

# PRODUCT HIGHLIGHTS SHEET

## PMB Shariah Dividend Fund

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors or authorized committee or persons approved by the Board of Directors of PMB Investment 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 Highlight Sheet false or misleading.

### STATEMENT OF DISCLAIMER

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

The authorization of PMB Shariah Dividend Fund and lodgment of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends PMB Shariah Dividend 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 the PMB Investment Berhad responsible for PMB Shariah Dividend 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 document is dated 28 June 2018.

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.

## PMB SHARIAH DIVIDEND FUND

<b>Product Type</b>	Unit Trust	<b>Date Relaunch</b>	21 <sup>th</sup> July 2008
<b>Issuer/Manager</b>	PMB Investment Berhad	<b>Trustee</b>	CIMB Islamic Trustee Berhad
<b>Shariah-compliant</b>	Yes	<b>Shariah Adviser</b>	BIMB Securities Sdn Bhd
<b>Capital Protected / Guaranteed</b>	No	<b>Dealing Frequency</b>	Every Business Day
<b>Financial Year End</b>	31 <sup>th</sup> March	<b>Distribution Policy</b>	Annually, subject to the availability of income for the financial period.

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

The Fund is suitable for investors who:

- have a moderate risk tolerance level;
- have a medium to long term investment horizon;
- prefer a fund that conforms to Shariah principles; and
- seek a consistent and stable income stream from their investment.

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

Investor is required to undergo a suitability assessment process in order to determine the range of products that suit their risk profile and needs.

### KEY PRODUCT FEATURES

#### WHAT UNIT TRUST FUND ARE YOU INVESTING IN?

- You are investing in a unit trust fund constituted in Malaysia that aims to provide investors with an opportunity to gain consistent and stable income stream that is potentially higher than the average deposit rates.
- Income will be distributed annually, subject to availability of income for the financial period. The distribution income, will be in made the form of cash or additional units.

Please refer to **Chapter 3** of the Master Prospectus for further information on product features.

#### Investment Strategy

- The Fund shall invest primarily in a diversified portfolio among any of the top 300 Shariah-compliant companies in terms of market capitalization listed on Bursa Malaysia, with the exclusion of the following:-
  - (a) those companies that have been classified as PN17 companies by Bursa Malaysia-this is to mitigate the risk of investing in a potential insolvent company; and
  - (b) those companies that are expected to declare and pay annual dividend of less than 3% net based on the prevailing price.
- The Fund shall invest between 70% and 99.5% of its NAV in Shariah-compliant equity and equity-related securities in Bursa Malaysia. The balance will be invested in Islamic money market instruments, Islamic deposit placements, sukuk and/or other permitted investments.

Please refer to **Chapter 3** of the Master Prospectus for further information on investment strategy.

#### Parties Involved

- *PMB Investment Berhad*: the Manager of the Fund
- *CIMB Islamic Trustee Berhad*: the Trustee of the Fund
- *BIMB Securities Sdn Bhd*: the Shariah Adviser of the Fund

Please refer to **Chapter 6 & 7** of the Master Prospectus for details on the Manager, Trustee and Shariah Adviser.

### Shariah Principles Applicable

- Investor appoints PMB Investment to manage and invest the Fund under the Islamic contract of 'Wakalah' or Agency
- PMB Investment is appointed to undertake the investment activities on behalf of the investors for 'Ujrah' or fee.

### Possible Outcomes

As the Fund will invest primarily in the equity market, its NAV and hence your investment capital will be subject to the market fluctuation. \*Assuming as a result of the market movement, the Fund and your investment may possibly end with the following outcomes:

Movement of the Fund's NAV	Outcome of your investment capital
Increase by 10%	Increase by 10%
Decrease by 10%	Decrease by 10%

\*Other things remain unchanged

### Fund Performance

#### Basis Of Fund Performance Computation

The calculation for Average Total Return and Annual Total Return of the Funds is based on computation methods of Lipper and sourced from Lipper for Investment Management (Lipper IM). The basis of computation is on NAV-to-NAV, income re-invested, over a specified period. Lipper IM is an application that provides comprehensive fund information and performance, fund ratings, analytic tools and charting. Information about Lipper IM can be obtained from [www.lipperweb.com](http://www.lipperweb.com).

#### 1-year fund performance



#### 1- Year Fund Performance Review

For the 1-year period ended 31 March 2018, PMB Shariah Dividend Fund (PMB SDF) underperformed its benchmark with its total return amounting to -5.72% against the return of 3.27% on the FTSE Bursa Malaysia EMAS Shariah Index (FBMSHA).

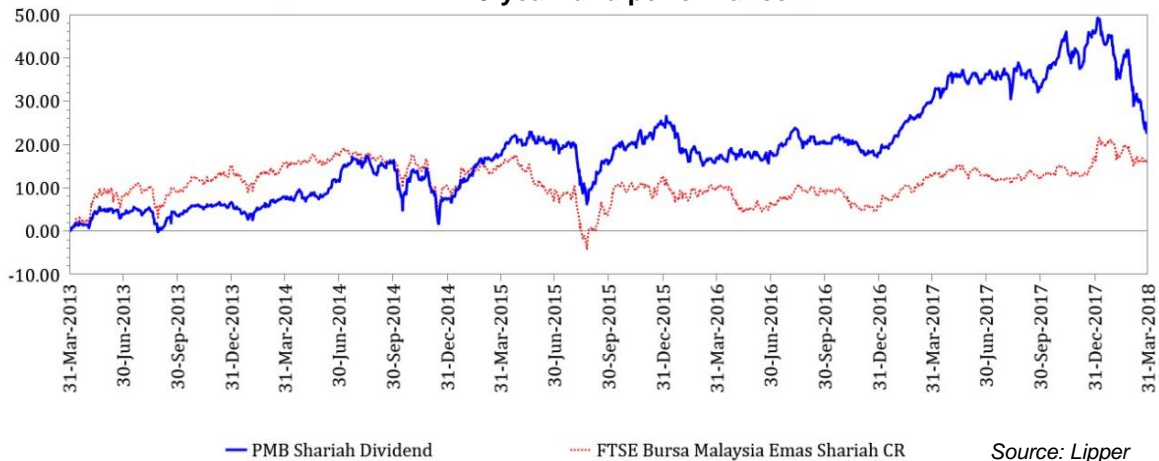
#### 3-year fund performance



#### 3-Year Fund Performance

For the 3-year period ended 31 March 2018, PMB SDF posted a return of 4.29% outperforming its benchmark return of 0.83%.

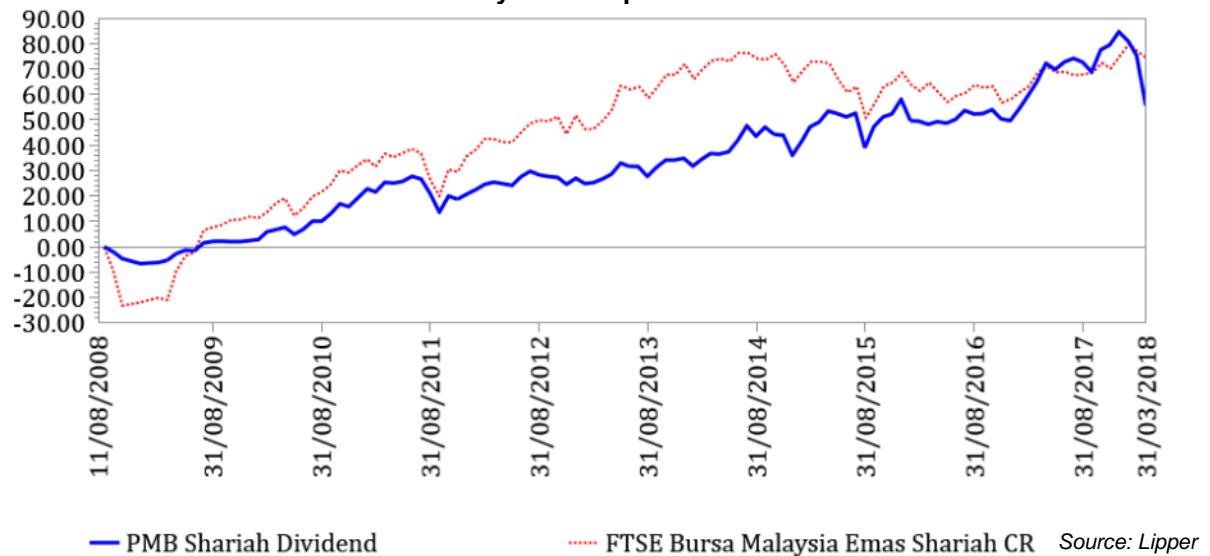
### 5-year fund performance



#### 5-Year Fund Performance Review

For the 5-year period ended 31 March 2018, PMB SDF registered a return of 22.77% higher than the benchmark of 16.50%.

### 10-year fund performance



#### 10-Year Fund Performance Review

For the 10-year period ended 31 March 2018, PMB SDF registered a return of 55.60% and underperformed the benchmark of 69.82%.

### Average Total Return

Fund / Benchmark	For The Period Ended 31 March 2018			
	1 Year	3 Years	5 Years	10 Years
PMB SDF	-5.72%	1.41%	4.18%	4.69%
FBMSHA	3.27%	0.27%	3.10%	5.65%

Source: Lipper

### Annual Total Return

Annual Total Return for the Past 10 Financial Year-Ending 31 March

Year	PMB SDF	Benchmark
2018	(5.72 %)	3.27%
2017	11.32%	2.50%
2016	(0.63%)	(4.75%)
2015	9.12%	(0.18%)
2014	7.88%	15.75%
2013	0.99%	5.00%
2012	0.08%	4.27%
2011	17.41%	18.48%
2010	12.51%	46.64%
<b>Since Inception (21/7/08-31/3/09)</b>	9.52%	(34.14%)

### Distribution Highlight

Financial Year End	2018	2017	2016
Gross Distribution Per Unit - Cash (sen)	-	1.00	1.01
Net Distribution Per Unit - Cash (sen)	-	*1.00	*1.00

\* Distribution is in the form of units

### Portfolio Turnover Ratio (PTR)

2018	2017	2016
1.61 times	1.47 times	1.06 times

The PTR was higher than the previous year as a result of a increase in trading activities undertaken by the Fund during the financial year.

### Asset Allocation

Year	2018	2017	2016
Equities	88.96%	92.48%	90.16%
Derivatives	-	-	0.49%
Deposit Placement & Others	11.04%	7.52%	9.35%

The Fund's exposure in equities was marginally decreased to 88.96% in 2018.

### Historical Financial Highlights

Financial Year Ending 31 March

Extract of Audited Statement of Income and Expenditure

Financial Year End 31 March		2018	2017	2016
Total Investment Income/(loss)	(RM)	(2,319,654)	902,360	157,592
Total Expenses	(RM)	(552,307)	(199,146)	(165,997)
Net Income/(loss) before taxation	(RM)	(2,871,961)	703,214	(8,405)
Taxation	(RM)	-	-	(1,285)
Net Income/(loss) after taxation	(RM)	(2,871,961)	703,214	(9,690)

Extract of Audited Statement of Assets and Liabilities

Financial Year End 31 March		2018	2017	2016
Total Investment	(RM)	28,158,203	8,386,006	4,936,967
Other Asset	(RM)	1,387,391	210,285	997,273
Total Assets	(RM)	29,545,594	8,596,291	5,934,240
Total Liabilities	(RM)	(979,701)	(306,015)	(545,444)
Net Asset Value	(RM)	28,565,893	8,290,276	5,388,796
Unit Holders Funds	(RM)	28,565,893	8,290,276	5,388,796

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

### Total Annual Expenses

The table below shows the total annual expenses incurred by the Fund in its respective preceding financial year-end. The percentage was calculated based on the Average NAV.

Fund	Mgt Fee		Trustee Fee		Fund Expenses		Total Expenses (MER)	
	(RM'000)	(%)	(RM'000)	(%)	(RM'000)	(%)	(RM'000)	(%)
PMB SDF	299	1.50	22	0.10	38	0.19	359	1.79

### Management Expenses Ratio (MER)

The MER of the Fund for the respective latest financial year are as follows:

Fund/Financial Year End	2018	2017	2016
PMB SDF	1.79	2.06	2.09

## KEY RISKS

### You should be aware that –

- The value of your investment, and the distribution payable, may go down as well as up.
- The return of the Fund is not guaranteed.

### Equity Market Risk

The performance of the Fund is subject to the volatility of the stock market which is influenced by the changes in the economic and political climate, profit rate, international stock market performance and regulatory policies. The movement of the value in the underlying investment portfolio will affect the NAV of the Fund. Any downward movement of the value will negatively impact the NAV of the Fund.

Please refer to **Section 3.5** of the Master Prospectus for further information on product specific risks.

### Stock Specific Risk

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.

Please refer to **Section 3.5** of the Master Prospectus for further information on product specific risks.

### Equity-related Securities Risk

The value of the equity-related securities depends on the value of the underlying equities that the securities are related to. Any upward movement in the value of the underlying equities may result an upward movement of the value of the respective equity-related securities, and vice versa. Hence, the movement of the value of the equity-related securities will affect the value of the Fund.

Please refer to **Section 3.5** of the Master Prospectus for further information on product specific risks.

### Shariah Status Reclassification 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 SAC, the Shariah adviser or the Shariah boards of the relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose such equities. There may be opportunity loss to the Fund due to the Fund not being allowed to retain the excess capital gains derived from the disposal of the Shariah non-compliant equities. In such an event, the Fund should :-

- (a) dispose of the securities within one month if the value of the securities exceeds or is equal to the investment cost on the date of announcement of the List of Shariah-compliant securities by the SAC. The Fund is allowed to keep dividends received and capital gain from the disposal of the securities up to the date of announcement of the List of Shariah-compliant securities by the SAC. However, any dividends received and excess capital gain from the disposal of Shariah non-compliant securities after the date of announcement of the List of Shariah-compliant securities by the SAC should be channelled to baitulmal and/or approved charitable bodies;
- (b) hold the respective securities if the market price of the said securities is below the investment cost, until the total subsequent dividends received (if any) and the market price or value of the securities is equal to the cost of investment at which time disposal has to take place within a month of attaining investment cost; or
- (c) dispose of the securities at the price lower than the investment cost which will result the decrease in the Fund's value.

Please refer to **Section 3.5** of the Master Prospectus for further information on product specific risks.

### Dividend Policy Risk

This is a risk particular to the fund which has heavy emphasis on high yield dividend stocks. Such a risk may occur when fundamentals of the company's business deteriorate or if there is a change in the dividend payout policy resulting in a reduction of the dividend to be paid by the company. This risk may be mitigated by investing mainly in companies with a consistent historical record of paying dividends, strong cash flow, or operating in fairly stable industries.

Please refer to **Section 3.5** of the Master Prospectus for further information on product specific risks.

## FEES AND CHARGES

### WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

- Payable directly by you

You will need to pay the following fees and charges as a percentage of your gross investment sum:

<b>Sales Charge (imposed for every transaction performed)</b>	IUTA, UTC and Direct Purchase	6.0%
	EPF Members' Investment Scheme	3.0%
<b>Repurchase Charge</b>	Nil	
<b>Switching Fee</b>	Up to RM25.00 per transaction	
<b>Transfer Fee</b>	Up to RM10.00 per transaction	
<b>Other Charges (imposed for every transaction performed)</b>	<ul style="list-style-type: none"> <li>Bank charges</li> <li>Telegraphic Transfer charges</li> </ul>	Rate is determined by the appointed bankers
<b>Distribution Channel(s)</b>	<ul style="list-style-type: none"> <li>IUTA</li> <li>UTC</li> <li>Direct Purchase</li> <li>Autodebit</li> </ul>	

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

- Payable indirectly by you

<b>Management Fee</b>	1.5% per annum
<b>Trustee Fee</b>	0.10% per annum (subject to a minimum of RM18,000 p.a.)
<b>Other Fees Charged by the Fund</b>	<ul style="list-style-type: none"> <li>Commissions/fees paid to brokers/dealers;</li> <li>Auditor's fee;</li> <li>Tax adviser's fee;</li> <li>Valuation fee;</li> <li>Taxes;</li> <li>Custodial Charges;</li> <li>Tax voucher/distribution warrants; and</li> <li>Any other fees/expenses permitted by the Deed</li> </ul>

\*Note: In addition, the above fees and charges are subject to the GST at the prevailing rate.

Please refer to **Chapter 4** of the Master Prospectus for further information on product fees and charges.



## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

- It is our policy that the Fund is valued on a daily basis at the end of a Business day.
- You may obtain our latest information on the Fund's price at our website, [pmbinvestment.com.my](http://pmbinvestment.com.my).

### HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- **Cooling-off Period**

If you are a first time individual investor, you have the right to withdraw your application for investment within six (6) business days, beginning from the day the completed application is received and accepted by us. You are entitled to receive a full refund of the money initially invested i.e. the NAV per unit on the day the Units were first purchased and the sales charge per unit originally imposed on the day the Units were purchased.

Investor may exit from this investment on any business day by completing a Transaction Form together with a photocopy of NRIC. The money payable out of this transaction must be refunded to the investor within 10 days of receipt of cooling-off.

- **Redemption / Repurchase**

- You may exit from this investment on any business day by completing a Transaction Form together with a photocopy of your NRIC.
- For a request to redeem units received or deemed to have been received by us before 3.00 p.m. on any business day, Units will be redeemed at the NAV per unit calculated at the end of business day on which the request was received ("forward pricing").
- Payment will be made within 10 days of the receipt of redemption request.
- Where the repurchase request is received after the cut-off time, i.e. after 3.00 p.m., the request will be deemed to have been received on the next business day. We reserve the right to vary the terms and conditions of repurchase/redemption mode from time to time, which shall be communicated to you in writing.
- If the units are held in the names of more than one unit holders, where mode of holding is specified as "Joints Application", redemption request will have to be signed by all the joints holders unless the joints applicant is a minor.
- No redemption charge is imposed when you redeem your investment. However, any applicable bank charges and other bank fee incurred as a result of a withdrawal by way of telegraphic transfer, bankers cheque or other special payment method will be borne by you.
- Redemption related to EPF Members Investment Scheme, redemption proceeds will be paid to the EPF and to be credited into your EPF accounts.

Please refer to **Chapter 5** of the Master Prospectus for further determination of prices and redemption details

## CONTACT INFORMATION

### WHO SHOULD I CONTACT FOR FURTHER INFORMATION OR TO LODGE A COMPLAINT?

- You can call us, PMB Investment Berhad, at (03) 2785 9900, email us at [investorrelation@pelaburanmara.com.my](mailto:investorrelation@pelaburanmara.com.my) or visit our appointed distributors as listed on [pmbinvestment.com.my](http://pmbinvestment.com.my). Our business address is at Level 20, 1 Sentral, Jalan Rakyat, Kuala Lumpur Sentral, 50470 Kuala Lumpur.
- For any complaint or internal dispute resolution, please contact:

**Investor Relation Unit**  
PMB Investment Berhad  
Level 20, 1 Sentral  
Jalan Rakyat, Kuala Lumpur Sentral  
50470 Kuala Lumpur.

Please refer to **Section 12.5 – 12.7** of the Master Prospectus for further information on contact information.

- Please state the date, time, place of occurrence, person involved and nature of your complaint or dispute. You may also lodge your complaint through telephone calls.
- 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](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 Consumer & Investor Office:
  - (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](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: **Consumer & Investor Office**  
Securities Commission Malaysia  
No 3 Persiaran Bukit Kiara  
Bukit Kiara  
50490 Kuala Lumpur.
- **Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau :**
  - (a) via phone to : (03) 2092 3800
  - (b) via fax to : (03) 2093 2700
  - (c) via e-mail : [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 : **Legal, Secretarial & Regulatory Affairs**  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor Wisma Tune  
No. 19, Lorong Dungun  
Damansara Heights  
50490 Kuala Lumpur.

## APPENDIX: GLOSSARY OF TERMS

- **Bursa Malaysia:** Malaysia's stock exchange managed by Bursa Malaysia Berhad;
- **Business day:** A day on which the Bursa Malaysia is open for dealings;
- **Cut-off time:** The time by which requests for unit purchases or redemptions by investors are accepted each day up to the unit trust fund's dealing cut-off time and are processed using the same day-end's NAV prices;
- **Deed:** The principal and the supplemental deeds of the relevant Fund made between the Manager and the Trustee;
- **EPF:** Employees Provident Fund;
- **FIMM:** Federation of Investment Managers Malaysia;
- **Forward pricing:** The determination of the unit price based on the NAV per unit of the Fund as at the next valuation point after a request for sale or repurchase of Units is received;
- **Fund:** PMB Shariah Dividend Fund;
- **GST:** Goods and services tax;
- **IUTA:** 'Institutional Unit Trust Adviser', which is an institution, a corporation or an organization registered with the FIMM in accordance with FIMM's Guidelines for Registration of Institutional Unit Trust Adviser for the marketing and distribution of unit trusts;
- **Long term:** A period of more than 5 years;
- **Medium term:** A period of between 3 and 5 years;
- **NAV:** Net Asset Value;
- **SAC:** Shariah Advisory Council;
- **SC:** Securities Commission Malaysia, established under the Securities Commission Act, 1993;
- **Securities:** Debentures, stocks or bonds issued or proposed to be issued by any government; shares in or debentures of, a body corporate or an unincorporated body; or units in a unit trust scheme or prescribed investments, and includes any right, option or interest in respect thereof;
- **Shariah:** Islamic laws, originating from the Qur'an (the holy book of Islam), and its practices and explanations rendered by the Prophet Muhammad (peace be upon him) and ijthihad of ulama' (personal effort by qualified Shariah scholars to determine the true ruling of the divine law on matters whose revelations are not explicit);
- **Shariah-compliant securities:** The investment portfolio of the Fund comprises securities that have been classified as Shariah-compliant by the SAC. For securities that have yet to be certified by the SAC, the Shariah Adviser of the Fund will determine whether or not the securities are Shariah-compliant for investment by the Fund
- **Short term:** A period of between 1 and 3 years.
- **SIDREC :** Securities Industries Dispute Resolution Corporation
- **UTC or Unit Trust Consultant:** an individual unit trust adviser registered with FIMM.

Please refer to **Chapter 1** of the Master Prospectus for further information on Glossary of Terms.