

Master Prospectus

Name of the Funds

Constitution Date

Smart Series Funds -

Equity Fund:

RHB Smart Treasure Fund

8 June 2004

Balanced Fund:

RHB Smart Balanced Fund

8 June 2004

Bond Fund:

RHB Smart Income Fund

8 June 2004

Manager

RHB Asset Management Sdn Bhd (174588-X)
(A member of RHB Banking Group)

Trustee

HSBC (Malaysia) Trustee Berhad (1281-T)
(A member of the HSBC Group)

This master prospectus is dated 15 June 2017.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS MASTER 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 20.



Head Office

Level 8, Tower 2 & 3,
RHB Centre, Jalan Tun Razak,
50400 Kuala Lumpur, Malaysia

Tel: +603 9205 8000

Fax: +603 9205 8100

www.rhbgroup.com

Responsibility Statement

This master prospectus has been reviewed and approved by the directors of RHB Asset Management Sdn Bhd and they collectively and individually accept 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 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 RHB Asset Management Sdn Bhd, the management company 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.

Additional Statements

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.

TABLE OF CONTENTS

	PAGE
DEFINITIONS.....	1
CORPORATE DIRECTORY	3
1. FUND INFORMATION	4
1.1 RHB Smart Treasure Fund	4
1.1.1 Fund Category	4
1.1.2 Financial Year End	4
1.1.3 Name of Trustee	4
1.1.4 Investment Objective	4
1.1.5 Investment Strategy	4
1.1.6 Investment in Unlisted Securities	5
1.1.7 Collective Investment Schemes	6
1.1.8 Financial Derivatives	6
1.1.9 Structured Products	6
1.1.10 Foreign Securities	6
1.1.11 Liquid Assets	6
1.1.12 Distribution Policy	7
1.1.13 Permitted Investments and Restrictions	7
1.2 RHB Smart Balanced Fund	9
1.2.1 Fund Category	9
1.2.2 Financial Year End	9
1.2.3 Name of Trustee	9
1.2.4 Investment Objective	9
1.2.5 Investment Strategy	9
1.2.6 Investment in Unlisted Securities	10
1.2.7 Collective Investment Schemes	10
1.2.8 Financial Derivatives	11
1.2.9 Structured Products	11
1.2.10 Foreign Securities	11
1.2.11 Liquid Assets	11
1.2.12 Distribution Policy	11
1.2.13 Permitted Investments and Restrictions	12
1.3 RHB Smart Income Fund	14
1.3.1 Fund Category	14
1.3.2 Financial Year End	14
1.3.3 Name of Trustee	14
1.3.4 Investment Objective	14
1.3.5 Investment Strategy	14
1.3.6 Investment in Unlisted Securities	15
1.3.7 Collective Investment Schemes	15
1.3.8 Financial Derivatives	15
1.3.9 Structured Products	16

1.3.10	Foreign Securities	16
1.3.11	Liquid Assets	16
1.3.12	Distribution Policy	16
1.3.13	Permitted Investments and Restrictions	16
1.4	Investment Philosophy	19
1.5	Investment Approach	19
2.	RISK FACTORS	20
2.1	General Risks of Investing in Unit Trusts	20
2.2	Specific Risks when Investing in the Funds	23
3.	VALUATION OF ASSETS	25
4.	FEES, CHARGES AND EXPENSES	27
4.1	Charges	27
4.2	Fees and Expenses	32
4.3	Reduction or Waiver of Fees and Charges	33
4.4	Policy on Rebates and Soft Commissions	33
4.5	Goods and Services Tax (“GST”)	34
5.	TRANSACTION INFORMATION	34
5.1	Pricing Policy	34
5.2	Computation of Purchase of Units	34
5.3	Computation of Redemption of Units	36
5.4	Pricing Error Policy	36
5.5	Transaction Details	36
5.6	Mode of Distribution	39
6.	SALIENT TERMS OF THE DEED	40
6.1	Rights and Liabilities of Unit Holders	40
6.1.1	Recognition of Unit Holders	40
6.1.2	Rights of Unit Holders	40
6.1.3	Liabilities of Unit Holders	41
6.2	Fees, Charges, and Expenses Permitted by The Deed	41
6.2.1	Sales Charge and Repurchase Charge	41
6.2.2	Maximum Annual Management Fee	41
6.2.3	Maximum Annual Trustee Fee	42
6.2.4	Increase in Fees and Charges	42
6.2.5	Other Permitted Expenses of the Fund	42
6.3	Removal, Replacement, and Retirement of the Manager and Trustee	43
6.3.1	Removal or Replacement of the Manager	43
6.3.2	Retirement of the Manager	43
6.3.3	Removal / Replacement of the Trustee	43
6.3.4	Retirement of the Trustee	44

6.4	Termination of the Funds	44
6.5	Unit Holders Meeting (“Meeting”)	44
6.5.1	Quorum.....	44
6.5.2	Manner of Voting and Resolution	44
7.	THE MANAGEMENT AND ADMINISTRATION OF THE FUNDS	45
7.1	The Manager.....	45
7.2	Board of Directors	45
7.3	Functions of the Manager	45
7.4	The Investment Committee	46
7.5	The Investment Team.....	46
7.6	Manager’s Disclosure of Material Litigation	47
7.7	Other Information.....	47
8.	THE TRUSTEE OF THE FUNDS.....	47
8.1	Experience in Trustee Business	47
8.2	Duties and Responsibilities of the Trustee	47
8.3	Trustee’s Statement of Responsibility	48
8.4	Anti-Money Laundering and Anti-Terrorism Financing Provisions	48
8.5	Statement of Disclaimer	48
8.6	Trustee’s Disclosure of Material Litigation	48
8.7	Consent to Disclosure	48
8.8	Trustee’s Delegate	48
9.	RELATED-PARTY TRANSACTION AND CONFLICT OF INTEREST	49
10.	TAX ADVISER’S LETTER ON THE TAXATION OF THE FUNDS AND UNIT HOLDERS	
	51	
11.	EXPERTS’ REPORT.....	55
12.	APPROVAL AND CONDITIONS.....	55
13.	DOCUMENTS AVAILABLE FOR INSPECTION	55
	DIRECTORY OF OUTLETS FOR PURCHASE AND SALE OF UNITS	55
	MASTER APPLICATION FORM & UNIT TRUST LOAN FINANCING RISK DISCLOSURE STATEMENT	

DEFINITIONS

In this master prospectus, the following abbreviations or words shall have the following meanings unless otherwise stated:

BMSB	Bursa Malaysia Securities Berhad.
Bursa Malaysia	The stock exchange managed or operated by BMSB.
Business Day	A day in which Bursa Malaysia is open for trading.
Deed	Master deed dated 27 April 2004 (as modified via its first supplemental master deed dated 8 June 2004, second supplemental master deed dated 19 October 2005, third supplemental master deed dated 8 December 2005, fourth supplemental master deed dated 28 February 2006, fifth supplemental master deed dated 9 March 2006, sixth supplemental master deed dated 22 September 2006, seventh supplemental master deed dated 15 December 2006, eighth supplemental master deed dated 30 January 2007, ninth supplemental master deed dated 9 April 2007, tenth supplemental master deed dated 14 May 2007, eleventh supplemental master deed dated 15 May 2007, twelfth supplemental master deed dated 27 June 2007, thirteenth supplemental master deed dated 24 December 2007, fourteenth supplemental master deed dated 28 February 2013, fifteenth supplemental master deed dated 4 September 2013, sixteenth supplemental master deed dated 2 March 2015 and seventeenth supplemental master deed dated 8 May 2015) and any other supplemental deeds that may be registered with the Securities Commission from time to time.
Eligible Market	A market which is regulated by a regulatory authority, operates regularly, is open to the public and has adequate liquidity for the purposes of the Funds. A non-exhaustive list of Eligible Markets includes stock exchanges, derivative exchanges, over-the-counter debt securities markets and money markets.
EPF	Employees Provident Fund.
FBM Emas Index	FTSE Bursa Malaysia Emas Index.
FBM Small Cap Index	FTSE Bursa Malaysia Small Cap Index.
FIMM	Federation of Investment Managers Malaysia.
Fund (respectively) / Funds (collectively)	RHB Smart Treasure Fund (“ SMART TREASURE ”); or RHB Smart Balanced Fund (“ SMART BALANCED ”); or RHB Smart Income Fund (“ SMART INCOME ”).
GST	Goods and services tax.
Latest Practicable Date	31 March 2017.
Manager/Management Company	RHB Asset Management Sdn Bhd.
Net Asset Value (NAV)	The Net Asset Value of the respective Fund is determined by deducting the value of all the respective Fund’s liabilities from the value of all the respective Fund’s assets, at the valuation point.

Net Asset Value per unit	The Net Asset Value of the respective Fund divided by the total number of units in circulation at that valuation point.
Repurchase Price	The price (before deducting any repurchase charge) payable by the Manager to a Unit Holder pursuant to the repurchase of a unit of the Fund. The Repurchase Price shall be the Net Asset Value per unit as at the next valuation point of the Fund's relevant Business Day ("forward pricing") after the repurchase request is received by the Manager. A repurchase charge, if any, will be computed separately based on the withdrawal amount/repurchase amount. The implementation of GST is effective from 1 April 2015 at the rate of 6% and the repurchase charge payable (if any) is exclusive of GST.
RM or Ringgit Malaysia	The lawful currency of Malaysia.
Securities Commission (SC)	Securities Commission Malaysia.
Selling Price	The price (before adding any sales charge) payable by an investor or a Unit Holder for the purchase of a unit of the Fund. The Selling Price shall be the Net Asset Value per unit as at the next valuation point of the Fund's relevant Business Day ("forward pricing") after the application for units of a Fund is received by the Manager. A sales charge, if any, will be computed separately based on the investment amount/purchase amount, net of bank charges (if any). The implementation of GST is effective from 1 April 2015 at the rate of 6% and the sales charge payable (if any) is exclusive of GST.
Trustee	HSBC (Malaysia) Trustee Berhad.
Unit Holder(s)	The person(s) for the time being registered under the provisions of the Deed as the holder(s) of units of the respective Fund and person(s) jointly so registered.

CORPORATE DIRECTORY

MANAGER

RHB Asset Management Sdn Bhd

REGISTERED & PRINCIPAL OFFICE

Level 8, Tower 2 & 3

RHB Centre, Jalan Tun Razak

50400 Kuala Lumpur

Hotline: 1-800-88-3175

Tel: 03-9205 8000

Fax: 03-9205 8100

E-mail: rhbam@rhbgroup.com

Website: www.rhbgroup.com

TRUSTEE

HSBC (Malaysia) Trustee Berhad

13th Floor, Bangunan HSBC, South Tower

No. 2, Leboh Ampang

50100 Kuala Lumpur

Tel: 03-2075 7800 Fax: 03-2179 6511

1. FUND INFORMATION

1.1 RHB Smart Treasure Fund

1.1.1 Fund Category

Equity fund.

1.1.2 Financial Year End

31 March.

1.1.3 Name of Trustee

HSBC (Malaysia) Trustee Berhad.

1.1.4 Investment Objective

This Fund aims to achieve long term* capital appreciation through investments in a portfolio comprising subscriptions for Initial Public Offerings (“IPO”), low priced securities, medium priced securities and the top 50 listed stocks of the BMSB (in terms of market capitalization) that amongst other things, offer high growth potential.

Any material change to the investment objective of this Fund requires the Unit Holders’ approval.

Note: *“long term” in this context refers to a period of between 5 - 7 years.

1.1.5 Investment Strategy

This Fund seeks to achieve its investment objective by structuring a portfolio as follows:

0% - 10% of Net Asset Value

- Investments in subscriptions for Initial Public Offerings (“IPO”).

20% - 60% of Net Asset Value

- Investments in low priced securities (less than RM2.00).

15% - 50% of Net Asset Value

- Investments in medium priced securities (RM2.00 to RM5.00).

15% - 40% of Net Asset Value

- Investments in the top 50 stocks of the Bursa Malaysia (in terms of market capitalisation) and/or investments in securities priced above RM5.00 that are not in the top 50 stocks of Bursa Malaysia[#].

2% - 30% of Net Asset Value

- Investments in liquid assets including fixed income securities, money market instruments, cash and deposits with financial institutions.

Note: [#]Effective 15 July 2017, securities priced above RM5.00 that are not in the top 50 stocks of Bursa Malaysia will be included in the Fund’s asset mix.

Restrictions mentioned above are determined at the point of purchase.

The Fund’s asset mix would range from 0% - 10% in subscriptions of IPO, 20% - 60% in low priced securities, 15% - 50% in medium priced securities and 15% - 40% in the top 50 stocks

of Bursa Malaysia depending on the market conditions. For avoidance of doubt, the allocation of 15% - 40% in the top 50 stocks of Bursa Malaysia can also extend to investments in securities priced above RM5.00 that are not in the top 50 stocks of Bursa Malaysia in order to invest in the whole Malaysian market. However, the Fund's asset mix is always subject to a minimum allocation of 20% in low priced securities, 15% in medium priced securities and 15% in the top 50 stocks in terms of market capitalisation of the Bursa Malaysia or securities priced above RM5.00 that are not in the top 50 stocks of Bursa Malaysia. Although the Fund is actively managed, how active or the frequency of its trading strategy will very much depend on market opportunities.

The risk management strategies and techniques employed by the Manager include diversification of the Fund's investments in terms of its exposure to various industries, sectors and asset classes/type of investments (i.e. equity, fixed income, money market instruments). Financial derivatives may also be used for hedging purposes where appropriate. Generally, the assets of the Fund will be invested over a medium to long term period with disposal of the investments when necessary to control risk as well as to optimise capital gains. This is especially so when the full growth potential of the investment is deemed to have been reduced over a prolonged rise in equity values and the other available equity investments may present cheaper valuations and higher potential returns. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission. Adherence to these permitted investments and restrictions also helps the Manager to risk-manage the Fund's portfolio in terms of diversification. Moreover, the Manager in making its investment decisions shall at all times comply with the investment restrictions of the Fund and requirements as set out in the Deed.

The Manager may take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the Manager may reallocate the Fund's equity investments into other asset classes such as fixed income securities, money market instruments, cash and deposits with financial institutions, which are defensive in nature. In its reallocation, the level of equity investments would normally not be below 20% of the Net Asset Value.

The performance of this Fund is benchmarked against the FBM EMAS Index. The benchmark chosen best represents the Fund's investment strategy. For ease of reference, investors may refer to the local newspapers for this indicator. Investors should note that the risk profile of the Fund is different from the risk profile of the benchmark.

1.1.6 Investment in Unlisted Securities

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund. Such investments shall not include:

- a) Equities not listed for trading in a stock market of a stock exchange but have been approved for such listing and offered directly to the Fund by the issuer;
- b) Debentures traded on an organised over-the-counter market; and
- c) Structured products.

The Fund's investments in unlisted securities (if any) shall always be subject to the restriction stipulated in section 1.1.13 (a).

1.1.7 Collective Investment Schemes

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund, provided always that the Fund does not invest in any of the other Funds under this umbrella fund, i.e. the RHB Smart Series Funds. In addition, the Manager will only make such investments if the target fund is registered/authorised/approved by the relevant regulatory authority in its home jurisdiction as the case may be and which operates within the general investment principles of the Guidelines on Unit Trust Funds issued by the Securities Commission. The Fund's investments in collective investment schemes (if any) shall always be subject to the restrictions stipulated in section 1.1.13 (g) and (m).

1.1.8 Financial Derivatives

The Manager may participate in futures contracts and other financial derivatives, when appropriate. The category of financial derivatives to be participated in shall be the stock index futures contracts, the stock index options contracts, the single stock futures contracts, or any other categories and/or types of futures contracts or financial derivatives that may be allowable by the relevant authorities from time to time. The Fund's participation in financial derivatives is basically to hedge the portfolio from any unexpected price movement in the underlying market as well as to hedge against any opportunity loss arising from its uninvested cash. The benefit of any upside of price movement in the underlying market is limited as the primary interest is to protect the value of the portfolio. Nonetheless, the Fund may also invest in financial derivatives for investment purpose to enhance the returns of the Fund, where appropriate. If the Fund were to invest in over-the-counter ("OTC") derivatives, the Manager will monitor the derivative valuation and credit ratings of financial institutions as counterparty to the instruments, where applicable and take appropriate actions to mitigate any risk associated with such instruments. This may extend to unwinding of derivative instruments in the event where there is a need to terminate current position due to reversal in market movement, redemptions in units or upon downgrade of the credit ratings of the financial institutions. If the Fund does invest in derivatives, there may be a likelihood that the NAV per unit of the Fund may be subject to high volatility. The Fund's investments in financial derivatives (if any) shall always be subject to the restrictions stipulated in section 1.1.13 (f) and (i).

1.1.9 Structured Products

The Fund will not invest in structured products.

1.1.10 Foreign Securities

This Fund will not invest in foreign securities as the Manager intends to maintain the Fund as a local fund.

1.1.11 Liquid Assets

The Manager in structuring this Fund's portfolio will maintain a minimum liquid assets level of 2% of the Net Asset Value for the purpose of meeting redemptions and to enable the proper and efficient management of the Fund. However, this does not preclude the Manager from lowering or raising the liquid assets level from the stipulated level to allow the Manager to react to the market conditions and to manage investment risk when circumstances warrant it. This Fund shall not borrow in connection with its activities or lend any of its cash or investments unless permitted by the relevant laws pertaining to unit trust funds. However, the Fund may borrow cash on a temporary basis (i.e. not more than one month) from financial institutions to meet redemption requests. Such borrowing shall not exceed ten (10) percent of the Net Asset Value at the time the borrowing is incurred.

1.1.12 Distribution Policy

Consistent with the Fund's objective to achieve capital growth, distributions will therefore be of secondary importance. Distributions, if any, after deduction of taxation and expenses, are generally declared annually.

1.1.13 Permitted Investments and Restrictions

This Fund may invest in securities traded on the Bursa Malaysia or any other market considered as an Eligible Market, unlisted securities, collective investment schemes, financial derivatives, structured products, liquid assets (including money market instruments and deposits with any financial institutions), participate in the lending of securities, and any other investments permitted by the Securities Commission from time to time.

The acquisition of such permitted investments is subject to the following restrictions:

- a) The value of the Fund's investments in unlisted securities must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- b) The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- c) The value of the Fund's investments in transferable securities (i.e. equities, debentures and warrants) and money market instruments issued by any single issuer must not exceed fifteen (15) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- d) The value of the Fund's placement in deposits with any single financial institution must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- e) The value of the Fund's investments in transferable securities and money market instruments issued by any group of companies must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- f) The aggregate value of the Fund's investments in transferable securities, money market instruments, deposits and over-the-counter ("OTC") financial derivatives issued by or placed with (as the case may be) any single issuer/financial institution must not exceed twenty five (25) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- g) The value of the Fund's investments in units/shares of any collective investment scheme must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- h) The value of the Fund's OTC financial derivatives transactions with any single counter-party must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time; and the Fund's exposure to the underlying assets (vide the derivatives) must not exceed the Fund's investment spread limits as stipulated in (b), (c), (d), (e), (f) and (g) above. In addition, the Fund's net market exposure owing to its financial derivatives positions must not exceed the Net Asset Value.

Notwithstanding the limits and restrictions mentioned above which apply to this particular Fund, the following investment concentration limits will apply at the level of the umbrella fund i.e. the total holdings of all the Funds comprising the RHB Smart Series Funds.

- i) The Fund's investments in transferable securities (other than debentures) must not exceed ten (10) per cent of the securities issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- j) The Fund's investments in debentures must not exceed twenty (20) per cent of the debentures issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- k) The Fund's investments in money market instruments must not exceed ten (10) per cent of the instruments issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time. Such limit does not apply to money market instruments that do not have a pre-determined issue size.
- l) The Fund's investments in collective investment schemes must not exceed twenty five (25) per cent of the units/shares in any one collective investment scheme, or any other limit as may be prescribed by the Securities Commission from time to time.

The limits and restrictions mentioned herein must be complied with at all times based on the most up-to-date value of the Fund's investments. However, a 5% allowance in excess of the limits or restrictions is permitted where the limit or restriction is breached through an appreciation or depreciation of the Net Asset Value (whether as a result of an appreciation or depreciation of the investments or as a result of repurchase of units of the Fund or payment made from the Fund). The Manager will not make any further acquisitions to which the relevant limit is breached, and the Manager will within a reasonable period of not more than three (3) months from the date of the breach take all necessary steps and actions to rectify the breach. Such limits and restrictions however, do not apply to securities / instruments that are issued or guaranteed by the Malaysian government or Bank Negara Malaysia.

1.2 RHB Smart Balanced Fund**1.2.1 Fund Category**

Balanced fund.

1.2.2 Financial Year End

31 March.

1.2.3 Name of Trustee

HSBC (Malaysia) Trustee Berhad.

1.2.4 Investment Objective

This Fund aims to maximize total returns through a combination of long term* growth of capital and current income^ consistent with the preservation of capital# through a combination of investments in companies with market capitalization of not more than RM1 billion and investments in fixed income securities.

Any material change to the investment objective of this Fund requires the Unit Holders' approval.

Note: *^{“long term”} in this context refers to a period of between 5 - 7 years.

^ The income is in the form of units. Please refer to the Fund's distribution mode.

Although the Fund aims to achieve preservation of capital, the Fund is not a capital guaranteed fund or a capital protected fund.

1.2.5 Investment Strategy

This Fund seeks to achieve its investment objective through a policy of diversified investment in equities and quality fixed income securities.

This Fund will generally adopt a 50 : 50 blend investment portfolio comprising carefully selected investments in securities of companies with market capitalization of not more than RM1 billion (determined at the point of purchase) and quality fixed income securities (comprising amongst others of convertible debt securities, redeemable debt securities, bonds/securities that are issued and/or guaranteed by the government or quasi-government agencies, corporate bonds carrying at least BBB rating by RAM Ratings Services Berhad or the equivalent rating by any other reputable rating agency and fixed income collective investment schemes), money market instruments, cash and deposits with financial institutions.

Given this balanced asset mix, the Fund will be very much protected from wild swings in the market while still able to enjoy part of the appreciation from growth in the stock market. However, the actual percentage of assets invested in equities and fixed income securities will vary from time to time, depending on the judgement of the Manager as to the general market and economic conditions, trends and yields, interest rates and changes in fiscal and monetary policies. The Fund's asset mix would range from 40% - 60% in securities of companies with market capitalisation of not more than RM1 billion and 40% - 60% in fixed income securities, money market instruments, cash and deposits with financial institutions depending on the market conditions but subject always to a minimum allocation of 40% in each category. Although the Fund is actively managed, how active or the frequency of its trading strategy will very much depend on market opportunities.

The risk management strategies and techniques employed by the Manager include diversification of the Fund's investments in terms of its exposure to various industries, sectors

and asset classes/type of investments (i.e. equity, fixed income, money market instruments). Financial derivatives may also be used for hedging purposes where appropriate. Generally, the assets of the Fund will be invested over a medium to long term period with disposal of the investments when necessary to control risk as well as to optimise capital gains. This is especially so when the full growth potential of the investment is deemed to have been reduced over a prolonged rise in market value of the investments and the other available investments may present cheaper valuations and higher potential returns. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission. Adherence to these permitted investments and restrictions also helps the Manager to risk-manage the Fund's portfolio in terms of diversification. Moreover, the Manager in making its investment decisions shall at all times comply with the investment restrictions of the Fund and requirements as set out in the Deed.

The Manager may take temporary defensive positions that may be inconsistent with the Fund's principal strategy in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the Manager may reallocate the Fund's equity investments into other asset classes such as fixed income securities, money market instruments, cash and deposits with financial institutions, which are defensive in nature. In its reallocation, the level of equity investments would not fall below 20% of the Net Asset Value.

The performance of this Fund cannot be compared directly with any specific publicly available benchmark such as the FBM Small Cap Index or the 12-month fixed deposit rate offered by financial institutions as the Fund is a balanced fund where investment in equities and fixed income securities are restricted to a maximum of 60%. As such, a composite benchmark comprising 50% of the performance of the FBM Small Cap Index and 50% of the 12-month fixed deposit rate offered by Maybank Berhad is used for comparative purposes. The composite benchmark chosen best represents the Fund's underlying investments of small cap securities and fixed income securities. To obtain the latest information on the FBM Small Cap Index, investors can refer to the local newspapers or Bursa Malaysia's website, www.bursamalaysia.com; and to obtain the latest information on the Maybank's fixed deposit rate, investors may log on to Maybank's website, www.maybank2u.com.my. Unit holders can obtain information on the composite benchmark from the Manager upon request. For further information, investor may refer to the fund fact sheet of the Fund that is available on our website. Investors should note that the risk profile of the Fund is different from the risk profile of the benchmark.

1.2.6 Investment in Unlisted Securities

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund. Such investments shall not include:

- a) Equities not listed for trading in a stock market of a stock exchange but have been approved for such listing and offered directly to the Fund by the issuer;
- b) Debentures traded on an organised over-the-counter market; and
- c) Structured products.

The Fund's investments in unlisted securities (if any) shall always be subject to the restriction stipulated in section 1.2.13 (a).

1.2.7 Collective Investment Schemes

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund, provided always the Fund does not invest in any of the other Funds under this umbrella fund, i.e. the RHB Smart Series Funds. In addition, the Manager will only make such investments if the target fund is registered/authorised/approved by the relevant regulatory authority in its home jurisdiction as

the case may be and which operates within the general investment principles of the Guidelines on Unit Trust Funds issued by the Securities Commission. The Fund's investments in collective investment schemes (if any) shall always be subject to the restrictions stipulated in section 1.2.13 (g) and (m).

1.2.8 Financial Derivatives

The Manager may participate in futures contracts and other financial derivatives, when appropriate. The category of financial derivatives to be participated in shall be the stock index futures contracts, the stock index options contracts, the interest rates futures contracts, the bonds futures contracts, or any other categories and/or types of futures contracts or financial derivatives that may be allowable by the relevant authorities from time to time. The Fund's participation in financial derivatives is basically to hedge the portfolio from any unexpected price or interest rate movement in the underlying market as well as to hedge against any opportunity loss arising from its uninvested cash. The benefit of any upside of price or interest rate movement in the underlying market is limited as the primary interest is to protect the value of the portfolio. Nonetheless, the Fund may also invest in financial derivatives for investment purpose to enhance the returns of the Fund, where appropriate. If the Fund were to invest in over-the-counter ("OTC") derivatives, the Manager will monitor the derivative valuation and credit ratings of financial institutions as counterparty to the instruments, where applicable and take appropriate actions to mitigate any risk associated with such instruments. This may extend to unwinding of derivative instruments in the event where there is a need to terminate current position due to reversal in market movement, redemptions in units or upon downgrade of the credit ratings of the financial institutions. If the Fund does invest in derivatives, there may be a likelihood that the NAV per unit of the Fund may be subject to high volatility. The Fund's investments in financial derivatives (if any) shall always be subject to the restrictions stipulated in section 1.2.13 (f) and (i).

1.2.9 Structured Products

The Fund will not invest in structured products.

1.2.10 Foreign Securities

This Fund will not invest in foreign securities as the Manager intends to maintain the Fund as a local fund.

1.2.11 Liquid Assets

The Manager in structuring this Fund's portfolio will maintain a minimum liquid assets level of 2% of the Net Asset Value for the purpose of meeting redemptions and to enable the proper and efficient management of the Fund. However, this does not preclude the Manager from lowering or raising the liquid assets level from the stipulated level to allow the Manager to react to the market conditions and to manage investment risk when circumstances warrant it.

This Fund shall not borrow in connection with its activities or lend any of its cash or investments unless permitted by the relevant laws pertaining to unit trust funds. However, the Fund may borrow cash on a temporary basis (i.e. not more than one month) from financial institutions to meet redemption requests. Such borrowing shall not exceed ten (10) percent of the Net Asset Value at the time the borrowing is incurred.

1.2.12 Distribution Policy

Consistent with the Fund's objective to achieve long term* growth of capital and current income^, the Fund will distribute a portion of its returns to Unit Holders. Distributions, if any, after deduction of taxation and expenses, are generally declared annually.

Note:

*“long term” in this context refers to a period of between 5 - 7 years.

^The income is in the form of units. Please refer to the Fund’s distribution mode.

1.2.13 Permitted Investments and Restrictions

This Fund may invest in securities traded on the Bursa Malaysia or any other market considered as an Eligible Market, unlisted securities, collective investment schemes, financial derivatives, structured products, liquid assets (including money market instruments and deposits with any financial institutions), participate in the lending of securities, and any other investments permitted by the Securities Commission from time to time.

The acquisition of such permitted investments is subject to the following restrictions:

- a) The value of the Fund’s investments in unlisted securities must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- b) The value of the Fund’s investments in ordinary shares issued by any single issuer must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- c) The value of the Fund’s investments in transferable securities (i.e. equities, debentures and warrants) and money market instruments issued by any single issuer must not exceed fifteen (15) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- d) The value of the Fund’s placement in deposits with any single financial institution must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- e) The value of the Fund’s investments in transferable securities and money market instruments issued by any group of companies must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- f) The aggregate value of the Fund’s investments in transferable securities, money market instruments, deposits and over-the-counter (“OTC”) financial derivatives issued by or placed with (as the case may be) any single issuer/financial institution must not exceed twenty five (25) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- g) The value of the Fund’s investments in units/shares of any collective investment scheme must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- h) The value of the Fund’s OTC financial derivatives transactions with any single counterparty must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time; and the Fund’s exposure to the underlying assets (vide the derivatives) must not exceed the Fund’s investment spread limits as stipulated in (b), (c), (d), (e), (f) and (g) above. In addition, the Fund’s net market exposure owing to its financial derivatives positions must not exceed the Net Asset Value.

Notwithstanding the limits and restrictions mentioned above which apply to this particular Fund, the following investment concentration limits will apply at the level of the umbrella fund i.e. the total holdings of all the Funds comprising the RHB Smart Series Funds.

- i) The Fund's investments in transferable securities (other than debentures) must not exceed ten (10) per cent of the securities issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- j) The Fund's investments in debentures must not exceed twenty (20) per cent of the debentures issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- k) The Fund's investments in money market instruments must not exceed ten (10) per cent of the instruments issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time. Such limit does not apply to money market instruments that do not have a pre-determined issue size.
- l) The Fund's investments in collective investment schemes must not exceed twenty five (25) per cent of the units/shares in any one collective investment scheme, or any other limit as may be prescribed by the Securities Commission from time to time.

The limits and restrictions mentioned herein must be complied with at all times based on the most up-to-date value of the Fund's investments. However, a 5% allowance in excess of the limits or restrictions is permitted where the limit or restriction is breached through an appreciation or depreciation of the Net Asset Value (whether as a result of an appreciation or depreciation of the investments or as a result of repurchase of units of the Fund or payment made from the Fund). The Manager will not make any further acquisitions to which the relevant limit is breached, and the Manager will within a reasonable period of not more than three (3) months from the date of the breach take all necessary steps and actions to rectify the breach. Such limits and restrictions however, do not apply to securities / instruments that are issued or guaranteed by the Malaysian government or Bank Negara Malaysia.

1.3 RHB Smart Income Fund

1.3.1 Fund Category

Bond Fund.

1.3.2 Financial Year End

31 March.

1.3.3 Name of Trustee

HSBC (Malaysia) Trustee Berhad.

1.3.4 Investment Objective

This Fund aims to provide investors with higher than average income[^] returns compared to fixed deposits over the medium to long term* period through an investment blend comprising primarily of quality fixed income securities and with the remaining investments in a strategically selected portfolio of companies with market capitalisation of not more than RM1 billion.

Any material change to the investment objective of this Fund requires the Unit Holders' approval.

Note: *"medium to long term" in this context refers to a period between 3 - 7 years.

[^] The income is in the form of units. Please refer to the Fund's distribution mode.

1.3.5 Investment Strategy

This Fund will invest primarily in quality fixed income securities with selective participation in securities of companies with market capitalisation of not more than RM1 billion with a view in providing enhanced returns to the Fund. Accordingly, this Fund seeks to achieve its investment objective by structuring a portfolio as follows:

70% - 100% of Net Asset Value

- Investments in quality fixed income securities (comprising amongst others of convertible debt securities, redeemable debt securities, bonds/securities that are issued and/or guaranteed by the government or quasi-government agencies, corporate bonds carrying at least BBB rating by RAM Ratings Services Berhad or the equivalent rating by any other reputable rating agency and fixed income collective investment schemes), money market instruments, cash and deposits with financial institutions with minimum risk to capital invested.

0% - 30% of Net Asset Value

- Investments in securities of companies with market capitalization of not more than RM1 billion (determined at the point of purchase).

The Fund's asset mix would range from 70% - 100% in fixed income securities, money market instruments, cash and deposits with financial institutions, and 0% - 30% in securities of companies with market capitalization of not more than RM1 billion depending on the market conditions but subject always to a minimum allocation of 70% in fixed income securities, money market instruments, cash and deposits with financial institutions. Although the Fund is actively managed, how active or the frequency of its trading strategy will very much depend on market opportunities.

The risk management strategies and techniques employed by the Manager include diversification of the Fund's investments in terms of its exposure to various industries, sectors and asset classes/type of investments (i.e. equity, fixed income, money market instruments). Financial derivatives may also be used for hedging purposes where appropriate. Generally, the assets of the Fund will be invested over a medium to long term period with disposal of the investments when necessary to control risk as well as to optimise capital gains. This is especially so when the full growth potential of the investment is deemed to have been reduced over a prolonged rise in the market value of the investments and the other available investments may present cheaper valuations and higher potential returns. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission. Adherence to these permitted investments and restrictions also helps the Manager to risk-manage the Fund's portfolio in terms of diversification. Moreover, the Manager in making its investment decisions shall at all times comply with the investment restrictions of the Fund and requirements as set out in the Deed.

The performance of this Fund is benchmarked against the 12-month fixed deposit rate offered by Maybank Berhad. The benchmark chosen best represents the Fund's objective. For ease of reference, investors may refer to Maybank's website, www.maybank2u.com.my for this indicator. Investors should note that the risk profile of the Fund is different from the risk profile of the benchmark.

1.3.6 Investment in Unlisted Securities

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund. Such investments shall not include:

- a) Equities not listed for trading in a stock market of a stock exchange but have been approved for such listing and offered directly to the Fund by the issuer;
- b) Debentures traded on an organised over-the-counter market; and
- c) Structured products.

The Fund's investments in unlisted securities (if any) shall always be subject to the restriction stipulated in section 1.3.13 (a).

1.3.7 Collective Investment Schemes

The Manager will only make such investments where the Manager expects those investments to complement the objective and enhance the performance of this Fund, provided always the Fund does not invest in any of the other Funds under this umbrella fund, i.e. the RHB Smart Series Funds. In addition, the Manager will only make such investments if the target fund is registered/authorised/approved by the relevant regulatory authority in its home jurisdiction as the case may be and which operates within the general investment principles of the Guidelines on Unit Trust Funds issued by the Securities Commission. The Fund's investments in collective investment schemes (if any) shall always be subject to the restrictions stipulated in section 1.3.13 (e) and (k).

1.3.8 Financial Derivatives

The Manager may participate in futures contracts and other financial derivatives, when appropriate. The category of financial derivatives to be participated in shall be the stock index futures contracts, the stock index options contracts, the interest rates futures contracts, the bonds futures contracts, or any other categories and/or types of futures contracts or financial derivatives that may be allowable by the relevant authorities from time to time. The Fund's

participation in financial derivatives is basically to hedge the portfolio from any unexpected price or interest rate movement in the underlying market as well as to hedge against any opportunity loss arising from its uninvested cash. The benefit of any upside of price or interest rate movement in the underlying market is limited as the primary interest is to protect the value of the portfolio. Nonetheless, the Fund may also invest in financial derivatives for investment purpose to enhance the returns of the Fund, where appropriate. If the Fund were to invest in over-the-counter (“OTC”) derivatives, the Manager will monitor the derivative valuation and credit ratings of financial institutions as counterparty to the instruments, where applicable and take appropriate actions to mitigate any risk associated with such instruments. This may extend to unwinding of derivative instruments in the event where there is a need to terminate current position due to reversal in market movement, redemptions in units or upon downgrade of the credit ratings of the financial institutions. If the Fund does invest in derivatives, there may be a likelihood that the NAV per unit of the Fund may be subject to high volatility. The Fund’s investments in financial derivatives (if any) shall always be subject to the restrictions stipulated in section 1.3.13 (d) and (g).

1.3.9 Structured Products

The Fund will not invest in structured products.

1.3.10 Foreign Securities

This Fund will not invest in foreign securities as the Manager intends to maintain the Fund as a local fund.

1.3.11 Liquid Assets

The Manager in structuring this Fund’s portfolio will maintain a minimum liquid assets level of 2% of the Net Asset Value for the purpose of meeting redemptions and to enable the proper and efficient management of the Fund. However, this does not preclude the Manager from lowering or raising the liquid assets level from the stipulated level to allow the Manager to react to the market conditions and to manage investment risk when circumstances warrant it.

This Fund shall not borrow in connection with its activities or lend any of its cash or investments unless permitted by the relevant laws pertaining to unit trust funds. However, the Fund may borrow cash on a temporary basis (i.e. not more than one month) from financial institutions to meet redemption requests. Such borrowing shall not exceed ten (10) percent of the Net Asset Value at the time the borrowing is incurred.

1.3.12 Distribution Policy

Consistent with the Fund’s objective to provide investors with higher than average income[^] returns compared to fixed deposits, the Fund will distribute a substantial portion of its returns to Unit Holders. Distributions, if any, after deduction of taxation and expenses, are generally declared annually.

Note:

[^] The income is in the form of units. Please refer to the Fund’s distribution mode.

1.3.13 Permitted Investments and Restrictions

This Fund may invest in securities traded on the Bursa Malaysia or any other market considered as an Eligible Market, unlisted securities, collective investment schemes, financial derivatives, structured products, liquid assets (including money market instruments and deposits with any financial institutions), participate in the lending of securities, and any other investments permitted by the Securities Commission from time to time.

The acquisition of such permitted investments shall be subject to the following restrictions:

- a) The value of the Fund's investments in unlisted securities must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- b) The acquisition of permitted investments in bonds/fixed income securities shall be subject to the following restrictions:
 - (i) The value of the Fund's investments in debentures issued by any single issuer must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
 - (ii) The value of the Fund's investments in debentures issued by any single issuer may exceed twenty (20) per cent but must not exceed thirty (30) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time, if the debentures are rated by any global or domestic rating agency to be of the best quality and offer the highest safety of timely payment of interest and principal.
 - (iii) The value of the Fund's investments in the debentures issued by any group of companies must not exceed thirty (30) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- c) The acquisition of permitted investments in securities (except debentures) shall be subject to the following restrictions:
 - (i) The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
 - (ii) The value of the Fund's investments in equities, warrants and money market instruments issued by any single issuer must not exceed fifteen (15) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
 - (iii) The value of the Fund's placement in deposits with any single financial institution must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
 - (iv) The value of the Fund's investments in equities, warrants and money market instruments issued by any group of companies must not exceed twenty (20) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time.
- d) The aggregate value of the Fund's investments in transferable securities (i.e. equities, debentures and warrants), money market instruments, deposits and over-the-counter ("OTC") financial derivatives issued by or placed with (as the case may be) any single issuer/financial institution must not exceed twenty five (25) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time. Where the single issuer limit of the Fund's investment in debentures is increased to thirty (30) per cent of the Net Asset Value or any other limit prescribed by the Securities Commission pursuant to paragraph (b)(ii), the aggregate value of the

Fund's investment must not exceed thirty (30) per cent of the Net Asset Value, or such other limit as may be prescribed by the Securities Commission.

- e) The value of the Fund's investments in units/shares of any collective investment scheme must not exceed twenty (20) per cent of the Net Asset Value or any other limit as may be prescribed by the Securities Commission from time to time.
- f) The value of the Fund's OTC financial derivatives transactions with any single counter-party must not exceed ten (10) per cent of the Net Asset Value, or any other limit as may be prescribed by the Securities Commission from time to time; and the Fund's exposure to the underlying assets (vide the derivatives) must not exceed the Fund's investment spread limits as stipulated in (b)(i)-(iii), (c)(i)-(iv), (d) and (e). In addition, the Fund's net market exposure owing to its financial derivatives positions must not exceed the Net Asset Value.

Notwithstanding the limits and restrictions mentioned above which apply to this particular Fund, the following investment concentration limits will apply at the level of the umbrella fund i.e. the total holdings of all the Funds comprising the RHB Smart Series Funds.

- g) The Fund's investments in equities, warrants must not exceed ten (10) per cent of the securities issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- h) The Fund's investments in debentures must not exceed twenty (20) per cent of the debentures issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time.
- i) The Fund's investments in money market instruments must not exceed ten (10) per cent of the instruments issued by any single issuer, or any other limit as may be prescribed by the Securities Commission from time to time. Such limit does not apply to money market instruments that do not have a pre-determined issue size.
- j) The Fund's investments in collective investment schemes must not exceed twenty five (25) per cent of the units/shares in any one collective investment scheme or any other limit as may be prescribed by the Securities Commission from time to time.

The limits and restrictions mentioned herein must be complied with at all times based on the most up-to-date value of the Fund's investments. However, a 5% allowance in excess of the limits and restrictions is permitted where the limit or restriction is breached through an appreciation or depreciation of the Net Asset Value (whether as a result of an appreciation or depreciation of the investments, or as a result of repurchase of units of the Fund or payment made from the Fund). The Manager will not make any further acquisitions to which the relevant limit is breached, and the Manager will within a reasonable period of not more than three (3) months from the date of the breach take all necessary steps and actions to rectify the breach. Such limits and restrictions however, do not apply to securities / instruments that are issued or guaranteed by the Malaysian government or Bank Negara Malaysia.

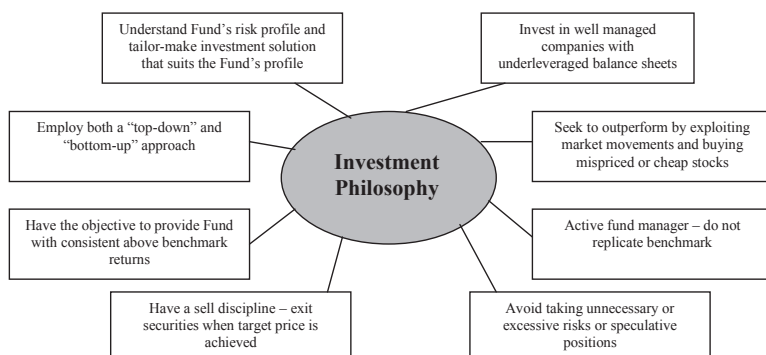
1.4 Investment Philosophy

SMART TREASURE

SMART BALANCED

SMART INCOME

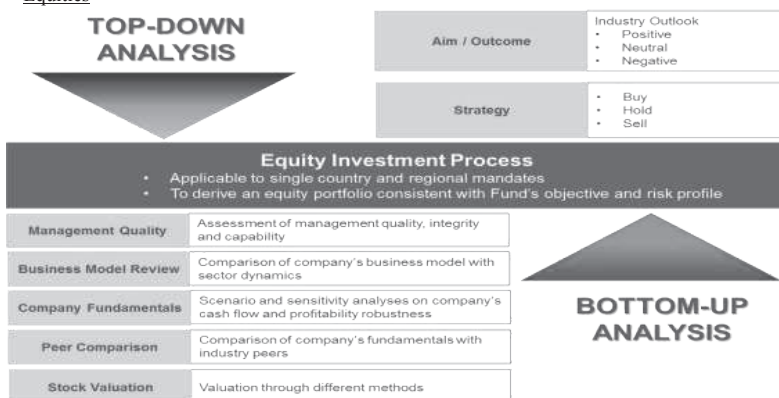
Our investment philosophy describes the approach that the investment team will adhere to when constructing an equity or fixed income portfolio. The portfolio managers invest in well-managed companies with strong balance sheets that possess competitive advantages that should enable them to outperform their peers over economic cycles. The portfolio managers are active investors that make high conviction security selection decisions, but at the same time do not take unnecessary or excessive risks nor take speculative positions. The portfolio managers seek to outperform their peers and beat their benchmark by buying mispriced or cheap securities. Following our disciplined sell strategy, the portfolio managers would then exit positions when the target price is reached. Concurrently, the portfolio managers understand the Funds' risk profile and act within each individual Fund's mandate.

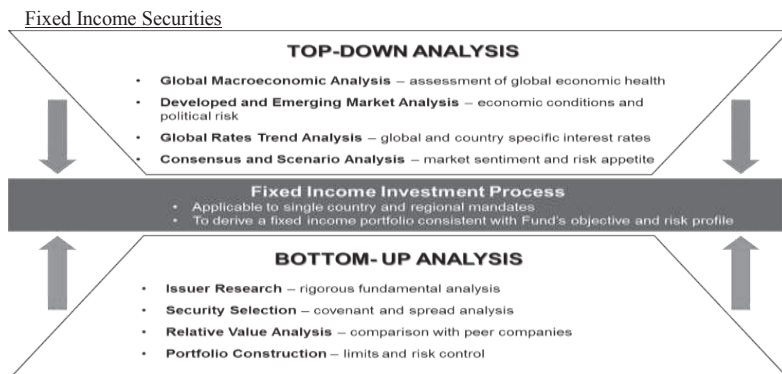


1.5 Investment Approach

Whenever a Fund invests in equities and/or fixed income securities, the Manager's investment approach will evolve around the following principles:-

Equities





2. RISK FACTORS

2.1 General Risks of Investing in Unit Trusts

The following are risks involved in investing in the respective Funds:

General Risks

- | | |
|-------------------------------------|--|
| a) Management Risk | Inadequate expertise of the Manager in dealing with the day-to-day management of managing a Fund will jeopardize the investment of Unit Holders through the risk of reduced returns and in some cases the Unit Holders may also lose the capital invested in the Fund. |
| b) Inflation/ Purchasing Power Risk | This is the risk that investors' investment in the unit trust 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. There is a risk that the value of Unit Holders' money invested in a Fund and the value of any returns thereof may be reduced by inflation. |
| c) Redemption Risk | The ability of a Fund to honour requests for redemption in a timely manner is subject to the Fund's holding of adequate liquid assets and/or its ability to borrow on a temporary basis as permitted by the relevant laws. |
| d) Loan Financing Risk | Investors should assess the inherent risk of investing with borrowed money which would include the following: <ol style="list-style-type: none"> i. the ability to service the loan repayments and the effect of increase in interest rates on the loan repayments; and ii. (in a case where the units of a Fund are used as collateral to the loan) the ability to provide additional collateral should the unit prices of the respective Fund fall beyond a certain level. |

[Please see Unit Trust Loan Financing Risk Disclosure Statement in the application form.]

- | | | |
|----|----------------------------|--|
| e) | Risk of Non-Compliance | The risk arises should the Manager not follow the provisions set out in the Deed or the law that governs the Fund or its own internal procedures, whether by oversight or by omission, or if the Manager acts fraudulently or dishonestly. Such non-compliance may result in the Fund being mismanaged and this may affect the Unit Holders' investment. |
| f) | Returns are not Guaranteed | There is no guarantee on the investment returns to Unit Holders. Unlike fixed deposits which carry a fixed rate of return, the Fund does not provide a fixed rate of return. |

Investments Risks

- | | | |
|----|----------------------|---|
| a) | Counterparty Risk | The Funds' placements of cash or deposits with licensed financial institutions is subject to the risk of the counterparty. Counterparty risk refers to the possibility that the financial institutions where the cash or deposit placements are made will not be able to make timely payments of interest and / or principal when it becomes due. This may lead to a default in the payment of principal and / or interest and ultimately a reduction in the value of a Fund. |
| b) | Fund Management Risk | The selection of securities of a Fund and placement of cash or deposits which make up the assets of a Fund is a subjective process and depends on the expertise of the portfolio manager in carrying out the investment management function of a Fund. Securities selected and deposits placed by the Manager may perform better or worse than the overall market, or as compared to similar portfolios managed by our competitors. |

For Funds investing in equities and equity-related securities:

- | | | |
|----|--------------------------------|---|
| a) | Market Risk | Market risk is a risk that arises when the prices of investments in the marketplace are affected by circumstances such as political or economic events. These circumstances, which may be a local or global event can affect the markets where the Fund is invested in and subsequently the value of the Fund's investments. |
| b) | Particular Security Risk | The fluctuation in the performance of each individual security that the Fund invests in will affect the price of the units of the Fund. Not all companies issuing these securities are successful. The success or failure of the companies will cause the value of its securities to rise or fall. Valued collectively, the performance of individual securities comprising the Fund's portfolio will cause the unit price of the Fund to rise or fall accordingly. |
| c) | Equity Related Securities Risk | The Fund may also invest in equity related securities such as warrants. As warrants are linked to the |

particular equity securities from which they are derived, the warrants inherit the risks linked to that underlying equity security such as market risk, currency risk, country risk, industry risk and liquidity risk. A movement in the prices of the underlying equity securities of the warrants will generally result in a larger movement in the prices of the warrants, thus the higher volatility of investments in warrants. In the event of a decline in the market, warrants can lose a substantial amount of their values, far more than equity securities and vice versa. Warrants also have a limited life and if they are not exercised at the maturity, they will expire. Warrants become worthless if they are not exercised before maturity, causing the value of the Fund's investments to fall. Like any other investments, the fall in the value of the Fund's investments will ultimately lower the Net Asset Value.

d) Liquidity Risk[^]

This refers to the ease with which a security can be sold at or near its fair value depending on the volume traded on the market. Should a security become illiquid, it may be sold at a discount to its fair value, thus lowering the value of the Fund's investments and subsequently the value of Unit Holders' investments.

[^]This risk will apply to both fixed income securities and equities.

For Funds investing in fixed income securities:

a) Interest Rate Risk[^]

This risk refers to the effect of interest rate changes on the market value of a fixed income portfolio. In the event of rising interest rates, prices of debt securities will generally decrease and vice versa. Meanwhile, debt securities with longer maturities and lower coupon/profit rates are more sensitive to interest rate changes. This risk will be mitigated via the management of the duration structure of the fixed income portfolio. In respect of equities, this risk refers to the impact of interest rate changes to companies in general. Any increase in interest rate would generally increase a company's cost of financing which may impact their profitability which in turn may impact a company's share price.

For Funds participating or investing in derivatives:

a) Derivative Risk

As the Fund may participate in financial derivative instruments for hedging purposes or as an investment, it will be subject to risks associated with such investments. As hedging activities are meant to protect a Fund from currency, interest rate and price volatility, hence the benefit of any upside of currency or interest rate or securities' price movement is limited. Investments in financial derivative instruments may require the deposit of initial margin and additional deposit of margin on short notice if the market moves against the investment positions. If no provision is made

for the required margin within the prescribed time, the Fund's investments may be liquidated at a loss. Therefore, it is essential that such investments in financial derivative instruments are monitored closely. If and when the Manager participates or invests in derivatives, the Manager will monitor the derivative positions for the Fund. In addition, participation or investment in derivatives is also subject to the possibility that the counterparty to the derivative may fail or default in its obligations under the derivative contract. Such failure or default by the counterparty whether in the payment of principal and/or interest or any gain from the derivative transaction may ultimately lead to a reduction in the value of the Fund. Investing in derivatives may also result in a likelihood of high volatility of the NAV per unit of the Fund.

2.2 Specific Risks when Investing in the Funds

The following are specific risks involved in investing in the Funds:

SMART TREASURE

IPO Risk

As the Fund will invest in subscriptions for Initial Public Offerings ("IPO"), certain risks are therefore peculiar to this Fund. There could be a delay in its listing on the Bursa Malaysia which may result in opportunity loss arising from the capital invested in the IPO. Further, as there is no prior market for IPO shares, there is no assurance that the issue or offer price of the IPO shares will correspond to the price at which these shares will trade upon or subsequent to the listing.

Other risks associated with investments in equities are set out in section 2.1 Investment Risks. You can refer to section 1.1.5 Investment Strategy, for information on the risk management strategies and techniques employed by the Manager on this Fund.

SMART BALANCED

a) Liquidity Risk of Underlying Investments

Liquidity is the ability to convert an investment portfolio to cash without suffering a noticeable loss in value. The Malaysian fixed income instruments market is not as liquid as the equity market and this may affect the price of any fixed income instrument. Likewise, when investing in small to medium sized companies, the acquisition or disposal of securities of these companies may require a longer time period as there are generally less ready buyers or sellers as compared to the securities of larger, more established companies.

b) Credit Risk

This refers to the creditworthiness of the fixed income issuer and its expected ability to repay debt. Default happens when the issuer is not able to make timely coupon payments and / or repay or pay the principal in a timely manner thus lowering the value

of the Fund's investments and subsequently the value of Unit Holders' investments.

c) Inflation/Purchasing Power Risk

Inflation can be defined as increases of the price level of goods and services and is commonly reported using the consumer price index as a measure. Inflation is one of the major risks to investors and results in uncertainty over the future value of the investments. Inflation reduces purchasing power of money. In an inflationary environment, fixed rate securities are exposed to higher inflation risks than equities due to its fixed returns nature as compared to equities whose returns are variable.

Other risks associated with investments in equities and fixed income are set out in section 2.1 Investment Risks. You can refer to section 1.2.5 Investment Strategy, for information on the risk management strategies and techniques employed by the Manager on this Fund.

SMART INCOME

a) Credit Risk

This refers to the creditworthiness of the fixed income issuer and its expected ability to repay debt. Default happens when the issuer is not able to make timely coupon payments and / or repay or pay the principal in a timely manner thus lowering the value of the Fund's investments and subsequently the value of Unit Holders' investments.

b) Liquidity Risk of Underlying Investments

Liquidity is the ability to convert an investment portfolio to cash without suffering a noticeable loss in value. The Malaysian fixed income instruments market is not as liquid as the equity market and this may affect the price of any fixed income instruments. Likewise, when investing in small to medium sized companies, the acquisition or disposal of securities of these companies may require a longer time period as there are generally less ready buyers or sellers as compared to the securities of larger, more established companies.

c) Inflation/Purchasing Power Risk

Inflation can be defined as increases of the price level of goods and services and is commonly reported using the consumer price index as a measure. Inflation is one of the major risks to investors and results in uncertainty over the future value of the investments. Inflation reduces purchasing power of money. In an inflationary environment, fixed rate securities are exposed to higher inflation risks than equities due to its fixed returns nature as compared to equities whose returns are variable.

Other risks associated with investments in fixed income securities are set out in section 2.1 Investment Risks. You can refer to section 1.3.5 Investment Strategy, for information on the risk management strategies and techniques employed by the Manager on this Fund.

3. VALUATION OF ASSETS

The Funds must be valued at least once every Business Day.

Accordingly, the valuation of the respective Fund for a Business Day will be conducted at the close of Bursa Malaysia for that Business Day. Thus, the daily price of the Funds for a particular Business Day will be published in the major newspapers on the next day.

Investors may however obtain the most current computed prices by contacting the Manager directly or visiting our website, **www.rhbgroup.com** [please refer to Section 5.5 (g) (Availability of Information on Investment)].

In undertaking any of the Funds' investments, the Manager will ensure that all the assets of the respective Fund will be valued appropriately, that is, at market value, failing which, such assets will be valued at fair value and at all times in compliance with the relevant laws including approved accounting standards.

Accordingly, where applicable:

- (i) Listed securities will be valued daily based on the last done market price or such other basis as may be prescribed by the relevant laws from time to time including approved accounting standards.

However, if:-

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

then the securities would 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.

- (ii) Investments in unlisted fixed income securities denominated in Ringgit Malaysia will be valued on a daily basis by reference to the fair value prices quoted by a bond pricing agency (BPA) registered with the Securities Commission. However, where quotations are not available, such unlisted fixed income securities will generally be valued on a weekly basis or as and when appropriate, by reference to the average indicative yield quoted by three independent and reputable financial institutions in over-the-counter market at the close of trading. These institutions include investment banks and commercial banks dealing in fixed income securities.

In a case where the Manager is of the view that the market yield for a specific unlisted fixed income security differs by more than twenty (20) basis points from the price quoted by BPA, the Manager may use its own view of the market yield for a specific unlisted fixed income security, provided that the Manager records its basis for using a non BPA price, obtains necessary internal approvals to use the non BPA price and keeps an audit trail of all decisions and basis for adopting its own view of the market yield.

However, when the Manager, after taking all reasonable efforts, is unable to obtain quotations from BPA or quotations from three independent and reputable financial institutions due to circumstances such as extreme market conditions, such fixed income securities will be valued according to an alternative method determined in

good faith by the Manager, which has been verified by the auditor of the Fund and approved by the Trustee provided that the Manager records its basis for using the alternative method having obtained necessary internal approvals to use the alternative method and the Manager keeps an audit trail of all decisions and basis for adopting the alternative method. Any alternative method shall be consistently applied unless advised otherwise by the auditor of the Fund and the Trustee.

- (iii) Investments in unlisted securities will be valued at cost price of each investment until the securities of the investee companies are successfully listed on a recognised stock exchange, upon which the quoted prices will be available and valuation will be based on the last done market price or such other basis as may be prescribed from time to time by the relevant laws including approved accounting standards.
- (iv) Collective investment schemes which are quoted on Bursa Malaysia shall be valued in the same manner as listed securities as described above. When investing in unlisted collective investment schemes, the value shall be determined by reference to that manager's last published repurchase price per unit for that unlisted collective investment scheme.
- (v) Financial derivatives positions will be "marked to market" at the close of each trading day.
- (vi) Cash and deposits placed with financial institutions will be valued each day by reference to the principal value of such investments and the interest/profits accrued thereon for the relevant period.
- (vii) Money market instruments will be valued based on the accretion of discount or amortisation of premium on a yield to maturity basis.

4. FEES, CHARGES AND EXPENSES

The cost to the investor investing in a Fund is as follows:

4.1 Charges

The charges directly incurred by an investor when purchasing or redeeming units of the Funds are as follows:

(a) Sales Charge

SMART TREASURE SMART BALANCED

The Manager will impose a sales charge which can be levied on an investor's investment amount/purchase amount, net of bank charges (if any) by the Manager's various distributors as follows:

Distributor	% of investment amount
Institutional Unit Trust Adviser (IUTA)	Up to 5.26 %
Tied (Retail) Agent	Up to 5.26 %
Direct Sales (Direct Investment with the Manager)	Up to 5.26 %

Note: An investor who invests in **SMART TREASURE** and **SMART BALANCED** via the EPF Members' Investment Scheme will be levied a sales charge of up to 3.00% of the investment amount (or such other rate that may be determined by the EPF from time to time).

An investor can expect differing sales charge to be levied when buying units of the respective Fund from the various distribution channels and within each distribution channel, subject to the maximum sales charge stipulated herein. This is due to the different levels of services provided by each distribution channel and/or the size of the investment undertaken.

Illustration

Say, an investor makes an investment of RM10,000.00 at the Selling Price of RM0.6152 and the distributor levies a sales charge of 5.26%, the investor will pay a total of RM10,557.56 as follows:-

Investment amount = RM 10,000.00

Add:

Sales charge levied by the distributor @ 5.26% = RM 526.00

GST¹ (6% of RM526.00) = RM 31.56

Total amount paid by the investor = RM 10,557.56

The investor will be allotted with 16,254.88 units calculated as follows:

Units allotted is calculated as $\frac{\text{RM10,000.00}}{\text{RM0.6152}^*} = 16,254.88 \text{ units}^{**}$

* Unit price is rounded to the nearest 4 decimal places.

** Units computed are rounded to the nearest 2 decimal places.

SMART INCOME

The Manager will impose a sales charge which can be levied on an investor's investment amount/purchase amount, net of bank charges (if any) by the Manager's various distributors as follows:

Distributor	% of investment amount
Institutional Unit Trust Adviser (IUTA)	Up to 2.00%
Tied (Retail) Agent	Up to 2.00%
Direct Sales (Direct Investment with the Manager)	Up to 2.00%

Note: An investor who invests in **SMART INCOME** via the EPF Members' Investment Scheme will be levied a sales charge of up to 2.00% of the investment amount (or such other rate that may be determined by the EPF from time to time).

An investor can expect differing sales charge to be levied when buying units of the Fund from the various distribution channels and within each distribution channel, subject to the maximum sales charge stipulated herein. This is due to the different levels of services provided by each distribution channel and/or the size of the investment undertaken.

Illustration

Say, an investor makes an investment of RM10,000.00 at the Selling Price of RM0.7010 and the distributor levies a sales charge of 2.00%, the investor will pay a total of RM10,212.00 as follows:-

Investment amount	=	RM 10,000.00
Add:		
Sales charge levied by the distributor @ 2.00%	=	RM 200.00
GST ¹ (6% of RM200.00)	=	RM 12.00
Total amount paid by the investor	=	RM 10,212.00

The investor will be allotted with 14,265.34 units calculated as follows:

$$\text{Units allotted is calculated as } \frac{\text{RM10,000.00}}{\text{RM0.7010}^*} = 14,265.34 \text{ units}^{**}$$

* Unit price is rounded to the nearest 4 decimal places.

** Units computed are rounded to the nearest 2 decimal places.

From the sales charge received from investors for each of the respective Fund, the Manager pays no more than the entire sales charge as mentioned above as selling commission to its distributors for that particular Fund.

¹ The implementation of GST is effective from 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

(b) Repurchase Charge
SMART TREASURE SMART BALANCED SMART INCOME

The Manager will not impose any repurchase charge on investors redeeming their investments.

Illustration

Say, an investor redeems 16,254.88 units of the Fund at the Repurchase Price of RM0.6152 (which is the Net Asset Value per unit as at the next valuation point), he would receive proceeds of redemption of RM10,000.00 as follows:

Redemption amount (16,254.88 units x RM0.6152)	=	RM 10,000.00
Less: repurchase charge	=	(NIL)
Net amount payable to the investor	=	<u>RM 10,000.00</u>

(c) Other Charges
(i) Switching of units between Funds under the umbrella of the RHB Smart Series Funds
SMART TREASURE SMART BALANCED

This is considered as a withdrawal of investment from one Fund and an investment into another Fund under the RHB Smart Series Funds. The Manager does not charge any switching fee when switching between these RHB Smart Series Funds. The Manager however, reserves the right to impose a switching fee or to vary the terms of the switching facility. Units of the Fund to be switched into shall be purchased at the Net Asset Value per unit of that Fund as at the next valuation point of the Fund's relevant Business Day after the form of request to switch is received by the Manager ("forward pricing").

Illustration

If a Unit Holder switches 5,000 units in **SMART TREASURE** at the Repurchase Price of RM0.6152 and wishes to invest in **SMART BALANCED** at the Selling Price of RM1.2657 (where both Funds have the sales charge of 5.26%).

Proceeds from switch (SMART TREASURE) (5,000 units x RM0.6152)	=	RM 3,076.00
Less : switching fee	=	(NIL)
Net proceeds from switch:	=	<u>RM 3,076.00</u>
Proceeds from SMART TREASURE invested in SMART BALANCED:		<u>RM 3,076.00</u> RM1.2657
Units allotted to the investors (in SMART BALANCED)	=	2,430.28 units**

** Units computed are rounded to the nearest 2 decimal places.

SMART INCOME

This is considered as a withdrawal of investment from **SMART INCOME** and an investment into another Fund under the RHB Smart Series Funds. The Manager charges a switching fee¹ of 3% of the redemption proceeds of the units of the Fund to be switched. The Manager however, reserves the right to vary this fee or to vary the terms of the switching facility. Units of the Fund to be switched into shall be purchased at the Net Asset Value per unit of that Fund as at the next valuation point of the Fund's relevant Business Day after the form of request to switch is received by the Manager ("forward pricing").

Illustration

If a Unit Holder switches 5,000 units in **SMART INCOME** at the Repurchase Price of RM0.7010 and wishes to invest in **SMART BALANCED** at the Selling Price of RM1.2657.

Proceeds from switch (SMART INCOME) (5,000 units x RM0.7010)	= RM 3,505.00
Add:	
3.00 % switching fee payable to the Manager*	= RM 105.15*
GST ¹ (6% of RM105.15)	= RM 6.31*
 Total amount paid by the investor	 = <u>RM 3,616.46</u>
 Proceeds from SMART INCOME invested in SMART BALANCED	 <u>RM3,505.00</u> <u>RM1.2657</u>
Units allotted to the investor (in SMART BALANCED)	= 2,769.22 units

* The switching fee and the GST are assumed to be paid separately by the Unit Holder and not deducted from the proceeds of the switch transaction.

** Units computed are rounded to the nearest 2 decimal places.

¹ The implementation of GST is effective from 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

(ii) Switching of units with Funds outside the umbrella of the RHB Smart Series Funds

SMART TREASURE SMART BALANCED SMART INCOME

This is considered as a withdrawal of investment from one Fund and an investment into any of the unit trust funds under the management of the Manager that allows switching of units. A switching fee will be imposed on Unit Holders switching between funds under the management of the Manager (that allow switching):

- Where the sales charge of the fund to be switched into is equal or lower than the sales charge of the Fund, the switch will incur a charge¹ of RM25 for a switch to the other fund.
- Where the sales charge of the fund to be switched into imposes a higher sales charge, Unit Holders will pay the difference in sales charge¹.

The Manager however, reserves the right to vary this fee or to vary the terms of the switching facility. Units of the Fund to be switched into shall be purchased at the Net Asset Value per unit of that Fund as at the next valuation point of the Fund's relevant Business Day after the form of request to switch is received by the Manager ("forward pricing").

Illustration 1 (based on SMART TREASURE and RHB Growth and Income Focus Trust)

If a Unit Holder switches 5,000 units in **SMART TREASURE** at the Repurchase Price of RM0.6152 and wishes to invest in **RHB Growth and Income Focus Trust** at the Selling Price of RM0.4706 (where both Funds have the sales charge of 5.26%).

Proceeds from switch (SMART TREASURE)	=	RM	3,076.00
(5,000 units x RM0.6152)			
Less:			
Switching fee RM25.00	=	RM	(25.00)
GST ¹ (6% of RM25.00)	=	RM	(1.50)
Net proceeds from switch:	=	RM	<u>3,049.50</u>
Proceeds from SMART TREASURE invested in			
RHB Growth and Income Focus Trust:			<u>RM3,049.50</u>
			RM0.4706
	=		6,480.03 units**

** Units computed are rounded to the nearest 2 decimal places.

¹ The implementation of GST is effective 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

Illustration 2 (based on SMART TREASURE and RHB KidSave Trust)

If a Unit Holder switches 5,000 units in **SMART TREASURE** at the Repurchase Price of RM0.6152 and wishes to invest in **RHB KidSave Trust** (which has a higher sales charge of 6.38%) at the Selling Price of RM0.5320.

Proceeds from switch (SMART TREASURE)	=	RM	3,076.00
(5,000 units x RM0.6152)			
Less:			
Switching fee 1.12% (6.38%-5.26%)	=	RM	(34.45)
GST ¹ (6% of RM34.45)	=	RM	(2.07)
Net proceeds from switch:	=	RM	<u>3,039.48</u>
Proceeds from SMART TREASURE invested in			
RHB KidSave Trust:			<u>RM3,039.48</u>
			RM0.5320
	=		5,713.31 units**

** Units computed are rounded to the nearest 2 decimal places.

¹ The implementation of GST is effective 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

(iii) Transfer of units

SMART TREASURE	SMART BALANCED	SMART INCOME
---------------------------	---------------------------	-------------------------

The Manager charges a transfer fee¹ of RM5.00 for each transfer.

¹ The implementation of GST is effective from 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

4.2 Fees and Expenses

SMART TREASURE	SMART BALANCED	SMART INCOME
-----------------------	-----------------------	---------------------

The fees and expenses indirectly incurred by an investor when investing in a Fund are as follows:

(a) Manager's Fees

The Manager is entitled to a management fee¹ of one point five per cent (1.50%) per annum of the Net Asset Value calculated on a daily basis before deducting the Manager's and Trustee's fees for that particular day.

Illustration: Calculation of annual management fee

Assuming that the Net Asset Value (before deducting the Manager's fee and Trustee's fee) for a particular day is RM100,000,000.00 and the annual management fee is at the rate of one point five per cent (1.50%) per annum, the calculation of the management fee of the Fund is as follows:

$$\frac{\text{RM100,000,000.00} \times 1.50\%}{365 \text{ days}^*} = \text{RM4,109.59}$$

$$\text{Add: GST}^1 (6\% \text{ of RM4,109.59}) = \text{RM246.58}$$

$$\text{Total management fee payable for that particular day} = \text{RM4,356.17}$$

* Note: In the event of a leap year, the annual management fee will be divided by 366 days.

¹ The implementation of GST is effective from 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

(b) Trustee's Fees

The Trustee is entitled to a trustee fee¹ of up to zero point zero seven per cent (0.07%) per annum of the Net Asset Value calculated on a daily basis before deducting the Manager's and Trustee's fees for that particular day.

Illustration: Calculation of annual trustee fee

Assuming that the Net Asset Value (before deducting the Manager's fee and Trustee's fee) for a particular day is RM100,000,000.00 and the trustee fee is at the rate of zero point zero seven per cent (0.07%) per annum, the calculation of the trustee fee of the Fund is as follows:

$$\frac{\text{RM100,000,000.00} \times 0.07\%}{365 \text{ days}^*} = \text{RM191.78}$$

$$\text{Add: GST}^1 (6\% \text{ of RM191.78}) = \text{RM11.51}$$

$$\text{Total trustee fee payable for that particular day} = \text{RM203.29}$$

* Note: In the event of a leap year, the annual trustee fee will be divided by 366 days.

¹ The implementation of GST is effective from 1 April 2015 at the rate of 6% and the fees and charges payable are exclusive of GST.

(c) Other Expenses Directly Related to the Fund

In administering the respective Funds, there are expenses directly related to the Fund. These expenses include the cost of the auditors' fees and other relevant professional fees, custodial charges, cost of distribution of interim/annual reports, tax certificates, reinvestment statements and other notices to Unit Holders. In addition, there are expenses that are directly related and necessary to the business of the respective Fund as set out in the Deed, such as commissions paid to brokers, other transaction costs and taxes, if any, that are also paid out of the respective Fund.

All expenses pursuant to the issuance of this master prospectus will be borne by the Manager.

4.3 Reduction or Waiver of Fees and Charges

SMART TREASURE	SMART BALANCED	SMART INCOME
----------------	----------------	--------------

The Manager may, for any reason at any time, waive or reduce the amount of its management fee only or all charges directly payable by the Unit Holder and/or investor in respect of a Fund, either generally (for all Unit Holders and/or investors) or specifically (for any particular Unit Holder and/or investors) and for any period or periods of time at its absolute discretion.

4.4 Policy on Rebates and Soft Commissions

SMART TREASURE	SMART BALANCED	SMART INCOME
----------------	----------------	--------------

It is the Manager's policy to credit all rebates to the account of the respective Funds.

However, goods and services ("soft commissions") provided by any broker or dealer may be retained by the Manager or the fund manager only if the goods and 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 Funds' investments, such as research materials and computer software, which are incidental to the investment management activities of the Funds and any dealing with the broker or dealer is executed on terms which are the most favourable for the Funds.

4.5 Goods and Services Tax (“GST”)
SMART TREASURE SMART BALANCED SMART INCOME

All fees and charges payable to the Manager and the Trustee are subject to any applicable taxes and/or duties (including but not limited to GST) as may be imposed by the government from time to time.

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

5. TRANSACTION INFORMATION
5.1 Pricing Policy

The Manager adopts a single pricing policy, i.e. the Selling Price and the Repurchase Price is the Net Asset Value per unit.

5.2 Computation of Purchase of Units
SMART TREASURE SMART BALANCED

The Selling Price shall be the Net Asset Value per unit as at the next valuation point of the Fund’s relevant Business Day after the request for units of the Fund is received by the Manager (“forward pricing”). A sales charge will be computed separately based on the investment amount/purchase amount, net of bank charges (if any).

Illustration (Based on **SMART TREASURE**)

Daily Net Asset Value	RM139,659,394.57
Units in Circulation	227,023,000.00
Net Asset Value per unit	<u>RM139,659,394.57</u>
	227,023,000.00
=	RM0.6152*

* Unit price is rounded to the nearest 4 decimal places.

Say, an investor makes an investment of RM10,000.00 at the Selling Price of RM0.6152 (which is the Net Asset Value per unit as at the next valuation point) and the distributor levies a sales charge of 5.26%, the investor will pay a total of RM10,557.56 as follows:

Investment amount	=	RM 10,000.00
Add:		
Sales charge levied by the distributor @ 5.26%	=	RM 526.00
GST ¹ (6% of RM526.00)	=	RM 31.56
Total amount paid by the investor	=	<u><u>RM 10,557.56</u></u>

The investor will be allotted with 16,254.88 units calculated as follows:

Units allotted is calculated as	<u>RM10,000.00</u>	=	16,254.88 units**
	RM0.6152		

** Units computed are rounded to the nearest 2 decimal places.

SMART INCOME

The Selling Price shall be the Net Asset Value per unit as at the next valuation point of the Fund's relevant Business Day after the request for units of the Fund is received by the Manager ("forward pricing"). A sales charge will be computed separately based on the investment amount/purchase amount, net of bank charges (if any).

Illustration

Daily Net Asset Value	RM40,461,243.27
Units in Circulation	57,717,000.00
Net Asset Value per unit	<u>RM40,461,243.27</u>
	57,717,000.00
	= RM0.7010*

* Unit price rounded to the nearest 4 decimal places.

Say, an investor makes an investment of RM10,000.00 at the Selling Price of RM0.7010 (which is the Net Asset Value per unit as at the next valuation point) and the distributor levies a sales charge of 2.00%, the investor will pay a total of RM10,212.00 as follows:

Investment amount	=	RM 10,000.00
Add:		
sales charge levied by distributor @ 2.00%	=	RM 200.00
GST ¹ (6% of RM200.00)	=	RM 12.00
Total amount paid by the investor	=	<u>RM 10,212.00</u>

The investor will be allotted with 14,265.34 units calculated as follows:

$$\text{Units allotted is calculated as } \frac{\text{RM10,000.00}}{\text{RM0.7010}} = 14,265.34 \text{ units}^{**}$$

** Units computed are rounded to the nearest 2 decimal places.

5.3 Computation of Redemption of Units

SMART TREASURE	SMART BALANCED	SMART INCOME
-----------------------	-----------------------	---------------------

The Repurchase Price shall be the Net Asset Value per unit as at the next valuation point of the Fund's relevant Business Day after the request for repurchase is received by the Manager ("forward pricing"). The Manager will not impose any repurchase charge on the redemption amount.

Illustration

Daily Net Asset Value		RM139,659,394.57
Units in Circulation		227,023,000.00
Net Asset Value per unit		RM139,659,394.57
		227,023,000.00
	=	RM0.6152*

* Unit price is rounded to the nearest 4 decimal places.

Say, an investor redeems 16,254.88 units at the Repurchase Price of RM0.6152* (which is the Net Asset Value per unit as at the next valuation point), he would receive proceeds of redemption of RM10,000 as follows:

Redemption amount (16,254.88 units x RM0.6152*)	=	RM 10,000.00
Less: repurchase charge	=	(NIL)
Net amount payable to the investor	=	RM 10,000.00

5.4 Pricing Error Policy

SMART TREASURE	SMART BALANCED	SMART INCOME
-----------------------	-----------------------	---------------------

The Manager shall ensure that the Funds and the units of the Funds are correctly valued and priced according to the Deed and all relevant laws. Where there is an error in the valuation of the Funds, any incorrect pricing of units which is deemed to be significant will involve the reimbursement of money in the following manner:

- (a) by the Manager to the respective Fund, and/or to the Unit Holders and/or to the former Unit Holders; or
- (b) by the respective Fund to the Manager.

However, reimbursement of money shall only apply if the error is at or above the significant threshold of 0.5% of the Net Asset Value per unit and the amount to be reimbursed is equivalent to RM10.00 or more.

5.5 Transaction Details

SMART TREASURE	SMART BALANCED	SMART INCOME
-----------------------	-----------------------	---------------------

(a) How to Purchase and Redeem units

When purchasing units of a Fund, investors must forward the following:

- 1) completed application form;
- 2) necessary remittance; and
- 3) relevant supporting documents such as a photocopy of their identity card (for an individual applicant) or certified true copies of the certificate of incorporation or registration, memorandum and articles of association or constitution or by-laws, and relevant resolutions (for a corporate applicant)

to the Manager's registered office or any of its branch offices, or to any of its authorised sales agents or participating Institutional Unit Trust Advisers (IUTAs) before their respective cut-off times.

The minimum initial investment of the Fund is RM200 or such other amount as the Manager may from time to time accept. Subsequent additional investment is not subject to any minimum amount.

Similarly, units of a Fund can be redeemed by forwarding the completed form of request to repurchase to the Manager's registered office or any of its branch offices, or to any of its authorised sales agents or participating IUTAs before their respective cut-off times. All redemption requests will be processed in accordance with the redemption conditions for the Fund. Redemption monies will be paid within ten (10) days after receipt by the Manager of the request to repurchase.

Please refer to our Directory of Outlets for Purchase and Sale of Units at the end of this master prospectus.

For partial redemption, the balance of units of the Fund after the redemption must be at least one hundred (100) units or such other lower quantity as the Manager may from time to time accept (the "minimum investment balance"). There are no restrictions on the number of units a Unit Holder can redeem out of his investments or the frequency of redemptions in a year. However, the Manager shall not be bound to comply with any request for redemption of units if the balance of units held after the redemption is less than the minimum investment balance.

(b) Cooling-off Period

The cooling-off right refers to the right of an individual investor to obtain a refund of the investor's investment if the investor so requests within the cooling-off period. The cooling-off right is only given to an individual investor, other than those listed below, who is investing in any unit trust fund managed by the Manager for the first time:

- (i) a staff of the Manager; or
- (ii) a person registered with a body approved by the SC to deal in unit trust funds.

The refund to the investor pursuant to the exercise of his cooling-off right shall not be less than the sum of:

- a) the Net Asset Value per unit on the day the units of a Fund were purchased; and
- b) the sales charge originally imposed on the day the units of a Fund were purchased.

The cooling-off period shall be within six (6) business days[#] which shall be effective from the date of receipt of the application by the Manager, to obtain a refund of the investment, subject to eligibility.

[#]These are the working days when the Manager is open for business.

For investors contributing from their EPF accounts, the cooling-off period shall be subject to EPF's terms and conditions.

The cooling-off right allows investors the opportunity to reverse an investment decision which could have been unduly influenced by certain external elements or factors.

Withdrawal proceeds will only be paid to the investors once the Manager has received cleared funds for the original investment. For investors who paid by cheque, the refund will be made upon clearance of the cheque. For EPF investors, the refund will be credited back into their respective EPF accounts only after funds have been received from the EPF.

(c) Where Units can be Purchased or Redeemed

Units can be purchased or redeemed at the Manager's registered office or any of its branch offices convenient to you or from any of its authorised sales agents or participating IUTAs. For further information, please call us at 03 – 9205 8000 at any time during our office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or email your enquiries to rhbam@rhbgroup.com.

Please refer to our Directory of Outlets for Purchase and Sale of Units at the end of this master prospectus.

Application forms, redemption forms and prospectuses are also available from these distributors.

(d) How to Switch between Funds

Investors may switch between Funds under the umbrella of the RHB Smart Series Funds or with any unit trust fund under the management of the Manager by forwarding the completed form of request to switch to the Manager's registered office or any of its branch offices, or to any of its authorised sales agents or participating IUTAs before their respective cut-off times. Where applicable, the minimum amount for a switch into another Fund is RM1,000.00. There are no restrictions as to the number of switches a Unit Holder may perform or the frequency of switching. The Manager however, reserves the right to vary these terms.

(e) How to Transfer Ownership of Units

Investors may transfer their holdings of units in a Fund to another investor by forwarding the completed form of transfer to the Manager's registered office or any of its branch offices, or to any of its authorised sales agents or participating IUTAs, before their respective cut-off times.

If the transferee is a new investor, he must also forward the following:

- 1) completed application form; and
- 2) relevant supporting documents such as a photocopy of his identity card (for an individual applicant) or certified true copies of the certificate of incorporation or registration, memorandum and articles of association or constitution or by-laws, and relevant resolutions (for a corporate applicant).

However, the Manager may decline to register any partial transfer of units if the registration would result in the transferor or the transferee holding less than one

hundred (100) units or such other lower quantity as the Manager from time to time decide. The Manager may also refuse an entry of transfer during the fourteen (14) days preceding a distribution date.

(f) Unclaimed Monies

All money payable to a Unit Holder may be paid by cheques. In the event any of the cheques is not presented for payment by the date which falls six (6) months from the date of the cheque, the Unit Holder may request the Manager to arrange for the monies to be paid by a replacement cheque to the Unit Holder. However, after the lapse of one year from the date of the cheque, the Manager shall file and pay the unrepresented payments to the Registrar of Unclaimed Moneys and Unit Holders will have to liaise directly with the Registrar of Unclaimed Moneys to claim their monies.

(g) Availability of Information on Investment

After purchasing units in any of the Funds, the value of the investment can be monitored easily as the unit price of the Funds are published daily in the major newspapers. The Manager will ensure the accuracy of the price to the major newspapers for publication. The Manager, however, will not be held liable for any error or omission in the price published as this is beyond the Manager's control. In the event of any conflict between the price published and the price computed by the Manager, the Manager's computed price shall prevail.

Unit Holders will receive, in respect of the Funds in which they hold units, an unaudited half year report and an audited annual report of the Fund from the Manager within two (2) months after the end of the financial period/financial year end that the report covers. The Manager may also issue updates either quarterly or semi-annually, on the performance of the Funds as and when appropriate.

In addition, the Manager has a help-desk service specially set-up to assist customers and investors in their enquiries pertaining to their investments. Customers or investors may call us at 03 – 9205 8000 at any time during our office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail their enquiries to **rhbam@rhbgroup.com**.

Alternatively, investors may make enquiries on their investments via our E-Services at **www.rhbgroup.com**. Pre-registration for the E-Services is required and the registration form is available from the website.

Investors may also refer to FIMM for any queries/concerns regarding their investments in unit trust funds.

Investors must not make payment in cash to any individual agent when purchasing Units.

The Fund's annual report is available upon request.

5.6 Mode of Distribution

SMART TREASURE

SMART BALANCED

SMART INCOME

Distribution, if any, after deduction of taxation and expenses (i.e. net distributions), will be reinvested to purchase additional units of the Fund based on the Net Asset Value per unit as at the first Business Day when units in the Fund are quoted ex-entitlement. Allotment of such units shall be within two (2) weeks thereafter.

No sales charge will be imposed for any reinvestment of distribution into the respective Funds.

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

6. SALIENT TERMS OF THE DEED

As at the date of this master prospectus, details of supplemental deeds issued to the master deed dated 27 April 2004 are as follows:

- (a) First supplemental master deed dated 8 June 2004;
- (b) Second supplemental master deed dated 19 October 2005;
- (c) Third supplemental master deed dated 8 December 2005;
- (d) Fourth supplemental master deed dated 28 February 2006;
- (e) Fifth supplemental master deed dated 9 March 2006;
- (f) Sixth supplemental master deed dated 22 September 2006;
- (g) Seventh supplemental master deed dated 15 December 2006;
- (h) Eighth supplemental master deed dated 30 January 2007;
- (i) Ninth supplemental master deed dated 9 April 2007;
- (j) Tenth supplemental master deed dated 14 May 2007;
- (k) Eleventh supplemental master deed dated 15 May 2007;
- (l) Twelfth supplemental master deed dated 27 June 2007;
- (m) Thirteenth supplemental master deed dated 24 December 2007;
- (n) Fourteenth supplemental master deed dated 28 February 2013;
- (o) Fifteenth supplemental master deed dated 4 September 2013;
- (p) Sixteenth supplemental master deed dated 2 March 2015; and
- (q) Seventeenth supplemental master deed dated 8 May 2015.

6.1 Rights and Liabilities of Unit Holders

6.1.1 Recognition of Unit Holders

An investor is only recognised as a Unit Holder when his/her name appears in the register as a Unit Holder of units in the Fund in which he/she has invested.

Accordingly, only investors whose applications for units in the Fund are successfully processed are recognised as Unit Holders.

6.1.2 Rights of Unit Holders

Unit Holders shall have the right in respect of the Funds in which they hold units, amongst others, to the following:

- (a) to receive distributions of the Fund, participate in any increase in the capital value of the units and to other rights and privileges as set out in the Deed;
- (b) to call for Unit Holders' meetings, and to vote for the removal of the Trustee or the Manager through a special resolution as provided for in the Deed;
- (c) to exercise the cooling-off right, if applicable; and
- (d) to receive annual reports, interim reports or any other reports of the Fund.

No Unit Holder shall be entitled to require the transfer to him of any assets comprised in the Fund or be entitled to interfere with or question the exercise by the Trustee or the Manager on his behalf of the rights of the Trustee as owner of such assets.

6.1.3 Liabilities of Unit Holders

The liability of Unit Holders shall be limited to their investment participation in the Fund. Unit Holders shall not be liable to indemnify the Trustee or the Manager against any liabilities whatsoever arising in respect of their duties and obligations as trustee and manager of the Fund which exceed the value of the assets of the Fund. Any claims against the Fund shall be entirely restricted to the Fund.

6.2 Fees, Charges, and Expenses Permitted by The Deed

6.2.1 Sales Charge and Repurchase Charge

The Manager may impose a sales charge and a repurchase charge for the sale and repurchase of units of the Fund according to such rates and conditions disclosed in this master prospectus. The Manager is entitled to retain these charges. The maximum charges allowable by the Deed and the actual charges paid by Unit Holders are as follows:-

Sales charge:	Fund	Maximum Allowable Rate	Actual Rate Charged(% of investment/purchase amount, net of bank charges (if any))
	SMART TREASURE	10.00% of Net Asset Value per unit	5.26%
	SMART BALANCED	10.00% of Net Asset Value per unit	5.26%
	SMART INCOME	10.00% of Net Asset Value per unit	2.00%

Repurchase charge:	Fund	Maximum Allowable Rate	Actual Rate Charged
	SMART TREASURE	10.00% of Net Asset Value per unit	NIL.
	SMART BALANCED	10.00% of Net Asset Value per unit	NIL.
	SMART INCOME	10.00% of Net Asset Value per unit	NIL.

6.2.2 Maximum Annual Management Fee

The maximum annual management fee that the Manager is permitted to charge to each of the Funds is at the rate below:

Fund	Maximum Allowable Rate
SMART TREASURE SMART BALANCED SMART INCOME	2.00% per annum of the Net Asset Value.

The Trustee shall ensure that the annual management fee charged is reasonable having regard to:

- (a) the nature, quality and extent of the services provided by the Manager;
- (b) the size and composition of the investments of the Fund;
- (c) the success of the Manager in meeting the objective of that Fund;
- (d) the investment performance of the Fund in question; and
- (e) the maximum allowable rate.

6.2.3 Maximum Annual Trustee Fee

The maximum annual trustee fee that the Trustee is permitted to charge to each of the Funds is at the rate below:

Fund	Maximum Allowable Rate
SMART TREASURE SMART BALANCED SMART INCOME	0.15% per annum of the Net Asset Value subject to a minimum of RM18,000.

In addition to the annual trustee fee, the Trustee may be paid by the Funds for any expense properly incurred by the Trustee in the performance of its duties and responsibilities and for taking into custody any assets or investments of the Funds. Such custodian fee is determined in consultation with the Manager and shall not exceed the relevant prevailing market rate.

6.2.4 Increase in Fees and Charges

Any increase in the fees and charges (i.e. sales charge, repurchase charge, annual management fee and annual trustee fee) above the level disclosed in this master prospectus (but below the maximum rate prescribed in the Deed) can be made by way of a supplementary prospectus. However, any increase in the sales charge, annual management and annual trustee fees above the maximum rate prescribed in the Deed will require Unit Holders' prior consent and the issuance of a supplemental deed and a supplementary prospectus. In relation to the repurchase charge, any increase above the maximum allowable rate prescribed in the Deed can be made by way of a supplemental deed and supplementary prospectus.

6.2.5 Other Permitted Expenses of the Fund

Only the expenses which are directly related and necessary to the business of the Funds may be charged to the Funds.

The expenses directly incurred by and charged to the Funds include but are not limited to the list of expenses disclosed in this master prospectus (section 4.2 (c) Other Expenses Directly Related to the Fund).

Expenses associated with the management and administration of the Funds, such as general overheads and cost for services expected to be provided by the Manager shall not be charged to the Funds.

Expenses relating to the issuance of this master prospectus may not be charged to the Funds, where the Manager imposes a sales charge. Accordingly, the Manager has borne all costs relating to the issuance of this master prospectus.

6.3 Removal, Replacement, and Retirement of the Manager and Trustee**6.3.1 Removal or Replacement of the Manager**

The Manager may be removed / replaced by the Trustee on the grounds that the Manager:

- (a) has gone into liquidation, except for the purpose of amalgamation or reconstruction or some similar purpose; or
- (b) has had a receiver appointed; or
- (c) has ceased to carry on business; or
- (d) is in breach of any of its obligations or duties under the Deed or the relevant laws; or
- (e) has ceased to be eligible to be a management company under the relevant laws; or
- (f) 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 the Trustee to remove or replace the Manager 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 relevant authorities and with the approval of the Unit Holders by way of a special resolution.

The Manager may also be removed or be required to retire by the Unit Holders if a special resolution is passed at a meeting of the Unit Holders.

6.3.2 Retirement of the Manager

The Manager may retire in favour of some other corporation upon giving the Trustee twelve (12) months written notice of the Manager's intent to do so or such shorter time as the Manager and the Trustee may agree upon, provided such retirement is approved by the Securities Commission and retirement is in accordance with the terms and conditions under the Deed.

6.3.3 Removal / Replacement of the Trustee

The Trustee may be removed by the Manager if:

- (a) the Trustee has ceased to exist; or
- (b) the Trustee has not been validly appointed; or
- (c) the Trustee was not eligible to be appointed or to act as trustee under any relevant law; or
- (d) the Trustee has failed or refused to act as trustee in accordance with the provisions or covenants of the Deed or any relevant law; or
- (e) a receiver has been appointed over the whole or a substantial part of the assets or undertaking of the Trustee and has not ceased to act under that appointment; or
- (f) a petition has been presented for the winding up of the Trustee (other than for the purpose of and followed by a reconstruction, unless during or following such reconstruction the Trustee becomes or is declared insolvent); or
- (g) the Trustee is under investigation for conduct that contravenes the Trust Companies Act 1949, the Trustee Act 1949, the Companies Act 1965 or any relevant law; or
- (h) a special resolution is duly passed in accordance with the provisions of the Deed that the Trustee be removed in a meeting of Unit Holders.

6.3.4 Retirement of the Trustee

The Trustee may retire by giving a twelve (12) months written notice to the Manager of the Trustee's intent to do so, or such shorter time as the Manager and the Trustee may agree upon, and appoint in its stead another trustee for the Fund who is approved by the Securities Commission.

6.4 Termination of the Funds

The Funds are of unlimited duration and shall continue until terminated:

- (a) By the Manager at any time in its absolute discretion subject to compliance with the relevant laws, which may include but is not limited to the following situations:
 - (i) where authorization for the respective Fund's establishment is revoked by the Securities Commission at any time.
 - (ii) where an approved transfer scheme as defined under the relevant laws has resulted in the Fund being left with not asset.
- (b) By the Trustee if a Unit Holders meeting is summoned by the Trustee to pass a special resolution in order to terminate and wind-up the Fund and thereafter the Trustee must obtain an order from the court to confirm the said special resolution.
- (c) By the Unit Holders if a Unit Holders meeting is summoned by the Unit Holders to pass a special resolution to terminate and wind-up the Fund.

6.5 Unit Holders Meeting ("Meeting")

A Meeting may be summoned by the Unit Holders, the Trustee or the Manager in accordance with the provisions of the Deed and any relevant laws. Any such Meeting will be conducted in accordance with the provisions of the Deed and any relevant laws.

6.5.1 Quorum

The quorum required for a Meeting is five (5) Unit Holders of the respective Fund whether present in person or by proxy. However if the purpose of the Meeting is to pass a special resolution such as to remove the Manager and/or the Trustee, then the quorum must be five (5) Unit Holders whether present in person or by proxy who must hold in aggregate at least 25% of the units in circulation at the time of the Meeting.

Where the Fund has only five (5) or less Unit Holders, the quorum required for a meeting is two (2) Unit Holders whether present in person or by proxy. But if the Meeting is convened to pass a special resolution such as to remove the Manager and / or the Trustee then the two (2) Unit Holders whether present in person or by proxy must hold in aggregate at least 25% of the units in circulation at the time of the Meeting.

6.5.2 Manner of Voting and Resolution

Every Unit Holder entitled to attend the Meeting and to vote, may do so personally or by proxy. At a Meeting, every resolution of the Meeting shall be decided by a show of hands unless a poll is demanded or if the meeting is to determine on a matter of special resolution, in which case a poll should be taken. On a show of hands every Unit Holder who is present in person or by proxy shall have one vote.

A poll may be demanded on any resolution. If a poll is taken or demanded, every Unit Holder who is present in person or by proxy has one vote for every unit held by the Unit Holder. The

Manager may attend any Meeting but must not exercise the voting rights for the units of a Fund it or its nominees hold in any Unit Holders' Meeting, regardless of the party who requested for the Meeting and the matters that are laid before the Meeting.

A poll may be demanded by the chairman of the Meeting, the Trustee, the Manager or by Unit Holders holding (or representing by proxy) between them not less than one-tenth (1/10) of the total number of units then in issue.

Unless a poll is so demanded, a declaration by the chairman of the Meeting of the result of the resolution shall be conclusive evidence of the fact whether in favour of or against such resolution.

All resolutions presented at the Meeting shall be passed by a simple majority except for special resolutions which require majority representing at least three-fourths (3/4) of the value of units held by the Unit Holders present at the Meeting whether present in person or by proxy. Resolutions passed at the Meeting shall bind all Unit Holders whether or not they were present at the Meeting.

7. THE MANAGEMENT AND ADMINISTRATION OF THE FUNDS

SMART TREASURE SMART BALANCED SMART INCOME

7.1 The Manager

The Manager, RHB Asset Management Sdn Bhd ("RHBAM"), is a wholly-owned subsidiary of RHB Investment Bank Berhad ("RHBIB"). The Manager is a holder of a Capital Markets Services License issued under the Capital Markets and Services Act 2007. The Manager has been in operation since 1989.

7.2 Board of Directors

The board of directors of the Manager takes an active part in the affairs of the Manager and the funds under its management. The board of directors of the Manager meets at least once every three (3) months to receive recommendations and reports on investment activities from the investment committee, set policies and guidelines of the Manager and to review performance, financial and audit reports of the Manager. Additional meetings shall also be convened, should the need arises.

The board of directors of the Manager are as follows:

1. Mr Patrick Chin Yoke Chung (Non-independent non-executive chairman)
2. Encik Abdul Aziz Peru Mohamed (Senior independent non-executive director)
3. Ms Ong Yin Suen (Non-independent non-executive director / managing director)
4. Mr Chin Yoong Kheong (Independent non-executive director)
5. Dr. Ngo Get Ping (Independent non-executive director)

7.3 Functions of the Manager

The Manager is responsible for the day-to-day administration of the Funds in accordance with the provisions of the Deed. The main responsibilities of the Manager include:

- Selecting and managing investments of the Funds;
- Executing, supervising and valuing investments of the Funds;
- Arrangement of sale and repurchase of units;
- Keeping proper records of the Funds;
- Issuing the Funds interim/annual reports to Unit Holders;
- Distribution of income to Unit Holders (if any); and
- Marketing the Funds to potential investors.

The Manager is a member of FIMM. It maintains a tied sales agency force which is duly registered with FIMM which markets and distributes its proprietary unit trust funds to prospective investors. It also has an IUTA arrangement with RHB Bank Berhad and/or such other approved distributors as may be appointed by the Manager from time to time.

7.4 The Investment Committee

Functions of the Investment Committee

The investment committee is responsible for formulation of the investment policies and investment strategy for the respective Fund. It has broad discretionary authority over the investments of the respective Fund. The investment committee also oversees the activities of the fund manager who is responsible for research, securities recommendation and asset allocation.

The investment committee meets at least once every three (3) months and has the responsibility to decide and approve the following:-

- Asset allocation;
- Schedule of securities for purchase and disposal;
- Risk exposure, e.g. country and specific market risks; and
- Schedule of income distribution to Unit Holders.

The fund manager will fine tune the asset allocation in response to periodic changes in the prevailing market condition, particularly interest rates movements and sales operations.

7.5 The Investment Team

The investment team is jointly responsible for the overall investment decisions made on behalf of the Funds.

SMART TREASURE

The designated fund manager of SMART TREASURE is Mohd Fauzi bin Mohd Tahir.

Mohd Fauzi bin Mohd Tahir (“Mohd Fauzi”) is the chief investment officer for equity in RHB Asset Management Sdn Bhd (“RHBAM”). Mohd Fauzi has a total of 24 years of working experience in managing life, private, government linked funds as well as portfolios for retail and high net worth individuals. In his previous employment, Mohd Fauzi was the executive director and head of equities for AmFunds Management Berhad. He was responsible for the investment of all conventional and Islamic equity funds. His duties included managing insurance funds as well as researching of companies listed on Bursa Malaysia and also unlisted companies.

Mohd Fauzi holds a Capital Market Services Representative’s License for the regulated activity of fund management.

SMART BALANCED

SMART INCOME

The designated fund manager of SMART BALANCED and SMART INCOME is Mr Michael Chang Wai Sing.

Michael Chang Wai Sing (“Mr. Chang”) is the chief investment officer for fixed income in RHB Asset Management Sdn Bhd (“RHBAM”). He has more than 17 years of fund management experience, specializing in fixed income investments for insurers and asset management companies. Prior to joining RHBAM, he was with MCIS Insurance Bhd for 8 years managing both life and general insurance portfolios.

His strong investment acumen is recognized by the market. He was awarded the “Most Astute Investor in Asian Local Currency Bonds” for Malaysia by Asset Benchmark Research, where he ranked no. 1 in the “top ten astute investors in Malaysia” for three consecutive years in 2014, 2015 and 2016.

Mr. Chang is a national member of the ACI-Malaysia – The Financial Markets Association (PPKM). Prior to gaining his membership, he was a distinction and award recipient for the Pasaran Kewangan Malaysia Certificate (PKMC). Mr. Chang holds a Capital Market Services Representative’s License for the regulated activity of fund management.

The designated fund managers are supported by a team of experienced investment managers/fund managers who are responsible to actively manage the Funds in accordance with the investment objective of the respective Fund and the provision of the relevant Deed. The investment team shall have discretionary authority over the investments of the Funds subject to the rules and guidelines issued by the relevant authorities.

7.6 Manager’s Disclosure of Material Litigation

As at the Latest Practicable Date, the Manager 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 and/or financial position of the Manager or any of its delegates.

7.7 Other Information

Further information on the Manager and investment committee of the Fund is provided on our website, www.rhbgroup.com.

8. THE TRUSTEE OF THE FUNDS

SMART TREASURE SMART BALANCED SMART INCOME

The Trustee is HSBC (Malaysia) Trustee Berhad (Company No. 1281-T), a company incorporated in Malaysia since 1937 and registered as a trust company under the Trust Companies Act 1949, with its registered address at 13th Floor, Bangunan HSBC, South Tower, No. 2, Leboh Ampang, 50100 Kuala Lumpur.

8.1 Experience in Trustee Business

Since 1993, the Trustee has acquired experience in the administration of trusts and has been appointed as trustee for unit trust funds, exchange traded funds, wholesale funds and funds under private retirement schemes.

8.2 Duties and Responsibilities of the Trustee

The Trustee’s main functions are to act as trustee and custodian of the assets of the Fund and to safeguard the interests of Unit Holders of the Funds. In performing these functions, the Trustee has to exercise all due care, diligence and vigilance and is required to act in accordance with the provisions of the Deed, Capital Markets and Services Act 2007 and the Securities Commission’s Guidelines on Unit Trust Funds (“Guidelines”). Apart from being the legal owner of the Funds’ assets, the Trustee is also responsible for ensuring that the Manager performs its duties and obligations in accordance with the provisions of the Deed, Capital Markets and Services Act 2007 and the Guidelines. In respect of monies paid by an investor for the application of units, the Trustee’s responsibility arises when the monies are received in the relevant account of the Trustee for the Funds and in respect of redemption, the Trustee’s responsibility is discharged once it has paid the redemption amount to the Manager.

8.3 Trustee's Statement of Responsibility

The Trustee has given its willingness to assume the position as trustee of the Funds and all the obligations in accordance with the Deed, all relevant laws and rules of law. The Trustee shall be entitled to be indemnified out of the Funds against all losses, damages or expenses incurred by the Trustee in performing any of its duties or exercising any of its powers under this Deed in relation to the Funds. The right to indemnity shall not extend to loss occasioned by breach of trust, wilful default, negligence, fraud or failure to show the degree of care and diligence required of the Trustee having regard to the provisions of the Deed.

8.4 Anti-Money Laundering and Anti-Terrorism Financing Provisions

The Trustee has in place policies and procedures across the HSBC Group, which may exceed local regulations. Subject to any local regulations, the Trustee shall not be liable for any loss resulting from compliance of such policies, except in the case of negligence, willful default or fraud of the Trustee.

8.5 Statement of Disclaimer

The Trustee is not liable for doing or failing to do any act for the purpose of complying with law, regulation or court orders.

8.6 Trustee's Disclosure of Material Litigation

As at the Latest Practicable Date, the Trustee 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 and/or financial position of the Trustee and any of its delegates.

8.7 Consent to Disclosure

The Trustee shall be entitled to process, transfer, release and disclose from time to time any information relating to the Funds, Manager and Unit Holders for purposes of performing its duties and obligations in accordance to the Deed, the Capital Markets and Services Act 2007, Guidelines and any other legal and/or regulatory obligations such as conducting financial crime risk management, to the Trustee's parent company, subsidiaries, associate companies, affiliates, delegates, service providers, agents and any governing or regulatory authority, whether within or outside Malaysia (who may also subsequently process, transfer, release and disclose such information for any of the above mentioned purposes) on the basis that the recipients shall continue to maintain the confidentiality of information disclosed, as required by law, regulation or directive, or in relation to any legal action, or to any court, regulatory agency, government body or authority.

8.8 Trustee's Delegate

The Trustee has appointed The Hongkong and Shanghai Banking Corporation Ltd as custodian of the quoted and unquoted local investments of the Funds. The assets of the Funds are held through their nominee company, HSBC Nominees (Tempatan) Sdn Bhd. If and when the Funds should invest overseas, HSBC Institutional Trust Services (Asia) Limited will be appointed as the custodian of the foreign assets of the Funds. Both The Hongkong And Shanghai Banking Corporation Ltd and HSBC Institutional Trust Services (Asia) Limited are wholly owned subsidiaries of HSBC Holdings Plc, the holding company of the HSBC Group. The custodian's comprehensive custody and clearing services cover traditional settlement processing and safekeeping as well as corporate related services including cash and security reporting, income collection and corporate events processing. All investments are registered in

the name of the Trustee or to the order of the Trustee. The custodian acts only in accordance with instructions from the Trustee.

The Trustee shall be responsible for the acts and omissions of its delegate as though they were its own acts and omissions.

However, the Trustee is not liable for the acts, omissions or failure of third party depository such as central securities depositories, or clearing and/or settlement systems and/or authorised depository institutions, where the law or regulation of the relevant jurisdiction requires the Trustee to deal or hold any asset of the Funds through such third parties.

Trustee's Delegates

- 1) The Hongkong And Shanghai Banking Corporation Limited (As Custodian) and assets held through HSBC Nominees (Tempatan) Sdn Bhd (Co. No. 258854-D)
No 2 Leboh Ampang
50100 Kuala Lumpur
Telephone No: (603)2075 3000 Fax No: (603)2179 6488
- 2) HSBC Institutional Trust Services (Asia) Limited
1 Queen's Road Central
Hong Kong
Telephone No: (852)2822 1111 Fax No: (852)2810 5259

9. RELATED-PARTY TRANSACTION AND CONFLICT OF INTEREST

The directors and officers of the Manager, and members of the investment committee should avoid any conflict of interest arising, and if any conflict arises, should ensure that the Funds are not disadvantaged by the transaction concerned. Any transaction carried out by or on behalf of the Funds should be executed on terms which are the best available for the Funds and which are no less favourable to the Funds than an arm's length transaction between independent parties. In the event the interest of any directors and employees of the Manager, and members of the investment committee is directly or indirectly involved, he or she would abstain from being involved with any decision making process of the said transaction.

No fees other than the ones set out in this master prospectus have been paid to any promoter of the Funds, or the Trustee (either to become a trustee or for other services in connection with the Funds), or the Manager for any purpose or as allowed by regulations or approved by the authorities.

Interests in the Funds and employees' securities dealings

Subject to the paragraph below and any legal and regulatory requirement, any officers or directors of the Manager, Trustee or any of their respective related corporations, may invest in the Funds. Such officers or directors will receive no payments from the Funds other than usual income distributions that they may receive as a result of investment in the Funds.

The Manager has in place a policy contained in its rules of business conduct, which regulates its employees' securities dealings. A monthly declaration of securities trading is required of all employees to ensure that there is no potential conflict of interest between the employees' securities trading and the execution of the employees' duties to the Manager and customers of the Manager.

The Funds may also invest in related companies and/or instruments issued by related companies of the Manager and/or deposit money in financial institutions related to the Manager. All related party transaction will be transacted at arm's length and are established on

terms and conditions that are stipulated in the applicable regulations of the respective stock exchanges and/or other applicable laws and market convention.

Cross trades

The Funds may conduct cross trades with another fund under the management of the Manager provided that:

- 1) the sale and purchase decisions are in the best interest of both funds;
- 2) transactions are executed on arm's length and fair value basis;
- 3) reason for such transactions is documented prior to execution; and
- 4) transaction is executed through a dealer or financial institution.

Cross trades between staff personal account and the Funds' account(s), and cross trades between proprietary accounts and the Funds' account(s) are prohibited.

HSBC (Malaysia) Trustee Berhad

As Trustee, there may be related party transaction involving or in connection with the Funds in the following events:-

- 1) Where the Funds invest in instruments offered by the related party of the Trustee (e.g placement of monies, structured products, etc);
- 2) Where the Funds are being distributed by the related party of the Trustee as Institutional Unit Trust Adviser (IUTA);
- 3) Where the assets of the Funds are being custodised by the related party of the Trustee both as sub-custodian and/or global custodian of the Funds (Trustee's delegate); and
- 4) Where the Funds obtain financing as permitted under the Securities Commission's Guidelines on Unit Trust Funds, from the related party of the Trustee.

The Trustee has in place policies and procedures to deal with conflict of interest, if any. The Trustee will not make improper use of its position as the owner of the Funds' assets to gain, directly or indirectly, any advantage or cause detriment to the interests of unit holders. Any related party transaction is to be made on terms which are best available to the Fund and which are not less favourable to the Funds than an arm's length transaction between independent parties.

Subject to the above and any local regulations, the Trustee and/or its related group of companies may deal with each other, the Funds or any Unit Holder or enter into any contract or transaction with each other, the Funds or any Unit Holder or retain for its own benefit any profits or benefits derived from any such contract or transaction or act in the same or similar capacity in relation to any other scheme.

Other confirmations

Wei Chien & Partners has given its confirmation that there are no existing or potential conflicts of interest in its capacity as the solicitors for the Manager.

KPMG Tax Services Sdn Bhd has given its confirmation that there are no existing or potential conflicts of interest in its capacity as the tax adviser for the Funds.

10. TAX ADVISER'S LETTER ON THE TAXATION OF THE FUNDS AND UNIT HOLDERS

(Prepared for inclusion in this master prospectus)

Private and confidential

KPMG Tax Services Sdn. Bhd.
Level 10, KPMG Tower
8, First Avenue, Bandar Utama
47800 Petaling Jaya
Selangor Darul Ehsan, Malaysia

The Board of Directors
RHB Asset Management Sdn Bhd
Level 8, Tower 2 & 3
RHB Centre, Jalan Tun Razak
50400 Kuala Lumpur

31 March 2017

Dear Sirs

Re: Taxation of the Funds and Unit Holders

- 1. RHB SMART TREASURE FUND**
- 2. RHB SMART BALANCED FUND**
- 3. RHB SMART INCOME FUND**

("FUNDS") DATED 15 JUNE 2017 ("MASTER PROSPECTUS")

This letter has been prepared for inclusion in the master prospectus dated 15 June 2017 in connection with the offer of units in the above unit trust funds ("the Funds"):-

Taxation of the Funds

Income Tax

The Funds is treated as a unit trust for Malaysian tax purposes. The taxation of the Funds is therefore governed principally by Sections 61 and 63B of the Malaysian Income Tax Act, 1967 ("the Act").

Any reference to interest in the Act 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.

Subject to certain exemptions, the income of the Funds in respect of investment income derived from or accruing in Malaysia after deducting tax allowable expenses, is liable to Malaysian income tax at the rate of 24% with effect from Year of Assessment ("YA") 2016. It is proposed in the 2017 Budget that the reduction in income tax ranging from 1% to 4% be given for YA 2017 and YA 2018 based on the percentage of increase in the chargeable income as compared to the immediate preceding YA.

Investment income derived from sources outside Malaysia and received in Malaysia by a resident unit trust is exempt from Malaysian income tax. However, such income may be subject to tax in the country from which it is derived.

Gains from the realisation of investments (whether local or foreign) by the Funds will not be subject to tax in Malaysia.

Any income received by the Funds from a Sukuk Issue which has been issued by the Malaysia Global Sukuk Inc will be exempt from tax.

Any income received by the Funds from a Sukuk Ijarah, other than convertible loan stock, issued in any currency by 1Malaysia Sukuk Global Berhad will be exempt from tax.

Discounts earned by the Funds from the following are also exempt from tax:-

- securities or bonds issued or guaranteed by the Government of Malaysia; or
- debentures or sukuks, other than convertible loan stock, approved or authorized by, or lodged with, the Securities Commission; or
- Bon Simpanan Malaysia issued by the Central Bank of Malaysia.

Deductions in respect of the Funds' expenses such as manager's remuneration, maintenance of a register of unit holders, share registration expenses, secretarial, audit and accounting fees, telephone charges, printing and stationery costs and postage are generally allowed based on a prescribed formula subject to a minimum of 10 percent and a maximum of 25 percent of the total of these expenses.

Single-tier Malaysian dividends received by the Funds are exempted from tax and expenses incurred by the Funds in relation to dividend income (which is paid or credited under the single-tier system) are disregarded.

Gains or profits earned by the Funds from the following are exempt from tax:-

- any savings certificates issued by the Government of Malaysia; or
- securities or bonds issued or guaranteed by the Government of Malaysia; or
- debentures or sukuks, other than convertible loan stock, approved or authorised by, or lodged with, the Securities Commission; or
- Bon Simpanan Malaysia issued by the Central Bank of Malaysia; or
- a bank or financial institution licensed under the Financial Services Act 2013 or Islamic Financial Services Act 2013¹; or
- any development financial institution regulated under the Development Financial Institutions Act 2002¹; or
- Sukuks originating from Malaysia, other than convertible loan stock, issued in any currency other than Ringgit and approved or authorised by, or lodged with, the Securities Commission ("SC") or approved by the Labuan Financial Services Authority²; or
- A Sukuk Wakala, other than a convertible loan stock, issued in any currency by Wakala Global Sukuk Berhad; or
- A Sukuk Wakala issued in accordance with the principle of Wakala Bil Istithmar with the nominal value of up to one billion and five hundred million United States Dollars, other than a convertible loan stock, issued by the Malaysia Sovereign Sukuk Berhad.

Note 1: Effective from YA 2017, in the case of a wholesale fund which is a money market fund, the exemption shall only apply to a wholesale fund which complies with criteria as set out in the relevant guidelines of the Securities Commission.

Note 2: With effect from YA 2017, the income tax exemption shall not apply to interest paid or credited to a company in the same group, licensed banks and prescribed development financial institutions.

- A Sukuk Wakala issued in accordance with the principle of Wakala with the nominal value up to one billion and five hundred million United States Dollars, other than convertible loan stock, issued by the Malaysia Sukuk Global Berhad (formerly known as 1Malaysia Sukuk Global Berhad).

Real Property Gains Tax (“RPGT”)

Gains on disposal of investments by the Funds will generally not be subject to income tax in Malaysia. However, such gains may be subject to RPGT in Malaysia, if the gains are derived from the sale of Malaysian real properties or shares in Malaysian real property companies (as defined). The gains on the disposal of the chargeable assets would be subject to RPGT at the applicable rate depending on the holding period of the chargeable assets.

Goods and Services Tax (“GST”)

GST has been implemented in Malaysia with effect from 1 April 2015, at a standard rate of 6%. It replaced the Sales Tax and Service Tax.

The issue, holding or redemption of any unit under a trust fund is regarded as an exempt supply. The investment activities of the Funds such as buying and selling of securities are exempt supplies and thus not subject to GST. Thus, if the Funds is only making exempt supplies, it is not required to be registered for GST.

However, certain expenses incurred by the Funds such as fund manager’s fees, trustee fees and professional fees will be subject to GST if the service providers are GST registered. If the Funds is only making exempt supplies (and thus not GST registered), any input tax incurred by the Funds for the aforementioned expenses are not claimable.

Taxation of Unit Holders

Unit holders are taxed on an amount equivalent to their share of the total taxable income of the Funds, to the extent that this is distributed to them. The income distribution from the Funds may carry with it applicable tax credits proportionate to each unit holder’s share of the total taxable income in respect of the tax paid by the Funds. Unit holders will be entitled to utilise the tax credit as a set-off against the tax payable by them. Any excess over their tax liability will be refunded to the unit holders. No other withholding taxes will be imposed on the income distribution of the Funds.

With effect from YA 2016, corporate unit holders (resident or non resident in Malaysia), will be taxed at the corporate tax rate of 24%, on distributions of income from the Funds to the extent of an amount equivalent to their share of the total taxable income of the Funds. Resident corporate unit holders whose paid-up capital in the form of ordinary shares does not exceed RM2.5 million will be subject to a tax rate of 19% (effective from YA 2016) on chargeable income of up to RM500,000. The tax rate of 19% will be reduced to 18% with effect from YA 2017.

For chargeable income in excess of RM500,000, the tax rate of 24% (effective from YA 2016) is still applicable. However, the said tax rate of 19% on chargeable income of up to RM500,000 will not apply if more than 50% of the paid up capital in respect of ordinary shares of that company is directly or indirectly owned by a related company which has a paid up capital exceeding RM2.5 million in respect of ordinary shares, or vice versa, or more than 50% of the paid up capital in respect of ordinary shares of both companies are directly or indirectly owned by another company. In the Budget 2017, it is proposed that the tax rate of 24% will be reduced from 1% to 4% for YA 2017 and YA 2018 based on the percentage of increase in the chargeable income as compared to the immediate preceding YA.

Individuals and other non-corporate unit holders who are resident in Malaysia are generally subject to income tax at scaled rates. The scaled tax rates range from 0% to 28% with effect from YA 2016.

Individuals and other non-corporate unit holders who are not resident in Malaysia, for tax purposes, will be subject to Malaysian income tax at the rate of 28% with effect from YA 2016. Non resident unit holders may also be subject to tax in their respective jurisdictions and depending on the provisions of the relevant tax legislation and any double tax treaties with Malaysia, the Malaysian tax suffered may be creditable in the foreign tax jurisdictions.

The distribution of single-tier dividends and other tax exempt income by the Funds will be exempted from tax in the hands of the unit holders in Malaysia. Distribution of foreign income will also be exempted from tax in the hands of the unit holders.

Units split by the Funds will be exempted from tax in Malaysia in the hands of the unit holders.

Any gains realised by the unit holders (other than financial institutions, insurance companies and those dealing in securities) from the transfers or redemptions of the units are generally treated as capital gains which are not subject to income tax in Malaysia. However, certain unit holders may be subject to income tax in Malaysia on such gains, due to specific circumstances of the unit holders.

The following gains or income received by the unit holders are not subject to GST:-

- the distribution of income from the Funds to the unit holders which may comprise of dividends, interest income and gain from realisation of investments;
- distribution of foreign income from the Funds;
- unit split by the Funds and reinvestment of distribution; and
- gain made from selling or redemption of units.

However, the following expenses incurred by the unit holders should be subject to GST if the supplier is GST registered:-

- any fee based charges in relation to buying of the units such as sales charge; and
- switching and transfer charges for switching or transferring the units.

The tax position is based on our understanding and interpretation of the Malaysian tax laws and proposals as they stand at present. All prospective investors should not treat the contents of this letter as advice relating to taxation matters and are advised to consult their own professional advisers concerning their respective investments.

Yours faithfully



Ong Guan Heng
Executive Director

11. EXPERTS' REPORT**SMART TREASURE SMART BALANCED SMART INCOME**

There are no experts' reports in respect of the Funds as no experts (i.e. any party providing advice to the Manager) apart from the tax adviser were appointed for the Funds.

12. APPROVAL AND CONDITIONS**SMART TREASURE SMART BALANCED SMART INCOME**

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

There are no waivers or exemptions granted by the Securities Commission for the Funds as non has been sought.

13. DOCUMENTS AVAILABLE FOR INSPECTION**SMART TREASURE SMART BALANCED SMART INCOME**

The following documents or copies thereof, where applicable, may be inspected by Unit Holders without charge at the registered/principal office of the Manager or such other place as the Securities Commission may determine:

- (a) the Deed and supplementary deed, if any;
- (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 referred to in this master prospectus and, in the case of a contract not reduced in writing, a memorandum which gives full particulars of the contract;
- (e) the audited financial statements of the Manager and Funds for the current financial year (where applicable) and for the last three (3) financial years or if the Fund has been established for a period of less than three (3) years, from the date of incorporation or commencement;
- (f) 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 (if any);
- (g) writ and relevant cause papers for all material litigation and arbitration disclosed in this master prospectus ; and
- (h) all consents given by experts or persons disclosed in this master prospectus.

DIRECTORY OF OUTLETS FOR PURCHASE AND SALE OF UNITS

For information on the participating distributors, please contact:

RHB Asset Management Sdn Bhd's Registered/Principal Office:
(Kindly refer to the Corporate Directory for details.)

Investors may call our help-desk at Toll-Free Hotline number: 1-800-88-3175 at any time during our office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail your enquiries to **rham@rhbgrou.com** or visit our website, **www.rhbgroup.com**.

ACCOUNT APPLICATION FORM Individual / Corporate

☐ Individual ☐ Joint ☐ Corporate ☐ Staff Application

In compliance with the Capital Markets and Services Act 2007, this form should not be circulated unless accompanied by the relevant master prospectus(es)/ prospectus(es) and its supplementary(ies) (if any). Investor(s) should read and understand the contents of the relevant master prospectus(es)/ prospectus(es) and its supplementary(ies) if any before completing this form. **Please complete in BLOCK LETTERS only, and tick(✓) where applicable. For 1st time Investor(s), this form is required to be completed.**

PARTICULARS OF INDIVIDUAL APPLICANT / CORPORATE APPLICANT

You MUST be 18 years old and above as at the date of this application. Please provide a copy of your NRIC or Passport.

Name of Individual/ Corporate Applicant

(as in NRIC/Passport No./Certificate of Incorporation)

NRIC No.(old)/Passport No./Company Registration No.

NRIC No. (new)

(To be completed if Individual Applicant)

Date of Birth (DD/MM/YYYY)

Country of Birth

Source of Income ☐ Employed (Permanent/Contract) ☐ Own business ☐ Savings/ Inheritance ☐ Others (please specify)

Employer's/Company's Name

Employer's/Company's Tel No.

Occupation/ Designation

Employer's/Company's Office ☐ In Malaysia ☐ Outside Malaysia (please specify)

Nature of Business of Applicant/ Applicant's Employer

☐ Financial/Banking/Investment ☐ Legal/Tax ☐ Telecommunications ☐ Hotel/ Restaurant ☐ Consultancy ☐ Government/ Government related

☐ Medical/Health/Science ☐ Education ☐ Real Estate/ Property ☐ Manufacturing ☐ Construction ☐ Others (please specify)

Marital Status

☐ Single ☐ Married ☐ Widowed ☐ Divorced

No. of Dependants (please indicate if any)

Nationality

☐ Malaysian ☐ Others (please specify)

Sex

☐ Male ☐ Female

Bumiputera Status

☐ Yes ☐ No

Race

☐ Malay ☐ Chinese ☐ Indian ☐ Others

Education Level

☐ Primary ☐ Secondary ☐ STPM / Diploma / PreU ☐ Degree ☐ Post Graduate ☐ Others

Annual Income

☐ Up to RM18,000 ☐ RM18,001 - RM36,000 ☐ RM36,001 - RM50,000 ☐ RM50,001 - RM96,000

☐ RM96,001 - RM180,000 ☐ RM180,001 - RM240,000 ☐ RM240,001 and above

Mother's Maiden Name

Individual Applicant Email Address

By providing your email address to RHB Asset Management Sdn Bhd ("RHBAM"), you have consented to receive communications and/or information from RHBAM relating to your investment via email. Notices delivered via email to applicant are deemed sent and received on the date such email is sent.

(To be completed if Corporate Applicant)

Date of Incorporation (DD/MM/YYYY)

Country of Incorporation

Nature of Business of Applicant/Applicant's Employer

☐ Financial/Banking/Investment ☐ Legal/Tax ☐ Telecommunications ☐ Hotel/ Restaurant ☐ Consultancy ☐ Government/ Government related

☐ Medical/Health/Science ☐ Education ☐ Real Estate/ Property ☐ Manufacturing ☐ Construction ☐ Others (please specify)

Company Status

☐ Bumiputra Controlled ☐ Non-Bumiputra Controlled ☐ Non-Malaysian Controlled

Company Source of Income

☐ Disposal of non-core business/asset/investments ☐ Fund raising exercise such as right issue ☐ Cash in hand/surplus funds/working capital

Contact Person (1)

Designation

Department

Tel No.

ext

Fax No.

Office Email Address

Contact Person (2)

Designation

Department

Tel No.

ext

Fax No.

Office Email Address

Please refer to clause 4 of the Terms and Conditions to ascertain the documents required to be submitted with this application.

PARTICULARS OF JOINT INDIVIDUAL APPLICANT (not applicable for EPF Investment Scheme"EPF")

Name as in NRIC/Passport

NRIC No.(old)/Passport No./Birth Certificate No.

NRIC No. (new)

Date of Birth (DD/MM/YYYY)

Country of birth

Sex

☐ Male ☐ Female

Nationality

☐ Malaysian ☐ Others (please specify)

Bumiputera Status

☐ Yes ☐ No

Occupation

Relationship to Individual Applicant

☐ Parent ☐ Spouse ☐ Child ☐ Sibling ☐ Others

Nature of Business of Applicant/Applicant's Employer

☐ Financial/Banking/Investment ☐ Legal/Tax ☐ Telecommunications ☐ Hotel/ Restaurant ☐ Consultancy ☐ Government/ Government related

☐ Medical/Health/Science ☐ Education ☐ Real Estate/ Property ☐ Manufacturing ☐ Construction ☐ Others (please specify)

APPLICANT'S CONTACT DETAILS

Permanent Address

(as in NRIC/Passport No./Certificate of Incorporation)

Post Code

Town / City

State

Country

Correspondence/ Mailing Address

(complete if different)

Post Code

Town / City

State

Country

Tel No.

Country Code

Area Code

Residence / House

Mobile

Office

ext

Fax No.

FOR UTC/DISTRIBUTOR USE ONLY

RHBAM/Distributor

Branch Code/

Stamp

Name of Staff/

UTC/Distributor

Staff/UTC Code

Signature of Staff/

UTC/Distributor

FIMM Code

FOR OFFICE USE ONLY

Account No.

Trans. Sequence No.

Price of Transaction
(RM/relevant currency)

INVESTMENT OBJECTIVE & EXPERIENCE

Investment Objective

☐ Capital Growth ☐ Regular Income ☐ Capital Protection ☐ Retirement
☐ Education ☐ Wealth Accumulation

Investment Time Frame

☐ Long Term (> 5 years) ☐ Medium (3-5 years) ☐ Short Term (< 3 years)

Investment Experience

☐ Unit Trust _____ year(s) ☐ Trading on Bursa Malaysia _____ year(s)
☐ Futures / Options _____ year(s) ☐ Others _____ year(s)
☐ No experience

EXCHANGE CONTROL DECLARATION BY NON-MALAYSIAN RESIDENT(S)/REGISTERED ORGANISATION(S)

☐ I/We declare that I am/ we are non-Malaysian resident(s) and I am/ we are permanent resident(s) of _____ (Country)

☐ We declare that we are a non-Malaysian organisation and our organisation is incorporated in _____ (Country)

PARTICULARS OF INSURANCE (RHB EQUITY TRUST FUND ONLY)

Name of Beneficiary

(as in NRIC/Passport/Birth Certificate)

NRIC No.(old)/Passport No./Birth Certificate No.

NRIC No. (new)

Relation to Applicant

DECLARATIONS AND SIGNATURES

INDIVIDUAL APPLICANT

- I/We acknowledge that I/We have received, read and understood the relevant Master Prospectus(es)/ Prospectus(es) for the Fund(s) to be invested in, the Terms and Conditions of this Form and I/We undertake to be bound by them for my/our initial and subsequent transactions with RHB Asset Management Sdn. Bhd. ("RHBAM").
- I/We acknowledge that I/We are aware of the fees and charges that I/We will incur directly or indirectly when investing in the Fund(s).
- I/We undertake to be bound by the provisions of the documents constituting the Fund(s) subscribed to as if I was/ We were a party thereto.
- I am/ I/We are 18 years old and above as at the date of this application. Copy/Copies of my/our NRIC/ Passport is/are enclosed.
- I/We do declare and represent that as at the date hereof, I/We am/are not an undischarged bankrupt nor has any petition for bankruptcy been filed against me/us.
- I/We declare that I am/ We are neither engaged in any unlawful activity nor are my/our monies obtained from any illegal source or related to any illegal activity.
- I/We declare that I am/ We are in compliance and undertake that I/We will comply with all applicable laws and regulations.
- I/We undertake to provide RHBAM with all information as it may require for the purpose of and in connection with completing the Account Application Form, including but not limited to, my/our information on financial position, condition or prospect.
- I/We acknowledge that I/We shall keep RHBAM informed of any change of my/our particulars as stated in this Account Application Form and/or of any material facts that will, direct or indirectly, affect my/our financial position(s), condition(s) or prospect(s).
- I/We undertake to provide such information and documents that RHBAM may reasonably require for the purpose of due diligence/ enhanced due diligence as required under the Anti-Money Laundering and Counter Financing Terrorism Act 2001 ("AMLCFTA").
- (For joint application only) In the absence of written explicit instructions, I/We acknowledge that instructions must be given by both of us.

CORPORATE APPLICANT

- I/We acknowledge that I/We have received, read and understood the relevant Master Prospectus(es)/ Prospectus(es) for the Fund(s) to be invested in, the Terms and Conditions of this Form and I/We undertake to be bound by them for my/our initial and subsequent transactions with RHB Asset Management Sdn. Bhd. ("RHBAM").
- I/We acknowledge that I/We are aware of the fees and charges that I/We will incur directly or indirectly when investing in the Fund(s).
- I/We undertake to be bound by the provisions of the documents constituting the Fund(s) subscribed to as if I was/ We were a party thereto.
- I/We do declare and represent that as at the date hereof, I/We am/are not an undischarged bankrupt nor has any petition for bankruptcy been filed against me/us.
- I am/ I/We are duly authorised officer(s) of the Corporation, and warrant that the Corporation has the power and capacity to enter into this agreement and undertake transactions involving the Fund(s). Attached is a certified true copy of the Corporation's list of authorised signatories.
- I/We, as director(s) of the Corporation do hereby declare that the Corporation is a legally incorporated Corporation. Copy of my/our Certificate of Incorporation is enclosed.
- I/We, hereby declare and represent that as at this date, the Corporation is not wound up nor has there been any winding-up petition presented to the Corporation.
- I/We declare that I am/ We are neither engaged in any unlawful activity nor are my/our monies obtained from any illegal source or related to any illegal activity.
- I/We undertake to provide RHBAM with all information as it may require for the purpose of and in connection with completing the Account Application Form, including but not limited to, the Corporation and its group of companies' information on financial position, condition, operation, business or prospect.
- I/We acknowledge that I/We shall keep RHBAM informed of any change of the information stated in this Account Application Form and/or of any material facts that will, direct or indirectly, affect the Corporation and its group of companies' financial position, condition, operation, business or prospect.
- I/We undertake to provide such information and documents that RHBAM may reasonably require for the purpose of due diligence/ enhanced due diligence as required under the AMLCFTA.
- (Distribution Instruction as per Purchase/ Switch Form) Depending on the Fund invested and subject to each respective Fund's Master Prospectus(es)/ Prospectus(es), income distribution will either be reinvested into further units in the relevant fund or be paid out.
- I/We hereby declare and acknowledge that I/We have sole legal and proprietary right over all monies accompanying this application.
- I/We hereby agree to indemnify RHBAM against all actions, suits, proceedings, claims, damages and losses which may be suffered by RHBAM as a result of any inaccuracy of the declarations herein.
- We, the abovementioned authorised signatories and representatives for the Company, do declare and represent that as at the date hereof, no petition for winding-up has been filed against the Company nor any receiver has been appointed over any of its assets.

DECLARATION FOR PERSONAL DATA PROTECTION ACT 2010 (Applicable for Individual/Corporate Applicant)

- I/We shall fully comply with the provisions of the Personal Data Protection Act 2010 ("the Act") applicable to the processing of personal data as defined in the Act and specifically, that all necessary consents have been obtained from individuals whose personal data may be disclosed to RHBAM or its representatives ("Disclosed Data") in respect of such disclosure to and processing by RHBAM and its representatives and that I/We will always furnish RHBAM or its representatives with up-to-date Disclosed Data.
- I/We shall procure any third party that processes Disclosed Data for or on behalf of me/us to agree in writing to the same terms that I/We agree in line with the Act and in this declaration.
- I/We shall immediately notify RHBAM in the event of any claim or complaint from any data subject of Disclosed Data and/or where there has been an event of non-compliance with the Act by me/us, whether discovered by me/us or forming the subject of an investigation and/or action by the relevant authorities.
- I/We shall indemnify RHB Banking Group against all proceedings, costs, expenses, liabilities or damages arising from my/our failure to comply with the Act with respect to Disclosed Data and the terms of this declaration. The remedies available to RHBAM contained in this clause are without prejudice to and in addition to any warranties, indemnities, remedy or other rights provided by law or any prior agreement.
- Based on the above declaration, I/We undertake that this declaration shall not be assigned without RHBAM's prior written consent; will be binding upon my/our servants, agents, personal representatives, assigns and successor-at-law; will inure to the benefit of RHBAM and its successors and assigns; and shall supersede all prior representations, negotiations, arrangements, understandings or agreements and all other communications between RHBAM and me/us in connection with the processing and disclosure of Disclosed Data to RHBAM.

No delay or omission by RHBAM in exercising any right under this declaration will operate as a waiver of that or any other right. The covenants set out in this declaration are separate and severable and enforceable accordingly and whilst the restrictions are considered by the parties to be reasonable in all the circumstances as at the date hereof, it is acknowledged that restrictions of such a nature may be invalid because of a change in circumstances or other unforeseen reasons and accordingly, if any restrictions shall be adjudged to be void or ineffective for whatever reason but would be adjudged to be valid and effective if part of the wording thereof were deleted or the periods thereof reduced, such modifications shall be applied as may be necessary to make them valid and effective.

ACCOUNT DETAILS FOR INCOME DISTRIBUTION / REDEMPTION

For MYR Currency

Bank Name : _____
Account Holder Name : _____
Account No. : _____
Account Type : ☐ Savings ☐ Current
Account Ownership : ☐ Single ☐ Joint

For Foreign Currency

Bank Name : _____
Account Holder Name : _____
Account No. : _____
Account Type : ☐ Savings ☐ Current
Account Ownership : ☐ Single ☐ Joint

ALL APPLICANTS MUST SIGN THIS FORM

Applicant / Authorised Signatory (ies)
Date

Joint Applicant / Authorised Signatory (ies)
Date

For **Joint Application**, please tick (✓) account operating mode for future transactions

- ☐ Applicant Only
☐ Joint Applicant Only
☐ Either Applicant to sign
☐ Both Applicants to sign

Company Stamp / Common Seal

TERMS AND CONDITIONS

You are advised to read and understand the relevant Master Prospectus(es)/ Prospectus(es) and deed(s) which shall be made available upon request before investing in the fund(s).

1. MINIMUM INVESTMENT

- Initial and subsequent investment must be for a minimum amount stated in the relevant Master Prospectus(es)/ Prospectus(es).

2. INDIVIDUAL APPLICANT

- Applicant must be 18 years old and above.
- Please enclose a photocopy of your identity card or passport.

3. JOINT INDIVIDUAL APPLICANT

- Please enclose a photocopy of your identity card or passport.
- If aged 18 years old and above, he/she is also required to sign the application form.
- In the case of death of a joint-holder, the surviving holder will be the only person recognised by the Manager and the Trustee as having any title to or interest in the units held.
- In the absence of written explicit instructions, I/We acknowledge that instructions must be given by both of us.

4. CORPORATE APPLICANT

- Please enclose a copy of the Memorandum and Articles of Association, Company's latest audited accounts, list of Authorised Signatories and Specimen Signatures.
- For a corporation, the Common Seal or the Company stamp will have to be affixed. If the Company stamp is used, an Authorised Officer must sign and state his/her representative capacity.
- Certified True Copy (by company secretary, if applicable) of the Board Resolution, Form 11, Form 9, Form 13 (if applicable), Form 24, Form 44, Form 49 and latest Annual Return.

5. RIGHTS OF THE MANAGER

The Manager reserves the right to accept or reject any application in whole or in part thereof and reject any Fund Application Form which is not completed in full and supported by the requested documents and payments.

6. CUSTOMER CARE

If you require further information or clarification, please contact our Customer Service for assistance.

All notices and other communications sent by or to the applicant shall be sent at the risk of the applicant. Unless due to wilful default or negligence of the Manager, the Manager shall not be responsible for any inaccuracy, interruption, error, delay or failure in transmission or delivery of any notices via whatever means, or for any equipment failure or malfunction. The Manager shall not be liable for any direct or indirect consequential losses arising from the foregoing.

The information that you have provided will be used strictly for our own purpose and shall not be shared with any other parties unless as required by law.

(for existing unit holders only)

Please tick (✓) if this is staff purchase

☐ Purchase ☐ Switch ☐ Staff Application

In compliance with the Capital Markets and Services Act 2007, this form should not be circulated unless accompanied by the relevant master prospectus(es)/ prospectus(es) and supplementary(ies) (if any). Investor(s) should read and understand the contents of the relevant master prospectus(es)/ prospectus(es) and its supplementary(ies) if any before completing this form. **Please complete in BLOCK LETTERS only, and tick (✓) where applicable. For 1st time investors, please fill up the application form to be submitted with this form.**

Name of Individual Applicant

NRIC No. (new)		-	NRIC No.(old)/ Passport No.	
Tel No.				

☐ Update (complete where applicable) ☐ Remain as previous application

Occupation/Designation																	
Education Level	<input type="checkbox"/> Primary	<input type="checkbox"/> Secondary	<input type="checkbox"/> STPM / Diploma / PreU	<input type="checkbox"/> Degree	<input type="checkbox"/> Post Graduate	<input type="checkbox"/> Others											
Annual Income	<input type="checkbox"/> Up to RM18,000	<input type="checkbox"/> RM18,001 - RM36,000	<input type="checkbox"/> RM36,001 - RM50,000	<input type="checkbox"/> RM50,001 - RM96,000													
	<input type="checkbox"/> RM96,001 - RM180,000	<input type="checkbox"/> RM180,001 - RM240,000	<input type="checkbox"/> RM240,001 and above														
Source of Income	<input type="checkbox"/> Employed (Permanent/Contract)	<input type="checkbox"/> Own business	<input type="checkbox"/> Savings / Inheritance	<input type="checkbox"/> Others (please specify)													
Employer's/Company's Name																	
Employer's/Company's Tel No.																	
											Employer's/Company's Office	<input type="checkbox"/> In Malaysia	<input type="checkbox"/> Outside Malaysia (please specify)				
Nature of Business of Applicant/ Applicant's Employer	<input type="checkbox"/> Financial/Banking/Investment	<input type="checkbox"/> Legal/Tax	<input type="checkbox"/> Telecommunications	<input type="checkbox"/> Hotel/ Restaurant	<input type="checkbox"/> Consultancy	<input type="checkbox"/> Government/ Government related											
	<input type="checkbox"/> Medical/Health/Science	<input type="checkbox"/> Education	<input type="checkbox"/> Real Estate/ Property	<input type="checkbox"/> Manufacturing	<input type="checkbox"/> Construction	<input type="checkbox"/> Others (please specify)											

Name as in NRIC/Passport

NRIC No. (new) :		-	-	NRIC No.(old)/ Passport No.	
Tel No.					

Update on Corporation's documents

☐ Remain as previous application

<input type="checkbox"/> Update on Corporation's documents <input type="checkbox"/> Renewal or previous application									
Name of Company									
Company Registration No									
Name of Contact Person(s)									
Tel No: ext Fax No.									

Investment Objective

<input type="checkbox"/> Capital Growth	<input type="checkbox"/> Regular Income	<input type="checkbox"/> Capital Protection	<input type="checkbox"/> Retirement	<input type="checkbox"/> Unit Trust _____ year(s)	<input type="checkbox"/> Trading on Bursa Malaysia _____ year(s)
<input type="checkbox"/> Education	<input type="checkbox"/> Wealth Accumulation			<input type="checkbox"/> Futures / Options _____ year(s)	<input type="checkbox"/> Others _____ year(s)
Investment Time Frame			<input type="checkbox"/> No experience		
<input type="checkbox"/> Long Term (> 5 years)	<input type="checkbox"/> Medium (3-5 years)	<input type="checkbox"/> Short Term (< 3 years)			

Note: Select a Distribution Instruction only if this is an initial investment in the relevant Fund(s) of RHB Asset Management Sdn Bhd ("RHBAM") and only if applicable. Depending on the Fund invested and subject to each respective Fund's Master Prospectus(es)/ Prospectus(es), income distribution will either be reinvested into further units in the relevant fund or be paid out.

Fund Name	***Plan Type	** Currency	Amount	****No.of years 1 - 5	Investment Type			*Distribution Instruction (not applicable for EPF)		
					<input type="checkbox"/> Initial	<input type="checkbox"/> Additional	<input type="checkbox"/> Standing Instruction	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
					<input type="checkbox"/> Initial	<input type="checkbox"/> Additional	<input type="checkbox"/> Standing Instruction	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
					<input type="checkbox"/> Initial	<input type="checkbox"/> Additional	<input type="checkbox"/> Standing Instruction	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
					<input type="checkbox"/> Initial	<input type="checkbox"/> Additional	<input type="checkbox"/> Standing Instruction	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
					<input type="checkbox"/> Initial	<input type="checkbox"/> Additional	<input type="checkbox"/> Standing Instruction	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
					<input type="checkbox"/> Initial	<input type="checkbox"/> Additional	<input type="checkbox"/> Standing Instruction	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
TOTAL										

* Account Details for income distribution to be credited:

** specify the currency acronym eg. RM etc

*** Note: C - Cash Plan
S - Savings Plan
E - EPF Plan

For MYR Currency

Bank Name : _____
Account Holder Name : _____
Account No. : _____
Account Type : ☐ Savings ☐ Current
Account Ownership : ☐ Single ☐ Joint

For Foreign Currency

Bank Name : _____
 Account Holder Name : _____

 Account No. : _____
 Account Type : ☐ Savings ☐ Current
 Account Ownership : ☐ Single ☐ Joint

Payment Mode for investment :

Cheque/Bank Draft (Bank _____ No. _____) (Payable to "RHB Asset Management Sdn Bhd")

EPF Investment Scheme ("EPF")

Cash Deposit, kindly indicate the bank account which you banked into:

	<u>Fund Name</u>	<u>Bank</u>	<u>Account No.</u>
1	All Funds except for items 4 to 9 below	RHB	2-14129-00200777
2	All Funds except for items 4 to 9 below	Maybank	514011-592181
3	All Funds except for items 4 to 9 below	RHB Multi Currency (for foreign currencies)	6-14129-00007029
4	RHB Cash Management Fund 1	RHB	2-14129-00212275
5	RHB Islamic Cash Management Fund	RHB	2-64317-0000042-5
6	RHB Money Market Fund	RHB	2-14231-00039055
7	RHB Institutional Islamic Money Market Fund	RHB	2-14231-00039055
8	RHB Deposits Fund	RHB	2-14231-00039055
9	RHB Cash Management Fund 2	RHB	2-14231-00039055

☐ Others

Notes to be read before completing this section:

• Cheque/bank draft should be crossed and made payable to **"RHB ASSET MANAGEMENT SDN BHD"** for all funds. You should write your full name and NRIC No. on the back of each cheque. The cheque(s)/ bank draft(s) must be attached with this Form.

• You may bank-in cash or arrange for a bank transfer into one of the accounts as stated herein. Please attach the bank-in slip or a copy of the Direct Transfer form with this Form. It must clearly state your name, NRIC No, amount remitted and the name of the Fund(s) you are investing into.

- If you are investing via Standing Instruction, kindly fill up the Standing Instruction Form of the relevant bank and attach it with this Form.

FOR UTC / DISTRIBUTOR USE ONLY

RHBAM/	Distributor	Branch
Code/ Stamp		
Name of Staff/ UTC/ Distributor		
Signature of Staff/ UTC/ Distributor		
Staff/UTC Code		
FIMM Code		

FOR OFFICE USE ONLY

Account No. _____ Trans. Sequence No _____ Price of Transaction _____ Trans Price Date _____
 (RM/relevant currency)

DETAILS OF SWITCHING APPLICATION

Please ensure you maintain the minimum amount required in the original Fund as stated in the relevant Master Prospectus(es)/ Prospectus(es) and its Supplementary(ies).

SWITCH FROM

Fund Name	No. of Units
1.	
2.	
3.	
4.	
5.	

SWITCH TO

Fund Name	*Distribution Instruction (not applicable for EPF)		
1.	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
2.	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
3.	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
4.	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account
5.	<input type="checkbox"/> Reinvest	<input type="checkbox"/> Pay by cheque	<input type="checkbox"/> *Credit into bank account

*Account Details for income distribution to be credited:

Change of Bank Details (Please provide latest Bank Details (Leave blank if there is no changes.))

For MYR Currency

Bank Name : _____
Account Holder Name : _____
Account No. : _____
Account Type : ☐ Savings ☐ Current
Account Ownership : ☐ Single ☐ Joint

For Foreign Currency

Bank Name : _____
Account Holder Name : _____
Account No. : _____
Account Type : ☐ Savings ☐ Current
Account Ownership : ☐ Single ☐ Joint

LOAN FINANCING RISK DISCLOSURE STATEMENT

Investing in a 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 financing circumstances. You should be aware of the risk, which would include the following:-

- The higher the margin of financing (that is, the amount of money you borrow for every Ringgit of your own money that you put in as deposit or down payment) the greater the loss or gain on your investment.
- 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.
- If unit prices fall beyond a certain level, you may be asked to provide additional acceptable collateral (where units are used as collateral) or pay additional amounts on top of your normal instalments. If you fail to comply within the prescribed time, your units may be sold towards the settlement of your loan.

- 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 incurred instead. Whether you eventually realise a gain or incur loss may be affected by the 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 the loan. If you have doubts in respect of any aspect of this Risk Disclosure Statement or the terms of the loan financing, you should consult the institution offering the loan.

I / We acknowledge that I / We have read and understood the contents of the investment Loan Financing Risk Disclosure Statement. I / We do declare and represent that as at the date hereof, I / We am / are not an undischarged bankrupt nor has any petition for bankruptcy been filed against me/us. With the completion of this form, it constitutes that I have read, understood and agreed to be bound by the notes, terms and conditions stated in this form. I also accept and acknowledge that RHB Asset Management Sdn Bhd has absolute discretion to reply on facsimile confirmation from me and undertake to indemnify and hold harmless RHB Asset Management Sdn Bhd, its employees and agents at all costs, expenses, loss of liabilities, claims and demands arising out of this confirmation.

DECLARATIONS AND SIGNATURES

- I / We acknowledge that I / We have received, read and understood the relevant Master Prospectus(es)/ Prospectus for the Fund(s) to be invested in, the Terms and Conditions of this Form and I/We undertake to be bound by them for my / our initial and subsequent transactions with RHB Asset Management Sdn Bhd ("RHBAM").
- I/We undertake to be bound by the provisions of the documents constituting the Fund(s) subscribed to as if I was/We were a party thereto.
- I/We acknowledge that I/We are aware of the fees and charges that I/We will incur directly or indirectly when investing in the Fund(s).
- I/We hereby declare and acknowledge that I/We have sole legal and proprietary right over all monies accompanying this application.
- I/We hereby agree to indemnify RHBAM against all actions, suits, proceedings, claims, damages and losses which may be suffered by RHBAM as a result of any inaccuracy of the declarations herein.

ALL APPLICANTS MUST SIGN THIS FORM

<div>Applicant / Authorised Signatory (ies) Date</div>	<div>Joint Applicant / Authorised Signatory (ies) Date</div>	<div>Company Stamp / Common Seal</div>
--	--	--