

Date of Issuance: November 2020

### 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 Apex Investment Services Berhad and they have 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 Apex Dana Aman, 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 Apex Dana Aman, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Apex Dana Aman 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 Apex Investment Services Berhad responsible for the Apex Dana Aman 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 this unlisted capital market product. Investors are advised to request, read and understand the disclosure documents before deciding to invest.

## PRODUCT HIGHLIGHTS SHEET

### APEX DANA AMAN

#### BRIEF INFORMATION OF THE PRODUCT

##### 1. What is this product about?

This is a Shariah-compliant Money Market wholesale Fund, issued and managed by Apex Investment Services Berhad.

The Fund seeks to provide Sophisticated Investors with regular income and reasonable returns by investing in low risk Shariah-compliant deposits. The Fund is neither capital guaranteed nor capital protected.

#### PRODUCT SUITABILITY

##### 2. Who is this product suitable for?

The Fund is suitable for Sophisticated Investors who are conservative in nature and seek regular income stream in accordance to the Shariah principle.

#### KEY PRODUCT FEATURES

##### 3. What am I investing in?

Launch Date	28 August 2015
Initial Offer Price	RM1.00
Tenure	The Fund is an open-ended fund which means there is no maturity date and may only be terminated in accordance with the terms of the Information Memorandum and the provisions of the Deed.
Investment Strategy /Asset Allocation	The Fund aims to achieve its objective by investing 95%- 100% of its Net Asset Value (NAV) in sukuk, Islamic money market instruments and/or Shariah-compliant deposits which have a remaining maturity period of up to 90 days; the balance of its NAV not invested in the aforesaid will be invested in sukuk, Islamic money market instruments and/or Shariah-compliant deposits which have a remaining maturity period of more than 90 days.
Benchmark	One (1) Month Maybank General Investment Account Rate. <i>The risk profile of the Fund is not the same as the risk profile of the benchmark.</i>
Minimum Investment	RM1, 000,000 or such other lower amount as the Manager may from time to time prescribe.
Maximum Approved Fund Size	500,000,000 units.

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

4. Who am I investing with?

The Manager	Apex Investment Services Berhad
The Trustee	CIMB Islamic Trustee Berhad
Auditor	Crowe Malaysia PLT
Taxation Adviser	Mazars Taxation Services Sdn Bhd
Solicitor	Messrs. Raja Darryl & Loh
Principal Banker	Malayan Banking Berhad
Shariah Advisor	i) Prof. Madya Dr. Mohamad Sabri bin Haron ii) Dr. Ab. Halim bin Muhammad iii) Mohd Fadhly bin Md. Yusoff

5. What are the possible outcomes of my investment?

The Fund is expected to produce returns comparable to the one month Maybank General Investment Account rate. The NAV per unit of the Fund is not expected to fluctuate much. Please note that the capital and returns of the Fund are not guaranteed.

KEY RISKS

6. What are the key risks associated with the Fund?

1. a) General Investment Risks

- **Market risk** - Market risk refers to potential losses that may arise from changes in the market conditions which in turn affect the market prices of the investments of the Fund. Market conditions are generally affected by, amongst others, social environment, political and economic stability. Any adverse market condition may affect the performance of the investments of the Fund resulting in changes to the market prices of those investments which in turn may affect the performance of the Fund.
- **Fund management risk** - There is a risk that the fund manager may not adhere to the investment mandate of the Fund due to an oversight. Poor management of the Fund may also jeopardise the investment of a Unit Holder through the loss of his capital invested in the Fund. Therefore, the performance of the Fund is influenced by the expertise of the fund manager. This risk is mitigated by the compliance unit of the Manager overseeing the activities and performance of the fund manager and reporting to the senior management team on a regular basis.
- **Performance risk** - The performance of the Fund depends on the investments of the Fund. If the investments of the Fund do not perform in accordance with expectations, there will be a negative impact on the performance of the Fund. This is where the experience and expertise of the fund manager is important as highlighted in the fund management risk write-up above. In view of the aforesaid, there is never a guarantee that investing in the Fund will produce the desired investment returns.
- **Inflation risk** - Inflation risk is the risk of potential loss in the purchasing power of investors due to a general increase of consumer prices. Inflation erodes the nominal rate of returns, giving the Unit Holders a lower real rate of returns.
- **Risk of non-compliance** - There is a risk that the Manager may not be able to observe the rules governing the Fund. It is the intention of the Manager to observe all rules governing the Fund at all times. However, both external factors (adverse market conditions, natural disasters or political instability) and internal factors (oversight by the portfolio manager, a lapse in the compliance

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function, or a clerical error) could impact the ability of the Manager to observe rules governing the Fund. Whilst non-compliance with the rules governing the Fund will not necessarily result in losses to the Fund, Unit Holder cannot discount the risk that losses may be suffered by the Fund if the non-compliance with the rules is sufficiently serious.

- **Operational risk** - This risk refers to the possibility of a breakdown in the Manager's internal controls and policies. The breakdown may be a result of human error (for instance the keying of wrong details), system failure (causing unnecessary downtime) or even fraud (where employees of the Manager collude with one another). Whilst this risk may not necessarily cause monetary loss to the Fund, it will most certainly cause inconvenience to Unit Holders. The Manager will regularly review its internal policies and system capability to mitigate the occurrence of this risk. Additionally, the Manager maintains a strict segregation of duties to mitigate the occurrence of fraudulent practices amongst employees of the Manager.
- **Returns are not guaranteed risk** - There is no guarantee on the investment returns to Unit Holders. Unlike fixed deposits which carry a specific rate of return, the Fund does not provide a fixed rate of return.

### b) Specific Risks for investing in fixed income securities

- **Credit or Default risk** - This risk refers to the possibility that an issuer, a financial institution, issuing a sukuk or an Islamic money market instruments, or providing placement of Shariah-compliant deposits is unable to make profit payments and/or pay the principal in a timely manner leading to a reduction in the value of the Fund's investments and subsequently the value of the Fund. In such cases, investors may suffer significant capital losses with respect to their capital invested and income foregone. In general, this risk can be mitigated by placing moneys with financial institutions that are highly rated.
- **Interest rate risk** - This risk refers to how the change in the interest rate environment affects the performance of the sukuk portfolio of the Fund. In the event of a rising interest rate environment, the prices of sukuk may generally decrease, and vice versa. In addition, sukuk with longer maturity and lower profit rates are more sensitive to interest rate changes. This risk may be mitigated by managing the duration of the sukuk investment portfolio.

Interest rate fluctuations also affect the returns of the Fund's investment in Islamic money market instruments and Shariah-compliant deposits. Rates offered by the financial institutions will fluctuate according to the Overnight Policy Rate determined by Bank Negara Malaysia and this has direct correlation with the Fund's investments in Islamic money market instruments and Shariah-compliant deposits. The Fund benefits from higher interest rate and in the event the interest rate is low, the Fund's returns will also be low.

Interest rate is a general indicator that will have an impact on the management of a fund regardless of whether it is a Shariah-compliant fund or otherwise. It does not in any way suggest that this Fund will invest in conventional financial instruments.

- **Commitment risk** - A Unit Holder should be prepared to commit his investments in the Fund up to the end of the 30-day Investment Period. The investment strategy adopted by the Fund is aimed at providing income to Unit Holder who stay invested throughout the 30-day Investment Period. Unit Holders must be aware that if they redeem their Units before the end of the 30-day Investment Period, the amount redeemed may be lower than the initial capital of the Unit Holder. Unit Holders should also be aware that they will incur a Redemption Charge if they redeem their

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investment within the 30-day Investment Period, which may further reduce the amount the Unit Holders will receive.

Please note that although the investment strategy adopted by the Fund is aimed at providing income to Unit Holder who stay invested throughout the 30-day Investment Period, such income is by no means guaranteed and are dependent on the performance of the underlying investments of the Fund.

**2. A unit trust consultant (UTC) may represent a company that distributes unit trust fund that uses a nominee system and the rights as a unit holder may be limited if an investor invest in unit trust funds through it. If the company that distributes unit trust fund uses a nominee system, to state if rights as a unit holder will be limited in any way.**

**It is important to note that events affecting the investments cannot always be foreseen. Therefore, it is not always possible to protect investments against all risks. The various asset classes generally exhibit different levels of risk.**

**The investments of the Fund carry risk and you are recommended to read the Information Memorandum to assess the risk of 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.

Sales Charge	Nil
Management Fee	0.20% per annum of the NAV of the Fund.
Trustee Fee	0.03% per annum of the NAV of the Fund (excluding foreign custodian fees and charges).
Redemption Charge	1.50% of the NAV per Unit if Units are redeemed within the 30-day Redemption Notice Period. Note: No Redemption Charge will be imposed on any redemption of Units after the 30-day Redemption Notice Period. The Redemption Charge will be retained by the Fund.
Transfer fee	Not applicable as transfer of Units is not available
Switching Fee	Not applicable as switching of Units is not available
Other Charges	Charges, for instance bank charges, telegraphic charges and courier charges, shall be borne by the Unit Holders in order to execute transactions on behalf of the Unit Holders.
Other Expenses	Only expenses that are directly related and necessary in operating and administering the Fund and permitted by the Deed may be charged to the Fund.

**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

8. How often are valuations available?

The Fund will be valued on every Business Day and the Net Asset Value (NAV) per Unit will be published on the Manager's website at [www.apexis.com.my](http://www.apexis.com.my). However, if the investments of the Fund are in foreign markets, the daily price of the Fund for a particular Business Day will not be published on the next day but will instead be published the next following day (i.e. the price will be available two (2) days later). You may also obtain the NAV per unit of the fund from our customer service at 03-20959999 or email at [enquiry@apexis.com.my](mailto:enquiry@apexis.com.my).

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

You may request to redeem your investment in the Fund by giving a redemption notice of 30 days. A redemption charge of 1.5% of the NAV per unit will be imposed for any redemption prior to the expiry of the 30-day notice. Payment will be made to you within 7 Business days from the day the redemption request is effective and provided that all documentation received by the Manager are completed and verifiable.

FUND PERFORMANCE

Average Total Return

	1 Year	3 Year	Since Inception (18.8.2015)
ADAMAN	-8.04	-0.64	0.00
Benchmark	3.11	3.48	3.74

Annual Total Return

Financial Year End	June 2020	June 2019	June 2018	June 2017	Since Inception (18.8.2015)
ADAMAN	-8.04	3.18	3.36	1.96	8.74
Benchmark	3.11	3.60	3.38	3.57	13.85

Performance data independently verified by Novagni Analytics and Advisory Sdn Bhd (363145-W)

For the financial year ended 30 June 2020, the fund was down by 8.04%. This was below the Benchmark which rose by 3.11%.

Basis of calculation and assumptions made in calculating the returns.

Average total return : $\frac{\text{Total returns of the years under review}}{\text{No. of years under review}}$
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Annual total return : $\frac{(\text{NAV at the end of the period} - \text{NAV at the beginning of the period})}{\text{NAV at the beginning of the period}}$
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Income Distribution & Portfolio Turnover Ratio (PTR)

	30.06.2020 RM	30.06.2019 RM	30.06.2018 RM
Gross Distribution Per Unit	Nil	Nil	Nil
Net Distribution Per Unit	Nil	Nil	Nil
Portfolio Turnover Ratio (PTR) (times) <i>*the PTR for the financial year was higher compared with previous financial year as there were lower average NAV during the financial year under review.</i>	8.22*	7.91	8.65

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

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 : 03-2095 9999
- b) via fax to : 03-2095 0693
- c) via email to : [enquiry@apexis.com.my](mailto:enquiry@apexis.com.my)
- d) via website to : [www.apexis.com.my](http://www.apexis.com.my)
- e) via letter to : Apex Investment Services Berhad  
3<sup>rd</sup> Floor, Menara MBSB, 46, Jalan Dungun,  
Damansara Heights, 50490 Kuala Lumpur.

2. If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries 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.

3. You can also direct your complaint to the Securities Commission (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 email 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 : Consumer & Investors Office  
Securities Commission Malaysia,  
No 3 Persiaran Bukit Kiara, Bukit Kiara,  
50490 Kuala Lumpur.

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

- (a) via phone to : 03 –20932600
- (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 & 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

GLOSSARY

NAV	Net Asset Value
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