

Date of Issuance: 22 January 2024

Eastspring Investments Wholesale Sukuk Extra 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 relevant information and document in relation to the Eastspring Investments Wholesale Sukuk Extra 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 Eastspring Investments Wholesale Sukuk Extra Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Eastspring Investments Wholesale Sukuk Extra 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 Wholesale Sukuk Extra 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.

ADDITIONAL STATEMENT

Eastspring Investments Wholesale Sukuk Extra Fund is a qualified Sustainable and Responsible Investment fund ("SRI fund") under the Guidelines on Sustainable and Responsible Investment Funds.

This Product Highlights Sheet only highlights the key features and risks of the Fund. Investors are advised to request, read and understand the Fund's information memorandum and its supplementary(ies) (if any) (hereinafter collectively referred to as "Information Memorandum") before deciding to invest. If in doubt, please consult a professional adviser.

PRODUCT HIGHLIGHTS SHEET

Eastspring Investments Wholesale Sukuk Extra Fund ("Fund")

Fund Category	Sukuk	Launch Date	28 May 2021
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 Sophisticated Investors who:

- Seek a steady income stream;
- have a low to medium risk tolerance; and
- adopt a short to medium term investment horizon.

This Fund is not available for subscription to any U.S Person.

Refer to "Investors' Profile" in the "Fund Information" section of the Fund's Information Memorandum.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

You are investing in a sukuk fund which aims to provide regular income stream* and capital growth to Unit Holders.

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

Refer to "Fund Objective" in the "Fund Information" section of the Fund's Information Memorandum.

Investment Strategy

- The External Investment Manager aims to achieve the Fund's objective by actively managing a portfolio of corporate sukuk, sukuk issued or guaranteed by Malaysian government or BNM, Islamic money market instruments and/or Islamic deposits. The Fund may also invest in sukuk issued under the SC's SRI Sukuk Framework.
- The average duration of the investment portfolio of the Fund shall not exceed 3 years and as such, this Fund will be suitable for investors who are looking for a fund that is of short to medium term.
- The Fund shall place in Islamic deposits or invest in Islamic money market instruments issued by financial institutions. The credit ratings of the financial institutions will be of a minimum credit rating of AA3/AA- by RAM/MARC or its equivalent rating by any other domestic rating agencies. In the event that the credit ratings of the financial institutions are not available, we will use the credit rating of the parent company of the financial institutions, which should also be of a minimum credit rating of AA3/AA- by RAM/MARC or its equivalent rating by any other domestic rating agencies.
- Should the credit rating of the financial institutions or its parent company be downgraded by the rating agencies to below the minimum credit rating, the External Investment Manager shall cease to place new moneys or invest in Islamic money market instruments with the financial institutions concerned.

Refer to "Investment Strategy" in the "Fund Information" section of the Fund's Information Memorandum.

- The credit ratings of corporate sukuk will be of a minimum credit rating of AA3/AA- by RAM/MARC or its equivalent rating by any other domestic rating agencies at the point of purchase.
- Sukuk and Islamic money market instruments issued by the Malaysian government or BNM need not be rated.
- Furthermore, the Fund may also choose to increase its holdings in Islamic deposits, Islamic money market instruments or any combination of these two (2) types of investments, if the size of the Fund is relatively small and where the Fund does not have sufficient moneys to invest in corporate sukuk and/or sukuk issued or guaranteed by Malaysian government or BNM.

Sustainable and Responsible Investment Strategy

- The Fund's investment policy and strategy in the selection, retention and realisation of the Fund's investments adopts ESG considerations which employs negative screening to identify and exclude the following:
 1. Companies undertaking business activities in Shariah non-compliant activities such as alcohol, gaming, tobacco and controversial weapons.
 2. Companies whose nature of businesses derive more than 30% of their revenue from thermal coal.
 3. Companies which are non-Roundtable on Sustainable Palm Oil members.
 4. Companies which have failed to conduct their business in accordance with the ten (10) universally accepted principles of United Nations Global Compact (UNGC) that includes Human Rights, Labour, Environment, Anti-Corruption as listed below:

Human Rights	Principle 1: Businesses should support and respect the protection of internationally proclaimed human rights; and Principle 2: make sure that they are not complicit in human rights abuses.
Labour	Principle 3: Businesses should uphold the freedom of association and the effective recognition of the right to collective bargaining; Principle 4: the elimination of all forms of forced and compulsory labour; Principle 5: the effective abolition of child labour; and Principle 6: the elimination of discrimination in respect of employment and occupation.
Environment	Principle 7: Businesses should support a precautionary approach to environmental challenges; Principle 8: undertake initiatives to promote greater environmental responsibility; and Principle 9: encourage the development and diffusion of environmentally friendly technologies
Anti-Corruption	Principle 10: Businesses should work against corruption in all its forms, including extortion and bribery.

- We utilise internal and external resources to assist in the negative screening for the Fund's strategy. Apart from public disclosures and information we acquired from engaging with management of companies, industry players, regulators and media report, we subscribe to third-party ESG data vendor for our negative screening.
- The screening exercise will be done at the point of purchase, based on internal and external sources of information including publicly available information, third party research providers and any other research which is relevant to our ESG analysis.
- Specifically, the Fund will exclude investments in companies undertaking business activities in Shariah non-compliant activities such as alcohol, gaming, tobacco, controversial weapons, as well as sukuk issued by issuers whose nature of businesses derive more than 30% of their revenue from thermal coal and plantation companies which are non- Roundtable on Sustainable Palm Oil members. We will also exclude issuers of sukuk which we consider have failed to conduct their business in accordance with the principles as set out in the UNGC. The UNGC consists of the ten universally accepted principles that are derived from international agreements on four topics: human rights, labour, environment, and anti-corruption. Issuers that have failed in any of the ten UNGC principles will be excluded.
- As part of our investment process, we will monitor and evaluate the Fund's investments periodically to ensure its consistency with our ESG framework and not inconsistent with any other sustainability considerations. We will also engage with selective issuers of sukuk held in the Fund on material ESG issues to encourage transition towards more sustainable practices. The Fund will maintain at least 2/3 of its NAV in investments that meet our ESG criteria at all times.
- If the Fund's investment become inconsistent with the sustainability considerations adopted by the Fund or it breaches the minimum 2/3 of its NAV in investments that meet our ESG criteria, we will dispose and/or replace the investment in the following manner:
 - a) Immediately, if the value of the investment exceeds or is equal to the investment cost; or
 - b) within three (3) months on best efforts basis, if the value of the investment is below the investment cost, depending on the liquidity of the Fund at the point of disposal.
- However, the Fund may hold the investment for more than three (3) months, if it is in the best interest of Unit Holders to do so and the Trustee's consent is obtained, subject to at least a monthly review by the Trustee. The Fund is permitted to retain the profit received during the holding period until such time when the market value of the investment held is equal to investment cost. Once the market value of the investment held exceeds or is equal to the investment costs, the Fund will dispose the investment in an orderly manner.
- However, the Fund may not be able to meet its minimum asset allocation, which is 70% of the Fund's NAV, into corporate sukuk and/or sukuk issued or guaranteed by Malaysian government or BNM, due to small fund size or during the period of large withdrawals, where the Fund needs to raise more cash to cater to redemptions. This may result in the Fund having significant allocations in Islamic money market instruments and / or Islamic deposits.
- Under such circumstances and/or temporary defensive position where the Fund is having more significant amount in cash, the External Investment Manager will then place the Islamic deposits and Islamic money market instruments in financial institutions that have been negatively screened. The negative screening that we apply for the financial institutions that we place Islamic deposits is similar to how we do for the issuers of the sukuk as well.
- We exclude financial institutions that have failed to conduct their business in accordance with the principles as set by the United Nations Global Compact (UNGC). As per current process, we utilize MSCI ESG Research to assist in our screening process of the Islamic financial institutions on the UNGC principles.

<ul style="list-style-type: none"> Financial institutions that have failed in any of the ten principles of the UNGC will be excluded. This is to ensure that even under such circumstances, at least 2/3 of the Fund's NAV is maintained in instruments that are subjected to sustainable considerations. In addition to the abovementioned investment strategy, the Fund being a Islamic fund, also integrates Shariah considerations into its investment processes, by consistently adhering to the Shariah investment guidelines adopted by the Shariah Adviser. Furthermore, the Fund's exclusion on certain business sectors as highlighted in our SRI strategy also reflects our commitment on the ethical investments of the Fund. This integration of ethical/faith-based investment strategy is part of the Fund's overall SRI strategy. 	
Asset Allocation	
<ul style="list-style-type: none"> 70% to 100% of the Fund's NAV may be invested in corporate sukuk. Up to 30% of the Fund's NAV may be invested in sukuk issued or guaranteed by Malaysian government or Bank Negara Malaysia; and Up to 30% of the Fund's NAV may be invested in Islamic money market instruments and Islamic deposits or any combination of these two (2) types of investments. 	<p>Refer to "Investment Strategy" and "Asset Allocation" in the "Fund Information" section of the Fund's Information Memorandum.</p>
Income Distribution Policy	
<p>Subject to the availability of income, distribution of income, if any, will be on quarterly basis, after deduction of taxation and expenses.</p>	<p>Refer to "Income Distribution Policy" in the "Fund Information" section of the Fund's Information Memorandum.</p>
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> The Manager is Eastspring Investments Berhad (registration no.: 200001028634 (531241-U)) incorporated in November 2000 and an ultimately wholly owned subsidiary of Prudential plc. The Trustee of the Fund is Deutsche Trustees Malaysia Berhad (registration no.: 200701005591 (763590-H)). The Shariah Adviser of the Fund is BIMB Securities Sdn Bhd (registration no.: 199401004484 (290163-X)). The Manager has appointed Eastspring Al-Wara' Investments Berhad (registration no.: 200901017585 (860682-K)) as the External Investment Manager. The External Investment Manager and the Manager are within the same parent company i.e. Prudential plc; therefore there is a possibility of conflict of interest element and/or related party transactions. However, the Manager has in place policies and procedures to deal with any conflict of interest and/or related party situations 	<p>Refer to "Corporate Directory and "Information In Relation To The External Investment Manager" in the "Fund Information" sections of the Fund's Information Memorandum.</p>
Possible Outcomes of Investing in the Fund	
<p>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.</p>	<p>Refer to "Risk Factors in the "Fund Information" section of the Fund's Information Memorandum.</p>

KEY RISKS	
WHAT ARE THE KEY RISKS ASSOCIATED WITH THE FUND?	Refer to “Risk Factors” in the “Fund Information” section of the Fund’s Information Memorandum.
Credit or Default risk	
<ul style="list-style-type: none"> • Credit risk refers to the creditworthiness of the issuers of the sukuk 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. • Default risk relates to the inability of the issuer of the sukuk held by the Fund to make the profit or principal payments when due. In the event the issuer defaults in the profit or principal payments, the value of the Fund will be adversely affected. 	
Counterparty risk	
<ul style="list-style-type: none"> • The Fund will be exposed to credit risk of the counterparties with whom the Fund trades with or make placements of Islamic deposits. In the event that the counterparty is not able to fulfil its obligations especially in the event of bankruptcy, this may lead to a loss to the Fund. Counterparty risk may be mitigated by conducting credit evaluation on the counterparty to ascertain the creditworthiness of the counterparty. 	
Interest rate risk	
<ul style="list-style-type: none"> • Generally, the value of sukuk will move inversely to interest rate movements. Therefore, the value of sukuk may fall when interest rates rise and vice versa. Sukuk of longer duration tend to be more sensitive to interest rate changes. • The above interest rate is a general indicator that will have an impact on the management of the Fund regardless whether it is an Islamic fund or otherwise. It does not in any way suggest that the Fund will invest in conventional financial instruments. All the investments carried out for the Fund are in accordance with Shariah requirements. 	
Income distribution risk	
<ul style="list-style-type: none"> • It should be noted that the distribution of income is not guaranteed. The distribution of income is made from realised gains and/or realised income. As such, the Fund may not be able to distribute income if it does not receive such cash flows. 	
Shariah status reclassification risk	
<ul style="list-style-type: none"> • This risk refers to the risk of a possibility that the currently held Shariah-compliant instruments invested by the Fund may be declared as Shariah non-compliant by the relevant authority or the Shariah adviser. If this occurs, the External Investment Manager will take the necessary steps to dispose of such instruments. In such situation, the investment may need to be liquidated at an unfavorable market value which will affect the performance of the Fund. 	
SRI non-compliance risk	
<ul style="list-style-type: none"> • There is a risk that the Fund may suffer losses when we have to dispose of any investments of the Fund to rectify any SRI non-compliance. If this occurs, the value of the Fund may be adversely affected. This risk is, however, mitigated as the Fund is allowed to continue holding on to such SRI non-compliant investment if the value of the SRI non-compliant investment is below the investment cost and to retain the profit received during the holding period until such time when the market value of the SRI non-compliant investment held is equal to the investment cost. The sustainable investment process described in the investment strategy above (i.e. negative screening based on Shariah principles and identified ESG risk factors) helps the External Investment Manager to manage and mitigate this risk. This risk is also mitigated by active monitoring from our investment team i.e. to utilize a third-party ESG data vendor to independently screen out and monitor issuers based on our negative screening methodology on potential sukuk or existing holdings in the portfolio. 	

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							
<p>WHAT ARE THE FEES AND CHARGES OF THE FUND?</p> <p>The fees, charges and expenses currently disclosed are exclusive of any taxes or duties that may be imposed by the government or other authorities from time to time. The Manager / Trustee (where applicable) shall have the right to charge and recover from the Fund any applicable taxes and / or duties now or hereafter imposed by law or required to be paid in connection with the products or services provided by the Manager / Trustee (where applicable).</p> <p><u>Payable directly by you</u></p> <table border="1" style="width: 100%; border-collapse: collapse; margin-top: 10px;"> <tr> <td style="width: 30%; padding: 5px;">Sales charge</td> <td style="padding: 5px;">Nil</td> </tr> <tr> <td style="padding: 5px;">Repurchase charge</td> <td style="padding: 5px;">Nil</td> </tr> <tr> <td style="padding: 5px;">Switching fee</td> <td style="padding: 5px;">There is no switching fee imposed on switching of Units but if a Unit Holder of the Fund wishes to switch into any other funds managed by the Manager and the sales charge of the Fund is less than the sales charge of the other funds to be switched into, the Unit Holder shall pay the difference between the two (2) sales charges of these two transacted funds. However, no sales charge will be imposed if the fund to be switched into has a lower sales charge than the Fund.</td> </tr> </table>	Sales charge	Nil	Repurchase charge	Nil	Switching fee	There is no switching fee imposed on switching of Units but if a Unit Holder of the Fund wishes to switch into any other funds managed by the Manager and the sales charge of the Fund is less than the sales charge of the other funds to be switched into, the Unit Holder shall pay the difference between the two (2) sales charges of these two transacted funds. However, no sales charge will be imposed if the fund to be switched into has a lower sales charge than the Fund.	<p>Refer to “Fees, Charges and Expenses” section of the Fund’s Information Memorandum.</p>
Sales charge	Nil						
Repurchase charge	Nil						
Switching fee	There is no switching fee imposed on switching of Units but if a Unit Holder of the Fund wishes to switch into any other funds managed by the Manager and the sales charge of the Fund is less than the sales charge of the other funds to be switched into, the Unit Holder shall pay the difference between the two (2) sales charges of these two transacted funds. However, no sales charge will be imposed if the fund to be switched into has a lower sales charge than the Fund.						

Payable indirectly by you

Annual management fee	Up to 0.50% of the Fund's NAV per annum.	
Annual trustee fee	NAV of the Fund	Rate of annual trustee fee
	Up to RM2 billion	0.03% of the Fund's NAV per annum subject to a minimum of RM15,000 per annum (excluding foreign custodian fees and charges) calculated and accrued daily.
	Above RM2 billion	0.015% of the Fund's NAV per annum subject to a minimum of RM15,000 per annum (excluding foreign custodian fees and charges) calculated and accrued daily.

If you redeem your units in a unit trust fund and purchase units in another unit trust fund, you will probably have to pay a sales charge. However, if you perform switching, you may pay lower sales charge. Please refer to switching fee for more details.

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 "Fund Information" section of the Fund's Information Memorandum.

HOW CAN YOU EXIT FROM THE FUND AND WHAT ARE THE RISKS AND COSTS INVOLVED?

- You may redeem all or some of the Units held on any Business Day by executing a sell transaction via online through myEastspring or completing a transaction form.
- Redemption application should be made before the cut-off time of 4.00 p.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 **via e-payment ONLY according to your bank account details as stated in the master account opening form or redemption form**, or in such other manner as determined by the Manager on a case to case basis, no later than seven (7) Business Days from the date the Manager receives the duly completed transaction form. If you redeem immediately after the purchase of Units, the Manager shall have the right to withhold the redemption application until sufficient time has elapsed to ensure that the amount remitted by you (for purchase of Units) is realised and credited to the Manager's client trust bank account.

Refer to "Transaction Information" section of the Fund's Information Memorandum.

COOLING-OFF POLICY

- There is no cooling-off period for this Fund and investors of this Fund will not have any cooling-off rights.

Refer to "Cooling-off Period & Cooling-off Right" in the "Transaction Information" section of the Fund's Information Memorandum.

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.

OTHER INFORMATION

- Only registered unit trust scheme consultants are allowed to sell unit trust funds. You may log on 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 to confirm that he or she is registered with the Federation of Investment Managers Malaysia ("FIMM").
- 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 / information memorandum for free. Read the prospectus / information memorandum 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) 7890 4242
- (b) via email to : complaints@fimm.com.my
- (c) via online complaint form : www.fimm.com.my
- (d) 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

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 : 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 on which Bursa Malaysia is open for trading.
ESG	Means environmental, social and governance.
MARC	Malaysian Rating Corporation Berhad.
Net Asset Value or (NAV)	Means the value of all the Fund's assets less the value of all the Fund's liabilities, at the point of valuation.
NAV per Unit	Means the NAV of the Fund divided by the number of Units in circulation, at the valuation point.
RAM	Means RAM Rating Services Berhad.
SAC	Means Shariah Advisory Council.
SC	Means the Securities Commission Malaysia.
Sophisticated Investor	Refers to accredited investors, high net-worth entities, high net-worth individuals or any person who acquires unlisted capital market products where the consideration is not less than RM250,000 or its equivalent in foreign currencies for each transaction whether such amount is paid in cash or otherwise.
SRI	Means Sustainable Responsible Investment.
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.
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, including a jointholder.