



**FIRST SUPPLEMENTARY MASTER PROSPECTUS  
TO THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

in relation to the following unit trust funds (“Funds”):

<b><u>EQUITY FUNDS</u></b>	<b><u>DATE OF CONSTITUTION</u></b>
PMB Dana Al-Aiman	6 April 1968
PMB Dana Mutiara	27 October 1969
PMB Dana Bestari	12 July 1975
PMB Shariah Aggressive Fund	25 April 1972
PMB Shariah Growth Fund	15 December 1972
PMB Shariah Mid-Cap Fund	12 March 1992
PMB Shariah Index Fund	10 February 1969
PMB Shariah Premier Fund	10 August 1972
PMB Shariah Dividend Fund	13 June 2008
PMB Shariah TNB Employees Fund	22 August 1995
<b><u>MIXED ASSET FUND</u></b>	
PMB Shariah Tactical Fund	23 October 1979
<b><u>SUKUK FUND</u></b>	
PMB Sukuk Fund (formerly PMB Shariah Balanced Fund)	20 October 1977
<b><u>MONEY MARKET FUND</u></b>	
PMB Shariah Cash Management Fund	27 October 1969

**This First Supplementary Master Prospectus is dated 16 January 2017 and will expire on 27 April 2017.**

**Manager** : PMB Investment Berhad (256439 – D)  
**Trustees** : AmanahRaya Trustees Berhad (766894-T)  
: CIMB Islamic Trustee Berhad (167913-M)

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

**INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS AND THE MASTER PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.**

**FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE “RISK FACTORS” COMMENCING ON PAGE 7 OF THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS AND PAGE 26 OF THE MASTER PROSPECTUS.**

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

#### **RESPONSIBILITY STATEMENT**

This First Supplementary Master Prospectus has been reviewed and approved by the 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 this First Supplementary Master Prospectus false or misleading.

#### **STATEMENT OF DISCLAIMER**

The Securities Commission Malaysia has authorized the Funds and a copy of this First Supplementary Master Prospectus has been registered with the Securities Commission Malaysia.

The authorization of the Funds, and the registration of this First Supplementary Master Prospectus, should not be taken to indicate that the Securities Commission Malaysia recommends the said Funds or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in the Master Prospectus or this First Supplementary Master Prospectus.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of PMB Investment Berhad responsible for the said Funds and takes no responsibility for the contents in this First Supplementary Master Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this First Supplementary Master Prospectus, 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.**

**No units of the Funds will be issued or sold based on this First Supplementary Master Prospectus after the expiry date of the Master Prospectus.**

**Investors should note that they may seek recourse under the Capital Markets and Services Act, 2007 for breaches of securities laws including any statement in this First Supplementary Master Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this First Supplementary Master Prospectus or the conduct of any other person in relation to the Funds.**

**PMB Dana Al-Aiman, PMB Dana Mutiara, PMB Dana Bestari, PMB Shariah Aggressive Fund, PMB Shariah Growth Fund, PMB Shariah Mid-Cap Fund, PMB Shariah Index Fund, PMB Shariah Premier Fund, PMB Shariah Dividend Fund, PMB Shariah TNB Employees Fund, PMB Shariah Tactical Fund, PMB Sukuk Fund and PMB Shariah Cash Management Fund have been certified as being Shariah-compliant by the Shariah Adviser appointed for the Funds.**

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

## **I. ANNOUNCEMENT**

This First Supplementary Master Prospectus dated 16 January 2017 (referred to herein as “First Supplementary Master Prospectus”) has been issued due to amendments and changes in the disclosures in the Master Prospectus dated 28 April 2016 (referred to herein as “Master Prospectus”) in view the conversion of PMB Shariah Balanced Fund (PMB SBF) to PMB Sukuk Fund (PMB SF). The unit holders of PMB SBF who were present and voting during the Extra-ordinary General Meeting held on 1 June 2016 resolved to convert PMB SBF to PMB SF. Hence, disclosures in the Master Prospectus relating the name, category/type, objective, investment strategy, asset allocation, performance benchmark, principal risks, investor profile, fees and charges of the Fund are hereby amended accordingly.

In addition, there have been changes in the management in view of the appointment and retirement of directors and the Chief Executive Officer (“CEO”) of the Manager.

## **II. AMENDMENTS AND CHANGES**

Information disclosed in the Master Prospectus dated 28 April 2016 shall remain unchanged except as specified below:-

### **A. NAME OF THE FUND**

Unless otherwise stated, reference to “PMB Shariah Balanced Fund” and “PMB SBF” wherever appearing in the Master Prospectus will be replaced with “PMB Sukuk Fund” and “PMB SF” respectively.

### **B. SECTION 1 - GLOSSARY OF TERMS/ABBREVIATIONS**

The following words and expressions shall be added in Section1 of the Master Prospectus:

“BPAM”	Bond Pricing Agency Malaysia Sdn Bhd;
“GST”	goods and services tax;
“PMB SF”	PMB Sukuk Fund;
“quasi-government”	established and supported by the government but managed privately;
“yields”	income return on investments in securities such as profit, interest and/or dividend; and
“yields to maturity”	income return anticipated from investment in securities if held until maturity;

### **C. SECTION 2 – CORPORATE DIRECTORY**

The information in relation to the “Board of Directors” which is disclosed in page 6, Section 2 of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

Dato’ Abdul Malik bin Ismail	- Independent/Chairman
Dato’ Sri Haji Abd Rahim bin Haji Abdul	- Independent
Dato’ Mohammad Safie bin Haji Asnawi	- Independent
Professor Dr. Faridah binti Haji Hassan	- Independent
Haji Mansoor bin Ahmad	- Independent
Nik Mohamed Zaki bin Nik Yusoff	- Independent
Ahmad Nazim bin Abd Rahman	- Non-Independent/Group CEO
Najmi bin Haji Mohamed	- Non-Independent/CEO

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

**D. SECTION 3 - KEY DATA / INFORMATION SUMMARY**

1. The information in **Section 3 KEY DATA/ INFORMATION SUMMARY** of the Master Prospectus in relation to the “**PMB SHARIAH BALANCED FUND**” is hereby deleted in its entirety and substituted with the following:

**This section is only a summary of the salient information about the Funds and investors should read and understand the whole First Supplementary Master Prospectus and the Master Prospectus before making investment decisions.**

NAME	PMB SUKUK FUND
<b>Category / Type</b>	Sukuk / Growth & Income
<b>Objective</b>	<p>The objective of the Fund is to provide investors with consistent income* stream and a steady capital appreciation in the medium to long term through investments in sukuk.</p> <p><b>Notes:</b></p> <ul style="list-style-type: none"> <li>i) Any material changes to the investment objective of the Fund require Unit Holder’s approval</li> <li>ii) *Income distribution (if any) will be made in the form of cash or additional Units reinvested into the Fund. Kindly refer to section 9.9 of the Master Prospectus on Income Distribution and Reinvestment Policies.</li> </ul>
<b>Investment Strategy</b>	<p>The Fund seeks to achieve its objective by investing between 70% and 99.5% of its NAV in RM-denominated sukuk in Malaysia issued by the Government of Malaysia, BNM, quasi-government institutions and Malaysian corporations.</p> <p>For investments in sukuk issued by the Malaysian corporations, the minimum credit ratings of sukuk or the issuer of sukuk at the point of purchase are as follows:</p> <ul style="list-style-type: none"> <li>(a) Long Term Ratings AA by RAM or A by MARC or an equivalent rating by any other recognized credit rating agencies; and/or</li> <li>(b) Short Term Ratings P2 by RAM or MARC-2 by MARC or an equivalent rating by any other recognized credit rating agencies.</li> </ul> <p>You may refer the information on the rating symbols and definitions on page 9 of this First Supplementary Master Prospectus.</p>
<b>Asset Allocation</b>	<p>The Fund invests between 70% and 99.5% of its NAV in RM-denominated sukuk. The balance will be invested in Islamic money market instruments, Islamic deposit placements and/or other permitted investments.</p>

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

<b>Performance Benchmark</b>	BPAM 3Y-7Y All Sukuk Index <b>Note:</b> The risk profile of the Fund is not similar to the risk profile of the performance benchmark.
<b>Principal Risks</b>	<ul style="list-style-type: none"> <li>• Profit/interest rate risk</li> <li>• Credit/default risk</li> <li>• Liquidity risk</li> </ul>
<b>Investor Profile</b>	The Fund is suitable for investors who: <ul style="list-style-type: none"> <li>• have a low to moderate risk tolerance level;</li> <li>• have medium to long term investment horizon;</li> <li>• prefer a fund that conforms to Shariah principles; and</li> <li>• seek a stable income and capital growth in the medium to long term from a Shariah-compliant fund.</li> </ul>
<b>Distribution Policy</b>	The distribution (if any) is annual, subject to the availability of income for the financial year.
<b>Financial Year End</b>	30 November
<b>Trustee</b>	ART
<b>Shariah Adviser</b>	BIMBSEC

You may refer the detailed information of the Fund on page 8 to 12 of this First Supplementary Master Prospectus.

2. The information in Section **3.2 FEES, CHARGES AND EXPENSES** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

- **Charges directly incurred by investors when purchasing or redeeming units of the Funds.**

Table below describes the charges that you may **directly** incur when you buy or redeem units of the Funds:-

Charges	Distribution Channels	% of the NAV	Fund
<b>Sales charge per unit</b>		6.0%	Applicable to all Funds except PMB SF and PMB SCMF
	IUTA, UTC & Direct Purchase	2.0%	PMB SF
		Nil	PMB SCMF
	EPF MIS	3.0%	Applicable to all approved Funds except PMB SCMF
		Nil	PMB SCMF

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

<b>Repurchase charge per unit</b>	IUTA, UTC, Direct Repurchase & EPF MIS	Nil	Applicable to all Funds
<b>Switching fee</b>	The fee for switching are set out below:		
	<b>From \ To</b>	<b>Equity funds</b>	<b>Mixed Asset/ Sukuk funds</b>
	<b>Equity funds</b>	Up to RM25 per transaction	Up to RM25 per transaction
	<b>Mixed Asset/ Sukuk funds</b>	Up to RM25 per transaction	Up to RM25 per transaction
<b>Money Market fund</b>	Up to 6.0% of the amount switched	Not applicable	
<b>Transfer fee</b>	Up to RM10 per transaction (excluding stamp duty).		
<b>Other charges</b>	<ul style="list-style-type: none"> <li>Bank charges</li> <li>Telegraphic charges</li> </ul>	transfer	Rate as determined by transacting financial institutions.

**Notes:**

- i) The Manager has the discretion to charge a lower sales charge based on criteria as may be determined from time to time. Please refer to Section G of the First Supplementary Master Prospectus and Section 8 of the Master Prospectus for details on the Sales Charge.
- ii) All the above charges and fees are subject to the GST currently at the rate of 6.0%. (You may refer to Section 15.9 of the Master Prospectus on the GST.)

**• Fees and Expenses Indirectly Incurred when Investing in the Funds**

Table below describes the fees that you may **indirectly** incur when you invest in any of the Funds:-

<b>Fees and Expenses</b>	<b>% Per Annum of the NAV</b>	<b>Fund</b>
<b>Annual Management Fee</b>	1.5%	Applicable to all Funds except PMB SF, PMB SIF & PMB SCMF
	0.75%	PMB SF
	0.6%	PMB SIF
	0.4%	PMB SCMF
<b>Annual Trustee Fee</b>	0.1%	Applicable to all Funds except PMB SCMF, PMB SF & PMB SDF
	0.05%	PMB SCMF
	0.04%	PMB SF

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

	0.1%	PMB SDF (subject to a minimum fee of RM18,000 per annum)
<b>Other Fees and Expenses Directly Related to the Fund</b>		
<b>Fees paid to brokers/dealers</b>		The rate of brokerage fees is in accordance with and determined by the rules and regulations of Bursa Malaysia.
<b>Auditor's fee</b>		The rate of Auditors' fee is determined by the Manager and Auditors as per the agreement.
<b>Tax adviser's fee</b>		The rate of Tax Adviser's fee is determined by the Manager and Tax Adviser as per the agreement.
<b>Valuation fee</b>		The rate of valuation fee is determined by the independent valuers as per the agreement.
<b>Taxes</b>		The rate of taxes is determined by the Government and other authorities.
<b>Custodial charges</b>		The rate of custodial fee is determined by the Manager and the Trustee.
<b>Tax voucher/distribution warrants</b>		The fees on tax voucher/distribution warrants are determined by the printing company.
<b>Annual/interim reports</b>		The annual/interim reports fees are determined by the cost incurred on the issuance and distribution of the annual/interim reports.
<b>Bank charges</b>		The rate is determined by the transacting financial institutions.

**Note:** All the above charges, fees and expenses are subject to the GST currently at the rate of 6.0% (You may refer to Section 15.9 of the Master Prospectus on the GST).

3. The information in relation to the **Funds under the ART trusteeship** and **Deeds of the Funds Under ART trusteeship** under Section 3.3 on "ADDITIONAL INFORMATION" of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

- **Trusteeship of the Funds**

- **Funds under the ART trusteeship:**

- a. PMB Dana Al-Aiman
    - b. PMB Dana Mutiara
    - c. PMB Dana Bestari
    - d. PMB Shariah Aggressive Fund
    - e. PMB Shariah Growth Fund
    - f. PMB Shariah Index Fund
    - g. PMB Shariah Premier Fund
    - h. PMB Shariah Tactical Fund
    - i. PMB Shariah Cash Management Fund
    - j. PMB Sukuk Fund

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

- **Deed of the Funds**

- **Under ART trusteeship:**

- a. Master Deed dated 3 June 1998;
- b. 2<sup>nd</sup> Master Supplemental Deed dated 31 May 2001;
- c. 3<sup>rd</sup> Master Supplemental Deed dated 20 May 2002;
- d. 4<sup>th</sup> Master Supplemental Deed dated 8 June 2004;
- e. 5<sup>th</sup> Master Supplemental Deed dated 6 September 2005;
- f. 6<sup>th</sup> Master Supplemental Deed dated 10 February 2009;
- g. 7<sup>th</sup> Master Supplemental Deed dated 20 July 2009;
- h. 8<sup>th</sup> Master Supplemental Deed dated 15 August 2012;
- i. 9<sup>th</sup> Master Supplemental Deed dated 9 October 2012;
- j. 10<sup>th</sup> Master Supplemental Deed dated 29 November 2012;
- k. 11<sup>th</sup> Master Supplemental Deed dated 30 July 2013;
- l. 12<sup>th</sup> Master Supplemental Deed dated 4 March 2014;
- m. 13<sup>th</sup> Master Supplemental Deed dated 26 March 2015; and
- n. 14<sup>th</sup> Master Supplemental Deed dated 6 September 2016.

- **There are fees and charges involved and investors are advised to consider them before investing in the Funds.**
- **Unit prices and distributions payable, if any, may go down as well as up.**
- **For information concerning certain risk factors which should be considered by prospective investors, see “risk factors” commencing in Section E of this First Supplementary Master Prospectus and Section 4 of the Master Prospectus.**
- **Past performance of the Fund is not an indication of its future performance.**
- **Investors are required to complete Suitability Assessment Form and Foreign Account Tax Compliance Act (FATCA) Declaration Form in addition to Application Form before investing.**

**E. SECTION 4 – RISK FACTORS**

1. Reference to PMB SBF in **Section 4.2 - SPECIFIC RISKS ASSOCIATED WITH INVESTMENT PORTFOLIOS** in the Master Prospectus, shall be deleted pertaining to the following risks -
  - a) Equity Market Risk
  - b) Stock Specific Risk
  - c) Equity-related Securities Risk
  - d) Shariah Status Reclassification Risk
2. Reference to ‘PMB SBF’ in **Section 4.2 - SPECIFIC RISKS ASSOCIATED WITH INVESTMENT PORTFOLIOS** of the Master Prospectus, shall be replaced with ‘PMB SF’ pertaining to the following risks -
  - a) Profit/ Interest Rate Risk
  - b) Credit/ Default Risk



**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

3. The following information shall be added to **Section 4.2 - SPECIFIC RISKS ASSOCIATED WITH INVESTMENT PORTFOLIOS** immediately after the subsection on “Credit/Default Risk” -

- **Liquidity Risk**

- Applicable to PMB SF

- 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.

**F. SECTION 5 - THE FUNDS**

1. The information in **Section 5.3 BALANCED FUND** and its sub-section **5.3.1 PMB SHARIAH BALANCED FUND** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

**5.3 SUKUK FUND**

**5.3.1 PMB SUKUK FUND**

**Fund Profile**

<b>Category of Fund</b>	<b>Sukuk</b>
<b>Type of Fund</b>	<b>Growth &amp; Income</b>

**GENERAL INFORMATION**

The Fund was initially launched on 22 October 1977 as Kumpulan Modal Bumiputera Yang ke Sembilan for Bumiputera investors and opened to the public during its re-launch as ASM Tanjung Piai Balanced Fund on 6 December 1997 as a balanced fund and was renamed ASM Balanced Fund on 26 June 2001. On 19 July 2012, the unit holders of the Fund approved the change of the Fund’s investment objective, making it a Shariah-compliant balance fund and it was subsequently renamed as PMB Shariah Balanced Fund on 15 January 2013. On 1 June 2016, the unit holders of the Fund approved the conversion of PMB Shariah Balanced Fund to a sukuk fund named PMB Sukuk Fund and its main objective is to provide investors with consistent income\* stream and a steady capital appreciation in the medium to long term period through investments in sukuk.

**INVESTMENT OBJECTIVE**

The objective of the Fund is to provide investors with consistent income\* stream and a steady capital appreciation in the medium to long term through investments in sukuk.

**Notes:**

- (i) Any material changes to the investment objective of the Fund require Unit Holder’s approval.
- (ii) \* Income distribution (if any) will be made in the form of cash or additional Units reinvested into the Fund. Kindly refer to Section 9.9 of the Master Prospectus on Income Distribution and Reinvestment Policies.

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

### INVESTMENT STRATEGY

The Fund seeks to achieve its objective by investing between 70% and 99.5% of its NAV in RM-denominated sukuk in Malaysia issued by the Government of Malaysia, BNM, quasi-government institutions and Malaysian corporations.

The Manager will conduct fundamental and technical analysis when implementing the investment strategy. The fundamental analysis will look into, among others, the global and domestic economic outlook, domestic fiscal and monetary policy, profit/ interest rate outlook, industry and company's growth outlook. The technical analysis will look into, among others, the price, trading volume, trends and yields, of sukuk.

For investments in sukuk issued by the Malaysian corporations, the minimum credit ratings of sukuk or the issuer of sukuk at the point of purchase are as follows:

- (a) Long Term Ratings  
AA by RAM or A by MARC or an equivalent rating by any other recognized credit rating agencies; and/or
- (b) Short Term Ratings  
P2 by RAM or MARC-2 by MARC or an equivalent rating by any other recognized credit rating agencies.

#### **Notes:**

- 1) The details of the assigned rating are as below –

Tenure	Agency	Symbol	Definition
Long Term	RAM	AA	An issue rated AA has high safety for payment of financial obligations. The issuer is resilient against adverse changes in circumstances, economic conditions and/or operating environments.
	MARC	A	Indicates that the ability to repay principal and pay interest is strong. These issues could be more vulnerable to adverse developments, both internal and external, than obligations with higher ratings.
Short term	RAM	P2	An issue rated P2 has adequate safety for payment of financial obligations in the short term. The issuer is more susceptible to the effects of deteriorating circumstances than those in the highest-rated category.
	MARC	MARC-2	While the degree of safety regarding timely repayment of principal and payment of interest is strong, the relative degree of safety is not as high as issues rated MARC-1.

- 2) MARC-1 refers to 'the highest category; indicates a very high likelihood that principal and interest will be paid on a timely basis.
- 3) For sukuk issued by the Government of Malaysia, BNM or Malaysian quasi-government institutions, or guaranteed by the Government of Malaysia, the requirement for the minimum credit rating may not apply.

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

The Fund Manager will actively manage the Fund. However, the trading frequency of sukuk is dependent on market opportunities and the assessment of the Manager.

Should the credit rating of the sukuk or the issuer of sukuk falls below the minimum credit rating, the Manager may dispose of those investments in the best interest of Unit Holders. Any balance not invested in sukuk will be invested in Islamic money market instruments, Islamic deposit placements and/or other permitted investments.

#### **ASSET ALLOCATION**

<b>Asset class</b>	<b>% of the Fund's NAV</b>
RM-denominated sukuk	Minimum 70% and maximum 99.5%
Islamic money market instruments, Islamic deposit placements and/or other permitted investments.	The remaining balance of the Fund's NAV not invested in the above.

#### **TEMPORARY DEFENSIVE POSITIONS**

The information in **Section 5.6 TEMPORARY DEFENSIVE POSITION** of the Master Prospectus in relation to **"Applicable to PMB SBF"** is hereby deleted in its entirety and substituted with the following:

##### **Applicable to PMB SF**

As a temporary defensive measure, the Manager may lower the Fund's sukuk investment allocation below its minimum limit if the Manager is of the opinion that the investment climate is deemed to be unfavorable or under adverse market conditions. The Manager may then re-allocate the Fund's asset into Islamic money market instruments, Islamic deposit placements and/or other permitted investments.

#### **RISKS OF INVESTING IN THE FUND**

Please refer to item **E - SECTION 4 – RISK FACTORS** of this First Supplementary Master Prospectus and Item 4.1 of the Master Prospectus for detailed explanation of the risks involved to the Fund.

#### **RISK MANAGEMENT**

The information in **Section 5.7 RISK MANAGEMENT STRATEGIES** of the Master Prospectus in relation to **"Applicable to PMB SBF"** is hereby deleted in its entirety and substituted with the following:

##### **Applicable to PMB SF**

The Manager adopts an active investment strategy to manage the risks of investment of the Fund through the following strategies -

- (a) actively monitor, and respond to, the movement of the profit/ interest rate. Where the Manager expects the upward movement of the profit/ interest rate, the Manager may increase investment allocation in sukuk with short to medium term tenure, or in Islamic money markets instruments and/or Islamic deposit placements. Where the downward movement of the profit/ interest rate is expected, the Manager may increase investment allocation in sukuk with medium to long term tenure.

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

- (b) actively monitor, and respond to, changes in the credit rating of sukuk or the issuer of sukuk. The Manager will immediately dispose of any sukuk where the credit rating of sukuk or the issuer of sukuk falls below the minimum credit rating required at the point of purchase of sukuk.
- (c) diversify and allocate sukuk investment by having a mixture of sukuk (i) with short, medium and long term tenure; (ii) from different sectors or industries.

In addition, regular reporting to and consulting with the Investment Committee members are held at periodical meetings. The reporting to the Investment Committee consists of, amongst others, the review on the performance of the Fund and the relevant markets, immediate and future investment approach and asset allocation strategy, and compliance status.

**Take note that it is not possible to protect the investment of the Fund against all risks as events affecting the investment of the Fund cannot always be predicted.**

#### **PERFORMANCE BENCHMARK**

BPAM 3Y-7Y All Sukuk Index.

BPAM is a registered bond pricing agency (BPA) by the Securities Commission. It provides fair valuations for all Ringgit bonds and sukuk to enable investors to ascertain the value of their investments.

You may obtain more information pertaining to the rate from the [www.bpam.com.my](http://www.bpam.com.my).

Note: The risk profile of the Fund is not similar to the risk profile of the performance benchmark.

#### **DISTRIBUTION POLICY**

The distribution (if any) is annual, subject to the availability of income for the financial year.

The distribution of income distribution, if any, will be made in the form of cash or additional Units reinvested into the Fund. Kindly refer to section 9.9 of the Master Prospectus on Income Distribution and Reinvestment Policies for further details.

#### **FINANCIAL YEAR END**

30 November

You should expect to receive a copy of the Fund's annual and interim reports within two (2) months after the end of the Fund's financial year, and the interim financial period respectively, as long as you remain as a Unit Holder of the Fund on the respective dates.

**The Fund's annual report is available upon request.**

#### **PERMITTED INVESTMENTS**

Please refer to Section 5.8 of the Master Prospectus for details.

The reference in relation to "PMB SBF" in Section 5.8 of the Master prospectus is hereby replaced with "PMB SF".

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

#### **INVESTMENT RESTRICTIONS AND LIMITS**

1. Information in **Section 5.9 – INVESTMENT RESTRICTIONS AND LIMITS** of the Master Prospectus in relation to “PMB SBF” is hereby replaced with “PMB SF” SAVE AND EXCEPT THAT:
  - (a) The single issue limit in para (b) of the "Investment Spread Limits" at page 64 of the Master Prospectus and the single group limit in para (h) of the "Investment Spread Limits" at page 65 of the Master Prospectus do not apply to PMB SF; and
  - (b) For the purpose of para (f) of the "Investment Spread Limits" at page 64 of the Master Prospectus, where the single issuer limit is increased to 30% pursuant to paragraph 2(1) below of this subsection on "Investment Restrictions and Limits" in this First Supplementary Master Prospectus, the aggregate value of a fund's investment must not exceed 30%.
2. The following information shall be added to **Section 5.9 – INVESTMENT RESTRICTIONS AND LIMITS** pertaining to PMB SF -

##### **Applicable to PMB SF**

- Investment Spread Limits
  1. The value of the Fund's investments in sukuk issued by any single issuer must not exceed 20% of the Fund's NAV. This single issue limit may be increased to 30% of the Fund's NAV if the sukuk are rated by any domestic or global rating agency to be of the best quality and offer highest safety for timely payment of profit and principal.
  2. The value of the Fund's investments in sukuk issued by any one group of companies must not exceed 30% of the Fund's NAV.
- Investment Concentration Limits

The Fund's investments in sukuk must not exceed 20% of the sukuk issued by any single issuer.

#### **VALUATION OF INVESTMENTS**

Please refer to Section 5.10, page 66 of the Master Prospectus for details.

#### **SHARIAH-COMPLIANT AND SHARIAH APPROVAL PROCESS**

Please refer to Section 5.5 of the Master Prospectus for details.

#### **POLICY ON GEARING**

Please refer to Section 5.11 of the Master Prospectus for details.

**The investment portfolio of the Fund will comprise securities or instruments that have been classified as Shariah compliant by the SAC of the SC or the SAC of BNM. For securities or instruments that are not classified as Shariah compliant by the SAC of the SC or the SAC of BNM, the status of the securities or instruments will be determined in accordance with the ruling issued by the Shariah Adviser of the Fund.**

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

**G. SECTION 8 – FEES, CHARGES AND EXPENSES**

**There are fees and charges involved and investors are advised to consider them before investing in the Fund.**

- The information in the table pertaining to charges payable by the investors directly when investing in the Fund as disclosed in **Section 8.1 CHARGES** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

**8.1 CHARGES**

Charges payable by the investors **directly** when investing in the Fund, are as below –

Charges	Distribution Channel(s)	% of the NAV	Fund
<b>Sales charge per unit</b>	IUTA, UTC & direct purchase	6.0%	Applicable to all Funds except PMB SF & PMB SCMF
		2.0%	PMB SF
		Nil	PMB SCMF
	EPF Members' Investment Scheme	3.0%	Applicable to all approved Funds except PMB SCMF
		Nil	PMB SCMF
<b>Repurchase charge per unit</b>	IUTA, UTC, direct repurchase & EPF Members' Investment Scheme	Nil	Applicable to all Funds

**\*Notes:**

- The Manager has the discretion to charge a lower sales charge based on criteria as may be determined from time to time.
  - All the above charges are subject to the GST currently at the rate of 6.0% (You may refer to Section 15.9 of the Master Prospectus on the GST).
- All references to the word "Balanced fund" or "Balanced funds" in the subsection on "**Switching Fee**" at page 123 of the Master Prospectus shall be replaced with the word "Sukuk fund".
  - The information in the first paragraph in relation to 'Annual Management Fee' at **Section 8.2 FEES** of the Master prospectus is amended to appear as below –

• **Annual Management Fee**

The annual management fee is calculated daily at 1.5% per annum of the NAV of a Fund, except for PMB SF at the rate of 0.75% per annum, PMB SIF at the rate of 0.6% per annum and PMB SCMF at the rate of 0.4% per annum based on NAV of the respective Fund, before accruing the management fee and the trustee fee on the valuation point.

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

4. The information in the first paragraph in relation to 'Annual Trustee Fee' at **Section 8.2 FEES** of the Master Prospectus is amended to appear as below –

- **Annual Trustee Fee**

The annual trustee fee is calculated daily at 0.1% per annum of the NAV of a Fund, except for PMB SDF at the rate of 0.1% per annum subject to a minimum fee of RM18,000 per annum, PMB SCMF at the rate of 0.05% per annum and PMB SF at the rate of 0.04% per annum based on NAV of the respective Fund, before accruing the annual management fee and the trustee fee accrued on the valuation point. The computation of the annual trustee fee for a particular date is based on the following method:-

$$\frac{(\text{NAV before accruing the management fee and the trustee fee on the valuation point}) \times (\text{the rate of trustee fee})}{\text{Number of days in a year}}$$

#### **H. SECTION 9 – TRANSACTION INFORMATION**

All references to the term "balance fund" in **Section 9.6 SWITCHING BETWEEN FUNDS** at page 128 of the Master Prospectus shall be replaced with the term "Sukuk fund".

#### **I. SECTION 10 – MANAGEMENT OF THE FUNDS**

1. The information on **Section 10.2 BOARD OF DIRECTORS** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

• Dato' Abdul Malik bin Ismail	Independent/Chairman
• Dato' Sri Haji Abd Rahim bin Haji Abdul	Independent
• Dato' Mohammad Safie bin Haji Asnawi	Independent
• Professor Dr. Faridah binti Haji Hassan	Independent
• Haji Mansoor bin Ahmad	Independent
• Nik Mohamed Zaki bin Nik Yusoff	Independent
• Ahmad Nazim bin Abd Rahman	Non-Independent/Group CEO
• Najmi bin Haji Mohamed	Non-Independent/CEO

2. The information of **Ameer Ali bin Vali Mohamed** on **Section 10.3 MANAGEMENT TEAM** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

- **Najmi bin Haji Mohamed**

Najmi is the Chief Executive Officer of PMB Investment. He joined the Manager on 4 October 2016 and has approximately 21 years of experience in the financial services industry. He began his career with Perdana Merchant Bankers Berhad in treasury department in 1995. Subsequently, he joined RHB Bank Treasury department as a fixed income Interbank Trader for 5 years, managing proprietary fixed income, corporate foreign exchange as well as principal dealership of the bank before moving on to KAF Investment Bank Bhd as a Senior Manager, Fixed Income Trading. Najmi later embarked on a career as an Assistant General Manager with Amanahraya Investment Management Sdn Bhd, managing in-house as well as corporate mandates which he served for 5 years. His last appointment was as Head of Investment for Muamalat Invest Sdn Bhd, overseeing

**THIS FIRST SUPPLEMENTARY MASTER PROSPECTUS DATED 16 JANUARY 2017 IS TO BE READ IN CONJUNCTION WITH THE MASTER PROSPECTUS DATED 28 APRIL 2016.**

cash management, equity as well as sukuk portfolios with asset under management of RM3.2 billion. Najmi holds a Bachelor of Arts (Hons) Degree in Accountancy & Finance from University of Greenwich, United Kingdom. He is the holder of a Capital Markets Services Representative Licence (Islamic fund management).

3. The information of **Ameer Ali bin Vali Mohamed** on **Section 10.10 DESIGNATED FUND MANAGERS** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

- **Najmi bin Haji Mohamed**

The detailed profile is as aforementioned in Section (I) 2 on page 14 of this First Supplementary Master Prospectus.

4. The information of Isnami bin Ahmad Mohtar on **Section 10.10 DESIGNATED FUND MANAGERS** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

- **Isnami bin Ahmad Mohtar**

The detailed profile is as mentioned in Section 10.3 of the Master Prospectus. He manages PMB Mutiara, PMB SMCF and PMB SF.

#### **J. SECTION 15 – ADDITIONAL INFORMATION**

The information in **Section 15.11 ZAKAT** of the Master Prospectus is hereby deleted in its entirety and substituted with the following:

The Fund(s) do not allocate payment for zakat on capital gains and income distributions, on behalf of Muslim individuals and Muslim legal entities that invests in the Fund(s) since by doing so, would not fulfill their zakat obligations. Thus, Unit Holders are required and advised to make their own arrangements in respect of the payments of zakat

Muslim individuals and legal entities that are investors of the Funds are required to pay zakat on trading and investment income. Investor may consult the relevant zakat authority or Pusat Pungutan Zakat (PPZ) to determine the amount of zakat payable.

#### **III. STATEMENT OF CONSENT**

The Trustees and Shariah Adviser for the Funds have given their consent in writing before the issuance of this First Supplementary Master Prospectus to act in that capacity in relation to the Master Prospectus and this First Supplementary Master Prospectus and those consents have been lodged with the Securities Commission Malaysia and have not been subsequently withdrawn.

*(The remainder of the page is intentionally left blank)*