

MAYBANK ISLAMIC STRATEGIC INCOME FUND ("the Fund")

Date of Issuance: 4 November 2024

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Maybank Islamic 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 relevant information and document in relation to the Maybank Islamic Strategic Income 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 Maybank Islamic Strategic Income Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Maybank Islamic Strategic Income 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 Islamic Asset Management Sdn Bhd responsible for the Maybank Islamic Strategic Income 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.

PRODUCT HIGHLIGHTS SHEET

Asset Management

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

1. What is Maybank Islamic Strategic Income Fund?

The Fund is Maybank Islamic Asset Management Sdn Bhd's wholesale sukuk fund. The Fund aims to provide unit holders with income through investments in sukuk (directly or via Islamic collective investment schemes ("CIS")), Islamic money market instruments and Islamic deposits.

2. Fund Suitability

The Fund is suitable for Sophisticated Investors* who:

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

* Please refer to the definition of "Sophisticated Investor(s)" in the information memorandum for more details.

3. Investment Objective

The Fund aims to provide unit holders with income through investments in sukuk (directly or via Islamic CIS), Islamic money market instruments and Islamic deposits.

4. Key Product Features

Class	Class A	Class B
Fund Type	Income.	
Fund Category	Sukuk (Wholesale).	
Performance Benchmark	Maybank 1-month Islamic deposit rate. <i>(Source: www.maybank2u.com.my)</i> <i>Note: The risk profile of the Fund is different from the risk profile of the performance benchmark.</i>	
Investment Strategy	<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 and up to 70% of its NAV in Islamic money market instruments and Islamic deposits. The Fund may invest in MYR-denominated sukuk directly or via Islamic CIS.</p> <p>The Fund will invest in MYR-denominated sukuk with a minimum credit rating of "AA3" by RAM Rating Services Berhad ("RAM") or its equivalent rating by Malaysian Rating Corporation Berhad ("MARC") at the point of purchase. If any of the Fund's investments in MYR-denominated sukuk have been downgraded to a credit rating lower than "AA3" by RAM or its equivalent rating by MARC, the Manager may dispose the downgraded sukuk as soon as practicable. However, if such prompt action may be detrimental to the Fund, or if the Manager remains comfortable with the default risk after conducting its credit assessment by taking into consideration both the quantitative and qualitative factors and concluded that the probability of the default is low, the Manager may, at its own discretion based on its understanding of the credit fundamentals of the issuer, continue to hold the downgraded MYR-denominated sukuk for up to ninety (90) days. This treatment shall be applicable to issuer rating when there is no issue rating for a MYR-denominated 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 Manager is of the opinion that the issuer's rating is a representation of the MYR-denominated 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 Manager may also invest in MYR-denominated sukuk via Islamic CIS provided that it is consistent with the Fund's investment objective.</p> <p>The Fund is actively managed to meet the investment objective of the Fund. However, the frequency of its trading activities will depend on market opportunities and the Manager's assessment of the market.</p>				
Launch Date	4 November 2024				
Manager	Maybank Islamic Asset Management Sdn Bhd.				
Annual Management Fee	<table border="1"> <thead> <tr> <th>Class A</th> <th>Class B</th> </tr> </thead> <tbody> <tr> <td>Up to 0.30% per annum of the NAV of the Class.</td> <td>Up to 0.15% per annum of the NAV of the Class.</td> </tr> </tbody> </table> <p>The annual management fee is calculated and accrued daily, and payable monthly to the Manager.</p>	Class A	Class B	Up to 0.30% per annum of the NAV of the Class.	Up to 0.15% per annum of the NAV of the Class.
Class A	Class B				
Up to 0.30% per annum of the NAV of the Class.	Up to 0.15% per annum of the NAV of the Class.				
Sales Charge	Nil.				
Redemption Charge	Nil.				
Switching Fee	<table border="1"> <thead> <tr> <th>Class A</th> <th>Class B</th> </tr> </thead> <tbody> <tr> <td colspan="2">RM10.00 per switch</td> </tr> </tbody> </table> <p><i>Notes:</i></p> <ol style="list-style-type: none"> <i>The Manager reserves the right to waive the switching fee at its absolute discretion.</i> <i>In addition to the switching fee, unit holder will have to pay the difference in sales charge when switching from a fund with lower sales charge to a fund with higher sales charge.</i> 	Class A	Class B	RM10.00 per switch	
Class A	Class B				
RM10.00 per switch					
Transfer Fee	<table border="1"> <thead> <tr> <th>Class A</th> <th>Class B</th> </tr> </thead> <tbody> <tr> <td colspan="2">RM10.00 per transfer</td> </tr> </tbody> </table> <p><i>Notes:</i></p> <ol style="list-style-type: none"> <i>The Manager reserves the right to waive the transfer fee at its absolute discretion.</i> <i>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.</i> 	Class A	Class B	RM10.00 per transfer	
Class A	Class B				
RM10.00 per transfer					
Trustee	TMF Trustees Malaysia Berhad.				
Annual Trustee Fee	0.03% per annum of the NAV of the Fund, calculated and accrued daily and payable monthly to the Trustee.				
Shariah Adviser	Amanie Advisors Sdn Bhd.				

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Minimum Initial Investment [^]	Class A	Class B
	RM250,000	RM10,000,000
Minimum Additional Investment [^]	Class A	Class B
	RM50,000	RM5,000,000
Minimum Unit Holdings [^]	Class A	Class B
	100,000 Units	500,000 Units

[^] or such other lower amount or number of units (as the case may be) as may be decided by the Manager from time to time.

Note: The Manager's distributors may set a lower minimum initial and/or additional investment than the above for investments made via the Manager's distributors subject to their terms and conditions for investment.

Minimum Redemption of Units	<p>None, provided the minimum unit holdings requirement is met.</p> <p>If a unit holder's unit holdings, after a redemption request, are below the minimum unit holdings for the Fund, full redemption will be initiated.</p>
Distribution Policy	<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, 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 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
MYR-denominated sukuk	Minimum 30%
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 "AA3" 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 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 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

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reduce part of the unit holders' original investment and may also result in reduced future returns to unit holders.

Risk Associated with Investing in Islamic CIS

Investing in Islamic CIS may be more costly to the Fund than if the Fund had invested in the underlying investments directly as the Fund will indirectly be paying the fees and expenses of the Islamic CIS in addition to the Fund's direct fees and expenses. Investing in other Islamic CIS may subject the Fund to the risk that (i) the valuations of the Fund may not reflect the true value of the underlying Islamic CIS at a specific time which could result in significant losses or inaccurate pricing for the Fund and/or (ii) the valuation of the underlying Islamic CIS may not be available as at the relevant valuation point for the Fund. The Fund's investments in Islamic CIS may also subject the Fund to additional risks (such as risk associated with the investment manager of the Islamic CIS) than if the Fund would have invested directly in the underlying investments of the Islamic CIS. The risk associated with the investment manager of the Islamic CIS includes but are not limited to the risk of non-adherence to the investment objective, strategy and policies of the Islamic CIS, the risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems of the investment manager of the Islamic CIS, and the risk that the Islamic CIS may underperform due to poor investment decisions by the investment manager of the Islamic CIS. Any adverse price movement of such Islamic CIS will adversely affect the Fund's NAV.

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

For more details, please refer to section 6.1 and section 6.2 in the information memorandum 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/web/islamic/. Alternatively, the Manager's client servicing personnel can be contacted at 03 - 2297 7888.

8. Exiting from Investment

Submission of Redemption Request	The cut-off time for redemption of units shall be at 4.00 p.m. on a business day. <i>Note: The Manager's distributors may set an earlier cut-off time for receiving requests/applications in respect of redemption of units. Please check with the respective distributors for their respective cut-off time.</i>
Payment of Redemption Proceeds	Unit holders shall be paid 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

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	insufficient Islamic liquid assets to pay within the three (3) business days, the redemption proceeds will be paid to unit holders not exceeding seven (7) business days.
Remittance of Redemption Proceeds	The Manager shall remit the redemption proceeds to the account held in the name of the unit holder(s).

9. Contact Information
I. For internal dispute resolution, you may contact:
Clients Servicing Personnel

Tel : 03-2297 7888

Fax : 03-2297 7898

Email : mamcs@maybank.com.my

Website : <https://www.maybank-am.com/web/islamic/>

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 : 03-2276 6969

b. via email to : info@sidrec.com.my

c. via letter to : Securities Industry Dispute Resolution Center (SIDREC)

Level 25, Menara Takaful Malaysia

No. 4, Jalan Sultan Sulaiman

50000 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 (Aduan hotline)

b. via fax to : 03-6204 8991

c. via email to : aduan@seccom.com.my

d. via the 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

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

c. via the online complaint form available at www.fimm.com.my

d. via letter to : Complaints Bureau

Legal & Regulatory Affairs

Federation of Investment Managers Malaysia

19-06-1, 6th Floor, Wisma Capital A

No. 19, Lorong Dungun

Damansara Heights

50490 Kuala Lumpur