

# PRODUCT HIGHLIGHTS SHEET

## CIMB ISLAMIC ASIA PACIFIC EQUITY FUND

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed by the directors or authorised committee or persons approved by the directors of CIMB-Principal Asset Management Berhad. Having made all reasonable inquiries, 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 Product Highlights Sheet false or misleading.

### STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia has authorized/recognised the issuance of CIMB Islamic Asia Pacific Equity Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the CIMB Islamic Asia Pacific Equity Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the CIMB Islamic Asia Pacific Equity 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 CIMB-Principal Asset Management Berhad responsible for the CIMB Islamic Asia Pacific Equity 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.

### THE MANAGER

CIMB-Principal Asset Management Berhad ("CIMB-Principal") holds a Capital Markets Services License for fund management and dealing securities restricted to unit trust under the Capital Markets and Services Act 2007 and specializes in managing and operating unit trusts for investor, both institutional and retail. CIMB-Principal's responsibilities include managing investment portfolios by providing fund management services to insurance companies, pension funds, unit trust companies, corporations and government institutions in Malaysia. In addition, CIMB-Principal is an approved private retirement scheme provider in Malaysia. CIMB-Principal originally commenced its operations as a unit trust company in November 1995.

**This Product Highlights Sheet only highlights the key features and risks of this unlisted capital market product. We recommend that you read this Product Highlights Sheet together with the Fund's Master Prospectus (Shariah-compliant Funds) dated 30 June 2017 and its supplementary (if any). You are advised to request, read and understand the Master Prospectus (Shariah-compliant Funds) before deciding to invest.**

## BRIEF INFORMATION ON CIMB ISLAMIC ASIA PACIFIC EQUITY FUND

CIMB Islamic Asia Pacific Equity Fund is a Shariah-compliant equity fund issued by CIMB-Principal. The Fund aims to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

This is neither a capital protected nor capital guaranteed fund.

## PRODUCT SUITABILITY

The recommended investment timeframe for this Fund is five (5) years or more. This Fund is suitable for investors who:

- have a long-term investment horizon;
- want a portfolio of investments that adhere to the Shariah principles;
- want a well diversified portfolio of Asia Pacific ex Japan regional equities; and/or
- seek capital appreciation over long-term.

## KEY PRODUCT FEATURES

<b>Fund Category/Type</b>	Equity (Shariah-compliant) / Growth.
<b>Benchmark</b>	MSCI AC Asia ex Japan Islamic Index for performance comparison purpose only.
<b>Investment strategy</b>	<p>The Fund is predominantly an equity fund which invests through equity securities of companies domiciled in, listed in, and/or have significant operations in the emerging and developed markets of Asia Pacific ex Japan, i.e. Hong Kong SAR, Taiwan, Korea, the People's Republic of China, Indonesia, Malaysia, India, Thailand, the Philippines, Sri Lanka, Singapore, Australia and New Zealand. 'Significant operations' means major businesses of the company. For example, the Fund can invest in a company with significant business and/or operations in Thailand but listed on the New York Stock Exchange. The threshold for 'significant operations' would be if more than 30% of total group revenue derives from countries in the emerging and developed markets of Asia Pacific ex Japan. The calculation would be based on the most recent financial reports released by the companies (e.g. interim and annual reports). Between 70% to 98% (both inclusive) of the Fund's NAV can be invested in Shariah-compliant equities, Shariah-compliant warrants, Shariah-compliant options or other Shariah-compliant stock purchase rights, participation in Shariah-compliant CIS which are permitted under the SC Guidelines. Up to 30% of the Fund may also invest into Sukuk and Deposits. For this Fund, the investments in Sukuk must satisfy a minimum rating requirement of at least a "BBB3" or "P2" rating by RAM or equivalent rating by MARC or by local rating agency(ies) of the country of issuance; or "BB" by S&amp;P or equivalent rating by Moody's or Fitch.</p> <p>The asset allocation strategy for this Fund is as follows:</p> <ul style="list-style-type: none"> <li>▪ at least 70% of the Fund's NAV will be invested in Shariah-compliant equities;</li> <li>▪ up to 30% of the Fund's NAV in Sukuk and Deposits; and</li> <li>▪ at least 2% of the Fund's NAV in Shariah-compliant liquid assets.</li> </ul>
<b>Launch date</b>	2 June 2006.
<b>Financial year-end</b>	30 April.
<b>Distribution policy</b>	Regular distributions are not the focus of this Fund. Distributions, if any, are at our discretion.
<b>Manager</b>	CIMB-Principal Asset Management Berhad.
<b>Sub-Manager (foreign portion)</b>	CIMB-Principal Asset Management (S) Pte. Ltd.
<b>Trustee</b>	HSBC (Malaysia) Trustee Berhad.
<b>Shariah adviser</b>	CIMB Islamic Bank Berhad.
<b>Solicitors</b>	Soon Gan Dion & Partners.

## KEY RISKS

### General risks of investing in a unit trust fund

<b>Returns not guaranteed</b>	The investment of the Fund is subject to market fluctuations and its inherent risk. There is <b>NO GUARANTEE</b> on the investment returns, nor any assurance that the fund's investment objective will be achieved.
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<b>General environment risk</b>	<b>market</b>	Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the fund's NAV.
<b>Inflation risk</b>		This is the risk that your investment in the unit trust fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the value of the investment in monetary terms has increased.
<b>Financing risk</b>		This risk occurs when you obtain financing to finance your investment. The inherent risk of investing with money obtained from financing includes you being unable to service the financing payments.
<b>Manager's risk</b>		This risk refers to the day-to-day management of the fund by the manager which will impact the performance of the fund, e.g. Investment decisions undertaken by the manager as a result of an incorrect view of the market may adversely affect the performance of the fund.
<b>Reclassification of Shariah status risk</b>	<b>non-compliant</b>	This risk refers to the risk that the currently held Shariah-compliant securities in the fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the SAC of the SC, the Shariah adviser, the Shariah boards of the relevant Islamic indices or the Shariah adviser of the issuer.

#### Specific risks of the Fund

<b>Stock specific risk</b>		Prices of a particular stock 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 stock will adversely affect the Fund's NAV.
<b>Country risk</b>		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 or regulations of the countries in which the Fund invests in. For example, deteriorating economic condition of such countries may adversely affect the Fund's NAV.
<b>Currency risk</b>		As the investments of the Fund may be denominated in currencies other than the base currency of the Fund, any fluctuation in the exchange rate between the base currency of the Fund 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.
<b>Risk associated with investment in warrants and/or options</b>		There are inherent risks associated with investments in warrants and/or options. The value of warrants and/or options are influenced by the current market price of the underlying securities, the exercise price of the contract, the time to expiration of the contract and the estimate of the future volatility of the underlying security's price over the life of the contract.
<b>Credit and default risk</b>		Credit risk relates to the creditworthiness of the securities issuers or counterparties and their expected ability to make timely payment of profit and/or principal. Default risk relates to the risk a securities issuer or counterparties either defaulting on payments or failing to make payments in a timely manner. If the risk materialize, the value of the fund could be adversely affected.

**Note:** Please take note that if your investments are made through an IUTA via a nominee system of ownership, you would not be deemed to be a Unit holder under the Deed and as a result, you may not exercise all the rights ordinarily conferred to a Unit holder (e.g. the right to call for Unit holders' meetings and the right to vote at a Unit holders' meeting).

#### FEES & CHARGES

<b>Application Fee</b>	CWA	: Up to 5.00% of the NAV per unit
	IUTAs	: Up to 5.00% of the NAV per unit
<b>Withdrawal Fee</b>	Nil.	
<b>Switching Fee</b>	Switching is treated as a withdrawal from one (1) fund and an investment into another CIMB-Principal fund, you will be charged a Switching Fee equal to the difference (if any) between the Application Fees of these two (2) funds. In addition, we may impose a RM100 administrative fee for every switch.	
<b>Transfer Fee</b>	A maximum of RM50.00 may be charged for each transfer.	
<b>Management Fee</b>	Up to 1.80% per annum of the NAV of the Fund.	
<b>Trustee Fee</b>	0.07% per annum of the NAV of the Fund.	
<b>Other charges payable directly by the investor when purchasing or withdrawing the units</b>	Any applicable bank charges and other bank fees incurred as a result of an investment or withdrawal will be borne by the investor.	
<b>Expenses directly related to the Fund</b>	Only expenses that are directly related to the Fund can be charged to the Fund. Examples of relevant expenses are audit fee and tax agent's fee.	

**Note:** All fees and charges are subject to any applicable taxes (including but not limited to GST) and/or duties as may be imposed by the government or other authorities (if any) from time to time. As a result of changes in any rule, regulation, directive, notice and/or law

issued by the government or relevant authority, there may be additional cost to the fees, expenses, charges and/or taxes payable to and/or by the Fund or you as disclosed in the Product Highlights Sheet.

Despite the maximum Application Fee or Withdrawal Fee disclosed above, you may negotiate with us or our Distributors for lower fee or charges. However, you should note that we or our Distributors may, for any reason at any time, where applicable, accept or reject your request and without having to assign any reason, either generally (for all investors) or specifically (for any particular investor or a group of investors) without prior notice to you.

We may, for any reason at any time, where applicable, waive or reduce the amount of any fees (except the Trustee Fee) or other charges payable by you in respect of the Fund, either generally (for all investors) or specifically (for any particular investor) and for any period or periods of time at our absolute discretion.

## TRANSACTION INFORMATION

<b>Minimum investment<sup>#</sup></b>	<b>initial</b>	Non-RSP	: RM500 or such other amount as we may decide from time to time.
		RSP	: RM500 or such other amount as we may decide from time to time.
<b>Minimum additional investment</b>		Non-RSP	: RM200 or such other amount as we may decide from time to time.
		RSP	: RM200 or such other amount as we may decide from time to time.
<b>Minimum withdrawal</b>		400 units or such other amount as we may decide from time to time.	
<b>Minimum balance</b>		500 units or such other amount as we may decide from time to time.	
<b>Switching</b>		Switching will be conducted based on the value of your investment in the Fund. The minimum amount for a switch is subject to: <ul style="list-style-type: none"> <li>▪ For switching out of the Fund: <ul style="list-style-type: none"> <li>○ the minimum withdrawal amount applicable to the Fund that you intend to switch out;</li> <li>○ the minimum balance required for the Fund that you intend to switch out, unless you are withdrawing from the Fund in entirety; and</li> <li>○ the Withdrawal Fee of the Fund that you intend to switch out (if any).</li> </ul> </li> <li>▪ For switching into the Fund: <ul style="list-style-type: none"> <li>○ the minimum initial investment amount or the minimum additional investment amount (as the case may be) applicable to the Fund that you intend to switched into; and</li> <li>○ the Switching Fee applicable for the proposed switch (if any).</li> </ul> </li> </ul>	
<b>Transfer</b>		Transfer of unit holdings is allowed but this is subject to such terms and conditions as may be stipulated in the respective Deeds. However, we may allow/refuse any transfer of unit at our absolute discretion.	
<b>Cooling off period</b>		Six (6) Business Days from the date the application form is received and accepted by us or our Distributors from the first time investor. However, CIMB-Principal's staff and person(s) registered to deal in unit trust of CIMB-Principal or any of our Distributors are not entitled to the cooling-off right.	

<sup>#</sup> The minimum initial investment for the EPF-MIS shall be RM1,000 (or such other amount as may be determined by EPF) or as per the amount stated under the minimum initial investment column, whichever is higher. Please note that there may be changes to the status of the eligibility of the Fund under the EPF-MIS from time to time. Please refer to our website at <http://www.cimb-principal.com.my> or <http://www.kwsp.gov.my> for updated information.

**Note:** You may request for a lower amount or number of units when purchasing units (or additional units) or withdrawing units, which will be at our sole and absolute discretion. However, you should note that we may, for any reason at any time, where applicable, accept or reject your request to lower the amount or number of units and without having to assign any reason, either generally (for all investors) or specifically (for any particular investor or a group of investors) without prior notice to you. We may also, for any reason at any time, where applicable, reduce the minimum balance, either generally (for all investors) or specifically (for any particular investor or a group of investors) without prior notice to you. For increase in the amount or units for minimum withdrawal and minimum balance, we will require concurrence from the Trustee and you will be notified of such changes before implementation.

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

## VALUATIONS

We will value the Fund for a Business Day on the next Business Day (T+1) by 4:00 p.m. This is to cater for the currency translation of the foreign securities/instruments to the Funds' base currency. Currently, the currency translation is based on the bid exchange rate quoted by Bloomberg or Reuters at UK time 4:00 p.m. on the same day (Malaysian time 11:00 p.m. or 12:00 a.m.), or such other time as stipulated in the IMS. The NAV per unit for a Business Day is available on our website at <http://www.cimb-principal.com.my> after 5:30 p.m. on the following Business Day (T+1).

Please refer to the "Unit Pricing" section of the Master Prospectus (Shariah-compliant Funds) for more information.

## AVENUES TO EXIT THIS INVESTMENT

To exit from this investment, you may withdraw from the Fund, switch out of the Fund or transfer your unit holdings to other investors. You may withdraw your investment at the NAV per unit of the Business Day.

Withdrawals can be made from the Fund by completing a withdrawal form and sending it to the relevant Distributor or our head office. There is no restriction on the frequency of withdrawals. The amount that you will receive is calculated by the withdrawal value less the Withdrawal Fee, if any. You will be paid in RM within ten (10) calendar days. You will have to bear the applicable bank fees and charges, if any.

For more information on the withdrawals, switching, transfer facility and cooling-off period, please refer to the "Transaction Information" chapter of the Master Prospectus (Shariah-compliant Funds). For more information on the fees and charges incur when you exit from this investment, please refer to "Fees, Charges and Expenses" chapter of the Master Prospectus (Shariah-compliant Funds).

## FUND PERFORMANCE

### Average total return of the Fund

FYE: 30 April 2017 in %	1-Year	3-Year	5-Year	10-Year	Since inception
<b>Fund</b>	19.77	11.31	9.16	4.27	4.90

*Note: All performance figures have been extracted from Lipper.*

### Annual total return of the Fund

FYE: 30 April 2017, in %	1-Year	2-Year	3-Year	4-Year	5-Year	6-Year	7-Year	8-Year	9-Year	10-Year	Since inception
<b>Fund</b>	19.77	12.25	37.91	45.61	54.97	34.67	38.91	89.67	52.50	51.92	68.64

*Note: All performance figures have been extracted from Lipper.*

### Basis of calculation and assumptions made in calculating the returns

Percentage growth	=	$\frac{\text{NAV on that day} - \text{NAV of previous day}}{\text{NAV of previous day}}$	Average total return	=	$\frac{\text{Total returns of the years under review}}{\text{Number of years under review}}$
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### Fund's performance against benchmark

FYE: 30 April 2017, in %	1-Year	3-Year	5-Year	10-Year	Since Inception
<b>Fund</b>	19.77	37.91	54.97	51.92	68.64
<b>Benchmark</b>	29.16	41.14	58.57	57.85	63.24

*Note: All performance figures have been extracted from Lipper.*

For the financial year under review, the Fund's total return rose by 19.77%, while the benchmark rose by 29.16%. The Fund underperformed its benchmark by 9.39%.

On 3-years and 5-years, the Fund's total return had grown by 37.91% and 54.97% respectively.

### Portfolio Turnover Ratio ("PTR")

FYE: 30 April	2017	2016	2015
<b>Fund</b>	1.29	1.63	1.56

The Fund's PTR decreased from 1.63 times to 1.29 times due to less trading done during the financial year to position the Fund.

### Distribution

FYE: 30 April		2017	2016	2015
<b>Fund</b>	Gross distribution per unit (Sen)	4.50	-	-
	Net distribution per unit (Sen)	4.50	-	-

Distribution was in the form of cash or reinvested into additional units in the Fund at the NAV per unit on the distribution date.

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

## CONTACT FOR FURTHER INFORMATION / COMPLAINT

- (i) You may contact our Customer Care Centre at (03) 7718 3100. Our Customer Care Centre is available Mondays to Fridays (except on Selangor public holidays), from 8:30 a.m. to 5:30 p.m. (Malaysian time) or you can e-mail us at [service@cimb-principal.com.my](mailto:service@cimb-principal.com.my).
- (ii) Alternatively, you may also contact:
- (a) Securities Industry Dispute Resolution Center (SIDREC):
- via phone to : 03-2282 2280
  - via fax to : 03-2282 3855
  - via e-mail to : [info@sidrec.com.my](mailto: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
- (b) SC's Investor Affairs & Complaints Department:
- via phone to Aduan Hotline at : 03-6204 8999
  - via fax to : 03-6204 8991
  - via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
  - via online complaint form available at [www.sc.com.my](http://www.sc.com.my)
  - via letter to : Investor Affairs & Complaints Department  
Securities Commission Malaysia  
No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur
- (c) FIMM's Complaints Bureau:
- via phone to : 03-2092 3800
  - via fax to : 03-2093 2700
  - via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - via online complaint form available at [www.fimm.com.my](http://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

## APPENDIX: GLOSSARY

Application Fee	- Preliminary charge on each investment.
Bursa Malaysia	- Bursa Malaysia Securities Berhad.
Business Day	- Mondays to Fridays when Bursa Malaysia is open for trading, and/or banks in Kuala Lumpur and/or Selangor are open for business. <b>Note:</b> We may declare certain Business Days to be a non-Business Day for a Fund, if the Fund's investment in foreign markets (if any) which are closed for business or suspended is at least 50% of the Fund's NAV. This information will be communicated to you via our website at <a href="http://www.cimb-principal.com.my">http://www.cimb-principal.com.my</a> . Alternatively, you may contact our Customer Care Centre at 603-7718 3100.
CIMB-Principal or the Manager	- CIMB-Principal Asset Management Berhad.
CIMB-Principal Fund	- Any unit trust funds that may be offered by CIMB-Principal.
CIS	- Refers to collective investment schemes as defined under the SC Guidelines.
CWA	- Refers to the unit trust consultants of CIMB-Principal.
Deed	- The principal deed and any supplemental deed in respect of the Funds made between us, the Trustee and the Unit holders of the Funds, agreeing to be bound by the provisions of the respective Deeds.
Deposit	- As per the definition of "Islamic deposit" in the Islamic Financial Services Act 2013. <b>Note:</b> To exclude Islamic structured deposits.
Distributor	- Any relevant persons and bodies appointed by CIMB-Principal from time to time, who are responsible for selling units of the Funds.
EPF	- Employees' Provident Fund.
EPF-MIS	- EPF's Members Investment Scheme.
Fitch	- Fitch Ratings.
Fund or IAPEF	- CIMB Islamic Asia Pacific Equity Fund.
GST	- Refers to the tax levied on goods and services pursuant to the Goods and Services Tax Act 2014.
IMS	- Investment Management Standards issued by the Federation of Investment Managers Malaysia.
IUTAs	- Institutional Unit Trust Advisers.

Management Fee	- A percentage of the NAV of the Fund that is paid to us for managing the portfolio of the Fund.
MARC	- Malaysian Rating Corporation Berhad.
Master Prospectus (Shariah-compliant Funds)	- Refers to the disclosure document issued by us describing the details of the Funds.
Moody's	- Moody's Investors Service.
NAV	- Net Asset Value.
NAV of the Fund	- The NAV of the Fund is the value of all Fund's assets less the value of all the Fund's liabilities, at the point of valuation. For the purpose of computing the annual Management Fee (if any) and annual Trustee Fee (if any), the NAV of the Fund should be inclusive of the Management Fee and Trustee Fee for the relevant day.
NAV per unit	- The NAV of the Fund divided by the number of units in circulation, at the valuation point.
Product Highlights Sheet	- Refers to the disclosure document issued by the Manager that contains clear and concise information of the salient features of the Fund.
RAM	- RAM Rating Services Berhad.
RM or MYR	- Malaysian Ringgit.
RSP	- Regular Savings Plan.
S&P	- Standard & Poor's.
SAC	- Shariah Advisory Council.
SC	- Securities Commission Malaysia.
SC Guidelines	- Guidelines on Unit Trust Funds issued by the SC.
Shariah	- Islamic law, originating from the Qur'an (the holy book of Islam), and its practices and explanations rendered by the prophet Muhammad (pbuh) and ijihad of ulamak (personal effort by qualified Shariah scholars to determine the true ruling of the divine law on matters whose revelations are not explicit).
Sub-Manager	- A fund management company/asset management company that assumes all/or part of the investment function role of the Manager.
Sukuk	- Refers to certificates of equal value which evidence undivided ownership or investment in the assets using Shariah principles.  <b>Note:</b> For local Sukuk, it must also comply with concepts endorsed by the SAC.
Switching Fee	- A charge that may be levied when switching is done from one (1) fund to another.
Transfer Fee	- A nominal fee levied for each transfer of units from one (1) Unit holder to another.
Trustee Fee	- A percentage of the NAV of the Fund that is paid to the Trustee for its services rendered as trustee of the Fund.
UK	- United Kingdom.
Unit holder	- The registered holder for the time being of a unit of the Fund including persons jointly so registered.
Withdrawal Fee	- A charge levied upon withdrawal under certain terms and conditions (if applicable).

**Note:** Unless the context otherwise requires

- words importing the singular number should include the plural number and vice versa;
- reference to any rules, regulations, guidelines, standards, directives, notices, legislation or statutes in this Product Highlights Sheet shall be reference to those rules, regulations, guidelines, standards, directives, notices, legislations or statutes for the time being in force, as may be amended, varied, modified, updated, superseded and/or re-enacted, from time to time;
- time, day or date disclosed in this Product Highlights Sheet shall be a reference to that time, day or date in Malaysia; and
- reference to "days" in this Product Highlights Sheet will be taken to mean calendar days.

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