

## PRODUCT HIGHLIGHTS SHEET

**MAYBANK INCOME FLOW-I FUND  
("the Fund")**

Date of Issuance: 30 August 2024

**RESPONSIBILITY STATEMENT**

This Product Highlights Sheet has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd 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 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 Maybank Income Flow-I Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Maybank Income Flow-I Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Maybank Income Flow-I 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 Maybank Asset Management Sdn Bhd responsible for the Maybank Income Flow-I Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

This Product Highlights Sheet only highlights the key features and risks of the Maybank Income Flow-I Fund. Investors are advised to request, read and understand the disclosure documents before deciding to invest.

### 1. What is Maybank Income Flow-I Fund?

The Fund is Maybank Asset Management Sdn Bhd's Islamic fixed income fund. The Fund aims to provide unit holders with consistent income stream.

### 2. Fund Suitability

The Fund is suitable for investors who:

- seek income distribution; and
- prefer a short to medium term investment horizon.

### 3. Investment Objective

The Fund aims to provide unit holders with consistent income stream.

### 4. Key Product Features

<b>Fund Type</b>	Income.
<b>Fund Category</b>	Fixed income (Islamic).
<b>Performance Benchmark</b>	<p>Maybank 1-month Islamic deposit rate.</p> <p><i>Maybank 1-month Islamic deposit rate can be obtained from <a href="http://www.maybank2u.com.my">www.maybank2u.com.my</a>.</i></p> <p><i>Note:</i> <i>The risk profile of the Fund is different from the risk profile of the performance benchmark.</i></p>
<b>Investment Strategy</b>	<p>The Fund seeks to achieve its investment objective by investing a minimum of 30% of the Fund's net asset value ("NAV") in MYR-denominated sukuk.</p> <p>Up to 70% of the Fund's NAV may be invested in Islamic liquid assets such as Islamic money market instruments and Islamic deposits.</p> <p><u>MYR-denominated Sukuk</u> The Fund will invest in MYR-denominated sukuk with a minimum rating of "A3" by RAM Rating Services Berhad ("RAM") or its equivalent rating by Malaysian Rating Corporation Berhad ("MARC") at the point of purchase.</p> <p>If any of the MYR-denominated sukuk have been downgraded to a rating lower than A3 by RAM or its equivalent rating by MARC, the external investment manager of the Fund ("External Investment Manager") shall dispose of the downgraded sukuk as soon as practicable. However, if such prompt action may be detrimental to the Fund, the External Investment Manager may continue to hold the downgraded sukuk for up to ninety (90) days. This treatment shall be applicable to issuer rating when there is no issue rating for a sukuk.</p>

	<p>The Fund's investments in MYR-denominated sukuk which are issued by government and/or government-linked agencies need not be rated.</p> <p>In determining the applicable rating for the respective MYR-denominated sukuk, the issuer rating assigned by a relevant rating agency may be used instead when there is no rating assigned by the same rating agency to the sukuk and the External Investment Manager is of the opinion that the issuer's rating is a representation of the sukuk's rating, i.e. in the event of any insolvency of the issuer, the sukuk of that issuer shall rank in equal seniority in rights of payment or claim with all other non-secured and non-guaranteed obligations of that issuer.</p> <p>The Fund is actively managed. However, the frequency of its trading activities will depend on market opportunities and the External Investment Manager's assessment of the market.</p>	
<b>Launch Date</b>	Class A	27 March 2023
	Class B	2 July 2024
<b>Manager</b>	Maybank Asset Management Sdn Bhd.	
<b>Management Fee</b>	<b>Class A</b>	<b>Class B</b>
	Up to 0.50% per annum of the NAV of the class of units ("Class")	Up to 0.15% per annum of the NAV of the Class
calculated and accrued daily and is paid monthly to the Manager.		
<b>Sales Charge</b>	<b>Class A</b>	<b>Class B</b>
	Up to 0.50% of the NAV per unit.	Nil.
<p><i>Notes:</i></p> <p>(1) Investors may negotiate for a lower sales charge.</p> <p>(2) The Manager reserves the right to waive or reduce the sales charge.</p> <p>(3) All sales charge will be rounded up to two (2) decimal places and will be retained by the Manager.</p>		
<b>Redemption Charge</b>	Nil.	
<b>Switching Fee</b>	<b>Class A</b>	<b>Class B</b>
	RM10.00 per switch.	
<p><i>Notes:</i></p> <p>(1) The Manager reserves the right to waive the switching fee.</p> <p>(2) In addition to the switching fee, unit holder will also have to pay the difference in sales charge when switching from a fund with lower sales charge to a fund with higher sales charge.</p>		
<b>Transfer Fee</b>	<b>Class A</b>	<b>Class B</b>
	RM10.00 per transfer.	
<p><i>Notes:</i></p> <p>(1) The Manager reserves the right to waive the transfer fee.</p> <p>(2) The Manager reserves the right to decline any transfer request if such transfer will expose the Manager to any liability and/or will contravene any law or regulatory requirements, whether or not having the force of law.</p>		
<b>Trustee</b>	RHB Trustees Berhad.	

<b>Trustee Fee</b>	Up to 0.05% per annum of the NAV of the Fund, (excluding foreign custodian fees and charges), calculated and accrued daily and is paid monthly to the Trustee.	
<b>Shariah Adviser</b>	Amanie Advisors Sdn. Bhd.	
<b>External Investment Manager</b>	Maybank Islamic Asset Management Sdn Bhd.	
<b>Minimum Initial Investment<sup>^</sup></b>	<b>Class A</b>	<b>Class B</b>
	RM1,000	RM10,000,000
<b>Minimum Additional Investment<sup>^</sup></b>	<b>Class A</b>	<b>Class B</b>
	RM100	RM5,000,000
<sup>^</sup> or such other lower amount as determined by the Manager from time to time. <b>Notes:</b> (1) The Manager's distributors may set a lower minimum initial and/or additional investment than the above for investments made via the distributors subject to their terms and conditions for investment. (2) Class B is only offered to institutional investors who are investing directly with the Manager and are not available to institutional investors who are investing in the Fund through the Manager's distributors.		
<b>Minimum Unit Holdings<sup>^</sup></b>	<b>Class A</b>	<b>Class B</b>
	1,000 units	500,000 units
<sup>^</sup> or such other lower number of units as determined by the Manager from time to time.		
<b>Minimum Redemption<sup>^</sup></b>	<b>Class A</b>	<b>Class B</b>
	No minimum amount	1,000,000 units
<sup>^</sup> or such other lower number of units as determined by the Manager from time to time.		
<b>Distribution Policy</b>	<p>Distribution will be made on a monthly basis or at such other frequency as the Manager may decide in its absolute discretion.</p> <p>The Fund may distribute from realised income, realised gains, unrealised income and/or unrealised gains to enable the Fund to distribute income on a regular basis in accordance with the distribution policy of the Fund. Any declaration and payment of distribution will have the effect of lowering the NAV of the Fund.</p> <p>In addition, any distribution out of the Fund's capital may amount to a reduction of part of the unit holders' original investment and may also result in reduced future returns to unit holders. When a substantial amount of the original investment is being returned to the unit holders, it has a risk of eroding the capital of the Fund and may, over time, cause the NAV of the Fund to fall. The greater the risk of capital erosion that exists, the greater the likelihood that, due to capital erosion, the value of future returns would also be diminished.</p>	

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

## 5. Asset Allocation

Asset Type	% of the Fund's NAV
RM-denominated sukuk	A minimum of 30%
Islamic liquid assets such as Islamic money market instruments and Islamic deposits	Up to 70%

## 6. Key Risks

### Specific Risks of the Fund

#### Profit Rate Risk

Profit rate risk refers to the impact of profit rate changes on the valuation of sukuk, Islamic money market instruments and Islamic deposits. When profit rates rise, sukuk' and Islamic money market instruments' prices generally decline and this may lower the market value of the Fund's investment in sukuk and Islamic money market instruments. The reverse may apply when profit rates fall.

Profit rate fluctuations also affect the Islamic deposits' returns of the Fund. Profit rates offered by the financial institutions will fluctuate according to the overnight rate policy determined by Bank Negara Malaysia and this has direct correlation with the Fund's investment in Islamic deposits. The Fund's future reinvestment in Islamic deposits will benefit from the higher profit rate and in the event of falling profit rates, the Fund's future investment in Islamic deposits will be reinvested at lower profit rates which in turn will reduce the Fund's potential returns.

#### Credit and Default Risk

Credit risk relates to the creditworthiness of the issuers of the sukuk or Islamic money market instruments, and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the sukuk or Islamic money market instruments. In the case of rated sukuk or Islamic money market instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a sukuk or Islamic money market instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the sukuk or Islamic money market instruments. This could adversely affect the value of the Fund.

This risk is mitigated by investing in sukuk with credit rating of at least "A3" by RAM or an equivalent rating by MARC and carrying out due diligence in the credit assessments of the investments. In the absence of a credit rating for the sukuk, the credit rating of the issuer issuing the sukuk will be used instead.

Islamic deposits that the Fund has placed with financial institutions are also exposed to default risk. If the financial institutions become insolvent, the Fund may suffer capital losses with regards to the capital invested and profit foregone, causing the performance of the Fund to be adversely affected. Placements of Islamic deposits with financial institution will also be made based on prudent selection.

#### Company Specific Risk

This risk arises when a company is exposed to adverse conditions or negative sentiments such as management issues, deteriorating business fundamentals or loss of competitiveness which is specific to a single company. As a consequence, the price of sukuk issued by such company might fall and subsequently affects the Fund's performance. The impact of a specific company may be reduced as the Fund invests in a wide portfolio of investments consisting of sukuk issued by different companies thereby spreading the element of this risk through diversification.

#### Shariah Non-compliance Risk

This is the risk of the Fund not conforming to Shariah Investment Guidelines. The Manager and the External Investment Manager would be responsible for ensuring that the Fund is managed and administered in accordance with the Shariah Investment Guidelines. As the Fund can only invest in Shariah-compliant investments, non-compliance may adversely affect the NAV of the Fund when the rectification of such non-compliance results in losses.

#### Distribution Out of Capital Risk

The Fund may distribute income out of its capital. The declaration and payment of distribution may have the effect of lowering the NAV of the Fund. In addition, distribution out of the Fund's capital may reduce part of the Unit Holders' original investment and may also result in reduced future returns to Unit Holders.

***Investors are reminded that the risks listed above may not be exhaustive and if necessary, they should consult their adviser(s), e.g. bankers, lawyers, Shariah advisers, stockbrokers or independent professional advisers for a better understanding of the risks.***

***For more details, please refer to section 3 of the prospectus for the general and specific risks of investing in the Fund.***

***Note: If your investments are made through an institutional unit trust scheme adviser ("Distributor") which adopts the nominee system of ownership, you would not be deemed to be a unit holder under the deed and as a result, your rights as an investor may be limited. Accordingly, the Manager will only recognize the Distributor as a unit holder of the Fund and the Distributor shall be entitled to all the rights conferred to it under the deed.***

### 7. Valuation of Investment

The Fund is valued once at the end of every business day.

As such, the daily price of the Fund for a particular business day will be published on the next business day.

Investors will be able to obtain the unit price of the Fund from [www.maybank-am.com.my](http://www.maybank-am.com.my). Alternatively, the Manager's client servicing personnel can be contacted at 03-2297 7888.

### 8. Exiting from Investment

Submission of Redemption Request	<p>The cut-off time for redemption of units shall be at <b>4.00 p.m.</b> on a business day.</p> <p><i>Note: The Manager's distributors may have an earlier cut-off time for receiving applications in respect of any dealing in units. Please check with the respective distributors for their respective cut-off time.</i></p>
Payment of Redemption Proceeds	<p>Redemption proceeds will be paid out within three (3) business days from the date the redemption request is received by the Manager. However, in the event of large redemptions on a single business day or in unforeseen circumstances where the Manager has insufficient Islamic liquid assets to pay within the three (3) business days, the redemption proceeds will be paid to the unit holders not exceeding seven (7) business days.</p>
Remittance of Redemption Proceeds	<p>The Manager shall remit the redemption proceeds to the account held in the name of the unit holder(s).</p>

## 9. Fund Performance

Note: The performance for Class B is not available as Class B was launched on 2 July 2024.

### I. The average total returns of the Fund

Note: Basis of calculation and assumption made in calculating the returns:

$$\text{Performance return} = \frac{\text{NAV } t - \text{NAV } t-1}{\text{NAV } t-1}$$

$$\text{Annualised performance return} = (1 + \text{performance return})^{\left(\frac{\text{number of period per year}}{\text{total no. of periods}}\right)} - 1$$

NAV *t* refers to NAV at the end of the period. NAV *t-1* refers to NAV at the beginning of the period.

#### Average total return for the financial year ended 31 May

	1-Year	Since Commencement
Class A (%)	3.39	3.33
Benchmark (%)	2.55	2.55

### II. The annual total return of the Fund as at 31 May

	2024*
Class A (%)	3.78
Benchmark (%)	2.89

Note: \*Period from 14 April 2023 (commencement date)

The total return of the Fund is based on the following calculation:

Capital return =	$\frac{\text{NAV per unit at the end of the period}}{\text{NAV per unit at the beginning of the period}} - 1$
Income return =	$\frac{\text{Income distribution per unit}}{\text{NAV per unit on ex-date}}$
Total return =	$(1 + \text{Capital return}) \times (1 + \text{Income return}) - 1$

#### Since commencement Fund performance review

Since commencement, Class A registered a total return of 3.78% against its benchmark's return of 2.89%, thus outperformed the benchmark by 0.89%.

### III. Portfolio turnover ratio ("PTR") as at 31 May

Portfolio turnover is a measure of the volume of trading undertaken by a fund in relation to the fund's size.

	2024
PTR (times)	0.42

### IV. Distribution as at 31 May

Class A	2024
Gross distribution per Unit (sen)	3.00
Net distribution per Unit (sen)	3.00
Cash or Units	Cash and Units

## 10. Contact Information

### I. For internal dispute resolution, you may contact:

#### **Clients Servicing Personnel**

Tel : 03-2297 7888  
Fax : 03-2715 0071  
Email : [mamcs@maybank.com.my](mailto:mamcs@maybank.com.my)  
Website : [www.maybank-am.com](http://www.maybank-am.com)

### II. 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):

- 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

### III. 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:

- a. via phone to : 03-6204 8999
- b. via fax to : 03-6204 8991
- c. via email to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
- d. via the online complaint form available at [www.sc.com.my](http://www.sc.com.my)
- e. via letter to : Consumer & Investor Office  
Securities Commission Malaysia  
No 3 Persiaran Bukit Kiara  
Bukit Kiara  
50490 Kuala Lumpur

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

- a. via phone to : 03-7890 4242
- b. via email to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
- c. via the online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)
- d. via letter to : Legal & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor, Wisma Tune  
No. 19, Lorong Dungun  
Damansara Heights  
50490 Kuala Lumpur