

Date of Issuance : 30 November 2021

Eastspring Investments Institutional Income Fund

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the authorised persons approved by the Board of Eastspring Investments 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 the issuance of Eastspring Investments Institutional Income Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Eastspring Investments Institutional Income Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Eastspring Investments Institutional 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 Eastspring Investments Berhad responsible for the Eastspring Investments Institutional 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.

This Product Highlights Sheet only highlights the key features and risks of the Fund. Investors are advised to request, read and understand the master prospectus and its supplementary master prospectus(es) (if any) (hereinafter collectively referred to as “Master Prospectus”) of the Fund before deciding to invest. If in doubt, please consult a professional adviser.

PRODUCT HIGHLIGHTS SHEET

Eastspring Investments Institutional Income Fund ("Fund")

Fund Category	Money Market	Launch Date	7 April 2005
Fund Type	Income	Manager	Eastspring Investments Berhad
Financial Year End	30 September		

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The Fund is suitable for investors who:

- seek a steady income* stream;
- have low risk tolerance; and
- adopt a short-term investment horizon.

Refer to “Investor Profile” in the “Information In Relation to the Fund” section of the Fund’s Master Prospectus.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

You are investing in a money market fund which seeks to provide liquidity and a steady income* stream by investing in money market instruments and/or Deposits.

Refer to “Fund Objective” in the “Information In Relation to the Fund” section of the Fund’s Master Prospectus.

Investment Strategy

The Fund seeks to achieve its objective by investing in a portfolio of money market instruments and/or Deposits.

The Fund shall invest in money market instruments issued by financial institutions or its parent company with minimum credit rating of A3 or P1 by RAM Rating Services Berhad, or its equivalent rating by any other domestic rating agencies. Should the credit rating of the money market instruments or the issuing financial institutions or its parent company be downgraded by the rating agencies to below the minimum credit rating, the Manager shall cease to place new monies with the financial institutions concerned.

Refer to “Investment Strategy” in the “Information In Relation to the Fund” section of the Fund’s Master Prospectus.

**Income distributed to a Unit Holder will be reinvested into additional Units unless Unit Holders opt for the distribution to be paid out.*

Asset Allocation	
<ul style="list-style-type: none"> Minimum of 90% of the Fund's NAV in permitted investments which have a remaining maturity period of not more than 365 days. Maximum of 10% of the Fund's NAV in permitted investments which have a remaining maturity period of more than 365 days but fewer than 732 days. Minimum of 1% of the Fund's NAV in Deposits or liquid assets. 	Refer to "Asset Allocation" in the "Information In Relation to the Fund" section of the Fund's Master Prospectus.
Income Distribution Policy	
Distribution of income, if any, after deduction of taxation and expenses, will be declared at least twice a year.	Refer to "Income Distribution Policy" in the "Transaction Information" section of the Fund's Master Prospectus.
Parties Involved	
WHO ARE YOU INVESTING WITH? <ul style="list-style-type: none"> The Manager is Eastspring Investments Berhad (company no.: 200001028634 (531241-U)) incorporated in November 2000 and is part of Prudential plc (United Kingdom) group. The Trustee of the Fund is Deutsche Trustees Malaysia Berhad (company no.: 200701005591 (763590-H)). 	Refer to "The Management and the Administration of the Fund" and "The Trustee" sections of the Fund's Master Prospectus.
Possible Outcomes of Investing in the Fund	
Investment involves risk and different types of unit trust funds carry different levels of risk. The value of the Fund and its distributions (if any) may rise or fall. These risk factors, among others, may cause you to lose some or all of your investment.	Refer to "Risk Factors" in the "Information In Relation to the Fund" section of the Fund's Master Prospectus.
KEY RISKS	
WHAT ARE THE KEY RISKS ASSOCIATED WITH THE FUND?	Refer to "Risk Factors" in the "Information In Relation to the Fund" section of the Fund's Master Prospectus.
Credit or Default Risk	
This risk refers to the creditworthiness of the financial institutions and their expected ability to make timely payment of profit and/or principal. In the event the financial institutions default in the profit and/or principal payments, the value of the Fund will be adversely affected.	
Interest Rate Risk	
Interest rate fluctuations will affect the fixed deposit returns of the Fund. Interest rates offered by the financial institutions will fluctuate according to the overnight policy rate determined by Bank Negara Malaysia and this has direct impact on the Fund's future placement in deposit. The Fund will benefit from higher interest rate and in the event that the interest rate is low, the Fund's returns will also be low.	

Please be advised that if you invest in Units through an Institutional Unit Trust Scheme Adviser (IUTA) which adopts the nominee system of ownership, you would not be considered to be a Unit Holder under the Deed and you may, consequently, not have all the rights ordinarily exercisable by a Unit Holder (for example, the right to call for a Unit Holder's Meeting and to vote thereat and the right to have your particulars appearing in the register of Unit Holders of the Fund).

FEES AND CHARGES							
WHAT ARE THE FEES AND CHARGES OF THE FUND? The fees, charges and expenses disclosed are exclusive of any taxes or duties that may be imposed by the government or other authorities from time to time.	Refer to "Fees, Charges and Expenses" section of the Fund's Master Prospectus.						
<u>Payable directly by you</u>							
<table border="1"> <tr> <td>Sales charge</td><td>Nil</td></tr> <tr> <td>Repurchase charge</td><td>Nil</td></tr> <tr> <td>Switching fee</td><td>Not applicable</td></tr> </table>	Sales charge	Nil	Repurchase charge	Nil	Switching fee	Not applicable	
Sales charge	Nil						
Repurchase charge	Nil						
Switching fee	Not applicable						
<u>Payable indirectly by you</u>							
<table border="1"> <tr> <td>Annual management fee</td><td>Up to 0.25%* of the NAV of the Fund per annum</td></tr> <tr> <td>Annual trustee fee</td><td>Up to 0.03% per annum of the NAV of the Fund, subject to a minimum of RM18,000 per annum and a maximum of RM350,000 per annum</td></tr> </table>	Annual management fee	Up to 0.25%* of the NAV of the Fund per annum	Annual trustee fee	Up to 0.03% per annum of the NAV of the Fund, subject to a minimum of RM18,000 per annum and a maximum of RM350,000 per annum			
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Annual trustee fee	Up to 0.03% per annum of the NAV of the Fund, subject to a minimum of RM18,000 per annum and a maximum of RM350,000 per annum						
* Effective 1 August 2019, the annual management fee for the Fund has been reduced from up to 0.60% of the NAV per annum to up to 0.25% of the NAV per annum.							
VALUATION AND EXITING FROM THE FUND							
HOW OFTEN ARE VALUATIONS AVAILABLE FOR THE FUND?							
The Fund will be valued at least once every Business Day. The latest Unit prices are published every Business Day on the Manager's website, www.eastspring.com/my or you may contact the Manager directly at (603) 2778 1000.	Refer to "Valuation of the Fund" in the "Information In Relation to the Fund" section of the Fund's Master Prospectus.						

HOW CAN YOU EXIT FROM THE FUND AND WHAT ARE THE RISKS AND COSTS INVOLVED?	
<ul style="list-style-type: none"> You may redeem all or some of the Units held on any Business Day by completing a transaction form. Redemption application should be made before the cut-off time of 11.00 a.m. on any Business Day. The Units will be redeemed at the NAV per Unit calculated at the next valuation point (i.e. forward pricing) after the redemption application is received by the Manager. When the redemption application is received after the cut-off time as stated above, the redemption application will be deemed to have been received on the next Business Day. The Manager shall pay you the redemption proceeds within four (4) Business Days from the date the Manager receives the duly completed transaction form. Payment will be made via e-payment according to your bank account details as stated in the duly completed transaction form. 	<p>Refer to "Transaction Information" section of the Fund's Master Prospectus.</p>
COOLING-OFF POLICY	
<ul style="list-style-type: none"> A cooling-off right is only given to an individual investor who is investing in any of the unit trust funds managed by the Manager for the first time but shall not include the Manager's staff and a person registered with a body approved by the Securities Commission Malaysia ("SC") to deal in unit trusts. The cooling-off right allows Unit Holder the opportunity to reverse an investment decision which could have been unduly influenced by certain external elements or factors. The cooling-off period shall be within six (6) Business Days which shall be effective from the date the Manager receives the duly completed transaction form. 	<p>Refer to "Cooling-off Period & Cooling-off Right" in the "Transaction Information" section of the Fund's Master Prospectus.</p>

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

PERFORMANCE OF THE FUND

(Source : Annual Report for Eastspring Investments Institutional Income Fund for the Financial Year Ended 30 September 2021)

AVERAGE TOTAL RETURN OF THE FUND

Period	1-Year	3-Year	5-Year	10-Year
As at 30 September 2021 (%)				
Fund	1.94	2.68	2.81	2.87

(Source : The above total return of the Fund was sourced from Lipper for Investment Management and Morningstar)

ANNUAL TOTAL RETURN OF THE FUND FOR THE LAST 10 YEARS

As at 30 September (%)

Year	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Fund	2.60	2.62	2.83	3.27	3.36	2.98	3.00	3.21	2.91	1.94
Benchmark	1.70	1.76	1.85	2.00	1.95	1.75	1.86	1.79	0.95	0.25

During the period under review, the Fund registered a return of 1.94%, outperforming its benchmark return of 0.25% by 1.69%. The outperformance of the Fund was attributed to the investment in short-term deposits and money market placements of diversified maturities while maintaining its liquidity requirements.

BASIS OF CALCULATION AND ASSUMPTIONS MADE IN CALCULATING RETURNS

$$\text{Percentage growth} = \frac{\text{NAV}_t}{\text{NAV}_0} - 1$$

NAV_t = NAV at the end of the period

NAV_0 = NAV at the beginning of the period

$$\text{Performance annualised} = (1 + \text{Percentage Growth})^{1/n} - 1$$

(Adjusted for unit split and distribution paid out for the period)

n = number of years

PORTFOLIO TURNOVER RATIO ("PTR") FOR THREE MOST RECENT FINANCIAL YEARS

As at 30 September (times)

Year	2021 (times)	2020 (times)	2019 (times)
Fund	28.76	18.69	30.77

There were no significant changes to the PTR during the period under review.

INCOME DISTRIBUTION FOR THREE MOST RECENT FINANCIAL YEARS

As at 30 September

Eastspring Investments Institutional Income Fund	2021	2020	2019
Gross distribution per Unit (sen)	2.00	3.14	3.16
Net distribution per Unit (sen)	2.00	3.14	3.16

Income distribution is in the form of cash.

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

Other Information

- Only registered unit trust scheme (“UTS”) consultants are allowed to sell unit trust funds. Your UTS consultant should show you a valid authorisation card confirming registration with the Federation of Investment Managers Malaysia (“FIMM”). If your UTS consultant does not have an authorisation card, you may go to www.fimm.com.my to verify the UTS consultant's registration status via “Is My Consultant Authorised?” or request the UTS consultant to show you the search result of the check.
- A unit trust fund may only be offered to the public if it is approved by the SC. Go to www.sc.com.my for a list of unit trust funds currently available in the market or call 603-6204 8777 for assistance.
- When you buy into a unit trust fund, you should be given the latest copy of prospectus for free. Read the prospectus carefully; understand its contents before investing.

CONTACT INFORMATION

- 1) To lodge a complaint or for an internal dispute resolution, you can contact our client services personnel:

(a) via phone to	:	(603) 2778 1000
(b) via email to	:	cs.my@eastspring.com
(c) via letter to	:	Eastspring Investments Berhad Level 22, Menara Prudential Persiaran TRX Barat 55188 Tun Razak Exchange Kuala Lumpur
- 2) Investor can contact FIMM Complaints Bureau:

(a) via phone to	:	(603) 2092 3800
(b) via fax to	:	(603) 2093 2700
(c) via email to	:	complaints@fimm.com.my
(d) via online complaint form	:	www.fimm.com.my
(e) via letter to	:	Legal, Secretarial & Regulatory Affairs Federation of Investment Managers Malaysia 19-06-1, 6 th Floor Wisma Tune No. 19, Lorong Dungun Damansara Heights 50490 Kuala Lumpur
- 3) Should an individual or a sole proprietor investor be dissatisfied with the outcome of the internal dispute resolution process, he may refer his dispute to the Securities Industry Dispute Resolution Center (SIDREC) via the following modes. The individual or a sole proprietor investor may do so within 180 days of receiving the final answer from the Manager or after 90 days from filing the complaint if there was no response from the Manager.

(a) via phone to	:	(603) 2282 2280
(b) via fax to	:	(603) 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

- 4) The investor can also direct his complaint to the SC even if he has 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 : (603) 6204 8999
 - (b) via fax to : (603) 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

APPENDIX: GLOSSARY OF TERMS	
Business Day	Means a day in which Bursa Malaysia is open for trading.
Deposits	Means money placed with financial institutions in fixed deposit or current account.
liquid assets	Means any permitted investments capable of being converted into cash within seven (7) days.
Net Asset Value or (NAV)	Is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at the valuation point.
NAV per Unit	Means the NAV of the Fund divided by the number of units in circulation, at the valuation point.
Unit(s)	Means an undivided share in the beneficial interest and/or right in the Fund and a measurement of the interest and/or right of a Unit Holder in the Fund and means a unit of the Fund.
Unit Holder(s) or you	Means the person for the time being who is registered pursuant to the deed of the Fund as a holder of Units of the Fund, including jointholder.