

# ANNOUNCEMENT

## NOTICE

To all Unit Holders of AmIncome USD Fund

**RE: Issuance of the First Supplementary Information Memorandum in respect of AmIncome USD Fund dated 22 June 2021**

Dear Valued Unit Holders,

We wish to inform you that we have lodged the **First Supplementary Information Memorandum** in respect of **AmIncome USD Fund** dated **22 June 2021** (the “First Supplementary Information Memorandum”) with Securities Commission Malaysia and is to be read in conjunction with the Information Memorandum dated 11 November 2019 for AmIncome USD Fund.

The First Supplementary Information Memorandum is issued to include the following, but not limited to:-

- the insertion on the definition of “Refinitiv”;
- the revision made to the section on Valuation of Assets for listed fixed income securities, unlisted fixed income securities and unlisted foreign fixed income securities;
- the revision made to the section on Anti-Money Laundering / Know Your Customer Obligation on Distributor (“AML / KYC Obligation on Distributor”);
- the revision made to the section on Rebates and Soft Commission; and
- the revision made to the section on Related Party Transactions or Conflict of Interest

For further details, kindly refer to the summary of list of amendments below.

Should you require further information and clarification, please do not hesitate to contact us at:

Tel: +603-2032 2888

Fax: +602-2031 5210

Email: [enquiries@aminvest.com](mailto:enquiries@aminvest.com)

**AmFunds Management Berhad**

22 June 2021

**Summary List of Amendments for the First Supplementary Information Memorandum in respect of AmlIncome USD Fund dated 22 June 2021 (the “First Supplementary Information Memorandum”) in relation to the Information Memorandum dated 11 November 2019 for AmlIncome USD Fund (the “Information Memorandum”) (collectively, the “Information Memorandums”)**

Details	Prior disclosure in the Information Memorandums	Revised disclosure in the First Supplementary Information Memorandum	
<b>Definitions – Refinitiv</b>	-	<b>Refinitiv</b>	Refinitiv ( <i>formerly known as Thomson Reuters</i> ).
<b>Transaction Information –</b> Revision made to the valuation of assets for listed fixed income securities, unlisted fixed income securities and unlisted foreign fixed income securities	<ul style="list-style-type: none"> <li>▪ <u>Listed fixed income securities</u> The last traded prices quoted on an exchange will be used.</li> <li>▪ <u>Unlisted fixed income securities</u> Valuation is based on prices provided by the Bond Pricing Agency (BPA) registered by the SC or where prices are not available from BPA, the average indicative yield quoted by three (3) independent and reputable institutions. For unlisted foreign currency denominated fixed income securities, valuation is based on fair value by reference to the average indicative yield/prices quoted by three (3) independent and reputable institutions.</li> </ul> <p>Where the Manager is of the view that the price quoted by BPA for a specific fixed income security differs from “market price” by more than 20 basis points, the Manager may use the “market price”, provided that the Manager:</p> <ul style="list-style-type: none"> <li>(a) records its basis of using a non-BPA price;</li> <li>(b) obtains necessary internal approvals to use the non-BPA price; and</li> <li>(c) keeps an audit trail of all decisions and basis for adopting the “market yield”.</li> </ul>	<ul style="list-style-type: none"> <li>▪ <u>Listed fixed income securities</u> Market price.</li> </ul> <p>However, if –</p> <ul style="list-style-type: none"> <li>(a) a valuation based on the market price does not represent the fair value of the fixed income securities, for example during abnormal market conditions; or</li> <li>(b) no market price is available, including in the event of a suspension in the quotation of the fixed income securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee,</li> </ul> <p>then the fixed income securities should be valued at fair value, as determined in good faith by the Manager or the fund manager, based on the methods or bases approved by the Trustee after appropriate technical consultation.</p> <ul style="list-style-type: none"> <li>▪ <u>Unlisted fixed income securities</u> For unlisted RM denominated fixed income securities, valuation is based on the prices provided by the Bond Pricing Agency (BPA) registered with the SC or where prices are not available from BPA, the average indicative yield quoted by three (3) independent and reputable institutions. Where the Manager is of the view that the price quoted by BPA for a specific fixed income security differs from “market price” by more than 20 basis points, the Manager may use the “market price”, provided that the Manager:</li> <li>(a) records its basis of using a non-BPA price;</li> <li>(b) obtains necessary internal approvals to use the non-BPA price; and</li> <li>(c) keeps an audit trail of all decisions and basis for adopting the “market yield”</li> </ul> <p>For unlisted foreign currency denominated fixed income securities, valuation is based on the Refinitiv Evaluated Pricing quoted by Refinitiv. Where Refinitiv’s prices are not available, these unlisted foreign currency denominated fixed income securities will be valued at fair value, as determined in good faith by the Manager based on the method or bases verified by the Auditor of the Fund and approved by the Trustee.</p>	
<b>Anti-Money Laundering (“AML”) / KYC Obligation on Distributor</b>	If you have invested in the Fund via a distributor, there may be additional information that the distributor may need to provide to us, which may include information of the distributor’s AML policy, an AML undertaking/declaration by the distributor or its parent company, the release of your particulars and details of ultimate beneficiaries	If you have invested in the Fund via a distributor, there may be additional information that the distributor may need to provide to us, which may include the release of your particulars and details of ultimate beneficiaries / ultimate beneficial owners investing in the Fund to us. Without such information being provided, we may be required to reject your	

	/ ultimate beneficiary owners investing in the Fund to us. Without such information being provided, we may be required to reject your subscription or redemption request until such information is provided by the distributor to us.	subscription or redemption request until such information is provided by the distributor to us.
<b>Rebates and Soft Commission</b>	It is our policy to channel all rebates, if any, received from brokers or dealers to the Fund. However, soft commissions received for goods and services which are of demonstrable benefit to Unit Holders and in the form of research and advisory services that assist in the decision making process relating to the Fund's investments such as fundamental databases, financial wire services, technical analysis software and securities quotation system incidental to investment management of the Fund and the dealing with the broker or dealer is executed on terms which are the most favourable for the Fund are retained by us.	It is our policy to channel all rebates, if any, received from brokers or dealers to the Fund. However, soft commissions received for goods and services which are of demonstrable benefit to Unit Holders and in the form of research and advisory services that assist in the decision making process relating to the Fund's investments as allowed under regulatory requirements and incidental to investment management of the Fund and the dealing with the broker or dealer is executed on terms which are the most favourable for the Fund are retained by the Manager.
<b>Related Party Transactions or Conflict of Interest</b>	<p>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 AmIslamic Funds Management Sdn Bhd ("AIFM"), AmInvestment Bank Berhad, AmInvestment Group Berhad, AmBank (M) Berhad and AmBank Islamic Berhad.</p> <p>Trading in securities by an employee is allowed, provided that the policies and procedures in respect of the personal account dealing are observed and adhered to. The directors, investment committee members and employees are required to disclose their portfolio holdings and dealing transactions as required under the Conflict of Interest Policy. Further, the abovementioned shall make disclosure of their holding of directorship and interest in any company.</p> <p>The directors of AFM may have direct or indirect interest through their directorship in AIFM. Following are the details of the directors:</p> <ul style="list-style-type: none"> <li>• Sum Leng Kuang is the independent director of AIFM.</li> <li>• Tai Terk Lin is the independent director of AIFM.</li> <li>• Seohan Soo is the non-independent director of AIFM.</li> <li>• Goh Wee Peng is the non-independent director of AIFM.</li> </ul> <p>For further details of the director's profile, please refer our website (www.aminvest.com).</p> <p>To the best of Trustee's knowledge, there has been no event of conflict of interest or related party transaction which exists between the Trustee and the Manager or any potential occurrence of it.</p>	<p>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 AmIslamic Funds Management Sdn Bhd ("AIFM"), AmInvestment Bank Berhad, AmInvestment Group Berhad, AmBank (M) Berhad and AmBank Islamic Berhad.</p> <p>Trading in securities by an employee is allowed, provided that the policies and procedures in respect of the personal account dealing are observed and adhered to. The directors, investment committee members and employees are required to disclose their portfolio holdings and dealing transactions as required under the Personal Account Dealing Policy and the Management of Conflict of Interest Policy. Further, the abovementioned shall make disclosure of their holding of directorship and interest in any company.</p> <p>The directors of AFM may have direct or indirect interest through their directorship in AIFM. Following are the details of the directors:</p> <ul style="list-style-type: none"> <li>• Sum Leng Kuang is the independent director of AIFM.</li> <li>• Tai Terk Lin is the independent director of AIFM.</li> <li>• Goh Wee Peng is the non-independent director of AIFM.</li> </ul> <p>For further details of the directors' profiles, please refer our website (www.aminvest.com).</p> <p>To the best of Trustee's knowledge, there has been no event of conflict of interest or related party transaction which exists between the Trustee and the Manager or any potential occurrence of it.</p>