticated investors are advised to request, read and understand the information memorandum which includes any supplementary or replacement information memorandum of the Fund (“Information Memorandum”) before deciding to invest.

## 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 Information Memorandum 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?

AmlIncome Focus is a wholesale fixed income fund issued by AmFunds Management Berhad that aims to provide regular income while aiming for maintaining capital preservation\*.

Note: \* The Fund is not a capital guaranteed or capital protected fund.

### Who is the Fund suitable for?

The Fund is suitable for sophisticated investors seeking:

- seek an investment that aims to provide regular income\*;
- have medium to long-term investment horizon; and
- have a low to medium risk tolerance.

Note: \* The regular income will be distributed in the form of cash or reinvested into additional units in the Fund at the net asset value (“NAV”) per unit on the distribution date.

### What am I investing in?

Fund Category	Wholesale Fixed Income
Fund Type	Income
Investment Objective	The Fund seeks to provide regular income while aiming for maintaining capital preservation*. Note: *The Fund is not a capital guaranteed or capital protected fund. Any material change to the investment objective of the Fund would require unit holders’ approval.
Investment Strategy	The Fund seeks to achieve its investment objective by investing a minimum 50% of its NAV in a portfolio of RM-denominated fixed income securities. The fixed income securities must have a minimum credit rating of AA by any credit rating agencies.  In the unlikely event of a credit rating downgrade below the stipulated minimum credit rating above, the Manager reserves the right to hold the affected fixed income security until its maturity if it is in the best interest of the unit holders. A credit downgrade generally will have no impact on the fixed income security upon its maturity if credit default does not occur.  The balance of the Fund’s NAV will be in cash, deposit and/or money market instruments.
Asset Allocation	• Minimum 50% of the Fund’s NAV in fixed income securities; and • Up to 50% of the Fund’s NAV in cash, fixed deposit and money market instruments. Note: The Manager may deviate from the above stipulated asset allocation in response to certain conditions which include but are not limited to unfavourable market, economic political conditions, insufficient funds to form an efficient portfolio and/or period of high fund redemptions. In such situations, the Manager may allocate its fixed income security investments into cash, deposits and/or money market instruments.
Base Currency of the Fund	Ringgit Malaysia (RM)
Performance Benchmark	70% Thomson Reuters Bond Pricing Agency Malaysia Corporates (3 – 7 Years) All Bond Index + 30% Malayan Banking Berhad Overnight Rate. (available at <a href="http://www.aminvest.com">www.aminvest.com</a> )
Risk Category	Low to medium.
Initial Offer Price	RM1.0000
Income Distribution Policy	Income distribution (if any) will be paid out at least on a quarterly basis.
Launch Date	27 August 2018.

## Who am I investing with?

Manager	: AmFunds Management Berhad (“AFM”)
Trustee	: AmanahRaya Trustees Berhad (“ART”)
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 are Amlslamic Funds Management Sdn Bhd (“AIFM”), AmInvestment Bank Berhad, AmInvestment Group Berhad, AmBank (M) Berhad and AmBank Islamic Berhad. The directors of AFM may have direct or indirect interest through their directorship in AIFM.

The Manager may conduct cross trades between funds and private mandates it currently manages provided that all criteria imposed by the regulators are met. Notwithstanding, 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 investment committee and disclosed in the Fund’s report accordingly.

## What are the possible outcomes of my investment?

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

## What are the key risks associated with this product?

### General Investment Risks

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 net asset value.
Inflation Risk	This is the risk that sophisticated investors’ investments in the fund may not grow or generate income at a rate that keeps pace with inflation.
Manager’s Risk	This risks refers to the day-to-day management of the fund by the manager which will impact the performance of the fund.
Non-Compliance Risk	This is the risk of the manager or the trustee not complying with their respective internal policies, the deed and its supplemental deed, securities law or guidelines issued by the regulators relevant to each party, which may adversely affect the performance of the fund.

### Specific Risks associated with the Fund

Interest Rate Risk	Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income securities. When interest rates rise, fixed income securities prices generally decline and this may lower the market value of the Fund’s investment in fixed income securities. The reverse may apply when interest rates fall.
Income Distribution Risk	The distribution of income is not guaranteed.
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.
Counterparty Credit Risk	Counterparty credit risk is the risk arising from the possibility that the counterparty may default or not able to fulfill a trade settlement prior or on the settlement date of the trade. This could adversely affect the value of the Fund.
Credit and Default risk	Credit risk relates to the creditworthiness of the issuers of the fixed income securities and their expected ability to make timely payment of interest and/or principal. Default risk relates to the risk that an issuer of a fixed income security 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 securities.

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

## What are the fees and charges involved?

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

### What will I be charged by AFM?

Entry Charge	Nil.
Exit Penalty	There is no exit penalty for this Fund.
Transfer Fee	Nil. Transfer facility is not available for this Fund.
Bank Charges or Fees	Bank charges/fees are incurred only upon redemption.

Switching Fee	For switches between any of the funds managed by the Manager, sophisticated investors will be charged on the differences of entry charge between funds switched, which is up to a maximum of 6.00% 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.
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#### **What are the key ongoing fees charged to a Fund?**

Annual Management Fee	Up to 0.50% p.a. of the Fund's NAV.
Annual Trustee Fee	Up to 0.02% p.a. of the Fund's NAV.
Fund Expenses	The Manager and Trustee may be reimbursed out of the Fund for any cost reasonably incurred in the administration of the Fund. The Fund's expenses currently include but are not limited to: <ul style="list-style-type: none"> <li>• audit fees;</li> <li>• tax agent's fees;</li> <li>• printing and postages of annual and quarterly reports;</li> <li>• bank charges;</li> <li>• investment committee fee for independent members;</li> <li>• lodgement fees for Fund's reports;</li> <li>• fees paid to brokers and dealers (if any); and</li> <li>• other expenses as permitted by the deed.</li> </ul>

**Note: Unless stated otherwise, all fees, charges and 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 in the rate, in addition to the fees, charges and/or expenses stated herein.**

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

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

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

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

The NAV per unit of the Fund is available daily upon request.

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

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

A Sophisticated investor may submit an application to the Manager on any business day with complete documentation subject to the minimum initial investment amount and minimum additional investment amount.

Minimum Initial Investment	RM 100,000.00
Minimum Additional Investment	RM 100,000.00
Submission of Application	Monday to Friday (except public holiday).
Cut-off Time	By 4.00 p.m. on a Business Day

**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 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?**

A Sophisticated investor may redeem all or part of their units on any business day subject to the minimum redemption and to maintain a minimum holding balance for partial redemption.

Minimum Redemption	100,000 units
Minimum Holding Balance	100,000 units
Submission of Repurchase Notice	Monday to Friday (except public holiday).
Cut-off Time	By 4.00 p.m. on a Business Day
Payment of Redemption Proceeds	Within three (3) Business Days from the acceptance of a complete redemption request. <i>Note: We reserve the right to vary the manner of payment from time to time, and shall be communicated to you.</i>

**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 discretion to accept.**

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

## 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**  
9<sup>th</sup> & 10<sup>th</sup> Floor, Bangunan AmBank Group  
No.55, Jalan Raja Chulan  
50200 Kuala Lumpur

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):
  - (a) via phone to : 03-2282 2280
  - (b) via fax to : 03-2282 3855
  - (c) via e-mail to : [info@sidrec.com.my](mailto:info@sidrec.com.my)
  - (d) via letter to : Securities Industry Dispute Resolution Center (SIDREC)  
Unit A-9-1, Level 9, Tower A  
Menara UOA Bangsar  
No.5, Jalan Bangsar Utama 1  
59000 Kuala Lumpur
3. You can also direct your complaint to Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's 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 letter 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)'s Complaints Bureau:
  - (a) via phone to the Aduan Hotline at : 03-7890 4242
  - (b) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - (c) via online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)
  - (d) via letter to : Legal & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor Wisma Tune  
No. 19, Lorong Dungun Damansara Heights  
50490 Kuala Lumpur

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