

UNITED JAPAN DISCOVERY FUND (the “Fund”)

PRODUCT HIGHLIGHTS SHEET

DATE OF ISSUANCE: 31 JULY 2021

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

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 **UOB Asset Management (Malaysia) Berhad** and they have collectively and individually accepted 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 Securities Commission Malaysia (“SC”) has authorised the issuance of **UNITED JAPAN DISCOVERY FUND** and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the **UNITED JAPAN DISCOVERY FUND** and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the **UNITED JAPAN DISCOVERY 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 **UOB Asset Management (Malaysia) Berhad** who is responsible for the **UNITED JAPAN DISCOVERY 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 is an important document:

- It is a summary of the **salient information about the Fund**.
- You **MUST NOT invest in the Fund based on this Product Highlights Sheet alone**. Please read the Prospectus before deciding to make an investment. If you do not have a copy, please contact us to ask for one.
- You should not invest in the Fund if you do not understand it or are not comfortable with the accompanying risks.

BRIEF INFORMATION ABOUT THE FUND

UNITED JAPAN DISCOVERY FUND (the “Fund”) seeks to provide Unit Holders with Long Term capital appreciation by investing in the Target Fund which has an investment focus in Japan.

The Fund is a unit trust fund managed by **UOB Asset Management (Malaysia) Berhad** (the “Manager”) and the Fund is not a capital protected fund nor a capital guaranteed fund.

PRODUCT SUITABILITY

The Fund is suitable for investors who:

- seek Long Term capital appreciation;
- have a high risk tolerance; and
- seek exposure in Japan.

The Fund will not be offered for sale in the United States of America, its territories or possessions and all areas subject to its jurisdiction, or U.S. Person(s), except in a transaction which does not violate the securities laws of the United States of America. Accordingly, investors may be required to certify that they are not U.S. Person(s) before making an investment in the Fund.

KEY PRODUCT FEATURES

What am I investing in?

Fund Category	Equity (Feeder Fund)
Fund Type	Growth
Investment Objective	The Fund seeks to provide Unit Holders with Long Term capital appreciation by investing in the Target Fund which has an investment focus in Japan.
Investment Strategy	<p>The Fund seeks to achieve its investment objective by investing in a minimum of 90% of the Fund’s NAV in the Target Fund with the remaining balance in liquid assets. Accordingly, this Fund will have a passive strategy as all the investment decisions will be made at the Target Fund level.</p> <p>When deemed necessary, we may use derivatives such as options, futures contracts, forwards contracts or swaps for the purpose of hedging. In the event of a downgrade in the rating of a counterparty of an OTC derivative, we reserve the right to deal with the OTC derivative in the best interest of the Unit Holders.</p> <p>We may adopt a temporary defensive strategy that may be inconsistent with the Fund’s investment strategy and asset allocation in response to adverse economic, political or any market condition. Under such circumstances, the Fund may hold up to 100% of its NAV in liquid assets.</p> <p>If in our opinion, the Target Fund no longer meets the Fund’s objective, we may, in consultation with the Trustee, liquidate the investments in the Target Fund and hold 100% of the Fund’s NAV in liquid assets or replace the Target Fund with another fund with similar objective.</p>
Asset Allocation	<ul style="list-style-type: none">• A minimum of 90% of the Fund’s NAV in the Target Fund; and• Up to 10% of the Fund’s NAV in liquid assets.
Performance Benchmark	MSCI Japan SMID Cap Index.
Launch Date	12 October 2015
Class(es) of Units	MYR Class MYR hedged Class
Financial Year	30 April
Base Currency	Ringgit Malaysia
Distribution Policy	Subject to the availability of income, distribution is incidental.

Who am I Investing with?

Manager	UOB Asset Management (Malaysia) Berhad (“UOBAM(M)”)
Management	UOB Asset Management Ltd (“UOBAM”)

Company of the Target Fund	
Sub-Manager of the Target Fund	Sumitomo Mitsui DS Asset Management Company, Limited
Trustee	Deutsche Trustees Malaysia Berhad (" <i>Trustee</i> ")
Tax adviser	Deloitte Tax Services Sdn Bhd
Auditor	Ernst & Young

Possible Outcomes

Best case	Income distribution and capital appreciation.
Mid case	No significant change in investment, i.e. no income distribution and no capital appreciation.
Worst case	Capital loss and no income distribution.

KEY RISKS ASSOCIATED WITH THE FUND

Please be advised that if an investor invests in units through an institutional unit trust adviser which adopts the nominee system of ownership, the investor would not be considered to be a unit holder under the Fund's Deed as the investor's name will not appear in the register of unit holders. The investor 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).

Risk of Passive Strategy	The Fund adopts a passive strategy of investing a minimum of 90% of its NAV into the Target Fund at all times. All investment decisions on the Target Fund are left with the Target Fund's fund manager.
Currency Risk	This risk is associated with investments denominated in currencies different from the Base Currency. Any fluctuations in the exchange rates between the Base Currency and the currencies in which the investments are denominated may affect the NAV of the Fund, and consequently the NAV per unit of the Fund.
Risk of Compulsory Realisation of the Target Fund	As the Fund will be investing a minimum of 90% of its NAV in the Target Fund, any event of compulsory realisation occurred on the Target Fund will have an impact to the Fund.

KEY RISKS ASSOCIATED WITH THE TARGET FUND

Market Risk	Prices of securities may go up or down in response to changes in economic conditions, interest rates and the market's perception of securities, which in turn may cause the value of units to rise or fall.
Equity Risk	The Target Fund invests in equities and equity-related securities which are subject to market risks that historically have resulted in greater price volatility than that experienced by bonds and other fixed income securities.
Foreign Exchange and Currency Risk	The Target Fund which is denominated in JPY may have exposure, either directly or indirectly, to a wide range of currencies which may affect the value of the units.
Political, Regulatory and Legal Risk	The value and price of the Target Fund's investments may be adversely affected by international political developments, changes in exchange controls, taxation policies, monetary and fiscal policies, and etc.
Derivatives Risk	As the Target Fund may use or invest in financial derivative instruments ("FDIs" or "derivatives"), it will be subject to risks associated with the FDIs. These FDIs include foreign exchange forward contracts and equity index future contracts. Investments in FDIs may require the deposit of an initial margin and additional deposit of margin on short notice if the market moves against the investment positions. If the required margin is not provided in time, the Target

	Fund's investments may be liquidated at a loss.
Single Country Risk	The Target Fund's investments will be focused mainly in Japan. Investors should be aware that while such concentrated exposure may present greater opportunities and potential for capital appreciation, the Target Fund may be subject to higher risks as there may be less diversification than a regional or global portfolio.
Small and Medium Capitalisation Companies Risk	Investments in small and medium capitalisation companies generally carry greater risk than is customarily associated with larger capitalisation companies, which may include, less public information, greater volatility, higher risk of failure than larger companies and less liquidity.
Counterparty Risk	Where the Target Fund enters into over-the-counter transactions, the Target Fund is exposed to the risk that a counterparty may default on its obligations to perform under the relevant contract.
Exceptional Market Conditions Risk	Under certain market conditions, it may be difficult or impossible to liquidate or rebalance positions.
Actions of Institutional Investors	The Target Fund may accept subscriptions from institutional investors. These institutional investors will not have any control over the investment decisions for the Target Fund, the actions of such investors may have a material effect on the Target Fund.
Liquidity Risk of Investments	The Target Fund will be exposed to liquidity risk when the Target Fund is invested in Asian and/or emerging markets, where the Target Fund may face difficulty in unwinding its position in these markets which results in insufficient cash to meet redemption requirements.
Broker Risk	In the event that one of the brokers or dealers were to fail or become insolvent, there is a risk that the Target Fund's orders may not be transmitted or executed and its outstanding trades made through the broker or dealer may not settle.
Investment Management Risk	Investment performance depends on the portfolio management team of the Management Company and the team's investment strategies. If the investment strategies do not perform as expected, if opportunities to implement those strategies do not arise, or if the team does not implement its investment strategies successfully, an investment portfolio may underperform or suffer significant losses.
Risk of Using Rating Agencies and other Third Parties	Credit ratings of instruments invested into by the Target Fund represent the Management Company's and/or rating agencies' opinion regarding the credit quality of the instrument or the institution and are not a guarantee of quality. The Management Company will not be responsible for any failures by such parties in their valuations.

Note: The abovementioned risks which investors should consider before investing into the Fund should not be considered to be an exhaustive list. Investors should be aware that investments in the Fund may be exposed to other unforeseeable risks from time to time. Investors are advised to consult their professional adviser before investing. Please refer to the Prospectus under "Risk Factors" for further details on risks.

FEES & CHARGES

Class(es) of Units	MYR Class	MYR hedged Class
Management Fee	Up to 1.80% per annum of the NAV of the Class, calculated and accrued on a daily basis.	
Trustee Fee	Up to 0.06% per annum of the NAV of the Fund, subject to a minimum of RM15,000 per annum, calculated and accrued on a daily basis (excluding foreign custodian fees and charges, where applicable).	
Sales Charge	Up to 5.00% of the NAV per Unit of the Class.	
	<i>Note: Investors should note that sales charge levied may vary when you purchase Units from different authorised distributors or the Manager, subject to</i>	

	<i>the maximum sales charge disclosed herein. The difference in sales charge imposed is based on the different levels of services provided and/or the size of the investment undertaken. Nevertheless, we have the discretion to waive and/or reduce the sales charge.</i>	
Redemption Charge	Nil. The Manager does not intend to impose any redemption charge.	
Transfer Fee	RM 15.00	RM 15.00
	per transfer, subject to the Manager's discretion.	
Switching Fee	For switching from a Class of Units to other funds (or its classes) denominated in the same currency managed by us, the differential sales charge on the amount switched will be imposed. <i>Please refer to Prospectus under Section 4.9 Switching Facility for further details.</i>	

Note: All the fees and charges above are exclusive of taxes and/or duties imposed by law or required to be paid in connection with the products or services provided by the Manager and/or the Trustee.

VALUATION OF THE FUND

How often is valuation being conducted?

The Fund will be valued at least once on every Business Day. You may obtain the NAV per Unit of the Fund via our website (www.uobam.com.my) or by contacting us at 03-2732 1181 during business hours from 9:00a.m. to 5:30p.m. from Monday to Friday.

MAKING AN INVESTMENT AND EXITING FROM THIS INVESTMENT

How can I invest?

Class(es) of Units	MYR Class	MYR hedged Class
Minimum initial investment	RM1,000	RM1,000
	or such other lower amount as we may from time to time decide.	
Minimum additional investment	RM 100	RM 100
	or such other lower amount as we may from time to time decide.	
Submission of application	Monday – Friday (except public holiday).	
Cut-off time	A complete application form to reach us by 4:00p.m. on a Business Day.	

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

How can I redeem?

Minimum withdrawal	1,000 units or such other lesser units as the Manager may from time to time decide.
Minimum holding	1,000 units.
Submission of withdrawal request	Monday – Friday (except public holiday).
Cut-off time	A complete application form to reach us by 4:00p.m. on a Business Day.
Payment of redemption proceeds	Redemption proceeds will be paid within :- <ul style="list-style-type: none"> • eight (8) Business Days for MYR Class; • eight (8) Business Days for MYR hedged Class; from the date we receive a complete redemption request form.
Cooling-off period and right	Six (6) Business Days from the date of receipt of application to purchase units. A cooling-off right is only given to an individual investor who is investing for the first time in any unit trust funds managed by the Manager. A staff of the Manager and persons registered with a body approved by the SC to deal in unit trust are not entitled to a cooling-off right.

FUND PERFORMANCE

Average total return (annualised) for the following periods ended 30 April 2021

	1 year	3 years	5 years	Since commencement
	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class
The Fund (%)	27.28	2.43	11.54	10.36
Benchmark# (%)	30.33	0.66	6.37	3.69

Annual total return for the financial years ended 30 April

	2021	2020	2019	2018	2017	2016 [^]
	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class
The Fund (%)	27.28	-15.22	-0.39	38.41	16.06	-0.40
Benchmark# (%)	30.33	-12.48	-10.59	17.65	13.48	-10.38

The benchmark is Morgan Stanley Capital Investment Japan SMID Cap Index (available at www.msci.com).

[^] The Fund was launched on 12 October 2015 as a wholesale fund. Figures quoted are from launch date to 30 April 2016.

Note: There were no returns for MYR Class as there was no unit in circulation since the launch of the class.

Performance Review

MYR hedged Class

For the financial year ended 30 April 2021, the Class registered a return of 27.28%, underperforming the benchmark return of 30.33%.

Basis of calculation and assumptions made in calculating the returns

- Average total return of the Fund for a period is computed based on the compounded annual return.
- The calculation of the annual total return is computed on NAV per unit to NAV per unit basis and has been adjusted to reflect distributions and unit splits, if any.

Portfolio Turnover Ratio ("PTR")

	2021	2020	2019
PTR (times)	0.45	0.29	0.38

As at 30 April 2021, portfolio turnover ratio of 0.45 times is higher against 0.29 times in the previous financial year mainly due to higher trading activity.

Income Distribution/Unit Splits

	2021	2020	2019	2018	2017	2016
	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class	MYR hedged Class
Unit Split	11:10	--	--	--	1:4	--
Gross/Net Distribution per unit (RM)	--	--	--	0.1000	--	--

Distribution is in the form of units.

There is no income distribution declared during the financial period from 1 May 2020 to 30 April 2021.

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

UNIT PRICES AND DISTRIBUTIONS PAYABLE, IF ANY, MAY GO DOWN AS WELL AS UP.

ALL PERFORMANCE FIGURES HAVE BEEN EXTRACTED FROM THE FUND'S ANNUAL REPORT.

APPENDIX: GLOSSARY

Business Day	means a day on which Bursa Malaysia Securities Berhad is open for trading. The Manager may declare certain Business Days to be a non-Business Day if the Target Fund is closed for business. This is to ensure investors are given a fair valuation of the Fund when making subscription or redemption.
Class(es) of Units	means any class of Units representing similar interests in the assets of the Fund although a class of Units of the Fund may have different features from another class of Units of the same Fund and a "Class" means any one class of Units.
Deed(s)	means the deed entered into between the Manager and the Trustee dated 9 September 2015 and the First Supplemental Deed dated 6 August 2019, including any supplementary deed(s) in relation to the Fund and registered with the SC.
JPY	means Japanese Yen, the official currency of Japan.
Long Term	means a period of at least five (5) years.
Manager, our, us, we	means UOB Asset Management (Malaysia) Berhad.
MSCI Japan SMID Cap Index	means Morgan Stanley Capital Investment Japan Small Mid Cap Index.
Net Asset Value (NAV)	means the NAV of the Fund is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at the valuation point. Where the Fund has more than one Class of Units, there shall be a NAV of the Fund attributable to each Class of Units.
OTC	means over-the-counter.
Prospectus	means the Prospectus dated 6 December 2019, which is the first prospectus for the Fund.
Target Fund	means United Japan Small and Mid Cap Fund.
Unit Holder(s)	means the person registered as the holder of a Unit or Units including persons jointly registered.
U.S. (United States) Person(s)	means: a) a U.S. citizen (including dual citizen); b) a U.S. resident alien for tax purposes; c) a U.S. partnership; d) a U.S. corporation; e) any estate other than a non-U.S. estate; f) any trust if: i) a court within the U.S. is able to exercise primary supervision over the administration of the trust; ii) one or more U.S. Persons have the authority to control all substantial decisions of the trust; and g) any other person that is not a non-U.S. person.

FOR FURTHER INFORMATION OR TO LODGE A COMPLAINT:

For enquiries/further information, please contact:

Marketing Department

UOB Asset Management (Malaysia) Berhad
Level 22, Vista Tower
The Intermark
348, Jalan Tun Razak
50400 Kuala Lumpur, Malaysia
Tel : 03-2732 1181
Fax : 03-2164 8188
Email address : UOBAMCustomerCareMY@UOBgroup.com
Website : www.uobam.com.my

- 1) For internal dispute resolution or for lodging a complaint, please contact the **Compliance Officer** at the same address/telephone/fax number above or via email to UOBAMFeedbackMY@UOBgroup.com.
- 2) If you are dissatisfied with the outcome of the internal dispute resolution process with the Manager, please refer your dispute to the Securities Industry Dispute Resolution Center (SIDREC):
 - (a) via phone to : 03-2282 2280
 - (b) via fax to : 03-2282 3855
 - (c) via email to : 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 SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:
 - (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
 - (d) via online complaint form available at www.sc.com.my
 - (e) via letter to : Consumer & Investor Office
Securities Commission Malaysia
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 email to : complaints@fimm.com.my
 - (d) via online complaint form available: at www.fimm.com.my
 - (e) 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