



## **AMB DIVIDEND TRUST FUND**

### **RESPONSIBILITY STATEMENT**

This Product Highlights Sheet has been reviewed and approved by the directors or authorised committee or persons approved by the Board of Amanah Mutual Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, 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.

### **STATEMENTS OF DISCLAIMER**

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

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

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

**This Product Highlights Sheet only highlights the key features and risks of this unlisted capital market product. Investors are advised to request, read and understand the disclosure documents before deciding to invest.**

## PRODUCT HIGHLIGHTS SHEET

### AMB DIVIDEND TRUST FUND (AMBDTF)

#### BRIEF INFORMATION ON THE FUND

AMBDTF is a conventional open-ended equity fund managed by Amanah Mutual Berhad (AMB). The objective of the Fund aims to provide investors with a regular income stream and to attain medium\* to long term\* capital appreciation through investing in high (and potentially high) dividend yielding equities (including foreign equities).

The portfolio is an actively managed defensive fund that may also invest in fixed income securities as a tactical defensive measure depending on market conditions. The Fund does not provide capital protection or capital guarantee.

\* “long term” is a period of more than 5 years and “medium term” is a period between 3 to 5 years.

#### PRODUCT SUITABILITY

The Fund is suitable for investors who:

- are conservative and prefer receiving regular and steady income in the form of distributions.
- have a moderate risk appetite.

#### KEY PRODUCT FEATURES

##### FUND INFORMATION

<b>Manager</b>	Amanah Mutual Berhad (195414-U)
<b>Fund category / Type</b>	Equity fund / Income and growth fund
<b>Launch Date</b>	6 June 2006
<b>Financial Year End</b>	30 April
<b>Investment Strategy</b>	The Fund will invest primarily in high dividend yielding stocks both in Malaysia and in Asia ex-Japan markets. The Fund may invest solely in the Malaysian market or up to 30% of the Fund’s NAV in Asia ex-Japan markets. Depending on economic conditions, up to 30% of the Fund’s NAV may be invested in Malaysian fixed income securities. The Fund will invest in fixed income securities which carry a minimum credit rating of AA3/P1 by RAM or equivalent rating by other rating agencies to provide investors with a regular stream of income while mitigating principal volatility.
<b>Asset Allocation</b>	<ul style="list-style-type: none"> <li>• Minimum 70%, maximum 99.80% in equities</li> <li>• Maximum 20% in listed REITs</li> <li>• Minimum 0.20%, maximum 30% in fixed income securities and cash</li> </ul>

FUND INFORMATION	
<b>Benchmark</b>	<ul style="list-style-type: none"> <li>• 70% of the performance of the FBM KLCI</li> <li>• 30% of the performance of the MSCI Asia Pacific ex-Japan Index</li> </ul>
<b>Distribution Policy</b>	Income (if any), shall be distributed semi annually or annually at the discretion of the Manager, subject to Trustee's approval.
<b>Investment Committee Members</b>	<ul style="list-style-type: none"> <li>• Tan Sri Abdul Wahid bin Omar (Chairman)</li> <li>• Dato' Abdul Rahman bin Ahmad</li> <li>• Dato' Noorizah binti Hj Abd Hamid</li> <li>• Puan Norlin binti Abdul Samad</li> </ul>
<b>Trustee</b>	HSBC (Malaysia) Trustee Berhad (001281-T)
<b>External Investment Manager (EIM)</b>	Affin Hwang Asset Management Berhad (429786-T)

Although up to 30% of the total NAV of the Fund may be invested overseas, these investments will be opportunistic in nature. The dividend yields on overseas investments will be measured against domestic interest rates. However, during adverse market, economic, political and other conditions, the Fund may take temporary defensive positions and hold cash or cash equivalent instruments as the Fund's only assets.

## KEY RISKS

### GENERAL RISKS

1. Market risk
2. Manager's risk
3. Inflation risk
4. Liquidity risk
5. Loan/financing risk

*Refer to section on "Risk Factors" in the Master Prospectus (Conventional Funds) for details.*

### SPECIFIC RISKS

**Equity specific risk** - Prices of a particular equity may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such equity will adversely affect the Fund's NAV.

**Credit and default risk** - Credit risk relates to the creditworthiness of the issuers of the fixed income securities and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the fixed income securities. In the case of rated fixed income securities, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a fixed income securities either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income securities. This could adversely affect the value of the Fund.

**Interest rate risk** - Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income securities. When interest rates rise, debt instrument prices generally decline and this may lower the market value of the Fund's investment in fixed income securities. The reverse may apply when interest rates fall.

**Currency risk** - As the investments in the Fund may be denominated in currencies other than the base currency i.e. MYR, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments. Any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.

**Country risk** - Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law of regulations of the countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV of the Fund or price of Units to fall.

**Risk of investing in REITs** - Investing in REITs involves many of the same risks associated with direct ownership of real estate including, but not limited to, possible declines in real estate's value, increase in interest rates and real estate borrowing costs, changes in property taxes, higher operating expenses, damages to property and fall in market rental rates. This may affect the price of the REITs and consequently impact the Fund's NAV.

**Investors are reminded that the above list of risks may not be exhaustive and if necessary, they should consult a professional adviser for a better understanding of the risk.**

*Please be advised that if you invest in Units through any appointed IUTA which adopts the nominee system of ownership, you would not be considered as a Unit Holder under the deed of the Fund and you may consequently not have all the rights ordinarily exercisable by a Unit Holder (for example, the right to call for a Unit Holders' meeting and to vote thereat and the right to have your particulars appearing in the register of Unit Holders of the Fund).*

#### FEES & CHARGES

<b>Maximum sales charge</b>	<b>Manager</b>	5.5% of NAV per Unit <i>The sales charge is negotiable, subject to the Manager's discretion</i>		
	<b>Appointed IUTAs</b>			
<b>Sales charge under Employees Provident Fund (EPF) Members' Investment Scheme</b>		Not exceeding 3% of NAV per Unit, as regulated by EPF. Kindly refer to the Manager for the latest list of funds approved by EPF for investment.		
<b>Repurchase charge</b>		Nil		
<b>Transfer charge</b>		MYR 25		
<b>Switching charge to recipient fund*</b>		<b>Equity</b>	<b>Bond/Sukuk/ Fixed Income</b>	<b>Balanced</b>
		Up to 2.5% of amount switched	MYR25 per transaction	MYR25 per transaction
<b>Annual management fee</b>		1.50% of NAV, calculated and accrued on a daily basis		
<b>Annual trustee fee</b>	<b>Without foreign investment</b>	0.07% of NAV (including local custodian fee) subject to a minimum fee of MYR18,000 per annum, calculated and accrued on a daily basis.		

<b>Annual trustee fee</b>	<b>With foreign investment</b>	0.07% on the local NAV of the Fund (including local custodian fee) and 0.07% on the foreign NAV of the Fund (excluding custodian fee), subject to a minimum fee of MYR 18,000 per annum, calculated and accrued on a daily basis.
<b>Other annual operating expenses</b>		The auditor's fees, tax agents' fee and other relevant professional fees; and expenses that are directly related and necessary for the administration of the Fund as set out in the deed of the Fund including any applicable GST are paid out of the Fund and factored into the quoted NAV per Unit.

\* *If the sales charge of the fund switched into (other than to a money market fund) is equal or lower than the sales charge of the Fund, the switching fee is MYR25.*

*GST imposed on the fees and charges will be borne by the Fund and Unit Holders respectively.*

### TRANSACTION INFORMATION

<b>Minimum investment (inclusive of sales charge and GST)</b>	<b>Initial</b>	MYR500
	<b>Additional</b>	MYR100
<b>Minimum balance requirement</b>	1,000 Units. We have the discretion to close your account and refund the balance if it falls below this requirement.	
<b>Transfer</b>	Full or partial transfer of your Units to another investor is allowed subject to the minimum balance requirement.	
<b>Switching</b>	Switching to another AMB fund is subject to a minimum of 1,000 Units per transaction. Only the principal amount is allowed to be switched into AMB's Shariah funds.	

**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

#### Frequency of valuations

The NAV per Unit is calculated at the end of the Business Day. When the Fund has foreign investments, the NAV is calculated after the end of the Business Day and at the close of the respective exchanges due to the different time zone of the countries the Funds invest in. The NAV per Unit is available on our website at [www.ambmutual.com.my](http://www.ambmutual.com.my).

#### Exiting from investment

To exit from this investment, you may repurchase, transfer your Units to other investors or switch out to another AMB fund. Please refer to "Fees & Charges" and "Transaction Information" for details on transfer and switching of Units.

## Details on repurchase of Units

<b>Application for repurchase of Units</b>	You may request to repurchase your Units directly from AMB or through the relevant appointed IUTA by completing the repurchase form and attaching any supporting documents we may require from you.
<b>Minimum repurchase amount</b>	None provided the minimum balance requirement is met.
<b>Payment of repurchase proceeds</b>	Via transfer to a bank account or cheque within 10 days provided all documentation is complete. Any charges incurred will be borne by you.
<b>Cut-off time</b>	Applications will be processed on the same Business Day if we receive it before 2.30 p.m. Applications received after 2.30 p.m. will be based on the NAV per Unit of the next Business Day.

## FUND PERFORMANCE

### Average total return of AMBDTF for the financial year ended 30 April

	1- Year	3- Year	5- Year	10- Year
AMBDTF (%)	11.57	6.04	9.37	10.46
Benchmark (%)	12.64	0.77	3.52	3.47

The average total return of the Fund is based on the following calculation:

$$\text{Annualised return (\%)} = [ \{ (1 + r_1) (1 + r_2) \dots \dots \dots (1 + r_n)^{1/n} \} - 1 ] \times 100$$

Where  $r$  = rate of return       $n$  = number of years

### Annual total return for the financial years ended 30 April

	2017	2016	2015	2014	2013	2012	2011	2010	2009	2008
AMBDTF (%)	11.57	(2.15)	9.23	9.63	19.75	9.42	20.62	34.40	(7.37)	10.04
Benchmark (%)	12.64	(7.72)	(1.53)	7.66	7.91	0.85	11.22	25.63	(16.10)	(2.66)

The total return of the Fund is based on the following calculation:

- $\text{Capital return (\%)} = \frac{\text{NAV per unit on ex - date}}{\text{NAV per unit at the beginning of the financial year}} - 1 \times 100$

- $\text{Income return (\%)} = \frac{\text{Income Distribution}}{\text{NAV per unit at the beginning of the financial year}} \times 100$

- $\text{Total return (\%)} = \text{Capital Return(\%)} + \text{Income Return (\%)}$

### 1-Year Fund performance review

The Fund registered a total return of 11.57% against its benchmark's return of 12.64% thus underperformed the benchmark by 1.07%.

The benchmark was changed on 17 September 2015 from 70% of the weighted average of the Kuala Lumpur Composite Index and 30% of the Maybank 12-month fixed deposit rate to the current benchmark to better reflect the Fund's asset allocation and investment strategy.

### Portfolio Turnover Ratio (PTR) as at 30 April

	2017	2016	2015
PTR (times)	1.66*	0.55	1.69

\* The PTR is higher than the previous financial year due to higher trading activities during the period under review.

### Distribution as at 30 April

	2017	2016	2015
Gross distribution per Unit (sen)	1.35	3.40	3.50
Net distribution per Unit (sen)	1.34	3.38	3.49

Distribution was in the form of cash and reinvestment.

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

### CONTACT INFORMATION

1. For any enquiries and/or complaint (internal dispute resolution), you may contact:

- (a) AMB Client Services Unit (CSU):  
Tel : +603-2034 0800  
Fax : +603-2162 5958 / +603-2163 3212  
Email : ambcare@pnb.com.my

Or you may also file your dispute at our premise: Amanah Mutual Berhad  
34th Floor Menara PNB  
201-A Jalan Tun Razak  
50400 Kuala Lumpur

(b) Appointed IUTAs

*Please refer to section on "List of IUTAs" in the Master Prospectus (Conventional Funds) for details on the appointed IUTAs.*

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

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

3. You can also direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Investor Affairs & Complaints Department:

- (a) via phone to the Aduan Hotline at : 03-6204 8999  
(b) via fax to : 03-6204 8991

- (c) via e-mail to : aduan@seccom.com.my  
 (d) via online complaint form available at www.sc.com.my  
 (e) via letter to : Investor Affairs & Complaints Department  
 Securities Commission Malaysia  
 3 Persiaran Bukit Kiara  
 Bukit Kiara  
 50490 Kuala Lumpur

4. Alternatively, you may also contact the Federation of Investment Managers Malaysia's (FiMM) Complaint Bureau:

- (a) via phone to : 03-2092 3800  
 (b) via fax to : 03-2093 2700  
 (c) via e-mail to : complaints@fimm.com.my  
 (d) via online complaint form available at www.fimm.com.my  
 (e) via letter to : Legal, Secretarial & Regulatory Affairs  
 Federation of Investment Managers Malaysia  
 19-06-1, 6th Floor, PNB Damansara  
 No. 19, Lorong Dungun  
 Damansara Heights  
 50490 Kuala Lumpur

#### APPENDIX : GLOSSARY

<b>"AMB" or "Manager"</b>	Amanah Mutual Berhad (195414-U).
<b>"AMBDTF" or "Fund"</b>	AMB Dividend Trust Fund.
<b>"Bursa Malaysia"</b>	The Malaysian stock exchange, operated and maintained by Bursa Malaysia Securities Berhad.
<b>"Business Day(s)"</b>	A day on which the Bursa Malaysia is open for trading in securities.
<b>"FBM KLCI"</b>	FTSE Bursa Malaysia KLCI.
<b>"GST"</b>	Goods and services tax.
<b>"IUTA"</b>	Institutional unit trust adviser.
<b>"MYR"</b>	The lawful currency of Malaysia i.e. Ringgit Malaysia.
<b>"NAV" or "NAV of the Fund"</b>	The NAV of the Fund is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at the valuation point. For the purpose of computing the annual management fee and annual trustee fee, the NAV is inclusive of the management fee and trustee fee for the relevant day.
<b>"NAV per Unit"</b>	The NAV of the Fund divided by the number of Units in circulation, at the valuation point.
<b>"RAM"</b>	RAM Rating Services Berhad.
<b>"REIT"</b>	Real estate investment trust.
<b>"SC"</b>	Securities Commission Malaysia.
<b>"Unit Holder(s)"</b>	A person or persons registered as holder(s) of Units of the Fund and whose name(s) appear(s) in the register of Unit Holder
<b>"Units"</b>	Units of the Fund.