



199301001702(256439-D)  
(An Islamic Fund Management Company)

# PRODUCT HIGHLIGHTS SHEET

## PMB Wholesale Sukuk 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 Directors of PMB Investment Berhad and they have collectively and individually accepted 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 PMB Shariah Tactical Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of PMB Wholesale Sukuk Fund indicate that the Securities Commission Malaysia recommends PMB Wholesale Sukuk 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 the PMB Investment Berhad responsible for PMB Wholesale Sukuk 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 document is dated 1 March 2024.

**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 Fund's Information Memorandum before deciding to invest.**

## PMB WHOLESALE SUKUK FUND

<b>Product Type</b>	Income	<b>Date Established</b>	26 February 2015
<b>Issuer/Manager</b>	PMB Investment Berhad	<b>Trustee</b>	AmanahRaya Trustees Berhad
<b>Shariah-compliant</b>	Yes	<b>Shariah Adviser</b>	BIMB Securities Sdn Bhd
<b>Financial Year End</b>	31 December	<b>Dealing Frequency</b>	Every Business Day
<b>Capital Protected / Guaranteed</b>	No	<b>Distribution Policy</b>	Annually

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

The fund is suitable for sophisticated investors who:

- have moderate risk tolerance;
- have a medium to long term investment horizon;
- seek a combination of income and capital appreciation from investments; and
- seek Shariah-compliant investments.

**Investors should consult their financial advisers if in doubt whether this product is suitable for them.**

Please refer to [Section 3](#) of the Information Memorandum for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a wholesale fund constituted in Malaysia that aims to provide investors with consistent income stream and steady capital appreciation in the medium to long term by investing primarily in sukuk.
- You may receive income distributions on an annual basis, subject to the availability of income and will be paid in the form of units.

Please refer to [Section 3 & 4](#) of the Information Memorandum for key data and details of the Fund.

#### Investment Strategy

The Fund aims to achieve its objective by investing a minimum 70% of its NAV in a diversified portfolio of RM denominated sukuk issued by the Government, BNM, quasigovernment institutions or Malaysian private corporations.

In generating consistent income return, the Fund will invest in sukuk bearing profit rate, preferably in sukuk having a medium to long term tenure. To provide for steady capital appreciation, the Fund will invest in discounted or zero-coupon sukuk, preferably in sukuk having a short to medium term tenure.

For sukuk issued by Malaysian private corporations, the minimum credit ratings are as follows:

- (a) Long Term Ratings  
A<sub>2</sub> (by RAM) or A (by MARC) or an equivalent rating by any other recognized foreign credit rating agencies; and/or
- (b) Short Term Ratings  
P2 (by RAM) or MARC-2 (by MARC) or an equivalent rating by any other recognized foreign credit rating agencies.

For sukuk issued by the Government, BNM or quasi-government institutions, or guaranteed by the Government, the requirement for the minimum credit rating may not apply.

The strategy for investment in sukuk will be driven by macro-economic analysis such as the profit/interest rate outlook for the market over the medium to long term horizon. This will enable the manager to decide on the tenure and yields of sukuk investments for the Fund. Preferred investments will be in sukuk that provide yields for the medium to long term period with growth potential.

The Manager will conduct a thorough assessment of potential investments and constantly monitor current investments. The following are important investment consideration when selecting individual sukuk:-

- medium to long-term outlook of the industry and business;
- financial strength and gearing levels of the issuer;
- cash flow quality and volatility of the issuer;
- expected future cash flow and ability to pay profit and principal of the issuer;
- credit ratings by RAM or MARC or equivalent;
- duration and profit/interest rate sensitivity; and
- price and yield-to-maturity.

While the investment process will be driven by the above considerations, the guiding principle for the selection of investments will be within the parameters of Shariah requirements.

The Fund is actively managed and the frequency of the Fund’s trading strategy is dependent on market opportunities.

Any balance not invested in sukuk will be invested in Islamic money market instruments, Islamic deposit placements and/or products, Shariah-compliant collective investment schemes and/or other permitted investments that are consistent with the investment objective of the Fund. Any investments of the Fund other than sukuk and Shariah-compliant collective investment schemes are purely for liquidity purposes while awaiting favorable sukuk investments.

The Manager may take temporary defensive positions which may be inconsistent with the Fund’s principal strategy in attempting to respond to adverse market conditions, economics, political or any other conditions. In this regard, the Fund may hold up to all of its investments in Islamic money market instruments, Islamic deposit placements and/or products, or any other permitted investments.

Please refer to **Section 4** of the Information Memorandum and its Second Supplementary for further information on investment strategy.

### Applicable Shariah Principles

- Investor appoints PMB Investment Berhad to manage and invest the Fund under the Islamic contract of ‘Wakalah’ or Agency.
- PMB Investment Berhad is appointed to undertake the investment activities on behalf of the investors for ‘Ujrah’ or fee.

### Possible Outcomes

In view of the Fund’s objective and investment strategy, the Fund aims to provide consistent income stream and steady capital appreciation through investment primarily in sukuk. However, the value of the fund and its distributions may rise or fall. These risks factors (see the following section for the key risk of the fund) may cause you to lose some or all of your investment.

<b>Best Case Scenario</b>	Capital appreciation and income distribution.
<b>Mid Case Scenario</b>	No capital appreciation and no income distribution.
<b>Worst Case Scenario</b>	Capital loss and with no income distribution.

## Fund Performance

### Basis of Fund Performance Computation

The calculation for Average Total Return and Annual Total Return of the Fund is based on computation methods of Lipper and sourced from Lipper for Investment Management (Lipper IM). The basis of computation is on NAV-to-NAV, income re-invested, over a specified period. Lipper IM is an application that provides comprehensive fund information and performance, fund ratings, analytic tools and charting. Information about Lipper IM can be obtained from [www.refinitiv.com](http://www.refinitiv.com).

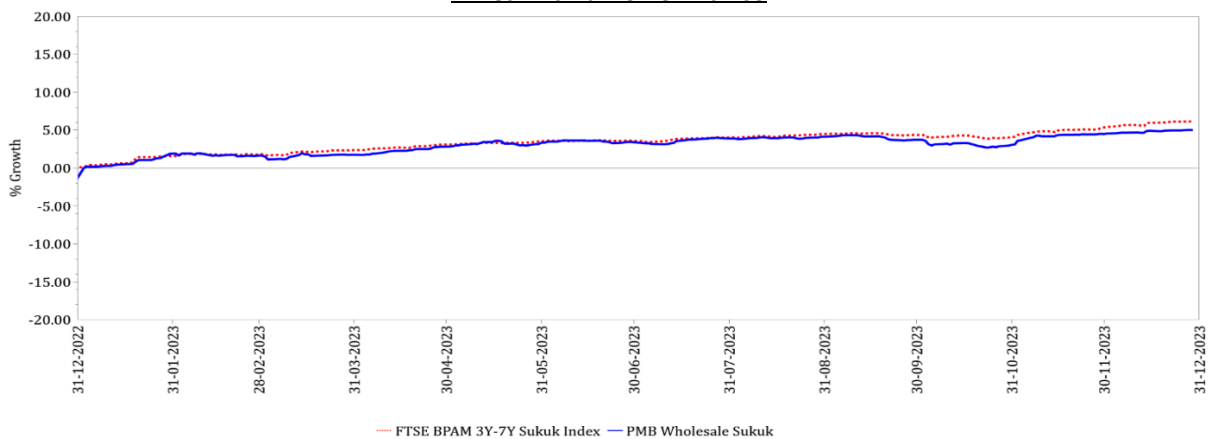
#### Note:

Effective from 1 August 2022, the Fund's benchmark has been changed of from Maybank 12-months General Investment Account ("GIA")-i tier 1 rate to Refinitiv BPA Malaysia 3Y - 7Y All Sukuk Index.

The benchmark selected is to reflect the Fund's investment strategy as it is categorised under sukuk fund. Bond Pricing Agency Malaysia is a registered bond pricing agency by the Securities Commission Malaysia. It provides fair valuation for all Ringgit sukuk to enable investors to ascertain the value of their investments.

You may obtain more information pertaining to the rate from [www.bpam.com.my](http://www.bpam.com.my).

### 1-Year Fund Performance

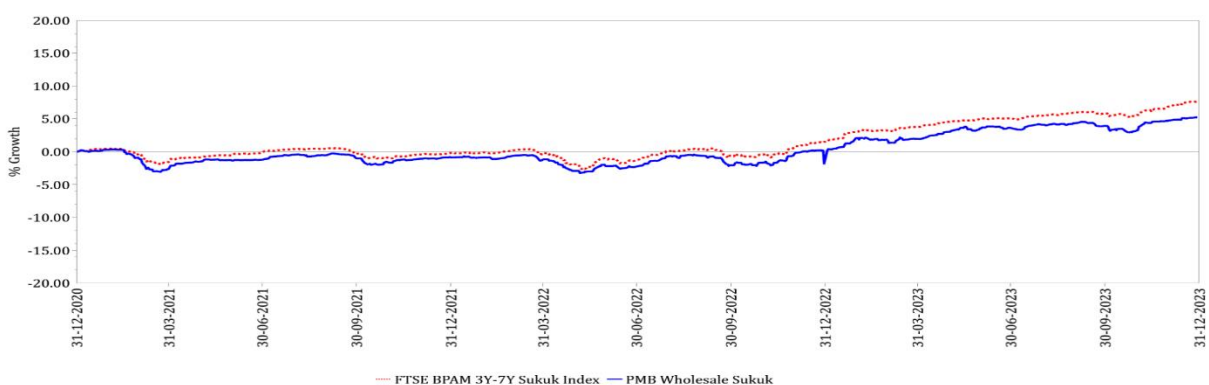


Source: Lipper

### 1-Year Fund performance Review

For the 3-year period ended 31 December 2023, the Fund underperformed its benchmark with total return amounting 5.05% against the return of 6.09% on the Refinitiv BPA Malaysia 3Y - 7Y All Sukuk Index (Benchmark).

### 3-Year Fund Performance Review

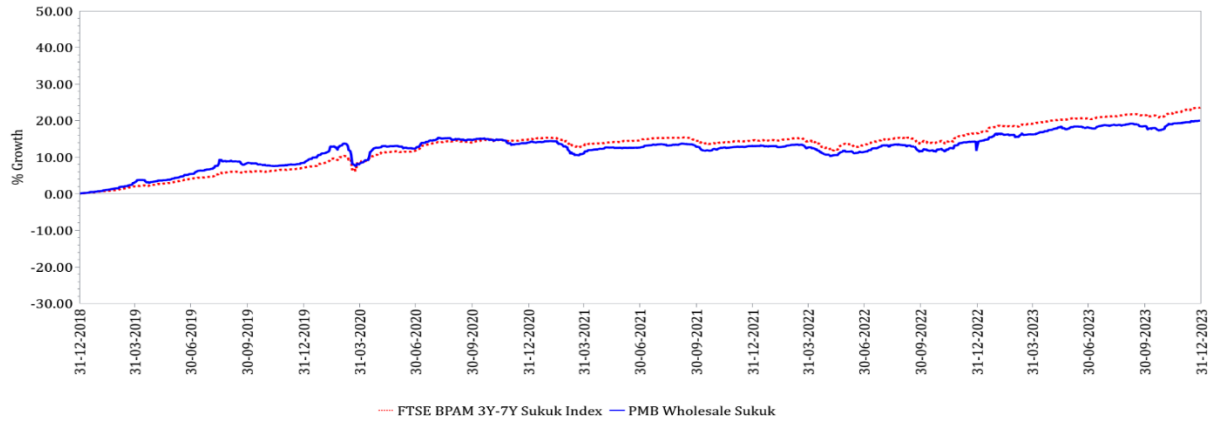


Source: Lipper

### 3-Year Fund Performance Review

For the 3-year period ended 31 December 2023, the Fund posted a return of 5.22% against the return of 7.58% on its benchmark.

### 5-Year Fund's Performance



Source: Lipper

### 5-Year Fund Performance Review

For the 5-year period ended 31 December 2023, the Fund underperformed its benchmark with its total return amounting to 19.90% against the return of 23.57% on its benchmark.

### Average Total Return

Fund / Benchmark	For the Year Ended 31 December		
	1-Year	3-Year	5-Year
PMB Wholesale Sukuk Fund	5.05%	1.71%	3.69%
Benchmark	6.09%	2.46%	4.32%

Source: Lipper

### Annual Total Return

Annual Total Return since inception Ended 31 December

Year	PMB Wholesale Sukuk Fund	Benchmark
2023	5.05%	6.09%
2022	1.05%	1.68%
2021	(0.88%)	1.95%
2020	5.09%	2.50%
2019	8.42%	3.45%
2018	4.61%	3.54%
2017	3.84%	3.36%
2016	4.13%	3.86%
<b>Since Inception 20/5/15 - 31/12/15</b>	<b>(0.03%)</b>	<b>2.32%</b>

Source: Lipper

### Distribution Highlight

Financial Year End	2023	2022	2021
Gross Distribution per Unit – Cash (sen)	5.55*	2.20*	2.00*
Net Distribution per Unit – Cash (sen)	5.55*	2.20*	2.00*

\* Distribution was in the form of units.

### Portfolio Turnover Ratio (PTR)

2023	2022	2021
1.96 times	0.80 times	0.28 times

PTR increased to 1.96 times in the financial year ended 31 December 2023 from 0.80 times in the previous financial year. The increased was mainly due to the increased in sales and purchase of securities.

### Asset Allocation

Summary of Asset Allocation as at 31 December

Asset Allocation	2023	2022	2021
Sukuk	80.18%	57.64%	47.79%
Islamic money market deposits	18.83%	44.35%	51.67%
Others	0.99%	(1.99%)	0.54%

As at 31 December 2023, the Fund's exposure for the Sukuk stood at 80.18% of the Fund's NAV, while the balance was held in Islamic money market deposit and/or other permitted investments.

### Historical Financial Highlights

Extract of Statement of Comprehensive Income for the Financial Year Ending 31 December

Financial Year End		2023	2022	2021
Total Investments Income	(RM)	1,089,716	377,522	(18,485)
Total Expenses	(RM)	(155,313)	(168,855)	(179,320)
Profit/(Loss) Before Taxation	(RM)	934,403	208,667	(197,805)
Taxation	(RM)	-	-	-
Profit/(Loss) After taxation	(RM)	934,403	208,667	(197,805)

Extract of Statement of Financial Position as at 31 December

Financial Year End		2023	2022	2021
Total Investments	(RM)	19,354,500	18,397,206	22,178,335
Other Assets	(RM)	111,236	132,072	133,008
Total Assets	(RM)	19,465,736	18,529,278	22,311,343
Total Liabilities	(RM)	(946,132)	(378,945)	(413,566)
Net Asset Value	(RM)	18,519,604	18,150,333	21,897,777

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

### Total Annual Expenses

The table below shows the total annual expenses incurred by the Fund in its respective preceding financial year-end. The percentage was calculated based on the Average NAV.

Fund	Management Fee		Trustee Fee		Fund Expenses		Total Expenses (TER)	
	(RM '000)	(%)	(RM '000)	(%)	(RM '000)	(%)	(RM '000)	(%)
<b>PMB Wholesale Sukuk Fund</b>	143	0.75	4	0.02	8	0.04	155	0.81

### Total Expense Ratio (TER)

The TERs of the Fund for the respective latest financial year is as follows:

Fund/Financial Year End	2023	2022	2021
<b>PMB Wholesale Sukuk Fund</b>	0.81%	0.81%	0.81%

### KEY RISKS

**You should be aware that –**

- The value of your investment, and the distribution payable, may go down as well as up.
- The return of the Fund is not guaranteed.

#### Credit/Default Risk

Investments in sukuk are subject to the risk of non-payment and/or untimely payment of the principal amount as well as the profits when they fall due. Credit/default risk is assessed based on the issuer's overall ability to meet its obligations when they fall due. For example, an issuer suffering an adverse change in its financial condition could have the credit rating of the sukuk lowered, leading to greater price volatility of the sukuk thus unable to service any profit payments or pay the principal upon maturity. In such cases, the Unit Holder may suffer significant capital losses with respect to their capital invested and profit purpose. A downgrade of the credit rating of a sukuk may also impact the sukuk's liquidity, making it more difficult to sell and greater volatility on the Fund's valuation.

However, such risk can be mitigated through vigorous credit analysis and having regular updates on the business profile and the financial position of the sukuk issuer.

#### Profit/Interest Rate Risk

The risk refers to how the change in the profit/interest rate environment affects the performance of the sukuk portfolio of the Fund. In the event of a rising profit/interest rate environment, the prices of sukuk may decrease, and vice versa. Generally, there is an inverse relationship between profit/interest rate and sukuk prices, where an increase of profit/interest rate may lower the prices of the sukuk. In addition, sukuk with longer maturity and lower profit rates are more sensitive to profit/interest rate changes. This risk may be mitigated through the management of the duration of the sukuk portfolio based on profit/interest rate outlook.

Profit/interest rate such as Overnight Policy Rate (OPR) will have an impact on the management of the Fund regardless whether it is a conventional or Shariah-compliant fund. It does not in any way suggest that the Fund will invest in conventional financial instruments.

#### Liquidity Risk

This risk refers to the possibility that the sukuk and Islamic money market instruments held by the Fund cannot be readily sold at or near its fair value due to insufficient trading volume. This in turn may adversely affect the value of the Fund. Thus, the manager may reduce its portion of higher risk assets, such as lower rated or longer tenure sukuk and increase its liquid instruments to safeguard the investment portfolio of the Fund provided such investments are within the investment objective of the Fund. The manager will further

manage the Fund as such that there is sufficient portfolio diversification i.e spreading risk across a basket of different sukuk as part of its risk management strategy. In addition, the manager will ensure that the Fund will hold adequate level of Islamic liquid assets (Islamic deposits and/or Islamic money market instruments) to serve as a buffer for meeting short term liquidity requirements.

Please refer to [Section 5](#) of the Information Memorandum for further information on product specific risks.

## FEES AND CHARGES

### WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

- Payable directly by you

<b>Sales Charge</b>	Nil
<b>Repurchase Charge</b>	Nil
<b>Switching Fee</b>	Nil
<b>Transfer Fee</b>	Not applicable
<b>Other Charges</b>	<ul style="list-style-type: none"> <li>• Bank charges</li> <li>• Telegraphic Transfer charges (Rate is determined by the appointed bankers)</li> </ul>
<b>Distribution Channel(s)</b>	<ul style="list-style-type: none"> <li>• IUTA</li> <li>• CUTA</li> <li>• UTC</li> <li>• Direct Purchase</li> </ul>

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

- Payable indirectly by you

<b>Management Fee</b>	Up to 0.75 % p.a. of the NAV of the Fund, calculated daily
<b>Trustee Fee</b>	0.02% p.a. of the NAV of the Fund, calculated daily
<b>Other Fees Charged by the Fund</b>	<ul style="list-style-type: none"> <li>• Fees paid to brokers/dealers;</li> <li>• Auditor's fee;</li> <li>• Tax adviser's fee;</li> <li>• Valuation fee;</li> <li>• Taxes;</li> <li>• Custodial Charges;</li> <li>• Tax voucher/distribution warrants; and</li> <li>• Any other fees/expenses permitted by the Deed</li> </ul>

**\* Note: In addition, the above fees and charges are subject to the tax at the prevailing rate.**

Please refer to [Section 9 & 10](#) of the Information Memorandum for further information on product fees and charges.

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

- The Fund is valued on a daily basis at the end of a Business day.
- The Funds adopts a forward pricing basis which means the NAV and the price of a unit will be calculated based on the NAV and NAV per unit at the next valuation point.
- The computation of the NAV, and NAV per unit, of the Fund is illustrated as below:
  - Assuming on a relevant day, the Fund's assets is RM100,000,000.00, the Fund's liabilities is RM500,000.00 and units in circulation is 90,000,000 units, the annual management fee is 0.75% per annum, and the annual trustee fee is 0.02% per annum.



	<b>RM</b>
Fund' Assets	100,000,000
Less: Fund's Liabilities	(500,000)
NAV (before annual management & trustee fee)	99,500,000
Less: Management fee (0.75% p.a.)	(2,044.52)
Trustee fee (0.02% p.a.)	(54.52)
NAV of the Fund of the day	<b>99,497,900.96</b>

$$\begin{aligned}
 \text{NAV per unit} &= \text{NAV of the Fund} \div \text{Units in circulation} \\
 &= \text{RM}99,497,900.96 \div 90,000,000 \\
 &= \text{RM1.1055 (rounded to 4 decimal points)}
 \end{aligned}$$

- You may obtain our latest information on the Fund's price at our website, [pmbinvestment.com.my](http://pmbinvestment.com.my).

Please refer to **Section 9** of the Fund Information Memorandum for further information on determination of prices details.

### **HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?**

- Repurchase of Units**

- Unit Holders may repurchase their investments partially or wholly by requesting us to repurchase their units. Units will be repurchased at the repurchase price per unit as at the close of the Business Day when the request is received.
- There is no repurchase charge.
- Repurchase proceeds will be paid to a Unit Holder via cheque or telegraphic transfer within ten (10) Business Days from the date of receipt of the repurchase request by us.
- Redemptions have to be for a minimum of RM250,000 or such lower amount as we may decide from time to time; if following a repurchase request, a Unit Holder will be holding less than RM500,000 or such amount as we may decide from time to time, we are entitled, but not compelled, to consider that a repurchase request has also been made in respect of the remaining units and can compulsorily repurchase the same.
- Units can be sold on any Business Day at the Manager's office (Monday – Thursday, 8.45 a.m. - 5.15 p.m. and Friday, 8.45 am - 12.45 pm / 2.15 pm – 5.15 pm).
- The price of units for applications received before 3.00 p.m. (cut off time) will be calculated based on the valuation of the units on the same Business Day subject to the clearance of payment.
- Where an application is received after the cut off time, the request will be processed based on the NAV per unit on the following Business Day.

Please refer to **Section 9** of the Information Memorandum for further information on valuation and redemption details.

**CONTACT INFORMATION****WHO SHOULD I CONTACT FOR FURTHER INFORMATION OR TO LODGE A COMPLAINT?**

- You can call us, PMB Investment Berhad, at (03) 4145 3900, email us at [clients@pelaburanmara.com.my](mailto:clients@pelaburanmara.com.my) or visit our appointed distributors as listed on [pmbinvestment.com.my](http://pmbinvestment.com.my). Our business address is at 2nd Floor, Wisma PMB, No. 1A, Jalan Lumut, 50400 Kuala Lumpur

- For any complaint or internal dispute resolution, please contact:

**Clients Services Unit**

PMB Investment Berhad  
2nd Floor, Wisma PMB,  
No. 1A, Jalan Lumut  
50400 Kuala Lumpur.

Please state the date, time, place of occurrence, person involved and nature of your complaint or dispute. You may also lodge your complaint through telephone calls.

- 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 email to : [info@sidrec.com.my](mailto: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

- You can also direct your complaint to the 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 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.

- **Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:**

- (a) via phone to : (03) 2092 3800
- (b) via fax to : (03)2093 2700
- (c) via e-mail : [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, 6th Floor Wisma Tune  
No. 19, Lorong Dungun  
Damansara Heights 50490 Kuala Lumpur

Please refer to **Section 14** of the Information Memorandum for further information on contact information.

**APPENDIX: GLOSSARY OF TERMS**

- **BNM:** means Bank Negara Malaysia;
- **Business day:** means a day on which commercial banks settle payments in Kuala Lumpur;
- **CUTA:** means 'Corporate UTS Adviser', a licensed financial planner registered with FIMM and authorised to market and distribute unit trust schemes of another party;
- **Deed:** means the principal and the supplemental deeds of the Fund made between the Manager and the Trustee;
- **Forward pricing:** means the determination of the unit price based on the NAV per unit of the Fund as at the next valuation point after a request for sale or repurchase of Units is received;
- **Fund:** means PMB Wholesale Sukuk Fund;
- **IUTA:** means Institutional UTS Adviser, a corporation registered with FIMM and authorised to market and distribute unit trust schemes of another party;
- **Long term:** means a period of more than 5 years;
- **MARC:** means Malaysian Rating Corporation Berhad;
- **Manager or us:** means PMB Investment Berhad;
- **Medium term:** means a period of between 3 and 5 years;
- **NAV:** means the net asset value of the Fund, that is the value of all the Fund's assets less the value of all the Fund's liabilities, at the point of valuation;
- **RAM:** means RAM Rating Services Berhad;
- **SAC:** means Shariah Advisory Council;
- **Shariah:** means 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 determinethe true ruling of the divine law on matters whose revelations are not explicit) of Shariah scholars;
- **Short term:** means period of between 1 and 3 years;
- **Unit Trust Consultant or UTC:** means UTS Consultant, an individual who is duly registered with the FIMM to market and distribute unit trust schemes;
- **UTS:** means Unit Trust Schemes.

Please refer to **Section 1** of the Information Memorandum for further information on the glossary of terms.