

## **PRODUCT HIGHLIGHTS SHEET**

### **AmanahRaya Syariah Trust Fund (ARSTF)**

#### **Responsibility Statement**

This Product Highlights Sheet has been reviewed and approved by the Directors of AmanahRaya Investment Management Sdn Bhd 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, 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.

#### **Statements of Disclaimer**

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

The authorisation of the Fund, and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the 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 AmanahRaya Investment Management Sdn Bhd responsible for the 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.

**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 Statement**

The Fund has been certified as Shariah-compliant by the Shariah Adviser appointed for the Fund.

This Product Highlights Sheet dated 30 November 2017.

[The rest of this page is intentionally left blank]

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 Fund's prospectus before deciding to invest.

## PRODUCT HIGHLIGHTS SHEET

# AMANAHRAYA SYARIAH TRUST FUND (ARSTF)

### Brief Information on the Product

#### 1. What is this product about ?

AmanahRaya Syariah Trust Fund (ARSTF) is an Islamic fixed income fund issued by AmanahRaya Investment Sdn Bhd that aims to provide investors with regular income and capital growth over the medium to long-term through investments predominantly in sukuk, Islamic money market instruments and Trust Accounts.

This is neither a capital protected nor capital guaranteed fund.

### Product Suitability

#### 2. Who is this product suitable for ?

The Fund is suitable for investors seeking a moderate to low risk investment that has exposure in sukuk, Islamic money market instruments and Trust Accounts that comply with Shariah requirements, a fund that aims to provide regular income stream, and/or a fund that aims for long-term capital growth.

**Investors should consult their financial advisers if in doubt whether this product is suitable for them.**

### Key Product Features

#### 3. What am I investing in ?

<b>Fund Category/Type</b>	Bond (Shariah-compliant)/Growth and Income
<b>Benchmark</b>	70% quant shop GII Index (Medium Sub-Index) + 30% 12 months GIA
<b>Investment strategy</b>	<p>ARSTF will invest a minimum of 70% of the Fund's NAV in Ringgit and foreign currency sukuk rated at least 'A' or 'P2' by RAM or its MARC equivalent rating or A- by S&amp;P, or its Moodys and Fitch equivalent rating (maximum 30% of Fund's NAV in Islamic money market instruments). The Fund may invest up to 30% of the Fund's NAV into ARB's Common Fund via Institutional Trust Account and/or other Trust Accounts that comply with Shariah requirements.</p> <p>The risk management strategies and techniques employed by the Manager include diversification of the Fund's asset allocation in terms of its exposure to various industries, sectors and sukuk classes/type of Shariah-compliant investment (i.e. Sukuk and Islamic Money Market instruments).</p>
<b>Launch date</b>	21 September 2006
<b>Financial year-end</b>	31 <sup>st</sup> August
<b>Distribution policy</b>	The Fund aims to make an income distribution once a year.

#### 4. Who am I investing with ?

<b>Manager &amp; Investment Manager</b>	AmanahRaya Investment Management Sdn Bhd ("ARIM") is a licensed asset management company under the Capital Markets and Services Act and a wholly-
---	---

	<p>owned subsidiary of Amanah Raya Berhad. As at December 2011, the authorized and paid-up capital of ARIM stood at RM25 million and RM10 million respectively.</p> <p>ARIM has wealth of experience and competency in managing multiple asset classes, for both Ringgit and non-Ringgit based investments, which include but not limited to equity, fixed income, unit trust, property, structured products and private equity.</p> <p>Currently, ARIM's list of clients include reputable pension funds, insurance companies, government agencies, non-profit foundations, public listed companies and high net-worth individuals.</p>
<b>Trustee</b>	CIMB Islamic Trustee Berhad
<b>Shariah Advisor</b>	IBFIM

### Key Risks

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

Bond/Sukuk Issuer Risk	<p>This risk refers to the individual risk of the respective companies issuing the securities. Bond/Sukuk issuer risk includes, but is not limited to, changes in consumer taste and demand, legal suits, competitive operating environments, changing industry conditions and mistakes made by the management. If the performance of a company (invested by the Fund) deteriorates, the company's debt securities will decline in value and this in turn may suppress the NAV of the Fund. The deterioration of the performance also will affect the liquidity of sukuk. This risk can be minimised through diversification and by careful selection of debt securities/sukuk.</p>
Interest Rate Risk	<p>Bond prices generally fall when interest rates rise and vice versa. The Fund's NAV may fall when interest rates rise or are expected to rise. This will also have an effect on the valuation of sukuk. This risk could cause the decline of the valuation for the sukuk, and vice versa. To mitigate this risk the Investment Manager will manage the duration of investment in bond/sukuk. In times of rising interest rates, the duration will be shortened and vice versa.</p> <p>The above interest rate is a general indicator that will have an impact on the management of the fund regardless whether it is a Shariah-compliant fund or otherwise. It does not in any way suggest that a Shariah-compliant fund will invest in conventional financial instruments.</p>
Market Risk	<p>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.</p>
Liquidity Risk	<p>Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the fund holds assets that are illiquid, or are difficult to dispose of, the value of the fund will be negatively affected when it has to sell such assets at unfavourable prices.</p>
Inflation Risk	<p>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.</p>
Manager's Risk	<p>This risk refers to the day-to-day management of the fund by the manager which will impact the performance of the fund. For example, investment decisions undertaken by the manager, as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the fund.</p>
Credit and Default Risk	<p>Credit risk relates to the creditworthiness of the issuers of the debt instruments 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 debt instrument. In the case of rated debt instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a debt instrument either</p>

	defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the debt instruments. This could adversely affect the value of the fund.
Loan Financing Risk	This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments. In the event units are used as collateral, an investor may be required to top-up the investors' existing instalment if the prices of units fall below a certain level due to market conditions. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan.

## Fees and Charges

### 6. What are the fees and charges involved ?

<b>Service Charge</b>	Cash Investment - up to 1.00% of the NAV of the Fund per unit  EPF Investment - up to 3.0% of the NAV of the Fund per unit  Investors may negotiate and at the Manager discretion to charge lower sales charge subject to qualifying criterion
<b>Annual Management Fee</b>	Maximum fee of 1.75% per annum of the NAV of the Fund
<b>Trustee Fee</b>	Up to 0.07% per annum of the NAV of the Fund, subject to a minimum fee of RM18,000
<b>Redemption Charge</b>	Nil
<b>Switching Charges</b>	Switching from bond fund to other fund may or may not incur fees.  Generally no fee will be charge on switching between funds that charges the same amount of fees unless the fund being switched from have different Sales charges from the fund to be switched to.
<b>Transfer Charges</b>	A maximum of RM50.00 may be charged for each transfer.
<b>Other Charges</b>	Bank charges, courier charges and any other indirect charges incurred as a result of redemptions 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 auditor's fee and tax agent's fee.

**Notes: In the event of the imposition of any Goods and Services Tax ("GST") on any fees, charges, and/expenses, upon the implementation of the Goods and Services Tax Act 2014 and/or other relevant statutory law relating to goods and services and/or consumption tax in Malaysia, the unit holder and/ or the Fund (as the case maybe) shall upon demand pay to the party duly entitled to collect the GST all such GST as may be applicable in addition to any other payments payable by the paying party.**

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

## Transaction Information

### 7. What are the transaction details ?

<b>Minimum initial investment</b>	RM100 or such amounts as the Manager may time to time decide.
<b>Minimum additional investment</b>	RM100 or such amounts as the Manager may time to time decide.
<b>Minimum repurchase unit</b>	100 units or such amounts as the Manager may time to time decide.

<b>Cooling-off period</b>	The right of the Unit Holders to obtain a refund of his investment in the Fund within six (6) Business Days commencing from the date of receipt of application by the Manager. For EPF Unit Holders, the cooling-off period will commence from the date of receipt of application form by AmanahRaya Investment Management Sdn Bhd.
<b>Repurchase period</b>	The Manager will pay the redemption proceeds within ten (10) calendar days upon receipt of the redemption request.
<b>Switching facility</b>	The minimum switching amount is 100 units. You need to keep a minimum balance of 100 units at all times or such amounts as the Manager may decide from time to time.
<b>Transfer facility</b>	You are allowed to transfer your unit holdings, subject to conditions stipulated in the Fund's Deed. The minimum transfer amount is 100 units. The Manager may refuse to register any transfer of units at its absolute discretion.
<b>Repurchase of units</b>	Unit Holders may redeem units on any Business Day and receive payment of repurchase proceeds within 10 days. There is no restriction on the frequency of repurchase.
<b>Minimum holding/ balance</b>	100 Units.  In the case of partial repurchase, the Manager may elect to repurchase the entire account if the effect thereof would be that the Unit Holders hold less than 100 units in his account with the fund.
<b>Switching between funds</b>	Unit Holders may switch their investments between funds on any Business Day  The minimum transaction per switch is 100 units. (Switching from a Shariah-compliant fund to a conventional fund is discouraged especially for Muslim Unit Holders)

### Valuation and Exiting from Investment

#### 8. How often are valuations available ?

The Fund will be valued on every Business Day and you may obtain NAV and prices of the Fund from the major daily newspaper, our website at [www.arim.com.my](http://www.arim.com.my), calling our customer service at 03-26875200 or e-mail to us at [sales@arim.com.my](mailto:sales@arim.com.my).

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

To exit from this investment, you may withdraw from the Fund, switch out of the Fund or transfer your unit holdings to other investors. Please refer to the "Fees and Charges" and "Transaction Information" sections of the Master Prospectus for details on switching and transfer facility.

Withdrawals can be made from the Fund by completing a redemption form and sending it to our Approved Distributors or sending it directly to our office at the address below. 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. That amount will be paid in RM within ten (10) calendar days. Any applicable bank charges and other bank fees incurred as a result of a withdrawal by way of telegraphic transfer, bank cheque or other special payment method will be charged to you.

### Performance of the Fund

#### 10. Average Total Return (in %)

Below are Annualised Average Total Return of the Funds for 1 year, 3 years, 5 years and since inception.

<b>1-year (31.08.16 – 31.08.17)</b>	<b>3-year (31.08.14 – 31.08.17)</b>	<b>5-year (31.08.12 – 31.08.17)</b>	<b>Since Inception (21.09.06 – 31.08.17)</b>
3.22%	4.19%	3.76%	4.34%

#### **Basis of calculation for Annualised Average Total Return**

Annualised Average Total Return (%) = Total Returns / Number of Years Under Review

## 11. Annual Total Return (in %)

Below are Annual Total Return of the Funds for the last ten (10) financial years:

31.08.07	31.08.08	31.08.09	31.08.10	31.08.11	31.08.12	31.08.13	31.08.14	31.08.15	31.08.16
-	-	-	-	-	-	-	-	-	-
31.08.08	31.08.09	31.08.10	31.08.11	31.08.12	31.08.13	31.08.14	31.08.15	31.08.16	31.08.17
-0.84%	8.40%	6.63%	6.24%	5.63%	2.09%	3.39%	2.94%	5.96%	3.22%

### **Basis of calculation for Annual Total Return**

Annual Total Return (%) =  $[(\text{Capital Return}/100 + 1) \times (\text{Income Return}/100 + 1) - 1] \times 100$

## 12. ARSTF Return vs Benchmark (Annualised)

As at 31 <sup>st</sup> August	ARSTF (%)	Benchmark (%)	Out/(Under) Performance (%)
1-year	3.22%	2.42%	0.80%
3-year	4.19%	4.12%	0.07%
5-year	3.76%	3.67%	0.09%
Since Inception	4.34%	4.12%	0.22%

### **Comment on Fund Performance**

For the financial year ended 31st August 2017, the Fund registered a 3.22% return compared to the benchmark return of 2.42%, thus outperformed the benchmark by 0.80%.

## 13. Portfolio Turnover Ratio

The Portfolio Turnover Ratio (PTR) indicates the frequency of turnover for a particular fund in any given calendar year. It is calculated by taking the average of acquisitions and disposal of securities divided by the average value of the Fund for the year calculated on a daily basis.

Financial Year	2017	2016	2015	2014
PTR (time)	0.86 times	0.54 times	0.11 times	0.60 times

The PTR was higher for the FYE 31.8.2017 compared to previous year due to higher bond transactions during the period under review.

### **Basis of calculation for Portfolio Turnover Ratio**

Portfolio Turnover =  $\frac{(\text{Total acquisition for the year} + \text{Total disposal for the year})}{2 \times \text{Average value of the Fund for the year calculated on a daily basis}}$

## 14. Distribution Record

Financial Year	2017	2016	2015	2014
Gross Distribution per Unit (sen)	6.55	4.20	4.00	4.00
Net Distribution per Unit (sen)	6.55	4.20	4.00	4.00

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

## Contact Information

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

For internal dispute resolution, you may contact our customer service personnel :-

- (a) via phone to : 03-26875200
- (b) via fax to : 03-26875300
- (c) via email to : [sales@arim.com.my](mailto:sales@arim.com.my)
- (d) via letter to : AmanahRaya Investment Management Sdn Bhd  
Level 7 & 8, Wisma Amanah Raya  
No 2 Jalan Ampang  
50508 Kuala Lumpur

If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the following bodies, details of which are as follows:

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

- (a) via phone to : 03 – 20923800
- (b) via fax to : 03 – 20932700
- (c) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
- (d) via online complaint form available at : [www.fimm.com.my](http://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

OR

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](mailto: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

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 Aduan Hotline at : 03-6204 8999
- (b) via fax to : 03-6204 8991
- (c) via email to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
- (d) via online complaint form available at : [www.sc.com.my](http://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

[The rest of this page is intentionally left blank]

## Appendix : Glossary

<b>AmanahRaya Investment Management or ARIM or the Manager</b>	AmanahRaya Investment Management Sdn Bhd (309646-H)
<b>Approved Distributors</b>	Any relevant persons and bodies, as may be approved by the SC (if necessary) or any other regulatory body and appointed by ARIM from time to time, who are responsible for selling units of the Funds.
<b>ARB</b>	Amanah Raya Berhad (344986-V)
<b>Bursa Malaysia</b>	Bursa Malaysia Securities Berhad (635998-W).
<b>Business Day(s)</b>	Mondays to Fridays where Financial Institutions in Kuala Lumpur are open for business.
<b>Common Fund</b>	Shall have the same meaning as prescribed under Clause 25 of the PTCA 1995, vis-à-vis all capital money available for investments which are held by ARB after the date of which PTCA 1995 is in force, shall form the common fund and shall be invested in any investments permitted by law of investment of trust funds.
<b>Deed</b>	The Principal and any Supplemental Deed in respect of the Fund made between the Manager, the Trustee and the Unit Holders of the Fund, agreeing to be bound by the provisions of the Deed.
<b>EPF</b>	Employees Provident Fund
<b>Fund</b>	AmanahRaya Syariah Trust Fund (ARSTF)
<b>General Investment Account (GIA)</b>	Investment account which is based on Shariah contracts and applicable for investment purposes.
<b>GST</b>	Refers to the tax levied on goods and services pursuant to the Goods and Services Tax Act 2014
<b>GII</b>	Government Investment Issues – long-term non interest - bearing Government securities, which are issued based on Islamic principles by the Government of Malaysia.
<b>IBFIM/Syariah Adviser</b>	IBFIM (763075-W)
<b>Institutional Trust Account or ITA</b>	ARB's Institutional Trust Account
<b>NAV or Net Asset Value</b>	Means the value of all the fund's assets less the value of all the fund's liabilities at the valuation point.
<b>NAV per Unit</b>	The Net Asset Value of the Fund divided by the number of units in circulation, at the valuation point.
<b>RM and sen</b>	Ringgit Malaysia and sen respectively
<b>SC</b>	Securities Commission
<b>Service Charge</b>	Preliminary charge on each investment.
<b>Shariah</b>	Islamic Law comprising the whole body of rulings pertaining to human conducts derived from the primary and secondary sources of the Shariah. The primary sources are the Quran, the Sunnah, Ijma' and Qiyas while the secondary ones are those established sources such as Maslahah, Istihsan, Istishab, 'Urf and Sadd Zara'ie.
<b>Shariah Requirements</b>	A phrase or expression which generally means making sure that any human conduct must not involve any prohibition and that in performing that conduct all the essential elements that make up the conduct must be present and each essential element must meet all the necessary conditions required by the Shariah for that element.
<b>sukuk</b>	Means certificates of equal value which evidence undivided ownership or investment in the assets using Shariah principles and concepts endorsed by the Shariah Advisory Council of the Securities Commission and/or any relevant Shariah Advisory Boards.
<b>Trust Account</b>	A trust deposit account which is subject to Trustee Act 1949 and/or PTCA 1995.



## Appendix : Glossary

<b>Unit or Units</b>	A measurement of the right or interest of a Unit Holders in the Fund including a fraction of a Unit.
<b>Units in Circulation</b>	Unit In Circulation refer to total number of units in issue at a point in time.
<b>Unit Holders, you</b>	The registered holder for the time being of a unit of the Fund including corporations, institutional or persons jointly so registered.
<b>Valuation point</b>	<p>Valuation point refers to such a time(s) on a business day as may be decided by the Manager wherein the Net Asset Value ("NAV") of the fund is calculated. Under normal circumstances, only one valuation is conducted on each Business Day.</p> <p>For funds with no foreign investments, the valuation of NAV of funds is conducted on each Business Day at the close of Bursa Securities.</p> <p>For the funds with foreign investments, the Fund will be valued at 5.00 p.m. on every Business Day (or "trading day" or "T" day). However, if the Fund has exposure to investments outside of Malaysia, the Fund shall be valued at 11.00 a.m. on the next Business Day (or "T + 1"). All foreign assets are translated into the Base Currency based on the exchange rate quoted by Bloomberg/Reuters at 4.00 p.m. (United Kingdom time) which is equivalent to 11 p.m. or 12 a.m. midnight (Malaysian time) on the same day, or at such time as stipulated in the investment management standards issued by the FMM. If the foreign market in which the Fund is invested in is closed for business, the Manager will value the underlying assets based on the latest available price as at the day the particular foreign market was last opened for business.</p>

[The rest of this page is intentionally left blank]