

Date of issuance: 25 September 2019

# Product Highlights Sheet

## Principal Islamic Wholesale Ringgit Malaysia Money Market Fund

*(formerly known as CIMB-Principal Islamic Wholesale Ringgit Malaysia Money Market Fund)*

### Responsibility Statement

This Product Highlights Sheet has been reviewed by the directors or authorised committee or persons approved by the Board of Principal Islamic Asset Management Sdn Bhd. 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 Principal Islamic Wholesale Ringgit Malaysia Money Market Fund, 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 the Principal Islamic Wholesale Ringgit Malaysia Money Market Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends Principal Islamic Wholesale Ringgit Malaysia Money Market 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 the Principal Islamic Asset Management Sdn Bhd responsible for the Principal Islamic Wholesale Ringgit Malaysia Money Market 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 Manager

Principal Islamic Asset Management Sdn Bhd (*formerly known as CIMB-Principal Islamic Asset Management Sdn Bhd*) ("Principal Islamic Malaysia") obtained its license to operate as an Islamic Fund Management Company in August 2009 from the Securities Commission Malaysia. Principal Islamic Malaysia is one of the first companies in the industry to be awarded an Islamic fund management license by the Securities Commission Malaysia. Headquartered in Kuala Lumpur, Principal Islamic Malaysia is strategically located in the world's first country with a complete Islamic financial system operating in parallel to the conventional banking system. This allows the firm to leverage on Malaysia's comprehensive Islamic financial infrastructure and its adopted global regulatory, legal and Shariah best practices.

**This Product Highlights Sheet only highlights the key features and risks of this unlisted capital market product. You are advised to read this Product Highlights Sheet together with the Fund's Replacement Information Memorandum dated 25 September 2019 and its supplementary (if any). You are advised to request, read and understand the Information Memorandum before deciding to invest.**

## Brief Information on Principal Islamic Wholesale Ringgit Malaysia Money Market Fund

Principal Islamic Wholesale Ringgit Malaysia Money Market Fund is a Wholesale Fund issued by Principal Islamic Malaysia. The Fund seeks to provide liquidity and income by investing primarily in local money market instruments and deposits that conform to Shariah principles.

This is neither a capital protected fund nor a capital guaranteed fund within the definition given by the SC Guidelines.

### Product Suitability

The Fund best suits you if you:

- are a Sophisticated Investor;
- prefer a lower level of investment risk and tolerance;
- are seeking Shariah-compliant investments; and
- have an investment horizon of one (1) year or less.

### Key Product Features

<b>Fund Category/Type</b>	Wholesale Fund (Money Market - Shariah-compliant)/ Income.
<b>Base Currency</b>	MYR.
<b>Benchmark</b>	CIMB Islamic 1-month Fixed Return Income Account-i (FRIA-i) for performance comparison purpose only. <b>Note:</b> You are cautioned that the risk profile of the Fund is different from the benchmark. The information of the benchmark can be obtained from <a href="http://www.principalislamic.com">http://www.principalislamic.com</a> .
<b>Investment strategy</b>	The Fund will invest up to 100% of its NAV in Islamic local money market instruments and placements of Islamic Deposits. The Fund will be actively managed. The strategy is to invest in liquid and low risk short-term investments for capital preservation.
<b>Launch date</b>	<b>Class MYR:</b> 31 October 2018
<b>Financial year-end</b>	31 October.
<b>Distribution policy</b>	<b>Class MYR:</b> Monthly, depending on the availability of realised income and/or realised gains and at our discretion. We have the right to make provisions for reserves in respect of distribution of the Class.
<b>Manager</b>	Principal Islamic Asset Management Sdn Bhd (formerly known as CIMB-Principal Islamic Asset Management Sdn Bhd).
<b>Sub-Manager</b>	Principal Asset Management Berhad (formerly known as CIMB-Principal Asset Management Berhad).
<b>Trustee</b>	PB Trustee Services Berhad.
<b>Shariah Adviser</b>	Amanie Advisors Sdn Bhd
<b>Solicitor</b>	Soon Gan Dion & Partners.

### Key Risks

General risks of investing in a unit trust fund	
<b>Returns not guaranteed</b>	The investment of the fund is subject to market fluctuations and its inherent risk. There is <b>NO GUARANTEE</b> on the investment returns, nor any assurance that the fund's investment objective will be achieved.
<b>General market environment risk</b>	Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the fund's NAV.
<b>Inflation risk</b>	This is the risk that your investment in the wholesale fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the value of the investment in monetary terms has increased.
<b>Manager's risk</b>	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 may adversely affect the performance of the fund.
<b>Financing risk</b>	This risk occurs when investors finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments.

<b>Reclassification of Shariah status risk</b>	This risk refers to the risk that the currently held Shariah-compliant securities in the fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the SAC of the SC, Shariah adviser of the issuer, the Shariah Adviser or the Shariah boards of the relevant Islamic indices.
<b>Specific risks of the Fund</b>	
<b>Credit and default risk</b>	Generally, credit and default risk is the risk of loss due to the counterparty's and/or issuer's non-payment or untimely payment of the investment amount as well as the returns on investment. <b>Investment in the Fund is not the same as placement in Islamic Deposit with a licensed financial institution. There are risks involved and investors should rely on their own evaluation to assess the merits and risks when investing in the Fund.</b>
<b>Interest rate risk</b>	Interest rate risk is the risk that an investment's value will be affected due to a change in the level of interest rates. <b>Please note that although Islamic Deposit is a non-interest bearing instrument, the profit rate is correlated to the movement in the interest rates. As such, even though the Fund does not invest in interest bearing instruments, the profit rate of Islamic Deposits will be affected by the movement in interest rates and consequently the value of the investment of the Fund may be affected.</b>
<b>Currency risk</b>	You should also be aware that currency risk is applicable to Class(es) which is in a different currency than the base currency of the Fund. The impact of the exchange rate movement between the base currency of the Fund and the currency denomination of the respective Class(es) may result in a depreciation of the value of your holdings as expressed in the currency denomination of the respective Class(es).

## Fees and Charges

	Class(es) of units Class MYR
<b>Application Fee</b>	Nil.
<b>Withdrawal Fee</b>	Nil.
<b>Switching Fee</b>	Switching is treated as a withdrawal from Class MYR and an investment into another Class or Principal Islamic Malaysia's fund (or its class). As such, you will be charged a Switching Fee equal to the difference (if any) between the Application Fee of Class MYR and the Application Fee of the other Class or Principal Islamic Malaysia's fund (or its class). Switching Fee will not be charged if the Class or Principal Islamic Malaysia's fund (or its class) to be switched into has a lower Application Fee. In addition, we may impose MYR100 administrative fee for every switch. You may negotiate to lower the Switching Fee and/or administrative fees with us or our Distributors. We also have the discretion to waive the Switching Fee and/or administrative fees.
<b>Transfer Fee</b>	A maximum of MYR50 may be charged for each transfer.
<b>Management Fee</b>	Up to 0.25% per annum of the NAV of the Class.
<b>Trustee Fee</b>	Up to 0.02% per annum of the NAV of the Fund (including local custodian fees and charges).
<b>Other charges payable directly by you when purchasing or withdrawing units</b>	Any applicable bank charges and other bank fees incurred as a result of an investment or withdrawal will be borne by you.
<b>Expenses directly related to the Fund</b>	Only expenses that are directly related to the Fund can be charged to that Fund. Examples of relevant expenses are audit fee and tax agent's fee.

**Note:** All fees and charges are subject to any applicable taxes and/or duties as may be imposed by the government or other authorities (if any) from time to time. As a result of changes in any rule, regulation, directive, notice and/or law issued by the government or relevant authority, there may be additional cost to the fees, expenses, charges and/or taxes payable to and/or by the Fund or you as disclosed in the Product Highlights Sheet.

We may, for any reason at any time, where applicable, waive or reduce the amount of any fees (except the Trustee Fee) or other charges payable by you in respect of the Fund, either generally (for all Sophisticated Investors) or specifically (for any particular Sophisticated Investor, a group of Sophisticated Investors or investments made via any digital platform) and for any period or periods of time at our absolute discretion.

## Transaction Information

<b>Minimum investment</b>	<b>initial</b>	MYR 1 million or such other amount as we may decide from time to time.
<b>Minimum additional investment</b>		MYR 250,000 or such other amount as we may decide from time to time .
<b>Minimum withdrawal</b>		250,000 units or such other amount of units as we may decide from time to time.
<b>Minimum balance</b>		1 million units or such other amount of units as we may decide from time to time.
<b>Switching</b>		<p>Switching will be conducted based on the value of your investment in the Class. The minimum amount for a switch is subject to:</p> <ul style="list-style-type: none"> <li>▪ for switching out of the Class: <ul style="list-style-type: none"> <li>○ the minimum withdrawal applicable to the Class;</li> <li>○ the minimum balance required (after the switch) for the Class, unless you are withdrawing from the Class in entirety; and</li> <li>○ the Withdrawal Fee of the Class (if any);</li> </ul> </li> <li>▪ for switching into the Class: <ul style="list-style-type: none"> <li>○ the minimum initial investment amount or the minimum additional investment amount (as the case may be) applicable to the Class; and</li> <li>○ the Switching Fee applicable for the proposed switch (if any).</li> </ul> </li> </ul> <p>You may negotiate to lower the amount for your switch with us or our Distributors.</p>
<b>Transfer</b>		We may, at our absolute discretion, allow or refuse Unit holders to transfer their units to another eligible Sophisticated Investors subject to such terms and conditions as may be stipulated in the Deed.
<b>Cooling-off period</b>		You have six (6) Business Days after your initial investment (i.e. from the date the complete application is received and accepted by us or any of our Distributors) to reconsider the appropriateness and suitability for your investment needs. Within this period, you may withdraw your investment at the same NAV per unit when the units were purchased. We will refund the investment amount including Application Fee (if any) to you in the currency of the respective Class within ten (10) days from the date we receive the complete documentations. Please note that the cooling-off right is only given to first time investor investing with us or our Distributors. However, Principal Islamic Malaysia's staff and person(s) registered to deal in unit trust of Principal Islamic Malaysia or any of our Distributors are not entitled to the cooling-off right. Corporate client such as company, corporation, co-operative or institutions investing in the Fund are also not entitled to the cooling-off right.

**Note:** You may request for a lower amount when purchasing units (or additional units) or withdrawing units, which will be at our sole and absolute discretion. However, you should note that we may, for any reason at any time, where applicable, accept or reject a lower amount and without having to assign any reason, either generally (for all Sophisticated Investors) or specifically (for any particular Sophisticated Investor, a group of Sophisticated Investors, or investments made via any digital platform) without prior notice to you. We may also, for any reason at any time, where applicable, reduce the minimum balance, either generally (for all Sophisticated Investors) or specifically (for any particular Sophisticated Investor, a group of Sophisticated Investors, or investments made via any digital platform) without prior notice to you. For increase in the number of units for minimum withdrawal and minimum balance, we will require concurrence from the Trustee and you will be notified of such changes before implementation.

**YOU SHOULD NOT MAKE PAYMENT IN CASH TO ANY INDIVIDUAL AGENT OR ISSUE A CHEQUE IN THE NAME OF AN INDIVIDUAL AGENT.**

## Valuations

We will carry out the valuation of the Classes for each Business Day at the end of that Business Day (T day). The NAV per unit for a Business Day is available on our website at <http://www.principalislamic.com> after 10:00 a.m. on the following Business Day (T+1).

Please refer to the "Unit Pricing" section of the Information Memorandum for more information.

## Avenues to Exit This Investment

To exit from this investment, you may withdraw from the Fund or switch out of the Fund. You may withdraw your investment at the NAV per unit of the Business Day.

Withdrawals can be made from the Fund by completing a withdrawal form and sending it to our head office. There is no restriction on the frequency of withdrawals. The amount that you will receive is calculated by the withdrawal value less the Withdrawal Fee, if any. You will be paid in the currency of the Class (e.g. Class MYR will be paid in MYR) within three (3) Business Days of receipt of the complete withdrawal request. You will have to bear the applicable bank fees and charges, if any. For a withdrawal amount greater than RM30 million, you are required to provide us with a written notice (electronically or otherwise) of minimum seven (7) Business Days of such intention to withdraw to enable us to process the withdrawal.

For more information on the withdrawals, switching, and cooling-off period, please refer to the “Transaction Information” chapter of the Information Memorandum. For more information on the fees and charges incurred when you exit from this investment, please refer to “Fees, Charges and Expenses” chapter of the Information Memorandum.

## Contact for Further Information / Complaint

- (i) You may contact Institutional and International Sales at (03) 2084 8888 between 8:45 a.m. and 5:45 p.m. (Malaysian time) on Mondays to Thursdays and between 8.45 a.m. and 4.45 p.m. (Malaysian time) on Fridays (except on Kuala Lumpur public holidays) or you can e-mail us at [enquiries.principalislamic@principal.com.my](mailto:enquiries.principalislamic@principal.com.my) or [institutionalenquiries@principal.com.my](mailto:institutionalenquiries@principal.com.my).
- (ii) Alternatively, you may also contact:
- (a) Securities Industries Dispute Resolution Corporation (SIDREC):
- via phone to : 03-2282 2280
  - via fax to : 03-2282 3855
  - via e-mail to : [info@sidrec.com.my](mailto: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
- (b) SC’s Consumer & Investor Office:
- via phone to Aduan Hotline at : 03-6204 8999
  - via fax to : 03-6204 8991
  - via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
  - via online complaint form available at [www.sc.com.my](http://www.sc.com.my)
  - via letter to : Consumer & Investor Office  
Securities Commission Malaysia  
No 3 Persiaran Bukit Kiara, Bukit Kiara, 50490 Kuala Lumpur
- (c) FIMM’s Complaints Bureau:
- via phone to : 03-2092 3800
  - via fax to : 03-2093 2700
  - via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - via online complaint form available at [www.fimm.com.my](http://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

## Appendix: Glossary

Application Fee	- Preliminary charge on each investment.
Business Day	- Mondays to Fridays when Bursa Malaysia Securities Berhad is open for trading, and banks in Kuala Lumpur and/or Selangor are open for business.
Class	- Any Class of units representing similar interests in the assets of the Fund.
Class MYR	- The Class of units issued by the Fund denominated in MYR.
CMSA	- Capital Markets and Services Act 2007.
Distributors	- Any relevant persons and bodies appointed by us from time to time, who are responsible for selling the units of the Fund including Principal Distributors and IUTAs.
FIMM	- Federation of Investment Managers Malaysia.
Fund or WMMF-MYR	- Principal Islamic Wholesale Ringgit Malaysia Money Market Fund (formerly known as CIMB-Principal Islamic Wholesale Ringgit Malaysia Money Market Fund).
Information Memorandum	- Refers to this Information Memorandum in respect of the Fund and includes any addendum and/or supplemental to the Information Memorandum or replacement Information Memorandum, as the case may be.
Islamic Deposit	- As per the definition of “Islamic deposit” in the Islamic Financial Services Act 2013 and Development Financial Institutions Act 2002. <b>Note:</b> To exclude Islamic structured deposits.
Management Fee	- A percentage of the NAV of the Class that is paid to the Manager for managing the portfolio of the Fund.
NAV	- Net Asset Value.
NAV of the Fund	- The NAV of the Fund is the value of all the Fund’s assets less the value of all the Fund’s liabilities, at the point of valuation. For the purpose of computing the annual Management Fee (if any) and annual Trustee Fee (if any), the NAV of the Fund should be inclusive of the Management Fee and Trustee Fee for the relevant day.
NAV per Unit	- The NAV of the Fund divided by the number of units in circulation, at the valuation point.

Principal Islamic Malaysia or the Manager	-	Principal Islamic Asset Management Sdn Bhd (formerly known as CIMB-Principal Islamic Asset Management Sdn Bhd).
Product Highlights Sheet	-	Refers to the disclosure document issued by the Manager that contains clear and concise information of the salient features of the Fund.
RM or MYR	-	Malaysian Ringgit.
SC	-	Securities Commission Malaysia.
SC Guidelines	-	SC Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework.
Sophisticated Investor	-	Refers to investors as we determine as qualified or eligible to invest in the Fund and that fulfil any laws, rules, regulation, restrictions or requirements imposed by the respective country's regulators where the Fund is open for sale. For investors in Malaysia, this refers to any person who falls within any of the categories of investors set out in Part 1, Schedule 6 and 7 of the CMSA. <b>Note:</b> For more information, please refer to our website at <a href="http://www.principalislamic.com">http://www.principalislamic.com</a> for the current excerpts of Part 1, Schedules 6 and 7 of the CMSA.
Switching Fee	-	A charge that may be levied when switching is done from one (1) fund to another.
Transfer Fee	-	A nominal fee levied for each transfer of units from one (1) Unit holder to another.
Trustee Fee	-	A percentage of the NAV of the Fund that is paid to the Trustee for its services rendered as trustee for the Fund.
Unit holder	-	The registered holder for the time being of a unit of the Fund.
Wholesale Fund	-	A unit trust scheme established in Malaysia where the units are to be issued, offered for subscription or purchase, or for which invitations to subscribe for or purchase the units are to be made, exclusively to Sophisticated Investor.
Withdrawal Fee	-	A charge levied upon withdrawal under certain terms and conditions (if applicable).

**Note:** Unless the context otherwise requires,

- words importing the singular number should include the plural number and vice versa;
- reference to any rules, regulations, guidelines, standards, directives, notices, legislation or statutes in this Product Highlights Sheet shall be reference to those rules, regulations, guidelines, standards, directives, notices, legislations or statutes for the time being in force, as may be amended, varied, modified, updated, superseded and/or re-enacted, from time to time;
- time, day or date disclosed in this Product Highlights Sheet shall be a reference to that time, day or date in Malaysia; and
- reference to "days" in this Product Highlights Sheet will be taken to mean calendar days.

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