

## PRODUCT HIGHLIGHTS SHEET

### **Areca moneyTRUST Fund** (Date of Constitution: 12 March 2007)

#### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors and/or authorised committee and/or persons approved by the Board of Areca Capital Sdn Bhd and they have collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements, or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

#### STATEMENT OF DISCLAIMER

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

The authorisation of the Areca moneyTRUST Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission of Malaysia recommends the Areca moneyTRUST 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 Areca Capital Sdn Bhd responsible for the Areca moneyTRUST 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 Product Highlights Sheet only highlights the key features and risks of the Areca moneyTRUST Fund. Investors are advised to request, read and understand the disclosure documents of the Fund before deciding to invest.**

### PRODUCT HIGHLIGHT SHEET

### **ARECA moneyTRUST FUND**

#### BRIEF INFORMATION ON THE FUND

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

Fund category / type	Fixed Income / Income
Manager	Areca Capital Sdn Bhd
Trustee	RHB Trustees Berhad

#### PRODUCT SUITABILITY

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

This Fund is suitable for investors who are:

- Have Short-Term investment horizon;
- Have low risk tolerance ; and
- Seek liquidity and exposure in money market and fixed income investment portfolio (redemption proceeds will be made on the next Business Day (T+1 day).

<b>KEY FUND FEATURES</b>
--------------------------

<b>3. What am I investing in?</b>
-----------------------------------

Launch date	23 April 2007
Initial Offer Price	RM1.0000
Objective of the Fund	To provide investors with a high level of liquidity while providing current income and capital preservation (income could be in the form of Units or cash).
Investment Strategy	The Fund will focus on providing high level of liquidity to meet the short-term cash flow requirements of its Unit Holders while providing current income and capital preservation. We will actively manage the exposure in Fixed Income Securities and Money Market Instruments, which is capped at the maximum 30% of its NAV. The remaining balance of the NAV is placed with deposits or other liquid assets to meet anticipated redemption requests.
Asset Allocation	<p><b>Fixed Income Securities and Money Market Instruments (other than those classified as liquid assets)</b></p> <p>Maximum 30% of the NAV of the Fund (at time of purchase)</p> <p><b>Deposits and other liquid assets</b></p> <p>Remaining balance of the NAV of the Fund</p>
Performance Benchmark	Maybank's 1-month Repo rate.
Income Distribution and Reinvestment Policy	<p>Twice a year, subject to availability of distributable income.</p> <p>In the absence of written instructions from a Unit Holder, we are entitled to reinvest the income distributed from the Fund in additional Units of that Fund at the NAV per Unit at the end of the distribution day with no entry fee.</p>
Financial Year End	30 June

<b>4. Who am I investing in?</b>
----------------------------------

Manager	Areca Capital Sdn Bhd (740840-D)
Trustee	Maybank Trustees Berhad (5004-P)
Trustee's Delegate	Malayan Banking Berhad (3813-K) (as Custodian)
Auditors	Deloitte (AF 0080)
Tax Advisers	Deloitte Tax Services Sdn Bhd (36421-T)
Solicitor	Wei Chien & Partners

<b>5. What are the possible outcomes of my investment?</b>
--

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 Maybank's 1-month REPO rate. 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.**

<b>KEY RISKS</b>
------------------

<b>6. What are the key risks associated with this fund?</b>
---

**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 Funds**

- **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 NAV.
- **Liquidity Risk**  
Liquidity risks refer to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund hold assets that 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.
- **Inflation Risk**  
This is the risk that investors' investment in the unit trust fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased.
- **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.
- **Loan Financing Risk**  
The risk occurs when investors take a loan/financing to finance their investment and thereafter unable to service the loan repayments. If units are used as collateral, an investor may be required to top-up the investor's existing instalment if the prices of units fall below a certain level due to market conditions. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan.
- **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 with the investment portfolio of Areca moneyTRUST Fund**

- **Credit/default risk**  
Credit/default 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. In the case of rated debt instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a debt instrument either 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.
- **Interest Rate Risk**  
Interest rate risk refers to the impact of interest rate changes on the valuation of debt instruments. 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.
- **Counterparty risk**  
A Fund that invests in Structured Products or options will be subjected to counterparty risk. This risk refers to the possibility of the issuer of the Structured Products or options being unable to make payments and/or paying the obligations in a timely manner. This in turn could lead to lower or zero valuation of the Structured Products or options if the issuer is in default. It will have an adverse impact to the NAV of the Funds.
- **Country Risk**  
Investments of the Funds 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 Funds invests in. For example, the deteriorating economic condition of the countries may adversely affect the value of the investments undertaken by the Funds in those affected countries. This in turn may cause the NAV or prices of Units to fall.
- **Currency Risk**  
As the base currency of the Funds is in Malaysian Ringgit, 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. Investors 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. Investors 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.

The abovementioned risks which you should consider before investing into a unit trust 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?

Entry Fee (Sales Charge)	NIL
Exit Fee	NIL
Switching Fee	Not Applicable
Transfer Fee	NIL
Annual Management Fee	0.75% p.a. of NAV of the Fund.
Annual Trustee Fee	0.08% p.a. of NAV of the Fund.

*The above fees and charges are exclusive of goods and services tax and/or duties as may be imposed by the government and/or the relevant authorities from time to time.*

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 Prospectus 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 on each Business Day.

The NAV per unit of the Fund will generally be published on the following Business Day (T+1 day) in various major local newspapers and may also be found on the Manager's website at [www.arecacapital.com](http://www.arecacapital.com).

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

Minimum Initial Investment	<p><b>Direct investment through the Manager:</b> RM10,000 or or such other limit as decided by the Manager.</p> <p><b>Third party distributors including IUTA:</b> RM1,000 or such other lower amount as decided by the Manager.</p>
Minimum Additional Investment	RM1,000 or or such other limit as decided by the Manager.

**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.**

**Note:** All completed transaction forms must be submitted to the Manager before the cut-off time by 3.00pm on a Business Day as determined by the Manager. 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.

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

<b>Minimum Redemption</b>	RM1,000 or 2,000 Units or such other lower amount as decided by the Manager. However, you are require to redeem all of your investment if you have less than 1,000 Units (minimum balance) in the account.
<b>Minimum Balance</b>	1,000 Units or such other lower amount as decided by the Manager.
<b>Redemption Notice / Frequency</b>	1 Business Day prior to redemption (i.e. T-1 day). However, you must submit the redemption notice before 3.00p.m on T-1 day for processing / Unlimited.
<b>Redemption Payment</b>	We will pay you on the next Business Day of the transaction day (i.e. T+1 day) upon receipt of the duly completed original redemption form. However, under specific conditions such as under liquidity constraint conditions, we will make payment within 10 days.
<b>Cooling-off Right</b>	A cooling-off right is given to you if you are investing in any unit trust fund managed by us for the first time. The cooling-off period given to you is six (6) Business Days commencing from the date of receipt of the investment application by us. Not applicable to corporation or institution, staff of the Manager and persons registered with a body approved by the SC to deal in unit trusts.

**FUND PERFORMANCE (for the financial year ended 30 June)**

Source of fund performance and Benchmark Performance: Lipper for Investment Management

**11. Portfolio Structure**

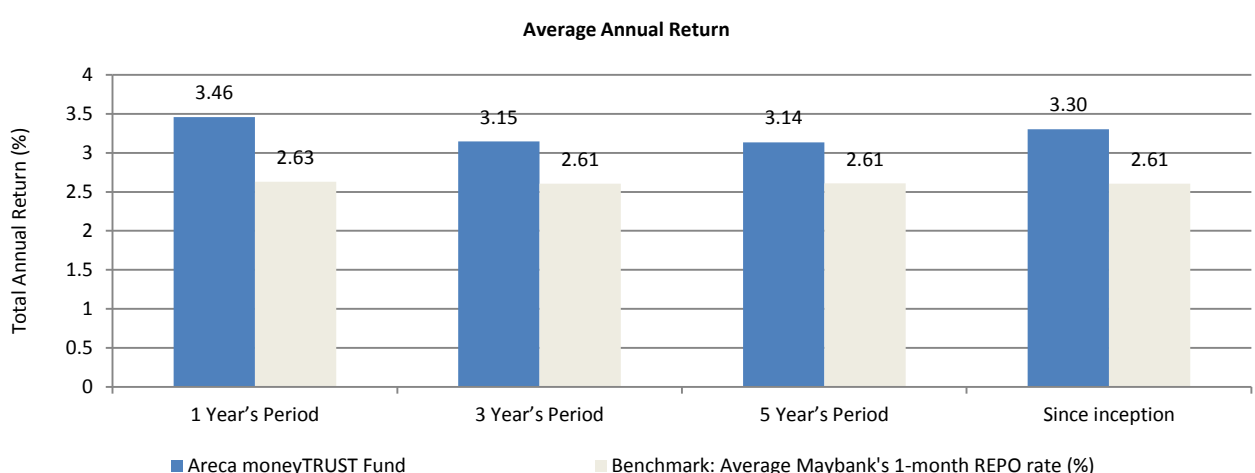
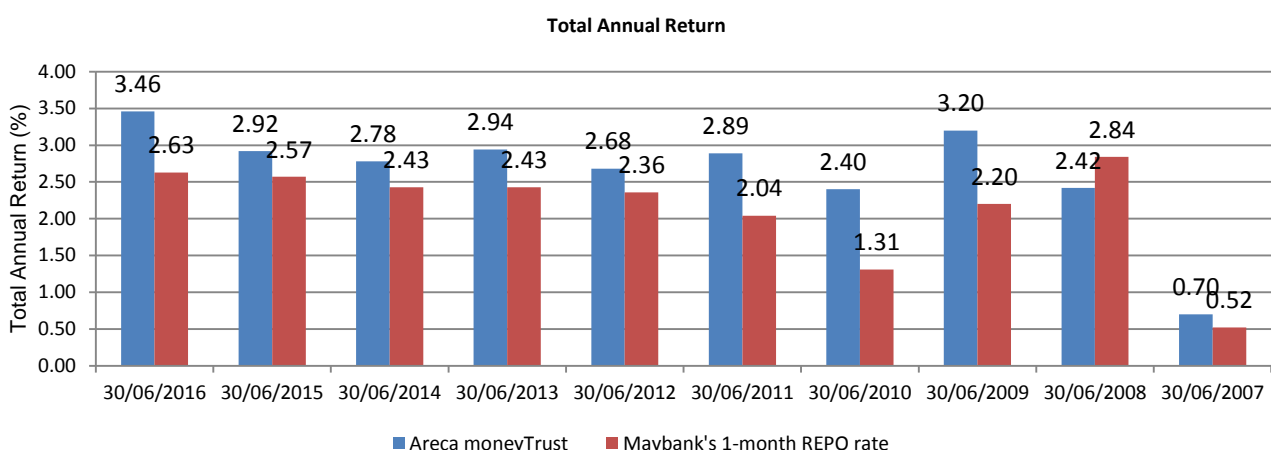
	2016	2015	2014
<b>Fixed income securities</b>	80.50%	51.50%	64.71%
<b>Floating rate negotiable instrument deposit</b>	-	3.69%	8.92%
<b>Negotiable instrument deposit</b>	3.49%	-	-
<b>Cash &amp; Cash equivalents</b>	16.01%	44.81%	26.37%
<b>TOTAL</b>	<b>100.00%</b>	<b>100.00%</b>	<b>100.00%</b>
<b>Remarks</b>	The Fund utilised the cash holdings from the maturity of bonds from 2015 and purchased suitable investment papers this period hence the significant increase in the securities portfolio.		

**12. Performance Data**

Annual Total Return	2016	2015	2014	2013	2012	2011	2010	2009	2008	2007
Areca moneyTRUST Fund	3.46	2.92	2.78	2.94	2.68	2.89	2.40	3.20	2.42	0.70
Maybank's 1-month REPO rate (%)	2.63	2.57	2.43	2.43	2.36	2.04	1.31	2.20	2.84	0.52

Average Total return per annum (%)	1 Year's Period	3 Year's Period	5 Year's Period	Since inception
Areca moneyTRUST Fund	3.46	3.15	3.14	3.30
Benchmark: Average Maybank's 1-month REPO rate (%)	2.63	2.61	2.61	2.61

**13. Performance Chart**



Basis of calculation and assumptions made in calculating the returns:

\* Percentage growth =  $\frac{NAV_t - NAV_{t-1}}{NAV_{t-1}}$

where t = current year

t-1 = previous year

**14. Distribution**

	2016	2015	2014
<b>Gross Distribution Per Unit (sen)</b>	0.35 (29 Sep 2015)	0.35 (29 Sep 2014)	0.35 (26 Sep 2013)
	0.35 (31 Dec 2015)	0.35 (30 Dec 2014)	0.35 (27 Dec 2013)
	0.35 (29 Mar 2016)	0.35 (30 Mar 2015)	0.35 (26 Mar 2014)
	0.35 (29 Jun 2016)		0.35 (27 Jun 2014)
<b>Net Distribution Per Unit (sen)</b>	0.35 (29 Sep 2015)	0.35 (29 Sep 2014)	0.35 (26 Sep 2013)
	0.35 (31 Dec 2015)	0.35 (30 Dec 2014)	0.35 (27 Dec 2013)
	0.35 (29 Mar 2016)	0.35 (30 Mar 2015)	0.35 (26 Mar 2014)
	0.35 (29 Jun 2016)		0.35 (27 Jun 2014)

Distribution is in the form of automatically reinvested into additional units on the same day at NAV per unit after distribution at no entry fee.

**15. Unit Split**

There were no unit splits exercise for the financial year under review.

**16. Portfolio Turnover Ratio (PTR)**

	2016	2015	2014
<b>PTR (times)</b>	0.48	0.13	0.28
<b>Remarks</b>			

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

For more information, please refer to the Master Prospectus dated 8 February 2017.

**CONTACT INFORMATION****17. Who should I contact for further information or to lodge a complaint?**

For enquiries/further information, please contact:

**Areca Capital Sdn Bhd (740840-D)**

107, Blok B, Pusat Dagangan Phileo Damansara 1,  
No 9, Jalan 16/11, Off Jalan Damansara,  
46350 Petaling Jaya, Selangor.  
Tel: 603-7956 3111  
Fax: 603-7955 4111  
Website: [www.arecacapital.com](http://www.arecacapital.com)  
E-mail: [invest@arecacapital.com](mailto:invest@arecacapital.com)

1. For internal dispute resolution, you may contact:  
Areca Capital Sdn Bhd – Investor Care: 03-7956 3111
2. 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 e-mail 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.
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>Bond</b>	Includes but not limited to private debt securities, issues issued or guaranteed by Malaysian government or any state government or BNM of Malaysia such as MGS and Government Investment Issue;
<b>Business Day</b>	A day on which the Bursa Malaysia is open for trading;
<b>Commercial Paper</b>	Refers to either conventional or Islamic short-term papers issued with original tenor of one year or less;
<b>Debenture</b>	It includes debenture stock, bonds, notes and any other evidence of indebtedness of a corporation for borrowed moneys, whether or not constituting a charge on the assets of the corporations corporations as defined in the CMSA;
<b>Fixed Income Securities</b>	Includes but not limited to Commercial Paper, Bond, and other fixed income securities such as convertible debt securities, floating rate bond, Structured Product;
<b>Fund</b>	Areca <i>money</i> TRUST Fund;
<b>IUTA</b>	Institutional unit trust adviser. IUTA is an institution, body or organisation that is licensed to distribute unit trust;
<b>Long-Term</b>	A period of at least five (5) years;
<b>Manager</b>	Areca Capital Sdn Bhd;
<b>Master Prospectus</b>	Master Prospectus in relation to the Funds managed by Areca Capital Sdn Bhd.
<b>Money Market Instruments</b>	Includes but not limited to banker's acceptance, Repo, certificates of deposit and negotiable instruments of deposit;
<b>NAV</b>	Net Asset Value of the fund, which is the value of all the assets of the Fund at a particular valuation point less the total liabilities of the fund at the same valuation point.
<b>NAV per Unit</b>	The NAV of the Fund divided by the number of units in circulation at the valuation point;
<b>RAM</b>	RAM Rating Services Berhad;
<b>SC</b>	The Securities Commission Malaysia which was established under the Securities Commission Act 1993;
<b>Short-Term</b>	A period of less than 3 years;
<b>Structured Products</b>	Refers to investments which provide returns that are linked to the performance of an underlying reference. It includes but not limited to credit linked notes, currency linked notes, bond linked notes, range accrual, interest rate swap/currency swap, forward rate agreement and long call options;
<b>Units</b>	Units of a Fund and includes a fraction of a Unit;
<b>Unit holder</b>	A person for the time being who is registered pursuant to the Deed as a holder of Units of a Fund, including a Jointholder;