

Asset Management

# **PRODUCT HIGHLIGHTS SHEET**

**for**

## **Affin Hwang World Series – Global Equity Fund**

**Date of issuance: 22 March 2022**

### **RESPONSIBILITY STATEMENT**

This Product Highlights Sheet has been reviewed and approved by the directors and/or authorized committee and/or persons approved by the Board of Affin Hwang Asset Management Berhad 199701014290 (429786-T) and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omissions of other facts which would make any statement in the Product Highlights Sheet false or misleading.

### **STATEMENT OF DISCLAIMER**

The relevant information and document in relation to the Affin Hwang World Series – Global Equity Fund (“the 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 Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Affin Hwang Asset Management Berhad responsible for the Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

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This Product Highlights Sheet only highlights the key features and risks of this Fund. Investors are advised to request, read and understand the Information Memorandum of the Fund before deciding to invest.

**PRODUCT HIGHLIGHTS SHEET**
**AFFIN HWANG WORLD SERIES – GLOBAL EQUITY FUND**
**BRIEF INFORMATION ON THE PRODUCT**
**1. What is this product about?**

The Fund is a wholesale feeder fund which aims to achieve capital appreciation over the medium to long term by investing in a collective investment scheme, namely the Nikko AM Global Umbrella Fund – Nikko AM Global Equity Fund (“the Target Fund”), a Fund that has been constituted in Luxembourg and is managed by Nikko Asset Management Europe Ltd.

**PRODUCT SUITABILITY**
**2. Who is this product suitable for?**

The Fund is designed for Sophisticated Investors who seek capital growth from their investments, have a medium to long-term investment horizon, want exposure into global markets, and are able to withstand more volatile market movements.

**KEY PRODUCT FEATURES**
**3. What am I investing in?**

Classes	SGD Class	MYR class	USD class
Launch Date	23 November 2015		
Tenure	The Fund is an open-ended fund where it does not have a fixed maturity date and may only be terminated in accordance with the terms of the Information Memorandum and the provisions of the Deed.		
Base Currency	USD		
Benchmark	MSCI AC World Index The risk profile of the Fund is different from the risk profile of the benchmark.		
Investment Strategy	<p>To achieve its objective, the Fund will be investing a minimum of 70% of the Fund’s NAV into the Target Fund and a maximum of 30% of the Fund’s NAV into money market instruments, fixed deposits and/or liquid assets.</p> <p>The Manager may take temporary defensive positions that may be inconsistent with the Fund’s principal strategy by reducing its investment into the Target Fund and raise liquidity levels of the Fund during adverse market conditions to protect the Unit Holders’ interest. In raising the fund’s liquidity levels, the Manager may also invest into collective investment schemes that are able to meet this objective.</p> <p>The Manager may substitute the Target Fund with another fund that has a similar objective with the Fund, if, in the Manager’s opinion, the Target Fund no longer meets the Fund’s investment objective. However, this is subject to the Unit Holder’s approval before any such changes are made.</p> <p>The Manager may use derivatives, such as foreign exchange forward contracts and cross currency swaps, mainly for hedging purposes. The employment of derivatives under these</p>		

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Classes	SGD Class	MYR class	USD class
	circumstances is expected to reduce the impact of foreign currency movements on the Fund's NAV, irrespective of the currency classes. While the hedging strategy will assist with mitigating the potential foreign exchange losses by the Fund, any potential gains from the hedging strategy will be capped as well. The Fund may also employ derivatives for investment purposes to enhance the returns of the Fund by taking a view on the underlying asset or currency, and establish a long position to gain a specific underlying exposure.		
Asset Allocation	<ul style="list-style-type: none"> <li>➢ A minimum of 70% of the Fund's NAV to be invested in the Target Fund; and</li> <li>➢ A maximum of 30% of the Fund's NAV to be invested in money market instruments, fixed deposits and/or liquid assets.</li> </ul>		
Distribution Policy	The Fund is not expected to make distribution. However, incidental distribution may be declared whenever appropriate.		
Minimum initial investment*	SGD 5,000	MYR 5,000	USD 5,000
Minimum additional investment*	SGD 1,000	MYR 1,000	USD 1,000
Minimum units held*	10,000 Units	10,000 Units	10,000 Units
About the Target Fund			
Target Fund	Nikko AM Global Umbrella Fund – Nikko AM Global Equity Fund		
Type of Class	USD Class		
Base Currency	USD		
Date of Establishment	15 July 2015		
Country of Origin	Luxembourg		
Regulatory Authority	Commission de Surveillance du Secteur Financier		

*Note: Please refer to the Information Memorandum for further details of the Fund.*

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

Relevant parties' information:

The Manager	Affin Hwang Asset Management Berhad
Manager's Delegate (Fund Accounting and Valuation Agent)	Deutsche Trustees Malaysia Berhad
The Trustee	Deutsche Trustees Malaysia Berhad
The Trustee's Delegate (Local & Foreign Custodian)	Deutsche Bank (Malaysia) Berhad
Tax Adviser	Deloitte Tax Services Sdn Bhd
Auditor / Reporting Accountants	PricewaterhouseCoopers

\* Subject to our discretion, the investor may negotiate for a lower amount or value.

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

The Fund is a wholesale feeder fund that invests in the Target Fund, which in turn invests into global equities. The performance of this Fund would to a great extent be linked to the price movements of the Target Fund, which in turn is reliant on the performance of the equities that it is invested in.

As such, the value of your investments will be reliant on the performance of the Target Fund. This means that if the Target Fund performs well, the Fund may reflect similar performance and likewise if the performance of the Target Fund falls, the value of your investment will also be affected. The Fund's performance is dependent on the Target Fund Manager's expertise in managing the Fund.

This Fund is not expected to make any income distribution. However, due to investments in equities, the Manager expects the Fund to yield incidental growth in capital.

Please note that the capital and returns of the Fund are not guaranteed.

## KEY RISKS

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

#### General Risks

- **Market risk** – Market risk arises because of factors that affect the entire market place. Factors such as economic growth, political stability and social environment are some examples of conditions that have an impact on businesses, whether positive or negative. It stems from the fact that there are economy-wide perils, or instances of political or social instability which threaten all businesses.
- **Fund management risk** – The performance of the Fund depends on the experience and expertise of the investment manager to generate returns. Lack of any of the above mentioned may adversely affect the performance of the Fund.
- **Performance risk** – This Fund is a feeder fund which invests in another collective investment scheme, namely the Target Fund. The performance of the Fund very much depends on the performance of the Target Fund. The performance of the Target Fund and consequently of this Fund may go down as well as up, depending on the circumstances prevailing at a particular given time. On that basis, there is never a guarantee that investing in the Fund will produce a positive investment returns in accordance with its objective.
- **Inflation risk** – The risk of loss in the purchasing power due to general increase of consumer prices. Inflation erodes the nominal rate of your return giving you a lower real rate of return. You are advised to take note that this Fund is not constituted with the objective of matching the inflation rate of Malaysia. If your investment objective is to match the inflation rate (so as not to lose your purchasing power over time), this Fund may not be suitable for you.
- **Loan financing risk** – If you intend to purchase Units of this Fund by means of borrowed/financed monies and use those Units as collateral for the borrowed/financed monies, you should be aware that if the value of the Units falls below the borrowed/financed amount, the lender may require you to provide additional forms of collateral. You should be aware that the cost of borrowing may risk if the interest rates move up especially if your borrowing is based on floating interest rates (i.e. not a fixed rate). Thus, the cost of borrowings may even be higher than any returns that you may eventually make from your investments in this Fund.
- **Risk of non-compliance** – This refers to the risk where the Manager does not comply with the applicable rules, laws, regulation or the Deed. Although not every non-compliance will necessarily result in some losses to the Fund, there is always a risk that losses may be suffered by the Fund.
- **Operational risk** – This risk refers to the possibility of a breakdown in our internal controls and policies. The breakdown may be a result of human error, system failure or fraud where employees collude with one another. This risk may cause monetary loss and/or inconvenience to you.

#### Specific Risks

- **Concentration risk** – The Fund is a feeder fund which invests in a single collective investment scheme. Any adverse effect on the target Fund will inevitably affect the Fund as well. The performance of the Fund is also dependent on the performance of the Target Fund. This risk may be mitigated as the Manager is allowed to take temporary defensive positions in response to adverse market conditions. The Manager is also able to substitute the Target Fund with

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another fund with similar objective of the Fund if, in the manager's opinion the Target Fund no longer meets the Fund's objective subject to Unit Holders' approval.

- **Liquidity risk** – This is the risk that the units of the Target Fund that is held by the Fund cannot be readily sold and converted into cash. This can occur when there is a restriction on realization of units of the Target Fund. The Target Fund Manager may suspend the realization of units, or delay the payment of realization proceeds in respect of any realization request received, during any periods in which the determination of the net asset value of the Target Fund is suspended.
- **Country risk** – Since the Fund invests in the Target Fund which is established in Luxembourg, and invests in developed and emerging markets, the Fund will be exposed to risks specific to Luxembourg as well as the countries that the Target Fund invests in. The changes or developments in the regulations, political environment and the economy of the above countries may impact the Target Fund which will in turn affect the Fund.
- **Currency risk** – Currency risk is also known as foreign exchange risk where the risk is associated with the Fund's underlying investments which are denominated in different currencies than the Fund's Base Currency, i.e. USD. The impact of the exchange rate movement between USD and the currencies of the underlying investments may result in depreciation or appreciation of the value of the Fund's investments as expressed in USD.
- **Target Fund Manager risk** – As a feeder fund, the Fund invests into the Target Fund which is managed by the Target Fund Manager. The Manager has no control over the investment technique and knowledge, operational controls and management of the Target Fund Manager. In the event of any mismanagement of the Target Fund, the NAV of the Fund, which invests substantially all of its assets into the Target Fund, would be affected adversely.

*Note: Please refer to "Understanding the Risks of the Fund and the Target Fund" in Information Memorandum for further details on each risk.*

**It is important to note that events affecting the investments cannot always be foreseen. Therefore, it is not possible to protect investments against all risks. You are recommended to read the whole Information Memorandum to assess the risks associated with the Fund. If necessary, you should consult your professional adviser(s) for a better understanding of the risks.**

## FEES & CHARGES

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

There are fees and charges involved and you are advised to consider them before contributing to the Fund.

#### What will I be charged by the Manager?

Sales charge	Up to 5.50% of the initial offer price of a Class during the initial offer period, thereafter, on the NAV per Unit of a Class.
Repurchase charge	Not applicable.
Switching fee	The Manager does not impose any switching fee. However, if the amount of sales charge of the fund (or class) that the Unit Holder intends to switch into is higher than the sales charge imposed by the fund (or class) being switched from, then the difference in the sales charge between the two (2) funds (or classes) shall be borne by the Unit Holder.
Transfer fee	There will be no transfer fee imposed on the transfer facility.

#### What are the key ongoing fees charged to the Fund?

Management fee	Up to 1.80% per annum of the NAV of the Fund.
Trustee fee	Up to 0.06% per annum of the NAV of the Fund, or its equivalent in the Base Currency (excluding foreign custodian fees and charges).

#### What will I be charged by the Target Fund?

Sales charge	Up to 5% of the net asset value per Share. Please note that the Fund will not be charged the sales charge when it invests in the Target Fund.
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Redemption fee	Not applicable.
Performance fee	Not applicable.
Management fee	Up to 1.50% per annum of the net asset value of the Target Fund. <i>Please note that management fee will only be charged once at the Fund level. The management fee charged by the Target Fund will be paid out of the annual management fee charged by us at the Fund level. There is no double charging of management fee.</i>

*Note: Please refer to the Information Memorandum for further explanation and illustration of the Fund's fees, charges and expenses.*

**ALL FEES AND CHARGES PAYABLE BY YOU ARE SUBJECT TO ALL APPLICABLE TAXES AND / OR DUTIES AS MAY BE IMPOSED BY THE GOVERNMENT AND / OR THE RELEVANT AUTHORITIES FROM TIME TO TIME.**

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## VALUATIONS AND EXITING FROM INVESTMENT

### 8. How often are valuations available?

The Fund will be valued on every Business Day and you may obtain the NAV and NAV per Unit of the Fund from our website at [www.affinhwangam.com](http://www.affinhwangam.com), our customer service via our toll free number 1-800-88-7080 or email to [customercare@affinhwangam.com](mailto:customercare@affinhwangam.com).

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

You may request to redeem your investments in the Fund at any point in time by completing the repurchase application form and returning it to us on any Business Day between 8.45 a.m. and 3.30 p.m. Payments will be made to you within 14 days from the day the repurchase request is received by us and provided that all documentations are completed and verifiable.

## CONTACT INFORMATION

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

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

- (a) via phone to : 03 – 2116 6000
- (b) via fax to : 03 – 2116 6100
- (c) via toll free no. : 1-800-88-7080
- (d) via email to : [customercare@affinhwangam.com](mailto:customercare@affinhwangam.com)
- (e) via letter : Affin Hwang Asset Management Berhad  
Ground Floor, Menara Boustead  
69, Jalan Raja Chulan  
50200 Kuala Lumpur

Complaints should be made in writing with the following information:

- (a) particulars of the complainant which include name, correspondence address, contact number, e-mail address (if any) and other relevant information;
- (b) circumstances of the non-compliance or improper conduct;
- (c) parties alleged to be involved in the improper conduct; and
- (d) other supporting documentary evidence (if any).

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries Dispute Resolution Centre (SIDREC):

- (a) via phone to : 03-2282 2280
- (b) via fax to : 03-2282-3855
- (c) via email to : [info@sidrec.com.my](mailto:info@sidrec.com.my)
- (d) via letter to : Securities Industry Dispute Resolution Center (SIDREC)  
Unit A-9-1 Level 9, Tower A, Menara UOA Bangsar, No. 5, Jalan Bangsar Utama 1  
59000 Kuala Lumpur

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3. You can also direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Investor Affairs & Complaints Department:
- (a) via phone to 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. Federal of Investment Managers Malaysia (FIMM)'s Complaints Bureau:
- (a) via phone to : 03 – 20923800
  - (b) via fax to : 03 – 20932700
  - (c) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - (d) via online complaint form available at : [www.fimm.com.my](http://www.fimm.com.my)
  - (e) via letter to : Legal, Secretarial & Regulatory Affairs  
Federal of Investment Managers Malaysia  
19-06-1, 6th Floor Wisma Tune, No. 19, Lorong Dungun Damansara Heights, 50490 Kuala Lumpur

### APPENDIX: GLOSSARY

Base Currency	Means the currency in which the Fund is denominated i.e. USD
Bursa Malaysia	Means the stock exchange managed or operated by Bursa Malaysia Securities Berhad including such other name as it may be changed to from time to time
Business Day	Means a day on which Bursa Malaysia is open for trading. The Manager may declare certain Business Days as non-Business Days when deemed necessary, such as (i) in the event of market disruption; (ii) if the jurisdiction of the Target Fund declares that day as a non-business day; and/or (iii) if the Investment Manager declares that day as a non-dealing day for the Target Fund.
Class(es)	Means any number of Class(es) of unit(s) representing similar interests in assets of the Fund and "Class" means any one class of Units.
Deed	Refers to the deed dated 9 November 2015 as modified by the supplemental deed dated 3 August 2016, the second supplemental deed dated 16 December 2019 and the third supplemental deed dated 27 September 2021 entered into between the Manager and the Trustee, which may be modified or varied by further supplemental deeds from time to time.
the Fund	Refers to Affin Hwang World Series - Global Equity Fund.
Guidelines	<i>Guidelines on Unlisted Capital Market Products Under The Lodge And Launch Framework</i> issued by the SC and as amended from time to time.
Information Memorandum	Means the offer document in respect of the Fund.
The Manager, we, us, our	Refers to Affin Hwang Asset Management Berhad.
MYR	Means the Malaysian Ringgit, the lawful currency of Malaysia.
NAV	Means the value of all the assets of the Fund less the value of all the liabilities of the Fund at a valuation point; solely for the purpose of computing the annual management fee and annual trustee fee, the NAV of a Fund is inclusive of the management fee and trustee fee for the relevant day; where a Fund has more than one Class, there shall be a NAV of the Fund attributable to each Class.
NAV per Unit	Means the NAV of the Fund at a particular valuation point divided by the number of Units in Circulation at the same valuation point; where the Fund has more than one Class, there shall be a NAV per Unit for each Class of Units; the NAV per Unit of a Class at a particular valuation point shall be the NAV of the Fund attributable to that Class divided by the number of Units in Circulation of that Class at the same valuation point.
SC	Means the Securities Commission Malaysia established under the Securities Commission Act 1993.
SGD	Means Singapore Dollar, the lawful currency of Singapore.
Sophisticated Investors	Refers to any person who falls within any of the categories of investors set out in Part 1, Schedules 6 and 7 of the Act and/or any other category(ies) of investors as may be permitted by the SC from time to time. Note: For more information, please refer to our website at <a href="http://www.affinhwangam.com">www.affinhwangam.com</a> for the current excerpts of Part 1, Schedules 6 and 7 of the Act.
Target Fund	Means Nikko AM Global Umbrella Fund – Nikko AM Global Equity Fund.
Investment Manager	Refers to Nikko Asset Management Europe Ltd.
Management Company	Refers to Nikko Asset Management Luxembourg S.A.
Trustee	Refers to Deutsche Trustees Malaysia Berhad.

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Unit or Units	Means an undivided share in the beneficial interest and/or right in the Fund and a measurement of the interest and/or right of a Unit Holder in the Fund and means a Unit and if the Fund has more than one class of Units, it means a Unit issued for each Class.
Units in Circulation	Means Units created and fully paid for and which has not been cancelled. <i>It is also the total number of Units issued at a particular valuation point.</i>
Unit Holder or Unit Holders or You	Refers to the person or persons registered for the time being as the holder or holders of Units of the Fund including persons jointly registered.
USD	Means United States Dollar, the lawful currency of United States of America

**Note:**

*Reference to "day(s)" in the Information Memorandum will be taken to mean calendar day(s) unless otherwise stated.*