

Date of Issuance : 1 September 2021

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 Securities Commission Malaysia has authorised/recognised the issuance of Apex Dana Al-Kanz and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Apex Dana Al-Kanz and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission of Malaysia recommends the Apex Dana Al-Kanz 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 Al-Kanz 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 AL-KANZ

BRIEF INFORMATION OF THE PRODUCT

1. What is this product about?

This is an open-ended Shariah-compliant Money Market Income Fund, issued and managed by Apex Investment Services Berhad.

The Fund seeks to provide capital preservation, high level of liquidity and reasonable returns by investing in low risk Shariah-compliant instruments. The Fund is neither capital guaranteed nor capital protected.

PRODUCT SUITABILITY

2. Who is this product suitable for?

The Fund is suitable for investors who are conservative in nature and wish to invest for short term in accordance to the Shariah principle.

KEY PRODUCT FEATURES

3. What am I investing in?

Launch Date	18 May 2006
Initial Offer Price	RM0.2500 (applicable during the initial offer period of not more than 21 calendar days from the commencement date of the Fund)
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 Prospectus and the provisions of the Deed.
Investment Strategy /Asset Allocation	To invest in a short-term Islamic money market instruments and short term Islamic fixed income securities. Typically, these instruments include Islamic deposits and Shariah-compliant securities that mature within 365 days or 1 year. The Fund may at its absolute discretion, invests up to a maximum of 95% of its NAV in Islamic money market instruments and sukuk with maturity period of not more than 365 days. The Fund will also invest up to 10% of its NAV in sukuk with maturity period of not more than 732 days. The Fund will maintain a minimum of 5% of its NAV in Islamic liquid assets at all times.
Benchmark	Malayan Banking Berhad Islamic Savings Rate
Minimum Investment	i) Cash and Monthly Regular Savings Plan - RM100.00 for initial and additional investment. ii) EPF Plan – RM1,000.00 for initial and additional investment.
Maximum Approved Fund Size	375,000,000 units.
Distribution Policy	Income will be distributed on an annual basis and subject to availability of distribution surplus.

Note : Please refer to the Master Prospectus for further details of the fund.

4. Who am I investing with?

The Manager	Apex Investment Services Berhad
The Trustee	Maybank Trustees Berhad
Auditor	Crowe Malaysia PLT
Taxation Adviser	Mazars Taxation Services Sdn Bhd
Solicitor	Wei Chien & Partners
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 savings 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

- **Country Risk** - Investments of the fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the fund in those affected countries. This in turn may cause the net asset value of the fund or prices of units to fall.
- **Manager's Risk** - This risk refers to the day-to-day management of the fund by the manager which will impact the performance of the fund. For example, investment decisions undertaken by the manager, as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the fund.
- **Risk of Non-Compliance** - Non-adherence with laws, rules, regulations, prescribed practices, internal policies and procedures may result in tarnished reputation, limited business opportunities and reduced expansion potential for the management company. Unit holders' investment goals may also be affected if the fund manager does not adhere to the investment mandate. Compliance unit of the management company, which oversees the entire compliance matters of the management company, will mitigate such risk.
- **Loan Financing Risk** - This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments. In the event units are used as collateral, an investor may be required to top-up the investors' existing instalment if the prices of units fall below a certain level due to market conditions. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan.
- **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.
- **Inflation Risk** - This is the risk that investors' investment in the unit trust fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased.

- **Liquidity Risk** - Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the fund holds assets that are illiquid, or are difficult to dispose of, the value of the fund will be negatively affected when it has to sell such assets at unfavorable prices.
- **Future Contract Risk** - A future is similar to an option, except that with futures, investors must exercise their right to purchase the underlying financial instrument or commodity at the settlement date. Hence, the downside risk is basically unlimited because investors are obligated to fulfil their end of the transaction regardless of how market prices move. A futures contract is an agreement to transact at a later date. Because of this, it is important to sell the contract before the settlement date. That way, investors can avoid having a truckload of commodities delivered to their doorstep on the day of the settlement.
- **Credit and Default Risk** - Credit risk relates to the creditworthiness of the issuers of the debt instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the debt instrument. In the case of rated debt instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a debt instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the debt instruments. This could adversely affect the value of the fund.

b) Specific Risks for investing in equities and equity-related securities

- **Reclassification of Shariah Status Risk** – This risks refer 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 SAC, the Shariah adviser or the Shariah boards of the relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose such equities. There may be opportunity loss to the Fund due to the Fund not being allowed to retain the excess capital gains derived from the disposal of the Shariah non-compliant equities.

c) Specific Risks for investing in fixed income securities

- **Interest Rate Risk** -Interest rate risk refers to the impact of interest rate changes on the valuation of debt instruments. When interest rates rise, debt instruments prices generally decline and this may lower the market value of the Fund's investment in debt instruments. The reverse may apply when interest rates fall. In order to mitigate interest rate risk, the Manager will need to manage the debt portfolio taking into account the coupon rate and time to maturity of the debt instruments.
- **Credit Risk** - Credit risk relates to the creditworthiness of the issuers of the debt instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the debt instrument. In the case of rated debt instruments, this may lead to a credit rating downgrade.

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 whole Master Prospectus 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
Redemption Charge	Nil
Switching Fee	3 free switches per account are allowed in each calendar year. Further switches will be subject to a 1% charge based on proceeds of redemption.
Transfer fee	RM5 per transfer
Annual Management Fee	0.20% p.a of the NAV
Trustee Fee	0.05% (before deducting the management fee and trustee fee for the relevant day), subject to a minimum of RM16,000 p.a

The sales charge will be added to the NAV in deriving the total cost to the investors. The computation is based on the NAV per Unit of the Fund that has not been rounded up. There will be no sales charge levied for investors purchasing units through the EPF Members' Investment Scheme.

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. 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.

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 at any point in time by completing the Quickform and returning it to the Manager on any Business Day by 11.00 a.m. Payment will be made to you on the next Business Day from the day the redemption request is received by the Manager and provided that all documentation are completed and verifiable.

Cooling off-period

The cooling-off period is applicable to all first time investors except for corporation/institution, staff of the Manager and persons registered with a body approved by the Securities Commission to deal in unit trusts.

The cooling off right must be exercised within six (6) Business Days commencing from the date of receipt of the application for Units by the Manager. The refund for every Unit held by the investor pursuant to exercising his cooling off right shall be the sum of the NAV per Unit on the day the Units were first purchased and sales charge per Unit originally imposed on the day the Units were purchased.

Switching is strictly prohibited during cooling off period.

FUND PERFORMANCE

Average Total Return (%)

	1 Year	3 Year	5 Year	10 Year
ADAK	2.38	3.11	3.34	3.44
Benchmark	1.40	1.42	1.45	1.70

Annual Total Return (%)

Financial Year End	June 2021	June 2020	June 2019	June 2018	June 2017	June 2016	June 2015	June 2014	June 2013	June 2012
ADAK	2.38	3.17	3.52	3.44	3.19	3.45	2.85	2.79	2.66	2.62
Benchmark	1.40	1.40	1.40	1.40	1.46	1.75	1.75	1.75	1.75	1.75

Source: Bloomberg

For the financial year ended 30 June 2021, the fund registered a return of 2.38%, lesser than last year which was 3.17%. However the fund performance was still above the benchmark of 1.40%.

Basis of calculation and assumptions made in calculating the returns.

Average total return : $\frac{\text{Total returns of the years under review}}{\text{No. of years under review}}$

Annual total return : $\frac{(\text{NAV at the end of the period} - \text{NAV at the beginning of the period})}{\text{NAV at the beginning of the period}}$

Income Distribution & Portfolio Turnover Ratio (PTR)

	30.06.2021 RM	30.06.2020 RM	30.06.2019 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 lower compared with previous financial year as there were lesser investment activities during the financial year under review.</i>	1.53*	4.63	3.74

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
- d) via website to : www.apexis.com.my
- e) via letter to : Apex Investment Services Berhad
3rd Floor, Menara MBSB, 46, Jalan Dungun,
Damansara Heights, 50490 Kuala Lumpur.

APEX DANA AL-KANZ [ADAK]

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
- 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 email 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,
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
- (d) via online complaint form available at : www.fimm.com.my
- (e) 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

GLOSSARY

NAV	Net Asset Value
p.a	Per annum
EPF	Employee Provident Fund
SC	Securities Commission