

MAYBANK GLOBAL BOND FUND ("the Fund")

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Maybank Asset Management Sdn Bhd and they have collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, they confirm to the best of their knowledge and belief, 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.

DISCLAIMER STATEMENT

The Securities Commission Malaysia has authorised the issuance of the Maybank Global Bond Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Maybank Global Bond Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Maybank Global Bond 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 Asset Management Sdn Bhd responsible for the Maybank Global Bond Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy of the 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 Maybank Global Bond Fund. Investors are advised to request, read and understand the disclosure documents before deciding to invest.

1. What is Maybank Global Bond Fund?

The Fund is a feeder fund that aims to maximise investment returns by investing in a target fund, the Templeton Global Bond Fund (“Target Fund”).

2. Fund Suitability

The recommended investment timeframe for the Fund is three (3) years or more. The Fund is suitable for investors:

- who seek to maximise investment returns;
- who are willing to tolerate the risk associated with investing in non-investment grade securities; and
- with a medium to long term investment horizon.

3. Key Product Features

Fund Category	Feeder Fund
Fund Type	Income
Benchmark	JP Morgan Global Government Bond Index
Launch Date	4 November 2013
Manager	Maybank Asset Management Sdn Bhd (“Manager”)
Management Fee	Up to 1.75% of the net asset value (“NAV”) of the Fund per annum, calculated and accrued daily and payable monthly to the Manager.
Sales Charge*	Up to 1.00% of the NAV per unit.
Redemption Charge*	A redemption charge of 1.00% of the NAV per unit will be imposed for any redemption requests made within six (6) months from the date of the initial investment of the unit holder. Thereafter, no redemption charges will be imposed for redemption requests.
Switching Fee	Not Applicable. No switching is allowed.
Transfer Fee	Not Applicable. Transfer of ownership of Units is not allowed for this Fund save for the account of the deceased Unit Holder.
Trustee	RHB Trustees Berhad (formerly known as OSK Trustees Berhad) (“the Trustee”)
Trustee Fee	0.05% per annum of the NAV of the Fund, subject to a minimum fee of RM12,000 per annum. The trustee fee is calculated and accrued daily and payable monthly to the Trustee.

**The Manager reserves the right to waive or reduce the sales charge or redemption charge from time to time at its absolute discretion. Investors may also negotiate for a lower sales charge or redemption charge. All sales charges and redemption charges will be rounded up to two (2) decimal places. Sales charges will be retained by the Manager but redemption charges will be retained by the Fund.*

There are fees and charges involved and you are advised to consider them before investing in the Fund.

Minimum Initial Investment	RM5,000.00
Minimum Additional Investment	RM1,000.00
Minimum Redemption	Nil
Minimum Holding	1,000 units
Distribution Policy	Distribution, if any, will be made from the realised income of the Fund. The Manager will not distribute any income for the initial six (6) months from the commencement date. Thereafter, distribution will be on a quarterly basis (subject to availability of income).
Cooling-Off Period	Six (6) business days commencing from the date the application for units is received by the Manager.

4. Investment Strategy and Asset Allocation

Investment Strategy	The Fund will invest in the Class A (mdis) Singapore Dollars (“SGD”) - H1 shares of the Target Fund, a sub-fund of the Franklin Templeton Investment Funds managed by Franklin Advisers, Inc. The base currency of the Target Fund is in USD, whereas the shares of the Target Fund in which the Fund invest in are denominated in SGD. The Target Fund is an open-ended collective investment scheme domiciled in the Grand Duchy of Luxembourg and was launched on 28 February 1991. The Target Fund is regulated by the Commission de Surveillance du Secteur Financier under Part I of the Luxembourg law of December 20, 2002 relating to undertakings for collective investment.
Asset Allocation	At least 95% of the Fund’s Net Asset Value - Investments in the Shares of the Target Fund. 2% - 5% of the Fund’s Net Asset Value - Investments in liquid assets.

5. Key Risks

Specific Risks of the Fund

- Currency Risk**
 As the base currency of the Fund is denominated in Ringgit Malaysia and the shares of the Target Fund is denominated in SGD, the Fund is exposed to currency risk. Fluctuation in SGD exchange rates will affect the value of the Fund’s investments when converted into local currency and subsequently the value of Unit Holders’ investments
- Country Risk**
 The Fund may invest into money market instruments issued by financial institutions. The credit / default risk is when financial institutions default on payment obligations and/or make untimely payments to the Fund. In such a case, this may lead to a reduction in the NAV of the Fund.
- Concentration Risk**
 As the Fund invests at least 95% of its NAV in the Target Fund, it is subject to concentration risk as the performance of the Target Fund would have a significant impact on the performance of the Fund.

- **Investment Manager Risk**
The Fund will invest in the Target Fund managed by a foreign asset management company. Therefore, this risk will include the risk of non-adherence to the investment objectives, strategy and policies of the Target Fund, the risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the investment manager and the risk that the Target Fund may underperform its benchmark due to poor investment decisions by the investment manager.

Specific Risks of the Target Fund

- **Class Hedging Risk**
The Target Fund may engage in currency hedging transactions with regards to a certain class of shares. The hedging strategy may substantially limit shareholders of the SGD hedged share class of the Target Fund from benefiting from any potential increase in value of the share class expressed in the reference currency(ies), if the SGD hedged share class currency falls against the reference currency(ies). Additionally, shareholders of the SGD hedged share class of the Target Fund may be exposed to fluctuations in the net asset value per unit reflecting the costs of the relevant financial instruments.
- **Counterparty Risk**
Counterparty risk is the risk to each party of a contract that the counterparty will fail to perform its contractual obligations and/or to fulfil its commitments under the term of such contract, whether due to insolvency, bankruptcy or other cause. When over-the-counter (OTC) or other bilateral contracts are entered into (inter alia OTC derivatives, repurchase agreements, security lending etc) the Target Fund may find itself exposed to risks arising from the solvency of its counterparties and from their ability to respect the conditions of these contracts.
- **Credit Risk**
Credit risk, a fundamental risk relating to all fixed income securities, is the chance that an issuer will fail to make principal and/or interest payments when due. Changes in the financial condition of an issuer, changes in economic and political conditions in general, or changes in economic and political conditions specific to an issuer, are all factors that may have an adverse impact on an issuer's credit quality and security values.
- **Credit-linked Securities Risk**
Credit-linked securities are fixed income securities that represent an interest in a pool of, or are otherwise collateralised by one or more corporate fixed income securities or credit default swaps incorporated debt or bank loan obligations. The Target Fund has the right to receive periodic interest payments from the issuer of the credit-linked security at an agreed-upon interest rate, and a return of principal at the maturity date. The Target Fund bears the risk of loss of its principal investment, and the periodic interest payments expected to be received for the duration of its investment in the credit-linked security, in the event that one or more of the fixed income securities underlying the credit default swaps go into default or otherwise become non-performing. In addition, the Target Fund bears the risk that the issuer of the credit-linked security will default or become bankrupt.
- **Defaulting Fixed Income Securities Risk**
The Target Fund may invest in fixed income securities on which the issuer is not currently making interest payments (defaulting fixed income securities). These defaulting fixed income securities are very likely to face liquidity risk and the investment manager may not be able to dispose the defaulting fixed income securities at fair value as compared to fixed income securities that are not in default.
- **Derivative Risk**
The investment manager may engage in certain transactions involving the use of derivative instruments. The use of derivative instruments and hedging transactions may or may not achieve its intended objective and involves special risks. Performance and value of

derivative instruments (swaps, options, forwards, futures, warrants etc) depend, at least in part, on the performance or value of the underlying asset. Risks include default by counter party or the inability to close out a position because the trading market becomes illiquid.

- **Emerging Market Risk**

All the Target Fund's investments in securities issued by corporations, governments, and public-law entities in different nations and denominated in different currencies involve certain risks. These risks are typically increased in developing countries and emerging markets. Liquidity of securities in emerging markets may be less liquid than comparable securities in industrialised countries.

- **Eurozone Risk**

The Target Fund may invest in the eurozone. Mounting sovereign debt burdens and slowing economic growth among European countries, combined with uncertainties in European financial markets, including feared or actual failures in the banking system and the possible break-up of the eurozone and Euro currency, may adversely affect interest rates and the prices of both fixed income and equity securities across Europe and potentially other markets as well. These events may increase volatility, liquidity and currency risks associated with investments in Europe.

- **Foreign Currency Risk**

Changes in currency exchange rates may affect the value of the holdings and the Target Fund's yield thereon. Since the fixed income securities held by the Target Fund may be denominated in currencies different from its base currency (which is in USD), the Target Fund may be affected favourably or unfavourably by exchange control regulations or changes in the exchange rates between such base currency (which is in USD) and other currencies.

- **Interest Rate Risk**

The investments of the Target Fund in fixed income securities are subject to interest rate risk. A fixed income security's value will generally increase in value when interest rates fall and decrease in value when interest rates rise. Interest rate risk is the chance that such movements in interest rates will negatively affect a security's value or, in the Target Fund's case, its net asset value.

- **Liquidity Risk**

Reduced liquidity of fixed income securities may have an adverse impact on its market price and the Target Fund's ability to sell the fixed income securities when necessary to meet the Target Fund's liquidity needs or in response to events such as the deterioration in the creditworthiness of the security.

- **Low-rated or Non-investment Grade Securities Risk**

The Target Fund may invest in higher-yielding securities rated lower than investment grade. Default rates tend to rise for poorer rated fixed income securities during economic recessions or in times of high interest rate environment. Companies that issue high yield fixed income securities are not as strong financially and their low creditworthiness may increase the potential for their insolvency.

- **Market Risk**

This is a general risk which affects all types of investments. Fixed income security prices are determined mainly by financial market trends and by the economic development of the issuers, who are themselves affected by the overall situation of the global economy and by the economic and political conditions prevailing in each respective country. Because the fixed income securities the Target Fund holds fluctuate in price, the investment value in the Target Fund may go up and down.

- **Sovereign Debt Risk**

Sovereign debts (“Sovereign Debts”) are fixed income securities issued or guaranteed by governments or government-related entities. Investment in Sovereign Debts issued or guaranteed by governments or their agencies and instrumentalities (“governmental equities”) involves a high degree of risk. The governmental entity that controls the repayment of Sovereign Debt may not be able or willing to repay the principal and/or interest when due in accordance with the terms of such debt due to specific factors.

- **Structured Notes Risk**

Structured notes such as credit-linked notes and similar notes involve a counterparty structuring a note whose value is intended to move in line with the underlying fixed income security specified in the note. Investment in structured notes may result in a loss if the value of the underlying security decreases. There is also a risk that the structured note issuer will default.

- **Swap Agreements Risk**

The Target Fund may enter into interest rate, index and currency exchange rate swap agreements for the purposes of attempting to obtain a particular desired return at a lower cost to the Target Fund than if the Target Fund had invested directly in an instrument that yielded that desired return. Swap agreements may be considered to be illiquid. The Target Fund bears the risk of loss of the amount expected to be received under a swap agreement in the event of the default or bankruptcy of a swap agreement counterparty.

6. Valuation of Investment

The Fund must be valued at least once every Business Day. The Fund will be valued no later than 5.00 p.m. on the next business day.

Unit holders will be able to obtain the unit price of the Fund from www.maybank2u.com.my.

7. Exiting from Investment

Submission of Redemption Request	On or before 4.00pm on any Business Day.
Payment of Withdrawal Proceeds	The Manager will pay the redemption proceeds to unit holders within ten (10) calendar days from the date the redemption request is received and accepted by the Manager on/before the cut-off time.
Exiting from the Investment	To exit the investment, you may redeem in whole or in part your Units. Redemptions can be made by completing a redemption form and sending it to the relevant distribution branches.

8. Contact Information

I. For internal dispute resolution, you may contact:

Clients Servicing Personnel

Tel : 03-2297 7888 (ext. 7806/7923)
Fax : 03-2297 7880
Email : enquiries@maybank-am.com
Website : www.maybank-am.com

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 : 03-2282 2280
- b. via fax to : 03-2282 7880
- 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

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 Investor Affairs & Complaints Department:

- a. via phone to : 03-6204 8999
- 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 : Investor Affairs & Complaints Department
Securities Commission Malaysia
No 3 Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur