

RHB ISLAMIC GLOBAL DEVELOPED MARKETS FUND

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of RHB Islamic International Asset Management Berhad (“RHBIIAM”) and they have collectively and individually accepted 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 Global Developed Markets Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the RHB Islamic Global Developed Markets Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the RHB Islamic Global Developed Markets 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 RHBIIAM responsible for the RHB Islamic Global Developed Markets 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.

The 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 Global Developed Markets 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 Global Developed Markets Fund (“Fund”).	Fund Category	Equity fund (Shariah-compliant).
Manager	RHB Islamic International Asset Management Berhad.	Launch Date	28 May 2015.
External Investment Manager	Nomura Islamic Asset Management Sdn Bhd.	Financial Year End	31 July.
Trustee	HSBC (Malaysia) Trustee Berhad.	Base Currency of the Fund	RM.
Shariah Adviser	RHB Islamic Bank Berhad.		

Classes under the Fund	Currency denomination of the Class	Launch Date
RM Class	Ringgit Malaysia	28 May 2015
USD Class	United State Dollar	To be determined
SGD Class	Singapore Dollar	1 November 2019

For the SGD Class, the initial offer price will be SGD 1.000 per Unit and the initial offer period will be 21 days from the launch date on 1 November 2019.

PRODUCT SUITABILITY

This Fund is suitable for investors who:

- (i) require investments that comply with Shariah requirements; and
- (ii) are willing to accept moderate risk in their investments in order to achieve long term* growth.

KEY PRODUCT FEATURES

INVESTMENT OBJECTIVE

This Fund aims to provide investors with long term* capital growth by investing in Shariah-compliant global equities.

*Note: “long term” in this context refers to a period of between 5 – 7 years.

INVESTMENT STRATEGY

The Fund seeks to achieve its investment objective through a diversified portfolio of Shariah-compliant equities issued by companies listed on the stock exchanges of Developed Markets[^].

[^]Developed Markets are countries that are most developed in terms of its economy and capital markets. The countries must be high income, open to foreign ownership, and have relative ease of capital movement. Such countries, include, but are not limited to United States of America, United Kingdom, Switzerland, France, Germany, Italy, Netherlands, Spain, Sweden, Japan and Australia.

The Fund’s investments in such companies are not industry or sector specific. The External Investment Manager believes investments in “quality” companies will result in the Fund outperforming its benchmark over the long term. The “quality” screen filters companies that meet the three (3) following criteria:

- 1) market capitalisation of USD 500 million or above;
- 2) attractive dividends (companies with dividend yield that are higher than the respective regional indices with a track record of growing dividends progressively); and
- 3) quality income growth (consistent long term capital and dividend growth).

For investments in Shariah-compliant equities listed in Japan stock exchanges, the External Investment Manager will focus its investments in companies with:

- 1) sustainable high return on equity above the market average in the past with the expectation to maintain such high return of equity in the future; and
- 2) return on equity below the market average but are expected to sustain high return on equity compared to market average in the future.

The risk management strategies and techniques employed by the External Investment Manager include observing internal limits of the Fund’s investments in terms of its exposure to sectors, countries and stocks, apart from complying with the investment restrictions of the Fund. Additionally, the External Investment Manager reviews the Fund’s asset allocation and currency exposure with its quantitative and fixed income

departments to review such exposure to the Fund. The External Investment Manager further monitors the Fund's performance and risk against other global equity portfolios to ensure commonality in the active and total risk undertaken amongst portfolios with similar investment universe and objectives.

This Fund's portfolio will be structured as follows:

70% to 98% of Net Asset Value ("NAV") - Investments in Shariah-compliant equities of companies listed on the stock exchanges of Developed Markets.

2% - 30% of NAV - Investments in Shariah-compliant liquid assets including Islamic money market instruments and placements of cash in any Islamic deposits or Islamic investment accounts with any financial institution, which are not embedded or linked to financial derivative instruments ("Placements of Cash").

Although the Fund is actively managed, how active or the frequency of its trading strategy will very much depend on market opportunities.

The External Investment Manager may take temporary defensive positions in attempting to respond to adverse economic, political or any other market conditions. In such circumstances, the External Investment Manager may reallocate up to 100% of the Fund's equity investments into other asset classes which are defensive in nature and comply with Shariah requirements, such as Islamic money market instruments and Placements of Cash.

BENCHMARK

With effect from 1 January 2019, the performance of this Fund is benchmarked against the Dow Jones Islamic Market Developed Markets Index. The benchmark chosen best represents the Fund's investments in terms of geographical location.

Note: Prior to 1 January 2019, the Fund's performance benchmark was Russell-IdealRatings Islamic Developed ex-Canada Custom Index.

DISTRIBUTION

DISTRIBUTION POLICY - Distribution is of secondary importance and if any, will generally be declared annually and will be reinvested.

DISTRIBUTION MODE - Distributions, if any, after deduction of taxation and expenses (i.e. net distribution), will be reinvested to purchase additional units based on the NAV per unit as at the second Business Day when units are quoted ex-entitlement. Allotment of such units shall be within two (2) weeks thereafter.

KEY RISKS

EQUITY RISK - The fluctuation in the performance of Shariah-compliant equities held by the Fund will affect the NAV. The performance of the Shariah-compliant equities is dependent on company specific factors like the company's business situation. If the company-specific factors deteriorate, the price of the specific equity may drop significantly and permanently. Such event could possibly occur even in a positive equity market trend. The risk will be managed via portfolio diversification of the Fund's investments in terms of its exposure to equity from various industries, sectors and countries. In addition, where necessary, exposure to a particular Shariah-compliant equity will also be reduced in the event of an anticipated weakness in the fundamentals of that particular Shariah-compliant equity or other factors like the company's business situation.

CURRENCY RISK - This risk is associated with investments that are quoted in foreign currency denomination. When a security is denominated in a foreign currency which fluctuates unfavourably against the RM, the Fund may face currency loss. This may lead to a lower NAV expressed in RM. In addition, an investor investing into a Class denominated in currencies other than in RM may also be subject to further currency risk as fluctuation to the exchange rate of the respective currency of that Class against RM may impact the value of the NAV per unit expressed in the currency of the relevant Class. The Fund may participate in Shariah-compliant currency hedging instruments to mitigate the currency risk, if necessary.

COUNTRY RISK - The Fund will be investing in foreign markets. The foreign investments portion of the Fund may be affected by risks specific to the country that the Fund invests in. Such risks include changes in the country's economic fundamentals, social and political stability, currency movements and foreign investments policies. These factors may impact the prices of the securities that the Fund invests in and ultimately lower the NAV.

RECLASSIFICATION OF SHARIAH STATUS RISK - This risk refers to the risk that the currently held Shariah-compliant equities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the equities by the Shariah Adviser. If this occurs, the Manager will take the necessary steps to dispose of such equities in accordance with the Fund's Shariah investment guidelines.

EQUITY RELATED SECURITIES RISK - The Fund may also invest in equity related securities such as warrants provided that the underlying securities comply with Shariah requirements. As warrants are linked to the particular equity securities from which they are derived, the warrants inherit the risks linked to that underlying equity security such as market risk, currency risk, country risk, industry risk and liquidity risk. Thus, the value of the investments in warrants is also subject to the day to day movement in the prices of their underlying equity securities. Warrants also have a limited life and if they are not exercised at the maturity, they will expire. Warrants become worthless if they are not exercised before maturity, causing the value of the Fund's investments to fall. Like any other investments, the fall in the value of the Fund's investments will ultimately lower the NAV.

FUND PERFORMANCE

AVERAGE TOTAL RETURNS OF THE FUND

Average total returns for the following periods ended 31 July 2021

RM Class	1 Year	3 Years	5 Years	Since Launch (17/06/2015* – 31/07/2021)
RHB Islamic Global Developed Markets Fund (%)	35.11	17.24	13.99	11.10
Benchmark^ (%)	34.26	20.09	16.32	14.20

SGD Class	Since Launch (15/02/2021*- 31/07/2021)
RHB Islamic Global Developed Markets Fund (%)	36.54
Benchmark^ (%)	27.69

ANNUAL TOTAL RETURNS OF THE FUND

Annual total returns for the following financial years ended 31 July

RM Class	2021	2020	2019	2018	2017	Since Launch (17/06/2015* – 31/07/2016)
RHB Islamic Global Developed Markets Fund (%)	35.11	16.43	2.48	3.60	15.27	-1.03
Benchmark^ (%)	34.26	22.87	5.03	5.07	17.02	5.88

For the latest financial year, the Fund recorded a return of 35.11% outperforming its benchmark return of 34.26%.

Source: Lipper IM, 12 August 2021. * The last day of the Fund's initial offer period. ^ The benchmark of the Fund is the Dow Jones Islamic Market Developed Markets Index. The abovementioned Fund performance is computed on NAV to NAV basis and has been adjusted to reflect distributions payments and unit splits, if any.

SGD Class	Financial Period Ended 31 July 2021**
RHB Islamic Global Developed Markets Fund (%)	15.22

Benchmark^ (%)	11.76
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For the latest financial year, the Fund recorded a return of 15.22% outperforming its benchmark return of 11.76%.

Source: Lipper IM, 12 August 2021. * The last day of the Fund's initial offer period. ** For the period since the last day of Initial Offer Period. ^ The benchmark of the Fund is the Dow Jones Islamic Market Developed Markets Index. The abovementioned Fund performance is computed on NAV to NAV basis and has been adjusted to reflect distributions payments and unit splits, if any.

PORTFOLIO TURNOVER RATIO ("PTR")

PTR (times)	Financial Year Ended 31 July		
	2021	2020	2019
	1.25	1.73	1.47

The PTR for the latest financial year was lower compared with the previous financial year due to higher average net asset value during the financial year.

DISTRIBUTION RECORD

	Financial Year Ended 31 July		
	2021	2020	2019
	Gross distribution per unit (sen)	4.5000	3.5000
Net distribution per unit (sen)	4.5000	3.5000	6.0000

For the latest financial year, the Fund has declared a total net distribution of 4.5000 sen per unit.

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 this Fund:

Charges	RM	USD	SGD
Sales charge¹ by distribution channels			
Institutional Unit Trust Adviser (IUTA)	Up to 5.50% of the investment amount.		
Direct sales (Direct investment with the Manager)	Up to 5.50% of the investment amount.		

An investor can expect differing sales charge to be levied when buying units from the various distribution channels and within each distribution channel, subject to the maximum sales charge stipulated above. This is due to the different levels of services provided by each distribution channel and/or the size of the investment undertaken.

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

Any other charges payable directly by the investors

Switching fee	RM 25.00 per switch or the difference in sales charge between switching funds on the amount to be switched, whichever applicable.	USD 10.00 per switch or the difference in sales charge between switching funds on the amount to be switched, whichever applicable.	SGD 10.00 per switch or the difference in sales charge between switching funds on the amount to be switched, whichever applicable.
<i>Note: The switching fee will take effect from 1 April 2020.</i>			

Transfer fee ¹	RM5.00 per transfer.	USD 5.00 per transfer	SGD 5.00 per transfer
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This table describes the fees that you may indirectly incur when you invest in the Fund:

Fees and Expenses

Annual management fee ¹	1.80% per annum of NAV before deducting the Manager's and Trustee's fees for that particular day.
Annual trustee fee ¹	Up to 0.08% per annum of NAV before deducting the Manager's and Trustee's fees for that particular day (excluding foreign custodian fees and charges).
Expenses directly related to the Fund	Auditors' fees and other relevant professional fees, foreign custodial charges, cost of distribution of interim and annual reports, tax certificates, reinvestment statements and other notices to Unit Holders of the Fund ("Unit Holder(s)"), 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 government from time to time.

Note: The Manager may, for any reason at any time, waive or reduce the amount of its management fee only or other charges directly payable by the Unit Holder and/or investor in respect of the Fund, either generally (for all Unit Holders and/or investors) or specifically (for any particular Unit Holder and/or investor) and for any period or periods of time at its absolute discretion.

TRANSACTION INFORMATION

	RM Class	USD Class	SGD Class
Minimum initial investment	RM1,000 or such other lower amount as the Manager may from time to time accept.	USD1,000 or such other lower amount as the Manager may from time to time accept.	SGD1,000 or such other lower amount as the Manager may from time to time accept.
Minimum additional investment	RM100 or such other lower amount as the Manager may from time to time accept.	USD100 or such other lower amount as the Manager may from time to time accept.	SGD100 or such other lower amount as the Manager may from time to time accept.
Minimum repurchase units	Any number of units.		

Minimum investment balance	100 units or such other lower quantity as the Manager may from time to time accept.
Redemption period	Redemption monies to be paid within ten (10) days after receipt by the Manager of the request to repurchase.
Cooling-off period	Unit Holders have the right to request for a refund of their investments within six (6) business days [#] which shall be effective from the date of receipt of the application by the Manager, subject to eligibility. [#] These are the working days when the Manager is open for business.
Switching facility and frequency of switching	Available. The minimum amount for a switch into another fund is one thousand (1,000) Units. There are no restrictions 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 (100) Units or such other lower quantity as the Manager may from time to time decide after the switch. The Manager however, reserves the right to vary these terms.
Transfer facility	Available. In the event of partial transfer, both the transferor and the transferee must each hold a minimum investment balance of one hundred (100) units or after the transfer.
Business Day	A day (other than Saturdays, Sundays and public holidays) on which Bursa Malaysia is open for trading or banks in Kuala Lumpur are open for business; and the markets in which at least 50% of the Fund's NAV (in aggregate) invested therein, are also open for trading.
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 the complete applications for the Fund are received before the next valuation point.

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 assets of the Fund must be valued at least once every Business Day. As certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia, the valuation of the Fund for a Business Day will be conducted by 5:00 p.m. (or such other time as may be determined by the Manager from time to time) on the next day in which the Manager is open for business.

Accordingly, the price of the Fund for a particular Business Day will not be published in the major newspapers on the next day but will instead be published the next following day (i.e. price will be two (2) days old). This will be specifically indicated in the major newspapers.

Investors may obtain the most current computed price by contacting the Manager at 03-9205 8000.

EXITING FROM THIS INVESTMENT

Units of the Fund can be purchased or redeemed at the Manager's registered/principal office or any of its branch offices or from any of its participating IUTAs or any other authorized distributors on any day other than Saturdays, Sundays and public holidays before their respective cut-off times.

The redemption monies will be paid within ten (10) days after receipt by the Manager of the request to repurchase.

For partial redemption, the balance of units held after the redemption must be at least one hundred (100) units or such other lower quantity as the Manager may from time to time decide (the "minimum investment balance"). There are no restrictions 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 the 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 rhbiim.enquiry@rhbgroup.com.

HOW DO YOU LODGE A COMPLAINT?

1. For internal dispute resolution, you may contact:

❖ **via phone to:** 03-9205 8000 ❖ **via fax to:** 03-9205 8107 ❖ **via email to:** rhbiim.enquiry@rhbgroup.com

❖ **via letter to:** RHB Islamic International Asset Management Berhad, Level 8, Tower 2 & 3, RHB Centre, Jalan Tun Razak, 50400 Kuala Lumpur.

2. 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 email 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

3. 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 email to:** aduan@seccom.com.my

❖ **via online complaint form available at:** www.sc.com.my ❖ **via letter to:** Consumer & Investor Office, Securities Commission Malaysia, No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur.

4. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

❖ **via phone to:** 03-2092 3800 ❖ **via fax to:** 03-2093 2700 ❖ **via email to:** complaints@fimm.com.my

❖ **via online complaint form available at:** www.fimm.com.my ❖ **via letter to:** Legal, Secretarial & Regulatory Affairs, Federation of Investment Managers Malaysia, 19-06-1, 6th Floor Wisma Tune, No. 19 Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur.