

MANULIFE DRAGON GROWTH FUND

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Manulife Asset Management Services 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.

STATEMENT OF DISCLAIMER

The Information Memorandum in relation to the **Manulife Dragon Growth Fund**, including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the Information Memorandum in relation to the **Manulife Dragon Growth Fund**, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the **Manulife Dragon Growth Fund** or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

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

PRODUCT HIGHLIGHTS SHEET

MANULIFE DRAGON GROWTH FUND

BRIEF INFORMATION ON THE PRODUCT

1. What is Manulife Dragon Growth Fund (“the Fund”)?

Fund category : Wholesale (feeder fund)

Type : Growth

PRODUCT SUITABILITY

2. Who is this product suitable for?

The Fund is suitable for Sophisticated Investors who:

- seek capital appreciation;
- are willing to accept a higher level of risk; and
- have a medium to long term investment horizon.

KEY PRODUCT FEATURES

3. What am I investing in?

The Fund seeks to achieve capital appreciation over medium- to long-term period.

Classes	USD Class	RM Hedged-class
Launch date	3 November 2016	
Initial Offer Price	USD 1.0000	RM 1.0000
Financial year end	31 December	
Investment strategy and policy	The Fund will invest at least 95% of the Fund's NAV in the Manulife Global Fund – Dragon Growth Fund (“Target Fund”), while 2%-5% of the Fund's NAV will be invested in money market instruments and placement of deposits with financial institutions for liquidity purpose.	
Asset allocation (% of Fund's NAV)	The asset allocation of the Fund is as follows: <ul style="list-style-type: none"> • At least 95% of the Fund's NAV in Share Class AA of the Target Fund; and • 2%-5% of the Fund's NAV in money market instruments and placement of deposits with financial institutions for liquidity purpose. 	
Benchmark	MSCI Zhong Hua Index	

4. Who am I investing with?

Manager	Manulife Asset Management Services Berhad
Trustee	HSBC (Malaysia) Trustee Berhad
Investment Manager of the Target Fund	Manulife Asset Management (Hong Kong) Limited (“MAMHK”)
General adviser and distributor of the Target Fund	Manulife Asset Management International Holdings Limited

KEY RISKS

5. What are the key risks associated with this product?

Target Fund Manager Risk

The Target Fund (which the Fund invests in) is managed by MAMHK. It is important to note that the Manager has no control over MAMHK’s investment management techniques and operational controls. Thus, mismanagement of the Target Fund by MAMHK (i.e. breach of its prescribed investment restriction due to human error) may potentially expose the Fund (as an investor of the Target Fund) to additional risk. Should such a situation arise, the Manager may propose to invest in other alternative collective investment scheme that is consistent with the objective of the Fund provided always that the approval of the Unit Holders has been obtained.

Currency Risk

Although USD Class has identical currency denomination as the Share Class AA of the Target Fund, it is still subject to currency risk as the Target Fund’s investment portfolio consists of securities denominated in the non-USD currencies, which may fall in value against USD resulting the fall of returns of the USD Class.

The Fund will be offering a RM Hedged-class to reduce the currency risk against the Base Currency of the Fund. Unit Holders who buy Units in RM Hedged-class will not be subject to the volatility of the movement in currency exchange between the USD and RM. The Manager will mitigate the currency risk by hedging against the Base Currency of the Fund. Unit Holders should note that by employing this hedging, Unit Holders would not be able to enjoy the additional currency gains when USD moves favourably against the RM. Additional transaction costs of hedging will also be borne by investors in the RM Hedged-class.

Country Risk

Country risk refers to the risk that is specifically associated with the development of a particular country. The Fund’s investments consist largely of Luxembourg-domiciled assets (i.e. at least 95% its NAV is invested in the Target Fund). As such, the Fund is exposed to specific risks associated with the development in Luxembourg. For example, possible imposition of exchange controls or restrictions applicable to the Target Fund may adversely impact the Fund.

Liquidity Risk

Liquidity risk refers to a security which could not be transacted in a timely manner. In the context of the Fund (which invests in the Target Fund), liquidity risk is associated with the Target Fund’s ability to meet the Fund’s redemption request in a timely manner. If the Target Fund fails to meet the Fund’s redemption request, it may jeopardize the Fund’s ability to meet its own Unit Holders’ redemption request.

To mitigate liquidity risk, the Fund would allocate 2%-5% of its NAV in money market instruments and placement of deposits with financial institutions.

Please refer to the Information Memorandum of the Fund for details.

FEES AND CHARGES

6. What are the fees and charges involved?

Fees and charges involved when investing in the Fund

Sales charge per unit

Purchase of units through IUTA : up to 5.50% of the NAV per Unit
Purchase of units through agents : up to 5.50% of the NAV per Unit
Purchase of units through the Manager : up to 5.50% of the NAV per Unit

Redemption charge per unit : Nil

Switching fee : Switching fee is not applicable.

Transfer of units:

Transfer of units is subject to a payment of RM3.00 per transfer.

Fees incurred when investing in the Fund

Management Fee	Up to 1.80% per annum of the NAV of the Fund.
Trustee Fee	0.04% per annum of the NAV of the Fund (excluding foreign custodian fees and charges).

Note: The above fees and charges are exclusive of Goods and Services Tax (GST) and/or any other taxes that may be introduced by the Government of Malaysia from time to time, at the prevailing rate.

Please refer to the Information Memorandum of the Fund for details.

VALUATION AND EXITING FROM INVESTMENT

7. How often are valuations available?

The valuation of the Fund is carried out daily at the end of the business day. The Fund's NAV per unit will be available on the Manager's website, www.manulifeinvestment.com.my.

8. How can I exit from this investment and what are the risks and costs involved?

Redeeming an investment

Unit Holders may redeem all or part of the Units held on any Business Day by completing the redemption form. The price of Units for redemption requests received before 3.00 p.m. ("cut off time") will be calculated based on the valuation of the Units on the same Business Day. Where a redemption request is received after the cut off time, the request will be processed based on the NAV per Unit on the following Business Day. Redemption proceeds will be paid to the Unit Holders within 10 days of the date of receipt of the redemption request by the Manager.

Cooling-off period

The cooling-off period is only applicable to any person investing for the first time in any unit trust funds managed by the Manager. Unit Holders have the right, within six (6) business days from the day of the receipt by the Manager of their application form, to call for a withdrawal of their investments. A full refund of the money initially invested will be refunded to the Unit Holder within 10 calendar days from the receipt of the application for cooling-off by the Manager, i.e. the total sum of:

- (a) the NAV per unit on the day the units were first purchased; and
- (b) the sales charge per unit originally imposed on the day the units were purchased.

CONTACT INFORMATION

9. Who should I contact for further information or to lodge a complaint?

1. For internal dispute resolution, you may contact us at:
Manulife Asset Management Services Berhad
13th Floor, Menara Manulife
6 Jalan Gelenggang, Damansara Heights
50490 Kuala Lumpur
Tel: (03) 2719 9228
Fax: (03) 2094 7654
E-mail: MY_CustomerService@manulife.com
Website: www.manulifeinvestment.com.my

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries Dispute Resolution Corporation (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
No 3 Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur

4. FiMM's Complaints Bureau:

- (a) via phone to : 03 – 2092 3800
- (b) via fax to : 03 – 2093 2700
- (c) via email 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 Wisma Tune
No. 19, Lorong Dungun
Damansara Heights
50490 Kuala Lumpur

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