

RHB ISLAMIC CASH MANAGEMENT FUND

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of RHB Asset Management Sdn Bhd and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 RHB Islamic Cash Management Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the RHB Islamic Cash Management Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Islamic Cash Management 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 RHB Asset Management Sdn Bhd, the management company responsible for the RHB Islamic Cash Management 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.

RHB Islamic Cash Management Fund has been certified as Shariah-compliant by the Shariah adviser appointed for the Fund i.e. RHB Islamic Bank Berhad.

PRODUCT HIGHLIGHTS SHEET

This Product Highlights Sheet only highlights the key features and risks of RHB Islamic Cash Management Fund. Investors are advised to request, read and understand the Fund's prevailing prospectus and its supplementary(ies) (if any) before deciding to invest.

Name of Fund	RHB Islamic Cash Management Fund ("Fund").	Fund Category	Money market (Shariah-compliant) fund.
Manager	RHB Asset Management Sdn Bhd.	Fund Type	Income.
Trustee	HSBC (Malaysia) Trustee Berhad.	Launch Date	30 June 2008.
External Investment Manager	RHB Islamic International Asset Management Berhad.	Financial Year End	30 November.
Shariah Adviser	RHB Islamic Bank Berhad.		

PRODUCT SUITABILITY

This Fund is suitable for investors wanting to earn returns higher than savings deposits while maintaining a high degree of liquidity.

KEY PRODUCT FEATURES

INVESTMENT OBJECTIVE

Aims to provide liquidity and a regular stream of income by investing in Shariah-compliant money market instruments.

INVESTMENT STRATEGY

This Fund seeks to achieve its investment objective by structuring a portfolio as follows:

- At least 90% of the Fund's net asset value ("NAV") will be invested into Islamic money market instruments and Islamic deposits that are not more than 397 days to maturity.
- Up to 10% of the Fund's NAV will be invested in Islamic money market instruments and Islamic deposits that is more than 397 days but fewer than 732 days to maturity.

The Fund is an Islamic money market fund whose investment strategy is to invest in a diversified portfolio of short term Islamic money market instruments and Islamic deposits. Although the Fund is actively managed, any such trading strategy will depend on the market opportunities and the anticipated redemption requests by the unit holders of the Fund ("Unit Holder(s)").

The minimum credit rating for the rated instruments to be invested by the Fund will be **top three credit rating (including gradation and subcategories)** as assigned by any domestic rating agencies. In the event of a credit downgrade of a particular instrument below the minimum stipulated, the External Investment Manager will endeavour to take the necessary steps to divest that instrument within a time frame deemed reasonable by the External Investment Manager. However, in order to best protect the interests of the Fund, the External Investment Manager has the discretion to take into consideration all relevant factors that affect the value of the investment before deciding on the manner and time frame of its liquidation.

The risk management strategies and techniques employed by the External Investment Manager include diversification of the Fund's assets allocation in terms of its exposure to various classes and/or type of investment. The permitted investments and restrictions imposed by the Securities Commission Malaysia also provide a risk management framework. Moreover, the External Investment Manager in making its investment decisions shall at all times comply with the investment restrictions, requirements as set out in the deed of the Fund and the principles of the Shariah. The Fund's investment strategy takes into consideration the direct correlation between risk and return for any investment alternative. The Fund's investment strategy requires the committee undertaking the oversight function of the Fund to:

- ensure that the fund manager employs strategies for maximum capital protection[#] through diversification and risk acceptance strategies for optimal return on investment;
- oversee the asset allocation between various forms of investments made to meet the investment objectives of the Fund; and
- review the investment results on a monthly basis against the performance of benchmark indices.

Note: [#]Although the Fund's investment strategy requires the committee undertaking the oversight function of the Fund to ensure that the fund manager employs strategies for maximum capital protection, the Fund is not a capital guaranteed fund or a capital protected fund.

Results will be evaluated on a total rate of return basis. The committee undertaking the oversight function of the Fund also evaluates the Fund for compliance with its investment objective.

The above investment strategy of the Fund may be varied by the External Investment Manager with the approval of the committee undertaking the oversight function of the Fund from time to time with the knowledge of the Trustee. Such variation in investment strategy may be short term in nature and shall be regularised within three (3) months. The reason for such variation may be due to large redemptions or adverse mark-to-market valuation on the Islamic money market instruments. Depending on the prevailing circumstances, the Fund will adopt a suitable level of activeness and frequency in trading for the purpose of meeting the Fund's objective.

To mitigate the risks confronting the Fund, the External Investment Manager will, amongst other things:

- constantly monitor market liquidity and pricing;

KEY PRODUCT FEATURES

- adhere to the Fund's objectives and investment restrictions and limits; and
- constantly liaise with the committee undertaking the oversight function of the Fund and follow the advice from the committee undertaking the oversight function of the Fund.

INVESTMENT IN THIS FUND IS NOT THE SAME AS PLACING FUNDS IN A DEPOSIT WITH A FINANCIAL INSTITUTION. THERE ARE RISKS INVOLVED AND INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS WHEN INVESTING IN THIS FUND.

BENCHMARK

RHB Islamic Bank Berhad's 1-month Commodity Murabahah Deposit-i rate.

DISTRIBUTION

DISTRIBUTION POLICY - Income is paid monthly, depending on the level of income (if any) the Fund generates.

DISTRIBUTION MODE - Distribution (if any) will be automatically paid out to the Unit Holders via cheque, unless the Unit Holder specifically requests for the distribution to be reinvested into the Fund by selecting the appropriate option in the application form. Unit Holders who opt for their distribution to be reinvested into the Fund will have their distribution reinvested into the Fund based on the NAV per unit of the Business Day on which the distribution is declared. No sales charge or costs shall be incurred or payable by the Unit Holders for the reinvestment.

Note: Distribution (if any) which is less than or equal to the amount of RM1.00, will be automatically reinvested into the Fund based on the NAV per unit seven (7) Business Days after the ex-dividend date. No sales charge or costs shall be incurred or payable by the Unit Holders for the reinvestment

KEY RISKS

INTEREST RATE RISK - Interest rate risk is crucial in this Fund since Islamic money market instruments and Islamic deposits portfolio management depends on forecasting interest rate movements. Interest rate changes could affect the Fund's portfolio adversely if the strategy taken by the portfolio manager differs from the actual outlook of the interest rates market. This risk will be mitigated via shorter or longer tenured Islamic money market instruments and Islamic deposits depending on the Manager's forward looking view of the interest rate trend. Even though the Fund does not invest in interest bearing instruments, the interest rate referred herein is to the general interest rate of the country which may affect the value of the investment of the Fund. The interest rate risk here refers to the general interest rate risk of the country which may affect the value of investment even if the Fund does not invest in interest bearing instruments.

CREDIT AND DEFAULT RISK - This risk refers to the possibility that the issuer of a particular investment will not be able to make timely or full payments of principal or income due on that investment. In the case of the Fund, the Manager will endeavour to mitigate this risk by selecting only issuers with prescribed and acceptable credit ratings. The minimum credit rating for rated instruments to be invested by the Fund shall be top three credit rating (including gradation and subcategories) as assigned by any domestic rating agencies. In the event of a credit downgrade of a particular instrument below the minimum stipulated, the Manager will endeavour to take the necessary steps to divest that instrument within a time frame deemed reasonable by the Manager. However, in order to best protect the interests of the Fund, the Manager has the discretion to take into consideration all relevant factors that affect the value of the investment before deciding on the manner and time frame of its liquidation.

INFLATION RISK - Inflation reduces the purchasing power of money. Therefore in an inflationary environment, there is a possibility that income from Islamic money market instruments and Islamic deposits may not be able to keep up with inflation. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased.

SHARIAH SPECIFIC RISK - The risk that the investments do not conform to the principle of Shariah may result in those investments being not Shariah-compliant. Should the situation arise, the Manager will need to take the necessary steps to dispose of such investments in accordance with the rules of divestment of non Shariah-compliant investments. If this occurs, the Fund could suffer losses from the disposal and thus, adversely affecting the value of the Fund.

Note: If your investments are made through an institutional unit trust scheme adviser ("IUTA") which adopts the nominee system of ownership, you would not be deemed to be a Unit Holder under the deed of the Fund and as a result, you may not exercise all the rights ordinarily conferred to a Unit Holder (e.g. the right to call for Unit Holders' meetings and the right to vote at a Unit Holders' meeting). Accordingly, the Manager will only recognise the IUTA as a Unit Holder and the IUTA shall be entitled to all the rights conferred to it under the deed of the Fund.

FUND PERFORMANCE

The Fund has been in operation since 30 June 2008 and the Fund's financial year end is on 30 November. Effective from 1 January 2016, the Fund's benchmark was changed from Maybank Islamic Berhad's general investment account-i 1 month rate to Maybank Islamic Berhad's 1 month Islamic Fixed Deposit-i rate because Maybank Islamic Berhad's general investment account-i benchmark uses a Shariah principle (Mudharabah) which is no longer deemed as deposits, thus, leaving the Fund with an inappropriate benchmark. The Fund's benchmark are as follows:

- Maybank Islamic Berhad's general investment account-i rate from 30 November 2011 to 31 December 2015;
- Maybank Islamic Berhad's 1-month Islamic Fixed Deposit-i rate from 1 January 2016 to 29 September 2023; and
- RHB Islamic Bank Berhad's 1-month Commodity Murabahah Deposit-i rate with effect from 30 September 2023.

The new performance benchmark is used in all performance reporting.

AVERAGE TOTAL RETURNS

Average total returns for the following periods ended 30 November 2023

	1 Year	3 Years	5 Years	10 Years
RHB Islamic Cash Management Fund (%)	3.54	2.46	2.68	3.10
Benchmark^ (%)	2.60	1.97	2.21	2.67

ANNUAL TOTAL RETURNS

Annual total returns for the following Financial Year Ended 30 November

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
RHB Islamic Cash Management Fund (%)	3.54	2.05	1.80	2.55	3.49	3.62	3.49	3.66	3.61	3.22
Benchmark^ (%)	2.60	1.80	1.51	2.08	3.05	3.16	3.02	3.30	3.38	2.87

For the latest financial year, the Fund recorded a return of 3.54% outperformed its benchmark return of 2.60%.

Source: Lipper IM, 12 December 2023. ^The benchmark of the Fund: Maybank Islamic Berhad's general investment account-i rate from 30/06/2008 – 31/12/2015, Maybank Islamic Berhad's 1-month Islamic Fixed Deposit-i rate from 01/01/2016 – 29/09/2023 and RHB Islamic Bank Berhad's 1-month Commodity Murabahah Deposit-i rate from 30/09/2023 onwards. The abovementioned performance is computed on NAV to NAV basis and has been adjusted to reflect distribution payments and unit splits, if any, and are annualised.

FUND PERFORMANCE**PORTFOLIO TURNOVER RATIO ("PTR")**

Financial Year Ended 30 November

	2023	2022	2021
PTR (times)	18.68	12.95	8.75

The PTR for the latest financial year was higher compared with the previous financial year due more investment activities during the latest financial year.

DISTRIBUTION RECORD

Financial Year Ended 30 November

	2023	2022	2021
Gross distribution per unit (sen)	0.1200	0.8095	1.7810
Net distribution per unit (sen)	0.1200	0.8095	1.7810

For the latest financial year, the Fund has declared a total net distribution of 0.1200 sen per unit. Distribution was in the form of cash and units.

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

This table describes the charges that you may directly incur when you buy or redeem units of the Fund:

Charges

Sales charge	None.
Repurchase charge	None.
Dilution fee or transaction cost factor	None.

Other charges payable directly by the investors

Switching fee ¹	RM25.00 per switch or the difference in sales charge between switching funds, where applicable. The Manager reserves the right to vary this switching fee or to vary the terms of the switching facility.
Transfer fee	None.

This table describes the fees that you may indirectly incur when you invest in the Fund:

Fees and Expenses

Annual management fee ¹	Up to 0.30% per annum of the NAV calculated on a daily basis before deducting the Manager's and Trustee's fees for that particular day.
Annual trustee fee ¹	0.025% per annum of the NAV calculated on a daily basis before deducting the Manager's and Trustee's fees for that particular day.
Expenses directly related to the Fund	Auditors' fees and other relevant professional fees, custodial charges, cost of distribution of semi-annual and annual reports, tax certificates, reinvestment statements or distribution cheques (where applicable) and other notices to Unit Holders, commissions paid to brokers, other transaction costs and taxes.
Other fees payable indirectly by an investor (if any)	None.

¹ All fees and charges payable to the Manager and the Trustee are subject to any applicable taxes and/or duties and at such rate as may be imposed by the Malaysian government from time to time.

Note: Any bank charges imposed by the relevant financial institutions will be borne by the Unit Holders.

TRANSACTION INFORMATION

Minimum Initial Investment	RM100,000.00 for institutional investors and RM50,000.00 for retail investors or multiples thereof, or such other lower amount as the Manager may from time to time decide.
Minimum Additional Investment	RM50,000.00 for institutional investors and RM25,000.00 for retail investors or multiples thereof, or such other lower amount as the Manager may from time to time decide.
Minimum Investment Balance	100,000 units for an institutional investor or 50,000 units for a retail investor or such other lower quantity as the Manager may from time to time decide.
Minimum Redemption of Units	Any number of units.
Frequency of Redemption of Units	No restriction.
Switching Facility and Frequency of Switching	Available. Unit Holders may switch to units of any unit trust fund under the management of the Manager that are of the same currency and that allow for switching. There is no restriction as to the number of switches a Unit Holder may perform or the frequency of switching. The minimum investment balance must be at least one hundred thousand (100,000) units for an institutional investor or fifty thousand (50,000) units for a retail investor or such other lower quantity as the Manager may from time to time decide after the switch. Following a switching transaction, if the quantity of units held by a Unit Holder in the Fund falls below its minimum investment balance, the Manager can switch the entire investment and forward the proceeds to the fund that the Unit Holder intends to switch into. The Manager however, reserves the right to vary these terms.
Transfer Facility	Available. Unit Holders may transfer their holdings of units to another investor by forwarding the completed form of transfer to the Manager's registered/principal office or any of its branches, or to any of its participating IUTAs and any other authorised distributors before their respective cut-off times on any Business Day. However, the Manager may refuse to register any partial transfer of units if the registration would result in the transferor or the transferee holding less than the minimum investment balance of the Fund or such other lower quantity as the Manager may from time to time decide. The Manager may also refuse an entry of transfer during the fourteen (14) days preceding an income distribution date.

An investor may request for a lower minimum initial investment, lower minimum additional investment or lower minimum investment balance which the Manager may accept at its absolute discretion from time to time.

Note: If the Fund is an Employees Provident Fund ("EPF") Members' Investment Scheme ("MIS") approved fund and you invest via EPF-MIS, the minimum initial investment shall be RM1,000.00 (or any other amount as may be determined by EPF).

TRANSACTION INFORMATION	
Subscription Settlement	Payment must be made on the subscription date.
Redemption Settlement	Units of the Fund can be redeemed by forwarding the completed form of request to repurchase to the Manager's registered/principal office or any of its branches, or to any of its participating IUTAs and any other authorised distributors before their respective cut-off times on any Business Day. All redemption requests will be processed in accordance with the redemption conditions for the Fund. The redemption monies will be paid by the following Business Day after receipt by the Manager of the request to repurchase. <i>Note: If you have invested via the EPF-MIS, the redemption monies will be credited back into your EPF accounts.</i>
Cooling-off Period	Unit Holders have the right to request for a refund of their investment within six (6) Business Days which shall be effective from the date of receipt of the application by the Manager, subject to eligibility. <i>Note: If you have invested via the EPF-MIS, the cooling-off period shall be subject to EPF's terms and conditions.</i>
Business Day	A day (other than a Saturday, Sunday and public holiday) on which the stock exchange managed and operated by Bursa Malaysia Securities Berhad ("Bursa Malaysia") is open for trading and/or banks in Kuala Lumpur are open for business; and the markets in which at least 50% of the Fund's NAV (in aggregate) is invested therein, are also open for trading.
Selling and Repurchase Price of Transaction	A transaction of units by an investor or Unit Holder is considered as carried out on a particular Business Day only if the payment (in cleared funds) together with completed application form and relevant supporting documents are received by the Manager not later than 12:00 p.m. (or such other time as the Manager may deem fit in its discretion) on that same Business Day. In the event the same is only received by the Manager after 12:00 p.m. (or such other time as the Manager may deem fit in its discretion), the transaction is considered as carried out on the immediate following Business Day. Any payment (in cleared funds) made on a non-Business Day shall be treated as payment made on the following Business Day. Applications for redemption must be submitted to the Manager on a Business Day no later than 12:00 p.m. Such redemption requests are deemed received only if all documents and forms received by the Manager are duly and correctly completed. Any documents and forms received by the Manager after 12:00 p.m. on a Business Day shall be treated as having been received by the Manager on the immediate following Business Day. Notwithstanding the preceding paragraphs above, the business hours, payment cut-off time and payment system of the IUTAs are subject to the internal policies of the respective IUTAs.
Dealing Hours	9:00 a.m. to 4:00 p.m. (Malaysia time) on any Business Day or such later time as the Manager may determine provided always that complete applications for the Fund are received before the next valuation point. The Manager may also vary the dealing hours as it may deem appropriate. Investors will be notified on the change of dealing hours via e-mail or notification published on the Manager's website.
Other Information	<ul style="list-style-type: none"> US Person is not eligible to subscribe to the units of the Fund. If a Unit Holder is a US Person or subsequently becomes a US Person, the Manager will issue a notice to that US Person requiring him/her to either redeem all the units of the Fund or transfer all the units of the Fund to a non-US Person, within thirty (30) days from the date of the notice. The Manager shall have the right to compulsorily redeem all the units held by the said US Person after thirty (30) days from the date of notice if the US Person fails to redeem or transfer his/her units within the stipulated period. If the Fund is eligible to be invested via the EPF-MIS and you transfer your moneys from your EPF account to invest in the Fund, the investments made by the Fund as well as your investment in the Fund from your EPF account will be subject to the EPF's requirements. Please refer to the website at http://www.kwsp.gov.my for updated information.

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

VALUATIONS AND EXITING FROM INVESTMENT

VALUATION OF ASSETS

The Fund must be valued at least once every Business Day. Accordingly, the valuation of the Fund for a Business Day will be conducted at the close of Bursa Malaysia for that Business Day. Thus, the price of the Fund for a particular Business Day will be published online on the Manager's website on the next day. Investors may obtain the most current computed prices by contacting the Manager directly or visiting the Manager's website, www.rhbgroup.com.

EXITING FROM THIS INVESTMENT

The repurchase price shall be the NAV per unit as at the next valuation point of the Fund's relevant Business Day after the request for repurchase of units is received by the Manager ("forward pricing"). The Manager will not impose any repurchase charge on the redemption amount.

Units of the Fund can be redeemed by forwarding the completed form of request to repurchase to the Manager's registered/principal office or any of its branches, or to any of its participating IUTAs and any other authorised distributors before their respective cut-off times on any Business Day. All redemption requests will be processed in accordance with the redemption conditions for the Fund. The redemption monies will be paid by the following Business Day after receipt by the Manager of the request to repurchase. Where applicable, if you have invested via the EPF-MIS, the redemption monies will be credited back into your EPF accounts.

There is no restriction on the number of units a Unit Holder can redeem out of the Unit Holder's investments or the frequency of redemptions in a year. However, the Manager shall not be bound to comply with any request for redemption of units if the balance of units held after the redemption is less than one hundred thousand (100,000) units for an institutional investor or less than fifty thousand (50,000) units for a retail investor or such other lower quantity as the Manager may from time to time decide (the "minimum investment balance"). For the avoidance of doubt, the Manager will deem an automatic request for a full repurchase of units to have been made by the Unit Holder should a request for partial redemption leave the balance of units held after the redemption less than the applicable minimum investment balance.

CONTACT INFORMATION

To contact the Manager or to find out about the distribution channels of the Fund, you may call us at 03-9205 8000 at any time during office hours: Mondays through Fridays from 9:00 a.m. – 5:00 p.m. or e-mail your enquiries to rhbam@rhbgroup.com.

HOW DO YOU LODGE A COMPLAINT?

- For internal dispute resolution, you may contact:
 - ❖ **via Unit Holders Services Toll-Free Hotline at:** 1-800-88-3175
 - ❖ **via phone to:** 03-9205 8000 ❖ **via fax to:** 03-9205 8100 ❖ **via e-mail to:** rhbam@rhbgroup.com
 - ❖ **via letter to:** RHB Asset Management Sdn Bhd, Level 8, Tower 2 & 3, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur.
- If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):
 - ❖ **via phone to:** 03-2282 2280 ❖ **via fax to:** 03-2282 3855 ❖ **via e-mail to:** 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.
- You can also direct your complaint to the Securities Commission Malaysia ("SC") even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:
 - ❖ **via phone to the Aduan Hotline at:** 03-6204 8999 ❖ **via fax to:** 03-6204 8991
 - ❖ **via online complaint form available at:** www.sc.com.my ❖ **via e-mail to:** aduan@seccom.com.my
 - ❖ **via letter to:** Consumer & Investor Office, Securities Commission Malaysia, No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur.
- Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:
 - ❖ **via phone to:** 03-7890 4242 ❖ **via online complaint form available at:** www.fimm.com.my
 - ❖ **via e-mail to:** complaints@fimm.com.my
 - ❖ **via letter to:** Legal & Regulatory Affairs, Federation of Investment Managers Malaysia, 19-06-1, 6th Floor, Wisma Tune, No. 19, Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur.