

## PRODUCT HIGHLIGHTS SHEET BOSWM ISLAMIC DEPOSIT FUND

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors or authorised committee or persons approved by the Board of BOS Wealth Management Berhad ("BOSWM MY") 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 Securities Commission Malaysia has authorised the issuance of BOSWM Islamic Deposit Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the BOSWM Islamic Deposit Fund and lodgment of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission of Malaysia recommends the BOSWM Islamic Deposit 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 BOSWM MY, responsible for the BOSWM Islamic Deposit 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

**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.**

### BRIEF INFORMATION ON THE PRODUCT

#### 1. What Is This Product About?

<b>Product Type</b>	Unlisted unit trust fund (open-ended)
<b>Manager</b>	BOS Wealth Management Malaysia Berhad 199501006861 (336059-U)
<b>Trustee</b>	MTrustee Berhad 198701004362 (163032-M)

### PRODUCT SUITABILITY

#### 2. Who Is This Product Suitable For?

An investor who is seeking stability of capital, regular income<sup>□</sup> and liquidity by investing in Islamic cash deposits and/or Islamic money market instruments.

<sup>□</sup> Income is in reference to the Fund's distribution, which will be in the form of cash or units.

**Unit prices and distributions payable, if any, may go down as well as up. The investor may not get back the full amount invested and the principal amount invested may be at risk.**

### KEY PRODUCT FEATURES

#### 3. (a) What Am I Investing In?

<b>Fund Category</b>	Money market (Islamic)	
<b>Fund Type</b>	Income <sup>□</sup>	
<b>Base Currency</b>	Ringgit Malaysia (MYR)	
<b>Financial Year End</b>	31 December	
<b>Distribution</b>	Monthly, depending on the availability of realised income and/or realised gains and at the Manager's discretion.	
	<b>Class A</b>	<b>Class B</b>
<b>Launch / Commencement Date</b>	28 February 2018	15 December 2021
<b>Issuance Price</b>	RM1.0000	RM1.0009

#### INVESTMENT OBJECTIVE

The Fund aims to provide stability of capital, regular income<sup>□</sup> and liquidity by investing in Islamic cash deposits and/or Islamic money market instruments.

□ Income is in reference to the Fund's distribution, which will be in the form of cash or units.

#### INVESTMENT POLICY AND STRATEGY

The investment policy and strategy is to invest in Islamic cash deposits and low risk Islamic money market instruments for capital preservation\* and to accommodate the liquidity requirements of its unitholders.

Note: \* The Fund is neither a capital guaranteed fund nor a capital protected fund.

#### Asset Allocation

The Fund will invest at least 90% of its NAV in placements of Islamic cash deposits with licensed financial institutions and Islamic money market instruments with maturities of up to one year (365 days)\*. This asset allocation may be reviewed from time to time depending on the Fund's liquidity requirements and to optimise income to the Fund.

\* The Fund may also invest up to 10% of its NAV in placements of Islamic cash deposits with licensed financial institutions and Islamic money market instruments that are to mature beyond one year (365 days) but no longer than two years (732 days).

The Fund's investments in Islamic money market instruments will bear a short-term rating of P2 by RAM Rating Services Berhad (RAM) or by an equivalent rating agency. Upon the event of a downgrade of credit rating to below P2, the Manager will rectify the situation which may involve the nearest opportunity for disposal of the instrument or a scheme of arrangement with the Issuer of the instrument.

#### Performance Benchmark

The benchmark for the Fund is Maybank Islamic Overnight Deposit rate. It is widely used and available from [www.maybank2u.com.my](http://www.maybank2u.com.my) on a daily basis. It will also be published as a comparison against the Fund's total return at least on a monthly basis in our publications and on our website.

The benchmark Maybank Islamic Overnight Deposit rate has been adopted for the Fund based on the following rationales:

- It provides a more accurate base of comparison against the Fund's performance; and
- Overnight rates provide realistic correlation as to changes in short-term deposit rates whenever there is a change in the Overnight Policy Rate<sup>△</sup>.

△ The Overnight Policy Rate (OPR) will be the indicator of the monetary policy stance. The OPR will have a dual role – as a signalling device to indicate the monetary policy stance and as a target rate for the day-to-day liquidity operations of the central bank. Any change in the monetary policy stance would be signalled by a change in the OPR. It will serve as the primary reference rate in determining other market rates.

### 3. (b) Who Am I Investing With?

<b>Manager</b>	BOS Wealth Management Malaysia Berhad 199501006861 (336059-U)
<b>Trustee</b>	MTrustee Berhad (163032-V)
<b>Shariah Adviser</b>	BIMB Securities Sdn Bhd (290163-X)
<b>Auditors</b>	Ernst & Young
<b>Tax Advisers</b>	Ernst & Young Tax Consultants Sdn Bhd 198901002487 (179793-K)

### 4. What Are The Possible Outcomes Of My Investment?

- The quantum of potential returns of the Fund would depend on the maturity structure of the Fund and prevailing profit rates for Islamic deposits.
- This is a non-guaranteed Fund and the investor may not get back the full amount invested and the principal amount invested may be at risk. Returns are also not fixed or guaranteed.

## KEY RISKS

### 5. What Are The Key Risks Associated With This Product?

#### SPECIFIC RISK OF THE FUND

**Early termination of Islamic cash deposits risk** – This is the risk of the Fund having to terminate/withdraw from placements in Islamic cash deposits before the maturity date of the respective placements – due to redemptions from the Fund. As a result of the premature termination of placements, there will be a loss of a percentage or even all of the profits accumulated during the period of holding of the Islamic cash deposits, resulting in loss of income to the Fund. To mitigate this risk, the Manager anticipates the potential percentage of the Fund that may experience redemptions and allocates maturities accordingly. For example, the Manager may ensure that there are sufficient tranches of Islamic cash deposits maturing weekly to meet any potential redemptions from the Fund.

#### PRINCIPAL RISKS OF THE FUND

- **Reinvestment risk** – This is a risk that future proceeds (profit and/or capital) are reinvested at a lower profit rate. Reinvestment risk is especially evident during periods of falling rates where the profit payments (from existing placements) are reinvested at less than the profit rate at the time of placement. To mitigate this risk, the Manager would seek to place Islamic cash deposits with licensed financial institutions offering competitive profit rates.
- **Inflation or purchasing power risk** – This risk refers to the effect of inflation or loss of purchasing power on the value of investment returns and the worth of the investment itself. Investors' returns from the Fund may not keep pace with inflation and hence reduce their purchasing power.
- **Credit risk** – Credit risk relates to the creditworthiness of the issuers of the Islamic money market instruments and Islamic deposit 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 Islamic money market instruments and Islamic deposit placement. In the case of rated Islamic money market instruments, this may lead to a credit downgrade which will in turn adversely affect the value of the Islamic money market instruments. This could adversely affect the value of the fund.

*The investment manager exercises diligence in minimising the above risks to the Fund. However, it is not always possible to cover all investment risks in spite of best efforts as financial markets can be highly unpredictable. Investors are encouraged to consult their advisers such as financial/tax consultants, lawyers or bankers for a further understanding of these risks.*

## FEES AND CHARGES

### 6. What Are The Fees And Charges Involved?

	Class A & Class B
<b>Sales Charge</b>	There is no sales charge imposed on unitholders of the Fund.
<b>Annual Management Fee</b>	Up to 0.25% p.a. of the NAV of the Fund.  The annual management fee is payable on a monthly basis.
<b>Annual Trustee Fee</b>	Up to 0.02% p.a. of the NAV of the Fund and accrued on a daily basis.  The annual trustee fee is payable on a monthly basis.
<b>Redemption Fee</b>	There is no redemption charge imposed on unitholders of the Fund.
<b>Switching Fee</b>	The Manager does not intend to charge any switching fee; however, under certain circumstances, unitholders performing a switching transaction will have to pay the applicable difference in sales charge between the funds to be switched from and the funds to be switched into. Please refer to the prospectus for the terms and conditions of the switching facility of the Fund.
<b>Transfer Fee</b>	There is no transfer fee imposed on unitholders of the Fund.

*Despite the maximum fees and charges permitted by the deed, all current fees and charges are as disclosed above.*

*All fees and charges quoted are subject to any applicable taxes and/or duties as may be imposed by the government or other authorities from time to time.*

**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

### 7. How Often Are Valuations Available?

- The valuation of NAV for the Fund will be conducted at the end of each business day. Daily prices of the Fund will be published on the next business day.
- Fund prices will be published on BOSWM MY's website at [www.boswealthmanagement.com.my](http://www.boswealthmanagement.com.my)

### 8. How Can I Exit From This Investment And What Are The Risks And Costs Involved?

- Investors can exit from the investment by completing the transaction form. The duly completed and accepted original transaction form must reach BOSWM MY's head office or its branches by 12.00 p.m. on any business day. BOSWM MY will repurchase units at the Fund's NAV per unit calculated at the end of that business day.
- The investor will receive the prevailing price per unit.
- Transaction forms received after 12.00 p.m. will be treated as having been received on the next business day.
- Payments will be made to investors within two days (from the business day the redemption request is accepted).

**Note: If an investor is a first-time investor with BOSWM MY, the investor is entitled to a cooling-off period of six business days. The refund for every unit with regards to the cooling-off is the sum of the NAV per unit on the day the units were purchased and sales charge per unit originally imposed on the day the units were purchased. Essentially, you will receive a full refund of the initial investment paid by you within 10 days of receipt of the original notice of cooling-off by BOSWM MY.**

**However, this is not applicable to corporate/institutional investors; staff of BOSWM MY and their immediate family members; and persons registered with a body approved by the Securities Commission Malaysia to deal in unit trusts.**

## FUND PERFORMANCE (for the financial year ended 31 December)

Source of fund performance: Lipper for Investment Management

Source of benchmark performance: Bloomberg

### 9. Portfolio Structure

	2021	2020	2019
<b>Cash &amp; Islamic Money Market Instruments</b>	100%	100%	100%
<b>Remarks</b>	<p>The cash and Islamic money market instruments of BOSWM Islamic Deposit Fund were maintained at 100% as at 31 December 2021.</p> <p>The cash and Islamic money market instruments of BOSWM Islamic Deposit Fund were maintained at 100% as at 31 December 2020.</p>		

### 10. Performance Data

#### Total Annual Return

	1.1.2021 To 31.12.2021	1.1.2020 To 31.12.2020	1.1.2019 To 31.12.2019	28.2.2018 To 31.12.2018
<b>BOSWM Islamic Deposit Fund (Class A)</b>	1.71%	2.31%	3.33%	1.70%
<b>BOSWM Islamic Deposit Fund (Class B)</b>	1.76%	2.31%	3.33%	1.70%
<b>Maybank Islamic Overnight Deposit Rate</b>	0.25%	0.63%	1.71%	1.55%

#### Average Annual Return

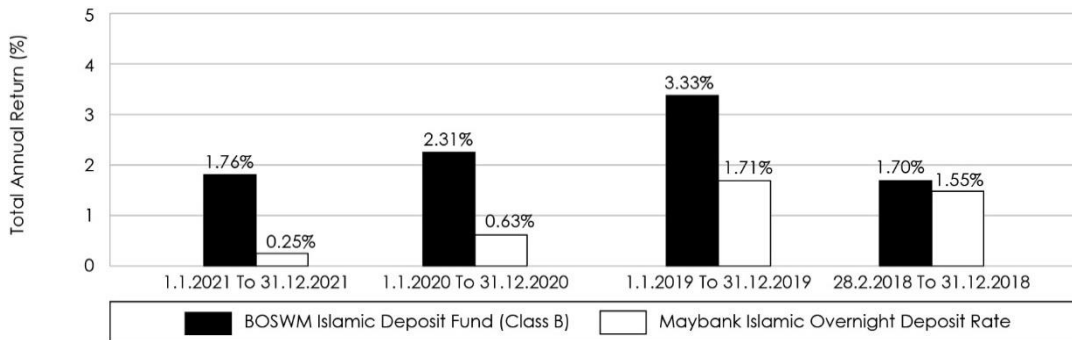
	1 Year's Period 1.1.2021 To 31.12.2021	3 Years' Period 1.1.2019 To 31.12.2021	Since Inception 28.2.2018 To 31.12.2021
<b>BOSWM Islamic Deposit Fund (Class A)</b>	1.71%	2.51%	2.43%
<b>BOSWM Islamic Deposit Fund (Class B)</b>	1.76%	2.53%	2.45%
<b>Maybank Islamic Overnight Deposit Rate</b>	0.25%	0.87%	1.11%

Note:

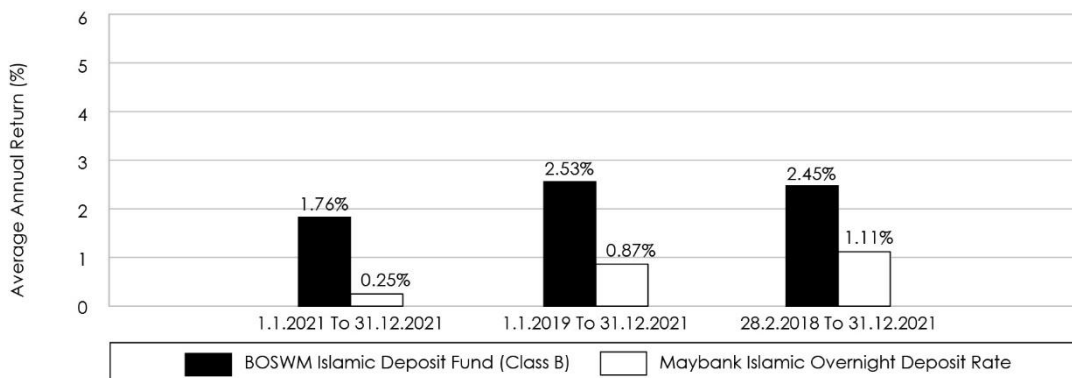
With effect from 15 December 2021, the BOSWM Islamic Deposit Fund is segregated into Class A and Class B where individual unitholders are designated to Class A and non-individual unitholders are designated to Class B.

## 11. Performance Chart

### Total Annual Return



### Average Annual Return



**Note:**

With effect from 15 December 2021, the BOSWM Islamic Deposit Fund is segregated into Class A and Class B where individual unitholders are designated to Class A and non-individual unitholders are designated to Class B.

Basis of calculation and assumptions made in calculating the returns:

$$* \quad \text{Percentage growth} = \frac{\text{NAV}_t - \text{NAV}_{t-1}}{\text{NAV}_{t-1}}$$

where t = current year  
t-1 = previous year

## 12. Distribution

Gross Distribution Per Unit (sen)	2021		2020	2019
	Class A	Class B		
	1.61	1.69	2.29	3.30
Net Distribution Per Unit (sen)	Class A	Class B	2.29	3.30
	1.61	1.69		

## 13. Unit Split

Not applicable.

## 14. Portfolio Turnover Ratio (PTR)

Not applicable. The Fund only has placements with Islamic financial institutions.

**Past performance of the Fund is not an indication of its future performance.**

## CONTACT INFORMATION

## 15. Who Should I Contact For Further Information Or To Lodge A Complaint?

### Contact Details Of The Manager

<b>Head Office</b>	<p><b>BOS Wealth Management Malaysia Berhad</b> 199501006861 (336059-U) A subsidiary of Bank of Singapore 09-02, Level 9, Imazium, No. 8, Jalan SS 21/37, Damansara Uptown, 47400 Petaling Jaya, Selangor Tel: 03-7712 3000 corp-business@boswm.com www.boswealthmanagement.com.my</p>
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Please specify the nature of the complaint and the person(s) involved – stating the date, time and place of occurrence.

- (i) For internal dispute resolution, you may contact:  
BOS Wealth Management Malaysia Berhad  
– Customer Care Hotline: 03-7712 3197
- (ii) If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries Dispute Resolution Corporation (SIDREC):
  - (a) via phone to : 03-2282 2280
  - (b) via fax to : 03-2282 3855
  - (c) via e-mail 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

- (iii) You can also direct your complaint to the Securities Commission Malaysia even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the Securities Commission Malaysia's Consumer & Investor Office:
- (a) via phone to the Aduan Hotline at : 03-6204 8999
  - (b) via fax to : 03-6204 8991
  - (c) via e-mail to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)
  - (d) via online complaint form available at [www.sc.com.my](http://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's (FIMM) Complaints Bureau:
- (a) via phone to : 03-2092 3800
  - (b) via fax to : 03-2093 2700
  - (c) via e-mail to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)
  - (d) via online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)
  - (e) via letter to : Legal, Secretarial & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor Wisma Tune,  
No. 19 Lorong Dungun,  
Damansara Heights, 50490 Kuala Lumpur

## APPENDIX: GLOSSARY

### **business day(s)**

A day (other than Saturdays, Sundays and public holidays) which banks in Kuala Lumpur are open for business.

### **Class A**

Means a Class of Units denominated in Ringgit Malaysia which is designated for individual unitholder and/or such other category of unitholder, as may be determined by the Manager from time to time.

### **Class B**

Means a Class of Units denominated in Ringgit Malaysia which is designated for non-individual unitholder and/or such other category of unitholder, as may be determined by the Manager from time to time.

### **Fund**

BOSWM Islamic Deposit Fund

### **financial institution**

In the context of the Fund,

- a) If the institution is in Malaysia:
  - (i) licensed bank\*;
  - (ii) licensed investment bank\*;
  - (iii) licensed Islamic bank#.
- b) if the institution is outside Malaysia, any institution that is licensed/registered/approved/authorised by the relevant banking regulator to provide financial services.

Note:

\* has the same meaning as prescribed under the Financial Services Act 2013

# a bank licensed under the Islamic Financial Services Act 2013

### **MYR**

Means, Malaysian Ringgit, the official currency of Malaysia.

### **NAV**

Net asset value (NAV) of the Fund is the total value of the Fund's assets minus its liabilities at a valuation point. In computing the annual management fee and annual trustee fee, the NAV of the Fund should include the management fee and the trustee fee for the relevant day. Where the Fund has more than one Class, there shall be a net asset value of Fund attributable to each Class.

### **NAV per unit**

NAV per unit of the Fund is the NAV divided by the total number of units in circulation, at a particular valuation point. Where the Fund has more than one Class, there shall be a NAV per unit for each Class of units; the NAV per unit of a Class at a particular valuation point shall be the NAV of the Fund attributable to that Class of units divided by the number of units in circulation for that the same valuation point.

### **Shariah**

Islamic law comprising the whole body of rulings pertaining to human conducts derived from sources of the Shariah namely the *Qur'an* (the holy book of Islam) and *Sunnah* (practices and explanations rendered by the Prophet Muhammad (*pbuh*)) and other sources of Shariah such as *ijtihad* (exertion of individual efforts to determine the true ruling of the divine law on matters whose revelations are not explicit) of Shariah scholars.

### **Shariah adviser**

BIMB Securities Sdn Bhd (290163-X) or any person or any corporation approved and registered by the Securities Commission Malaysia as Shariah Adviser under the Registration of Shariah Advisers Guidelines.

### **unitholder(s)**

The person for the time being who is registered pursuant to the deed as a holder of units of any Class, including a jointholder.