

RHB DANA MAHER

RESPONSIBILITY STATEMENT

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

STATEMENT OF DISCLAIMER

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

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

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

The Fund has been certified as Shariah-compliant by the Shariah adviser appointed for the Fund i.e. RHB Islamic Bank Berhad.

PRODUCT HIGHLIGHTS SHEET

This Product Highlights Sheet only highlights the key features and risks of RHB Dana Maher. Investors are advised to request, read and understand the Fund’s prevailing prospectus and its supplementary(ies) (if any) before deciding to invest.

Name of Fund	RHB Dana Maher (“Fund”).	Fund Category	Dynamic fund.
Manager	RHB Islamic International Asset Management Berhad.	Launch Date	2 June 2017.
Trustee	HSBC (Malaysia) Trustee Berhad.	Financial Year End	31 May.
Shariah Adviser	RHB Islamic Bank Berhad.		

PRODUCT SUITABILITY

This Fund is suitable for investors who:

- | | |
|--|--|
| (i) seek participation in companies that will benefit from evolving domestic and/or global trends; | (iii) prefer capital growth rather than income over a medium to long term* period; and |
| (ii) seek a dynamic and flexible investment mandate; | (iv) are willing to accept moderate risk in their investments in order to achieve capital growth over a medium to long term* period. |

KEY PRODUCT FEATURES

INVESTMENT OBJECTIVE

This Fund aims to provide investors with medium to long term* capital appreciation by investing in a dynamic portfolio of Shariah-compliant equities or Islamic fixed income instruments.

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

INVESTMENT STRATEGY

The Fund aims to achieve its investment objective by adopting a dynamic and flexible asset allocation strategy in a portfolio of Shariah-compliant equities or Islamic fixed income instruments depending on the Manager’s tactical views of the evolving domestic and/or global trends with focus on the trends identified by the Manager as having strong potential to outperform the benchmark return of 9.00% growth per annum in the Net Asset Value (“NAV”) of a unit.

The Manager’s strategy is to identify the trends in its early phase to capitalize on its growth. After identifying the most promising trends, the Manager will proceed to select companies with strong fundamentals and attractive valuations. Undervalued securities are uncovered through intensive and independent fundamental research. The Manager will rebalance and reposition the Fund accordingly to reap the benefits of the change in market dynamics, economic cycle and specific factors influencing each asset class.

The Fund may invest in RM denominated Islamic fixed income instruments provided that the instruments, issuers or financial institutions carry a **minimum rating of A3** as rated by RAM Rating Services Berhad (“RAM”) or its equivalent rating by any other similar rating agencies at the point of purchase. The Fund may invests in non-RM denominated Islamic fixed income instruments provided that the instruments, issuers or financial institutions carry a **minimum rating of BB-** as rated by S&P Global Ratings (“S&P”) or its equivalent rating by any other similar rating agencies at the point of purchase. The Fund may also invest in Islamic fixed income instruments that are issued by supra-nationals, governments and their agencies, corporations or financial institutions which are **unrated**. When investing in such unrated Islamic fixed income instruments, the Manager will rely greatly on its own credit analysis of the issuer and/or the Islamic fixed income instruments.

The Fund may also invest up to 30% of NAV in Asia Pacific markets such as China, Hong Kong, India, Indonesia, South Korea, the Philippines, Singapore, Taiwan, Thailand, Australia, New Zealand, Japan and such other countries which are deemed appropriate by the Manager.

The Fund’s direct investment in the Asia Pacific countries are those of companies whose Shariah-compliant securities are listed on Asia Pacific markets such as Hong Kong, Taiwan, South Korea, China, Australia and Japan stock exchanges and Asia Pacific companies that are listed on non-Asia Pacific markets such as US and London stock exchanges. These are companies that have at least 50% of its revenues derived from Asia Pacific countries and/or have at least 50% of its business operations located in the Asia Pacific countries. If these companies’ revenues derived from Asia Pacific countries and/or their business operation located in the Asia Pacific countries fall below this 50% threshold, the Manager will take the necessary steps to divest the Shariah-compliant securities of those companies. The Fund’s investments may also include Islamic collective investment schemes investing primarily in the Asia Pacific countries.

Thus, this Fund’s portfolio will be structured as follows:

Up to 98% of NAV - Investments in Shariah-compliant equities and equity related securities^A.

2% - 100% of NAV - Investments in sukuk, Islamic money market instruments and/or any Islamic deposits with financial institutions that are not

embedded with or linked to financial derivative instruments (structured deposits) (“Islamic Deposits”).

[^] With respect to Shariah-compliant equity related securities such as Shariah-compliant warrants and convertibles, the Fund will only invest in Shariah-compliant warrants and convertibles that are capable of being converted into new shares.

Provided always the above asset allocation is maintained, the range of the Fund’s asset allocation will be reviewed from time to time depending on the judgment of the Manager as to the general market and economic conditions. 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, countries and asset classes / type of investments (i.e. Shariah-compliant equities, sukuk and Islamic money market instruments). Islamic financial derivatives may also be used for currency 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 mitigate risk as well as to optimise capital gains. This is especially so when the full growth potential of an investment is deemed to have been reduced over a prolonged rise in equity or sukuk values and the available alternative investment may present attractive valuations and potential higher returns. The Fund also complies with the permitted investments and restrictions imposed by the Securities Commission. Adherence to the 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 of the Fund (“Deed”).

For investments in foreign markets, the Manager in managing the principal risks such as country risk and currency risk will always take into consideration the reference benchmark as well as its evaluation of the historical developments and its prior experience in such markets. Such practice will be managed through active management and constant review of the economic and political developments of the countries invested. Investments will ultimately be made based on risk-reward profiles.

BENCHMARK

The performance of this Fund is benchmarked against the targeted 9.00% growth per annum in NAV of a unit over the medium to long term.

This is not a guaranteed return and is only a measurement of the Fund's performance. The Fund may not achieve the aforesaid 9.00% per annum growth rate in any particular financial year but targets to achieve this growth over the medium to long term.

DISTRIBUTION

DISTRIBUTION POLICY - Subject to the availability of income, distribution, if any will be declared annually.

DISTRIBUTION MODE - Distribution, if any, after deduction of taxation and expenses (i.e. net distributions), will be reinvested to purchase additional units based on the NAV per unit as at the second Business Day when units 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 Fund.

KEY RISKS

PARTICULAR SECURITY RISK - The Fund’s portfolio may comprise of Shariah-compliant equities, sukuk, Islamic money market instruments, Islamic Deposits and Islamic collective investment schemes. The fluctuation in the performance of each individual Shariah-compliant security that the Fund invests in will affect the price of the units of the Fund. Valued collectively, the performance of individual Shariah-compliant securities comprising the Fund’s portfolio will cause the unit price of the Fund to rise or fall accordingly.

EQUITY RELATED SECURITIES RISK - The Fund may also invest in equity related securities such as warrants and convertibles that are capable of being converted into shares provided that the underlying securities comply with Shariah requirements. 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. For investments in warrants, a movement in the prices of the underlying securities of the warrants will generally result in a larger movement in the prices of the warrants, that is, higher volatility. In the event of a decline in the market, warrants can lose a substantial amount of their values, far more than the underlying securities and vice versa. Warrants also have a limited life and if they are not exercised at the maturity, they will expire and become worthless 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 NAV.

INTEREST RATE RISK - This Fund is also subject to interest rate risk. It does not in any way suggest that the Fund will invest in conventional financial instruments. All the investments carried out for the Fund are in accordance with Shariah requirements. This risk refers to the effect of interest rate changes on the market value of the sukuk portion of the portfolio. In the event of rising interest rates, demand for sukuk will generally decrease and vice versa. Meanwhile, sukuk with longer maturities and lower profit rates are more sensitive to interest rate changes.

(Note: interest rate is a general indicator that will have an impact on the management of a fund regardless of whether it is a Shariah-compliant fund or otherwise. It does not in any way suggest that the Fund will invest in securities or instruments, which are Shariah non-compliant. All investments carried out for the Fund are in accordance with the requirements of the Shariah.)

CREDIT/DEFAULT RISK - This refers to the creditworthiness of the sukuk issuer and its expected ability to pay the principal and/or profit due. Default happens when the issuer is not able to make timely profit payments and/or pay the principal in a timely manner thus affecting the value of the Fund’s investments and subsequently the value of investments of unit holders of the Fund (“Unit Holder(s”).

FOREIGN INVESTMENT RISKS SUCH AS CURRENCY RISK AND COUNTRY RISK - Currency risk is associated with investments that are quoted in foreign currency denomination. When a security is denominated in a currency which fluctuates unfavorably against the Fund’s currency (i.e. Ringgit Malaysia), the investment in the Fund may face currency loss in addition to the capital gains or losses. This may lead to a lower NAV. As the Fund will be investing in foreign markets, the foreign investments portion of the Fund may be affected by risks specific to the country that the Fund invests in. Such risks include changes in the country’s economic fundamentals, social and political stability, currency movements and foreign investments policies. These factors may impact the prices of the securities that the Fund invests in and ultimately lower the NAV. Further, there are countries which may require prior approvals before investments can be made in such countries. For example, if and when the Fund invests in countries such as China, Taiwan, South Korea and India, such countries require the application of an investment licence or registration of an investor code before investments can be made in these countries. As such, if investments in such countries are undertaken, there may be a risk that such registration or licence may be revoked or not renewed by the relevant authority and the Fund’s investments in these countries may be affected. The effect on the Fund’s investments will depend on the regulatory requirements of the respective countries. For example, if a country requires the Fund to obtain an investment licence which is subject to renewal and if such investment licence is not renewed in a timely manner, this may result in the Fund’s investment account in that country being frozen by the regulator resulting in investment activities for the Fund in that country being suspended. To mitigate this, the Manager will monitor closely the adherence of investment regulatory requirements in such countries.

RECLASSIFICATION OF SHARIAH STATUS RISK - This risk refers to the risk that the currently held Shariah-compliant equities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the equities by the Shariah advisory council of the Securities Commission Malaysia or the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of such equities in accordance with the Fund’s Shariah investment guidelines.

FUND PERFORMANCE

AVERAGE TOTAL RETURNS OF THE FUND

Average total returns for the following periods ended 31 May 2018

	Since Launch (22/06/2017* – 31/05/2018)
RHB Dana Maher (%)	-12.82
Benchmark^ (%)	9.00

ANNUAL TOTAL RETURNS OF THE FUND

Annual total returns for the following financial years ended 31 May

	Since Launch (22/06/2017* – 31/05/2018)
RHB Dana Maher (%)	-12.10
Benchmark^ (%)	8.44

Source: Lipper IM, 9 June 2018. * The last day of the Fund's initial offer period. ^ The benchmark of the Fund is the targeted 9.00% growth per annum in NAV of a unit over the medium to long term. The abovementioned Fund performance is computed on NAV to NAV basis and has been adjusted to reflect distributions payments and unit splits, if any.

For the financial year, the Fund recorded a loss of -12.10% whilst its benchmark recorded a gain of 8.44%.

PORTFOLIO TURNOVER RATIO ("PTR")

PTR (times)	Financial Year Ended 31 May
	2018
	1.43

There are no comparative figures as this is the Fund's first set of annual financial statements from the date of inception.

DISTRIBUTION RECORD

	Financial Year Ended 31 May
	2018
Gross distribution per unit (sen)	-
Net distribution per unit (sen)	-

For the financial year, no distribution has been proposed by the Fund.

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE.

FEES & CHARGES

This table describes the charges that you may directly incur when you buy or redeem units of this Fund:

Charges

Sales charge¹ by distribution channels

Institutional unit trust adviser (IUTA)	Up to 5.50% of the investment amount.
Direct sales (Direct investment with the Manager)	Up to 5.50% of the investment amount.

An investor can expect differing sales charge to be levied when buying units 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.

Repurchase charge

None.

Dilution fee or transaction cost factor

None.

Other charges payable directly by the investors

Switching fee ¹	RM25.00 per switch or the difference in sales charge between switching funds on the amount to be switched, where applicable. However, no switching is allowed during the Fund's initial offer period.
Transfer fee ¹	RM5.00 per transfer.

This table describes the fees that you may indirectly incur when you invest in the Fund:

Fees and Expenses

Annual management fee ¹	1.50% per annum of NAV before deducting the Manager's and Trustee's fees for that particular day.
Annual trustee fee ¹	0.06% per annum of NAV calculated on a daily basis before deducting the Manager's and Trustee's fees for that particular day (excluding foreign custodian fees and charges).
Expenses directly related to the Fund	Auditors' fees and other relevant professional fees, foreign custodial charges, cost of distribution of interim and annual reports, tax certificates, reinvestment statements and other notices to Unit Holders, transaction costs and taxes. In addition, there are expenses that are directly related and necessary to the business of the Fund as set out in the Deed, such as commissions or fees paid to brokers, other transaction costs and taxes, if any, that are also paid out of the Fund.
Other fees payable indirectly by an investor (if any)	None.

¹ All fees and charges payable to Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the government from time to time.

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

TRANSACTION INFORMATION

Minimum initial investment	RM500 or such other amount as the Manager may from time to time accept.
Minimum additional investment	RM100 or such other amount as the Manager may from time to time accept such other amount as it deems fit and appropriate.
Minimum repurchase units	Any number of units.
Restriction on Frequency of Redemption	No restrictions.
Minimum investment balance	100 units or such other lower quantity as the Manager may from time to time accept.
Redemption period	Redemption monies will be paid within ten (10) days after receipt by the Manager of the request to repurchase.
Cooling-off period	Unit Holders have the right to request for a refund of their investments within six (6) business days [#] which shall be effective from the date of receipt of the application by the Manager, subject to eligibility. [#] These are the working days when the Manager is open for business.
Switching facility and frequency of switching	Available; minimum amount for a switch is RM1,000.00; there are no restrictions as to the number of switches a Unit Holder may perform or the frequency of switching; and minimum investment balance at all times must be one hundred (100) units or such other lower quantity as the Manager may from time to time decide after the switch.
Transfer facility	Available. In the event of a partial transfer, both the transferor and the transferee must each hold a minimum investment balance of one hundred (100) units or such other lower quantity as the Manager may from time to time decide after the transfer.
Business Day	A day on which Bursa Malaysia is open for trading.
Dealing hours	9:00 a.m. to 4:00 p.m. (Malaysia time) on any Business Day or such later time as the Manager may determine provided always that complete applications for the Fund are received before the next valuation point.

YOU SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT.

VALUATIONS AND EXITING FROM INVESTMENT**VALUATION OF ASSETS**

The assets of the Fund must be valued at least once every Business Day, except during the Fund's initial offer period. As certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia, the valuation of the Fund for a Business Day will be conducted by 5:00 p.m. (or such other time as may be determined by the Manager from time to time) on the following day in which the Manager is open for business. Accordingly, the price of the Fund for a particular Business Day will not be published in the major newspapers on the next day but will instead be published the next following day (i.e. price will be two (2) days old). This will be specifically indicated in the major newspapers. Investors may obtain the most current computed price by contacting the Manager at 03-9205 8000.

EXITING FROM THIS INVESTMENT

During the Fund's initial offer period, the repurchase price is fixed at the initial offer price of RM0.5000. After the Fund's initial offer period, the repurchase price shall be the NAV 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 does not charge any repurchase charge for this Fund. For partial redemption, the balance of units 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. Units can be redeemed by forwarding the completed form of request to repurchase to the Manager's registered/principal office or any of its branch offices, or to any of its participating IUTAs or any other authorized distributors on any day other than Saturdays, Sundays and public holidays before their respective cut-off times. Redemption monies will be paid within ten (10) days after receipt by the Manager of the request to repurchase.

CONTACT INFORMATION

To contact the Manager or to find out about the distribution channels of the Fund, you may call us at 03-9205 8000 at any time during office hours: Mondays through Fridays from 9.00 a.m. – 5.00 p.m. or e-mail your enquiries to rhbiim.enquiry@rhbgroup.com.

HOW DO YOU LODGE A COMPLAINT?

1. For internal dispute resolution, you may contact:

❖ **via phone to:** 03-9205 8000 ❖ **via fax to:** 03-9205 8107 ❖ **via email to:** rhbiim.enquiry@rhbgroup.com

❖ **via letter to:** RHB Islamic International Asset Management Berhad, Level 8, Tower 2 & 3, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur.

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):

❖ **via phone to:** 03-2282 2280 ❖ **via fax to:** 03-2282 3855 ❖ **via email to:** info@sidrec.com.my ❖ **via letter to:** Securities Industry Dispute Resolution Center (SIDREC), Unit A-9-1, Level 9, Tower A, Menara UOA Bangsar, No. 5, Jalan Bangsar Utama 1, 59000 Kuala Lumpur

3. You can also direct your complaint to the Securities Commission Malaysia ("SC") even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:

❖ **via phone to the Aduan Hotline at:** 03-6204 8999 ❖ **via fax to:** 03-6204 8991 ❖ **via email to:** aduan@seccom.com.my

❖ **via online complaint form available at:** www.sc.com.my ❖ **via letter to:** Consumer & Investor Office, Securities Commission Malaysia, No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur.

4. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

❖ **via phone to:** 03-2092 3800 ❖ **via fax to:** 03-2093 2700 ❖ **via email to:** complaints@fimm.com.my

❖ **via online complaint form available at:** www.fimm.com.my ❖ **via letter to:** Legal, Secretarial & Regulatory Affairs, Federation of Investment Managers Malaysia, 19-06-1, 6th Floor Wisma Tune, No. 19 Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur.