

# PRODUCT HIGHLIGHTS SHEET

## Areca Dragon Technology Fund

(Date of Constitution: 25 September 2020)

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the Directors of Areca Capital Sdn Bhd and collectively and individually accept full responsibility for the accuracy of all information contained herein and confirm, having made all enquiries which are reasonable in the circumstances, that to the best of their knowledge and belief, there are no other facts omitted which would make any statement herein misleading.

### SPECIFIC RISK DISCLOSURE STATEMENTS

The Fund presents a different risk than other types of funds. The Fund may use Leverage and please consider the risks associated with Leveraging. The Fund may Leverage up to 100% of its NAV and concentrate in a single investment.

Potential Sophisticated Investors are warned that they may not be able to redeem any Units within the first 12 months from the date of investment. Investors may face difficulties in redeeming their investments as the Manager may not be able to dispose of the investments.

This Fund is a multi-class fund and is allowed to establish new class(es) of units from time to time as may be determined by the manager.

The Fund is suitable only for Sophisticated Investors who understand the consequences of seeking potential capital growth through Leverage. You are advised not to invest in this Fund if you are not able to accept the risks.

### STATEMENT OF DISCLAIMER

The relevant information and document in relation to the Areca Dragon Technology Fund, including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the Areca Dragon Technology Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Areca Dragon Technology 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 Areca Capital Sdn Bhd responsible for the Areca Dragon Technology 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.



### **NO CASH POLICY**

Areca Capital Sdn Bhd is committed towards safeguarding the interests of our investors; prevention of any incidence of cash mishandling or mismanagement while heeding Bank Negara Malaysia's desire for electronic payment methods for greater efficiency, transparency and accountability.

**WE DO NOT ACCEPT CASH DEPOSIT, CASH PAYMENT AND PAYMENT THROUGH THE CASH DEPOSIT MACHINE AND PAYMENT MADE BY A THIRD PARTY.**

**INVESTOR SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST CONSULTANT WHEN PURCHASING UNITS OF THE FUND.**

**This Product Highlights Sheet only highlights the key features and risks of the Areca Dragon Technology Fund. Investors are advised to request, read and understand the disclosure documents of the Fund before deciding to invest.**

## PRODUCT HIGHLIGHTS SHEET ARECA DRAGON TECHNOLOGY FUND

### BRIEF INFORMATION ON THE FUND

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

|                      |   |
|----------------------|---|
| Fund category / type | Wholesale Fund with flexible asset allocation/ Growth |
| Manager              | Areca Capital Sdn Bhd [200601021087 (740840-D)]       |
| Trustee              | RHB Trustees Berhad [200201005356 (573019-U)]         |

### PRODUCT SUITABILITY

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

**Please note that this wholesale fund is for Sophisticated Investors (please refer to Glossary) only.**

This Fund is suitable and only offer to Sophisticated Investors (applicable for principal and Jointholder) who:

- Have Medium to Long Term investment horizon;
- Seek exposure in local and overseas fixed income securities and equities with leverage features; and
- Seek capital growth.

### KEY FUND FEATURES

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

|                       |   |
|-----------------------|---|
| Launch date           | 30 September 2020   |
| Initial Offer Period  | 30 days from the Launch Date. The Manager may shorten the IOP.  |
| Initial Offer Price   | 1 dollar in the respective Class Currency for the Class of Units.   |
| Objective of the Fund | The Fund aims to provide Medium to Long Term capital growth.<br>Any material changes to the Fund's objective would require Unit Holder's approval.  |
| Investment Strategy   | <p>The Fund may invest up to 100% of its NAV in permitted investments with flexible allocation in its assets to achieve a potential higher return by changing risk degree according to current market conditions.</p> <p>The Fund may invest up to 100% of its NAV in permitted investments with flexible allocation in its assets to achieve a potential higher return by freely changing risk degree according to current market conditions. Depending on the market conditions, the Fund may concentrate its investments on few selected asset classes or a single investment that has potential income and/or capital growth or that will minimize the Fund exposure to market risks. For instance, the Fund may focus its investment in a single technology stock within the Asia region or the Fund may invest 100% of its NAV in Liquid Assets in a defensive condition (avoid equity risks).</p> <p>The Fund may hedge on the currency to minimize currency risk through derivatives or borrowing. For example, MYR Class may hedge against the currency risk by first investing its capital in MYR fixed income securities. The Fund will then pledge all the fixed income securities to a financier to obtain a Leverage facility for the Class to borrow in other currency which subsequently used to acquire equity in other foreign currency. The Fund may hedge or leverage up to 100% of the respective Class's NAV up to a period of 12 months. Depending on the prevailing economic conditions and market outlook, the Manager may rollover the hedging or Leverage facility for an additional 12 months period.</p> |
| Asset Allocation      | Flexible allocation between equity and fixed income depending on prevailing economic conditions and market outlook.   |

| Performance Benchmark  | Absolute Return of 10% per annum.   |           |           |           |           |           |           |           |           |           |
|--|---|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| Base Currency  | RM  |           |           |           |           |           |           |           |           |           |
| Class Of Units   | <table border="1"> <thead> <tr> <th>MYR Class</th> <th>USD Class</th> <th>SGD Class</th> <th>HKD Class</th> <th>AUD Class</th> </tr> </thead> </table>  |           |           |           |           | MYR Class | USD Class | SGD Class | HKD Class | AUD Class |
|  | MYR Class   | USD Class | SGD Class | HKD Class | AUD Class |           |           |           |           |           |
| <p>This Fund is established with a multi-class structure which has more than one (1) Class. Investors should note that the Fund is allowed to establish new Class(es) from time to time without prior consent from the Unit holders. During the Initial Offer Period, only MYR Class and USD Class will be offered for sale. Other classes may be offered for sale in the future. For more information on the launching of the Class(es), please refer to our website, <a href="http://www.arecacapital.com">www.arecacapital.com</a>.</p> |   |           |           |           |           |           |           |           |           |           |
| Income Distribution and Reinvestment Policy  | <p>Subject to the availability of distributable income, the Fund will distribute income at least once a year.</p> <p>In the absence of any instructions, we will, at our discretion, reinvest the income into another unit trust fund as determined by the Manager at the NAV per Unit of the distribution day without any entry fee.</p> |           |           |           |           |           |           |           |           |           |
| Financial Year End   | 31 October  |           |           |           |           |           |           |           |           |           |

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

|          |  |
|----------|--|
| Manager  | Areca Capital Sdn Bhd [200601021087 (740840-D)]      |
| Trustee  | RHB Trustees Berhad [200201005356 (573019-U)]        |
| Auditors | PricewaterhouseCoopers PLT (LLP0014401-LCA & AF1146) |

#### 5. What are the possible outcomes of my investment?

There are many possible outcomes associated with an investment in the Fund and involves some degree of risk. Investors are to take note that the value of an investment in the Fund and its distributions payable (if any) may go down as well as up and are not guaranteed. The value of your investment is at risk depending on the underlying investments of the Fund.

Under normal circumstances, the Manager aims to out-perform the Fund's benchmark, the Absolute Return of 10% per annum. However, on the flip side, the Fund may post a much lower return or even incurring losses if one or more of the key risks occur. **In the worst scenario where all the investments of the Fund are in default or suspended, investors may lose part or even all of your initial investments.**

#### KEY RISKS

#### 6. What are the key risks associated with this fund?

**PLEASE BE ADVISED THAT IF YOU INVEST IN UNITS THROUGH AN IUTA WHICH ADOPTS THE NOMINEE SYSTEM OF OWNERSHIP, YOU WOULD NOT BE CONSIDERED TO BE A UNIT HOLDER UNDER THE DEED AND YOU MAY CONSEQUENTLY NOT HAVE ALL THE RIGHTS ORDINARILY EXERCISABLE BY A UNIT HOLDER (FOR EXAMPLE, THE RIGHT TO CALL FOR A UNIT HOLDERS' MEETING AND TO VOTE THEREAT AND THE RIGHT TO HAVE YOUR PARTICULARS APPEARING IN THE REGISTER OF UNIT HOLDERS OF THE FUND).**

Below are the risks associated in the product which may cause significant losses if they occur.

##### General risks of investing in the Unit Trust Fund

- **Market Risk**  
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 net asset value.
- **Manager's Risk**  
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.
- **Inflation Risk**  
This is the risk that investors' investment in the 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.

- **Performance Risk**

As a result of the risk elements, the returns from a fund are not guaranteed. The value of the fund's investment will vary when sold and an investment may be worth more or less than when purchased

**Specific risks associated to the Fund**

The Fund presents a different risk than other types of funds. The Fund uses Leverage and is riskier than similarly benchmarked funds that do not use Leverage. The Fund may Leverage up to 100% of its NAV and concentrate in a single investment.

Potential Sophisticated Investors are warned that they may not be able to redeem any Units within the first 12 months from the date of investment. Investors may face difficulties in redeeming their investments as the Manager may not be able to dispose of the investments. This Fund is a multi-class fund and is allowed to establish new class(es) of units from time to time as may be determined by the manager. The Fund is suitable only for Sophisticated Investors who understand the consequences of seeking potential capital growth through Leverage. You are advised not to invest in this Fund if you are not able to accept the risks.

- **Liquidity Risk**

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.

- **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 stocks will adversely affect the Fund's NAV.

- **Equity-related Securities Risk**

The Fund invests in equity-related securities such as rights and warrants, where price movement is dependent on the price movement of the underlying equities. The risk is generally higher than their underlying equities as these equity related securities are leveraged form of investment. The price of equity-related securities generally fluctuates more than the underlying equities and consequently may affect the volatility of the Fund's NAV.

- **Concentration risk**

Concentration risk is the probability of loss arising from lack of diversification, investing with a single issuer. The strength of the issuer may be affected due to changes of financial performance, news of a possible merger or loss of key personnel of the issuer.

- **Country Risk**

Investments of the Fund in any foreign 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, the deteriorating economic condition of the countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV or prices of Units to fall.

- **Credit and Default Risk**

Credit risk relates to the creditworthiness of the issuers of the debt instruments and its 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. Default risk relates to the risk than an issuer of a debt instrument either 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.

- **Counterparty Risk**

The Fund's placements of deposits and/or investments in money market instruments with Financial Institutions are subject to the risk of the counterparty. Counterparty risk also refers to the possibility that the counterparty being unable to make timely payments of interest and/or principal payment on the maturity date. This may then lead to a default in the payment and/or interest and ultimately, affect the NAV per Unit of the Fund.

- **Capital Erosion Risk**

The Fund's investment in Leverage facilities may incur additional financing cost to the Fund. The Fund's investment may not be able to grow or generate sufficient income to repay the financing facilities. This may then lead to a default and subsequently a potential termination of the financing facilities. The Fund may have to use the Fund's assets to repay the financing cost.

- **Currency Risk**

As the investments of the Fund may be denominated in currencies other than the base currency, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments. You should be aware that if the currencies in which the investments are denominated depreciate against the base currency, this will have an adverse effect on the NAV of the Fund in the base currency and vice versa. You should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.

- a) **Currency risk at the Fund's portfolio level.**

The impact of the exchange rate movement between the base currency of the Fund and the currency of the underlying investments may result in a depreciation of the value of the investments as expressed in the base currency of the Fund; and

- b) **Currency risk at the class level.**

The impact of the exchange rate movement between the base currency of the Fund and the currency of the respective classes may result in a depreciation of the investor's holdings as expressed in the base currency of the Fund,

In order to manage currency risk, we may employ currency hedging strategies to fully or partially hedge the foreign currency exposure of the Class. However, every hedge comes with a cost and will be borne by the respective Class.

Currency hedging may reduce the effect of the exchange rate movement for the Class being hedged but it does not entirely eliminate currency risk between the Class and the base currency of the Fund. The unhedged portion of the Class will still be affected by the exchange rate movements and it may cause fluctuation of NAV of the Class. You should note that if the exchange rate moves favourably, the Class will not benefit from any upside in currency movement due to the hedging strategy. In addition, hedging is subject to a minimum size of entering into a hedging contract and the cost of hedging may affect returns of the hedged class.

▪ **Leverage Risk**

The Fund obtains investment exposure in excess of its assets, a form of leverage to achieve its investment objective. The Fund may lose more money in market environments adverse to its daily objective than a similar fund that does not employ Leverage. The use of Leverage increases the risk of a total loss of an investor's investment. In addition, the use of Leverage may increase the volatility of the Fund and magnify any differences between the performance of the Fund and its underlying benchmark.

▪ **Call Risk**

The Fund Leverage and financing facilities may subject to call risk. Call risk refers to the possibilities that the financier may exercise its rights to terminate the financing facilities earlier than expected. The financier may terminate the financing facilities for a number of reasons (e.g. changes in interest rate, the fund's abilities to repay the instalment, deterioration of the Fund's credit rating and etc.). If the financier terminates the financing facilities, the Fund may have to terminate the leverage features to repay the financing facilities. The Fund may not be able to recoup the full amount of its initial Leverage amount and may be forced to use the capital for settlement of the financing facilities.

▪ **Interest Rate Risk**

Interest rate risk refers to the impact of interest rate changes on the valuation of debt instruments whenever is applicable. When interest rates rise, debt instruments prices generally decline and this may lower the market value of the Fund's investment in debt instruments. The reverse may apply when interest rates fall.

**The abovementioned risks which you should consider before investing into a wholesale fund should not be considered to be an exhaustive list.**

**You should be aware that investments in the Fund may be exposed to other risks of an exceptional nature from time to time.**

## FEES & CHARGES

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

|                                 |  |
|---------------------------------|--|
| <b>Entry Fee (Sales Charge)</b> | Up to 3% of the Net Investment Amount<br>Net Investment Amount is the number of units at the NAV per Unit. |
| <b>Exit Fee</b>                 | NIL  |
| <b>Cooling-Off Rights</b>       | Not Available  |
| <b>Switching Fee</b>            | Not Available  |
| <b>Transfer Fee</b>             | Not available, unless by operations of law or under the provision of the Deed.                             |
| <b>Annual Management Fee</b>    | Up to 2.00% per annum of the NAV of the Fund.  |
| <b>Annual Trustee Fee</b>       | Up to 0.07% per annum of the NAV of the Fund.  |

**How will I be notified of any increase in fees and charges?**

- A written communication will be sent to unit holders to notify of the higher rate and its effective date;
- A supplementary or replacement Information Memorandum will be lodged and issued.

## VALUATION AND EXITING FROM INVESTMENT

### 8. How often are valuations available?

The valuation of the assets of the Fund is carried out at the end of the Business Day.  
The NAV per unit of the Fund will be published on the Manager's website at [www.arecacapital.com](http://www.arecacapital.com)

### 9. How can I invest in this investment?

|                                      |   |
|--------------------------------------|---|
| <b>Minimum Initial Investment</b>    | RM50,000 or equivalent in other currency or such other limit at the Manager's discretion. |
| <b>Minimum Additional Investment</b> | RM10,000 or equivalent in other currency or such other limit at the Manager's discretion. |

**Note: The Manager reserves the rights to accept or reject any application in whole or part thereof without assigning any reason.**

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

|   |  |
|---|--|
| <b>Minimum Redemption</b>               | RM50,000 or equivalent in other currency or such other amount as decided by the Manager.<br><br>Redemption notice must be submitted before 3.00p.m. We will process your transaction on the next Business Day if we receive your application after the cut-off time. If the transaction date falls on a weekend or public holiday, your transaction date will take place on the next Business Day. |
| <b>Minimum Balance</b>                  | 10,000 Units or such other limit at the Manager's discretion. We will, at our sole discretion, require you to redeem all the Units should the remaining balance is less than the minimum balance; subject to the availability of liquid Assets.  |
| <b>Redemption Restriction/Frequency</b> | You may not be able to redeem your Units within the first 12 months from the investment date. Investors may face difficulties in redeeming their investments as the Manager may not be able to dispose of the investments.<br><br>Please note that you might not be able to redeem Units if the Fund is unable to dispose its assets and has insufficient cash.                                    |
| <b>Redemption Payment</b>               | We will pay you within 10 days upon receipt of the duly completed original redemption form. However, it is our general redemption policy to make payment within the next 3 Business Days from the transaction day for those Units purchased directly through the Manager. (i.e. T+3 days).   |
| <b>Cut-Off time</b>                     | 3.00p.m; we will process your transaction on the next Business Day if we receive your application after the cut-off time.  |

**Note: All completed transaction forms and Specific Risk Disclosure Form must be submitted to the Manager before the cut-off time as determined by the Manager, on any Business Day. We will process your transaction on the next Business day if we receive your application after the cut-off time. Distributors may impose an earlier cut-off time if you purchase the Units through our distributors. Redemption proceeds will only be credited into your account after we receive your original redemption form.**

For more information, please refer to the Information Memorandum dated 30 September 2020.

**CONTACT INFORMATION****11. Who should I contact for further information or to lodge a complaint?**

For enquiries/further information, please contact:

|                    |   |  |
|--------------------|---|--|
| <b>Head Office</b> | <b>Areca Capital Sdn Bhd [200601021087 (740840-D)]</b><br>107, Blok B, Pusat Dagangan Phileo Damansara 1, No 9, Jalan 16/11,<br>Off Jalan Damansara, 46350 Petaling Jaya, Selangor.<br><br>Tel: 603-7956 3111 Fax: 603-7955 4111<br>Website: <a href="http://www.arecacapital.com">www.arecacapital.com</a><br>E-mail: <a href="mailto:invest@arecacapital.com">invest@arecacapital.com</a> |  |
| <b>Branches</b>    | <b>Pulau Pinang</b><br>Tel: 604-210 2011 Fax: 604-210 2013  | <b>Melaka</b><br>Tel: 606-282 9111 Fax: 606-283 9112 |
|                    | <b>Ipoh</b><br>Tel: 605-249 6697 Fax: 605-249 6696  | <b>Kuching</b><br>Tel: 6082-572 472                  |

- For internal dispute resolution, you may contact:  
Areca Capital Sdn Bhd – Investor Care: 03-7956 3111
- 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):
  - 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.

3. You can also direct your complaint to the Securities Commission Malaysia even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the Securities Commission Malaysia's Investor Affairs & Complaints Department:
- (a) via phone to the Aduan Hotline at : 03-6204 8999
  - (b) via fax to : 03-6204 8991
  - (c) via e-mail to : [aduan@seccom.com.my](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
4. 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 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, Secretariat & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-01, 6th Floor Wisma Tune  
No. 19 Lorong Dungun, Damansara Heights  
50490 Kuala Lumpur

## GLOSSARY

|                               |  |
|-------------------------------|--|
| <b>AUD</b>                    | Means Australian Dollar;   |
| <b>AUD Class</b>              | Class of Units denominated in AUD;   |
| <b>Business Day</b>           | A day on which Bursa Malaysia Securities Berhad, the stock exchange managed or operated by Bursa Malaysia Securities Berhad, is open for trading;  |
| <b>Class</b>                  | Any class of Units in the Fund representing similar interest in the assets of the Fund and a "Class" means any one class of Units;   |
| <b>CMSA</b>                   | The Capital Markets and Services Act, 2007 including all amendments thereto;   |
| <b>Deed(s)</b>                | The deed in relation to the Fund and any other supplemental deeds that may be entered into between the Manager and the Trustee;  |
| <b>Financial Institution</b>  | If the institution is in Malaysia – <ul style="list-style-type: none"> <li>i. licensed bank;</li> <li>ii. licensed investment bank; and</li> <li>iii. licensed Islamic bank.</li> </ul> If the institution is outside Malaysia, any institution that is licensed, registered, approved or authorised to provide financial services by the relevant banking regulator;<br>"licensed bank" has the same meaning as given under the Financial Services Act 2013;<br>"licensed investment bank" has the same meaning as given under the Financial Services Act 2013;<br>"licensed Islamic bank" means a bank licensed under the Islamic Financial Services Act 2013; |
| <b>Fund</b>                   | Areca Dragon Technology Fund;  |
| <b>Guidelines</b>             | Guidelines on unlisted Capital Market Products Under the Lodge and Launch Framework as may be amended from time to time;   |
| <b>HKD</b>                    | Means Hongkong Dollar;   |
| <b>HKD Class</b>              | Class of Units denominated in HKD;   |
| <b>Information Memorandum</b> | Information Memorandum in relation to the Fund and includes any supplemental or replacement Information Memorandum;  |
| <b>Jointholder</b>            | A person who holds Units together with another person or persons;  |
| <b>Leverage</b>               | Means using borrowed money, specifically, the use of various financial instruments or borrowed capital to increase the potential return of an investment;  |
| <b>Liquid Assets</b>          | Means cash or any permitted investment capable of being converted into cash within seven (7) days;   |
| <b>Manager/We/Us</b>          | Areca Capital Sdn Bhd;   |
| <b>Medium to Long Term</b>    | A period of two to above five years;   |

|                               |  |
|-------------------------------|--|
| <b>MYR Class</b>              | Class of Units denominated in RM;  |
| <b>NAV</b>                    | The net asset value of the Fund, which is the value of all the assets attributed to the Fund less the total liabilities attributed to the Fund at the point of valuation; Where the Fund has more than one Class of Units, there shall be a NAV of the Fund attributable to each Class of Units;   |
| <b>NAV per Unit</b>           | The NAV attributable to a Class of Units divided by the number of Units in circulation of that Class of Units at the valuation point;  |
| <b>Redemption</b>             | The repurchase by the Manager of the Units owned by the Unit Holders upon a proper redemption request;   |
| <b>SC</b>                     | The Securities Commission Malaysia which was established under the Securities Commission Malaysia Act 1993;  |
| <b>SGD</b>                    | Means Singapore Dollar;  |
| <b>SGD Class</b>              | Class of Units denominated in SGD;   |
| <b>Sophisticated Investor</b> | <ul style="list-style-type: none"> <li>▪ An individual whose total net personal assets, or total net joint assets with his or her spouse, exceed RM3 million or its equivalent in foreign currencies, excluding the value of the individual's primary residence;</li> <li>▪ An individual who has a gross annual income exceeding RM300,000 or its equivalent in foreign currencies per annum in the preceding twelve months;</li> <li>▪ An individual who, jointly with his or her spouse, has a gross annual income exceeding RM400,000 or its equivalent in foreign currencies per annum in the preceding twelve months;</li> <li>▪ A corporation with total net assets exceeding RM10 million or its equivalent in foreign currencies based on the last audited accounts;</li> <li>▪ A partnership with total net assets exceeding RM10 million or its equivalent in foreign currencies;</li> <li>▪ A unit trust scheme or prescribed investment scheme;</li> <li>▪ A private retirement scheme;</li> <li>▪ A closed-end fund approved by the SC;</li> <li>▪ A company that is registered as a trust company under the Trust Companies Act 1949 which has assets under management exceeding RM10 million or its equivalent in foreign currencies;</li> <li>▪ A corporation that is a public company under the Companies Act 2016 which is approved by the SC to be a trustee under the CMSA and has assets under management exceeding RM10 million or its equivalent in foreign currencies;</li> <li>▪ A statutory body established by an Act of Parliament or an enactment of any State;</li> <li>▪ A pension fund approved by the Director General of Inland Revenue under section 150 of the Income Tax Act 1967;</li> <li>▪ Central Bank of Malaysia established under the Central Bank of Malaysia Act 2009;</li> <li>▪ A licensed institution as defined in the Financial Services Act 2013;</li> <li>▪ A holder of a capital markets services licence or an executive director or a chief executive officer of a holder of a capital markets services license;</li> <li>▪ An Islamic bank as defined in the Islamic Financial Services Act 2013;</li> <li>▪ An insurance company registered under the Financial Services Act 2013;</li> <li>▪ A takaful operator registered under the Islamic Financial Services Act 2013;</li> <li>▪ A bank licensee or insurance licensee as defined under the Labuan Financial Services and Securities Act 2010;</li> <li>▪ An Islamic bank licensee or takaful licensee as defined under the Labuan Islamic Financial Services and Securities Act 2010; and</li> <li>▪ Any other investor as may be defined by the SC from time to time;</li> </ul> |
| <b>Trustee</b>                | RHB Trustees Berhad and includes its permitted assigns and successors in title;  |
| <b>Units</b>                  | Units of the Fund or each Class of Units and includes a fraction of a unit;  |
| <b>Unit Holder/You</b>        | A person for the time being who is registered pursuant to the Deed as a holder of Units, including a Jointholder;  |
| <b>USD</b>                    | United States Dollar;  |
| <b>USD Class</b>              | Class of Units denominated in USD.   |