

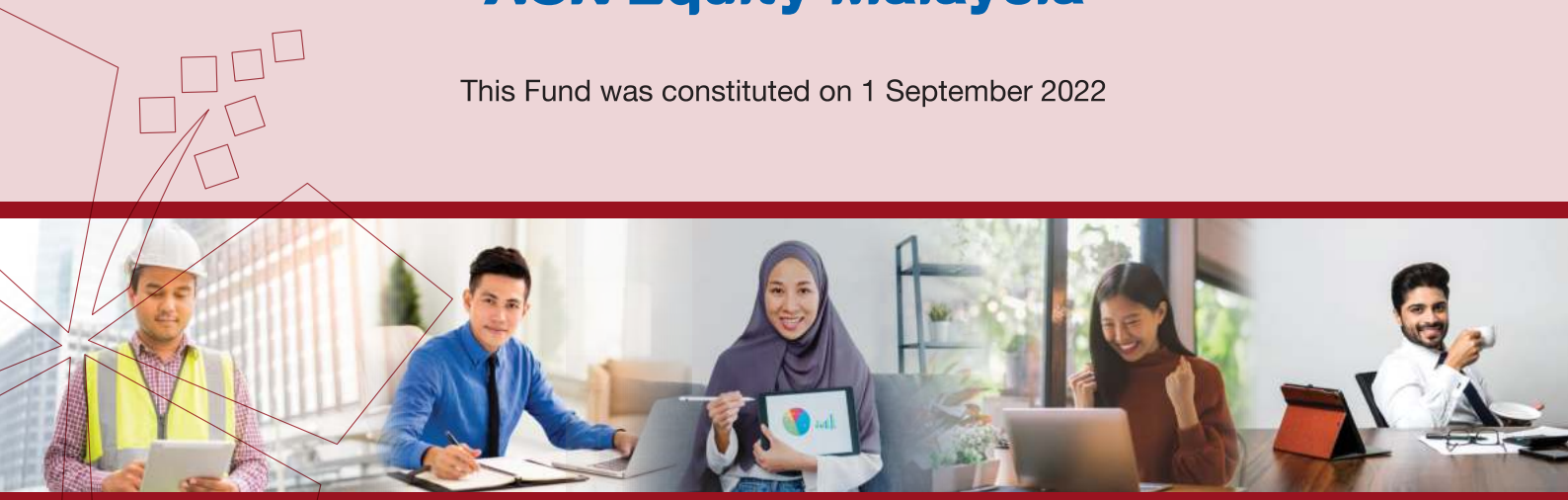
PROSPECTUS

This Prospectus is dated 26 May 2023



ASN Equity Malaysia

This Fund was constituted on 1 September 2022



MANAGER

ASNB
Amanah Saham Nasional Berhad

Registration no. 197901003200 (47457-V)

A company incorporated with limited liability
in Malaysia under the laws of Malaysia,
and wholly-owned by
Permodalan Nasional Berhad
Registration no. 197801001190 (38218-X)

TRUSTEE

AMANAHRAYA
TRUSTEES

AmanahRaya Trustees Berhad

Registration no. 200701008892 (766894-T)

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THE PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER. FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON SECTION 3.3.

The Fund may declare distribution out of capital and the capital of the Fund may be eroded. The distribution is achieved by forgoing the potential for future capital growth and this cycle may continue until all capital is depleted.

RESPONSIBILITY STATEMENTS

This Prospectus has been reviewed and approved by the directors of Amanah Saham Nasional Berhad and they 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, that there are no false or misleading statements, or omission of other facts which would make any statement in this Prospectus false or misleading.

STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia has authorised the Fund and a copy of this Prospectus has been registered with the Securities Commission Malaysia.

The authorisation of the Fund, and registration of this Prospectus, should not be taken to indicate that the Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in this Prospectus.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Amanah Saham Nasional Berhad responsible for the said Fund and takes no responsibility for the contents in this Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Prospectus, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

Additional Statement

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in this Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to this Prospectus or the conduct of any other person in relation to the Fund.

TABLE OF CONTENT

SECTION	PAGE
1. GLOSSARY OF TERMS / ABBREVIATIONS	1
2. CORPORATE DIRECTORY	4
3. DETAILED INFORMATION OF THE FUND	5
3.1 INFORMATION OF ASN EQUITY MALAYSIA	5
3.2 GEARING POLICY	12
3.3 POTENTIAL RISKS ASSOCIATED WITH THE FUND	12
3.3.1 Control of Risks	12
3.3.2 General Risks of Investing in Unit Trust Fund	13
3.3.3 Specific Risks of Investing in the Fund	15
4. FEES, CHARGES AND EXPENSES	17
4.1 CHARGES AND FEES DIRECTLY INCURRED BY UNIT HOLDERS WHEN PURCHASING OR REPURCHASING UNITS OF THE FUND	17
4.1.1 Sales Charge and Repurchase Charge	17
4.1.2 Switching Fee	18
4.2 CHARGES AND FEES INDIRECTLY INCURRED BY UNIT HOLDERS	18
4.2.1 Annual Management Fee of the Fund	18
4.2.2 Annual Trustee Fee of the Fund	18
4.3 FUND'S OTHER EXPENSES	19
4.4 REBATES AND SOFT COMMISSIONS	19
5. TRANSACTION INFORMATION	20
5.1 VALUATION FOR INVESTMENT	20
5.1.1 Valuation Basis	20
5.1.2 Valuation Point for the Fund	21
5.1.3 Computation of NAV	21
5.2 PRICING POLICY – DETERMINATION OF PRICE	22
5.2.1 Forward Pricing for Both Purchase and Repurchase Transactions	22
5.2.2 Incorrect Pricing	22
5.2.3 Computation of Price - Single Pricing Policy	22
5.3 BASIS OF CALCULATIONS AND ASSUMPTIONS IN CALCULATION OF RETURNS	26
5.4 GENERAL TRANSACTION INFORMATION	27

SECTION	PAGE	
5.5	HOW TO PURCHASE UNITS	28
5.6	TRANSACTION DETAILS ON PURCHASE OF UNITS	29
5.7	TRANSACTION DETAILS ON REPURCHASE OF UNITS	29
5.8	SWITCHING OF UNITS BETWEEN FUNDS	29
5.9	UNIT HOLDER'S RIGHTS	30
5.10	DISTRIBUTION AND REINVESTMENT POLICIES	30
5.11	ADDITIONAL INFORMATION	31
5.11.1	Types of Distribution Channels	31
5.11.2	Dissemination of Information to Unit Holders	32
5.11.3	Information on Current NAV per Unit	32
5.11.4	Record Keeping of Documents	32
5.11.5	Material Contracts	32
5.11.6	Anti-Money Laundering Policies and Procedures	33
5.11.7	Avenue for Advice	33
5.11.8	SIDREC	34
5.11.9	Termination Circumstances of the Fund	34
6.	THE MANAGEMENT AND THE ADMINISTRATION OF THE FUND	35
6.1	BACKGROUND OF THE MANAGER – ASNB	35
6.2	THE BOARD OF DIRECTORS – ASNB	35
6.3	ROLES, DUTIES AND RESPONSIBILITIES OF THE MANAGER	36
6.4	THE INVESTMENT MANAGER OF THE FUND – PNB	36
6.5	FUNCTIONS OF THE INVESTMENT MANAGER	37
6.6	FUNCTIONS OF THE INVESTMENT COMMITTEE OF THE FUND	37
6.7	POLICIES ON CROSS TRADE	38
6.8	DISCLOSURE OF CURRENT MATERIAL LITIGATION AND ARBITRATION	38
7.	TRUSTEE	39
7.1	GENERAL INFORMATION	39
7.2	ROLES, DUTIES AND OBLIGATIONS	39
7.3	DISCLOSURE OF CURRENT MATERIAL LITIGATION AND ARBITRATION	40
8.	SALIENT TERMS OF THE DEED	41
8.1	THE DEED	41

SECTION	PAGE
8.2 RIGHTS AND LIABILITIES OF UNIT HOLDERS	41
8.3 MAXIMUM FEES AND CHARGES PERMITTED BY THE DEED	41
8.4 INCREASE IN FEES AND CHARGES FROM THE LEVEL DISCLOSED IN THE PROSPECTUS AND THE MAXIMUM RATE PROVIDED IN THE DEED	42
8.5 PERMITTED EXPENSES PAYABLE OUT OF THE FUND'S PROPERTY	42
8.6 REMOVAL, RETIREMENT AND REPLACEMENT OF THE TRUSTEE	43
8.7 TERMINATION OF THE FUND	43
8.8 UNIT HOLDERS' MEETING	44
9. APPROVALS AND CONDITIONS	45
9.1 EXEMPTIONS AND/OR VARIATIONS FROM THE GUIDELINES	45
10. RELATED PARTY TRANSACTIONS/ CONFLICT OF INTEREST	46
10.1 EXISTING AND POTENTIAL RELATED PARTY TRANSACTIONS	46
10.2 CONFLICT OF INTEREST	46
10.3 POLICIES ON DEALING WITH CONFLICT OF INTEREST SITUATIONS	46
10.4 DECLARATION OF CONFLICT OF INTEREST	47
11. TAXATION OF THE FUND	48
12. DOCUMENTS AVAILABLE FOR INSPECTION	54
13. DIRECTORY	55
13.1 CUSTOMER SERVICE DEPARTMENT	55
13.2 ASNB MAIN BRANCH	55

1. GLOSSARY OF TERMS / ABBREVIATIONS

In this Prospectus, except where the context otherwise requires, the following words and expressions shall bear the following meanings:

TERMS	DESCRIPTIONS
Act	<ul style="list-style-type: none"> The Capital Market and Services Act 2007, including all amendments thereto and all regulations, rules and guidelines issued in connection therewith.
ASNB	<ul style="list-style-type: none"> Amanah Saham Nasional Berhad, (Registration No. 197901003200 (47457-V)).
Bursa Malaysia	<ul style="list-style-type: none"> The stock exchange managed or operated by Bursa Malaysia Securities Berhad (Registration No. 200301033577 (635998-W)).
Business Day	<ul style="list-style-type: none"> A day on which the Bursa Malaysia is open for dealings.
Cut-off time	<ul style="list-style-type: none"> The time by which requests for Unit (as defined herein) purchases or repurchases by investors are accepted each day up to the Fund's dealing cut-off time and are processed using the same day-end's NAV per Unit prices.
Deed	<ul style="list-style-type: none"> The deed for the Fund and any other supplemental deeds that may be entered into between the Manager and the Trustee and registered with the SC.
Deposits	<ul style="list-style-type: none"> Money placed with financial institutions in cash or fixed deposit.
Distribution Channel	<ul style="list-style-type: none"> An institution, corporation or an organization that is appointed by ASNB for the purpose of marketing and distributing the Fund.
Eligible Market	<ul style="list-style-type: none"> An exchange, government securities market, or an over-the-counter ("OTC") market: <ol style="list-style-type: none"> that is regulated by a regulatory authority of that jurisdiction; that is open to the public or to a substantial number of market participants; and on which financial instruments are regularly traded.
FBM 100	<ul style="list-style-type: none"> FTSE Bursa Malaysia Top 100 Index.
Fixed Price Funds	<ul style="list-style-type: none"> Any fixed price unit trust fund managed by ASNB namely, Amanah Saham Bumiputera, Amanah Saham Bumiputera 2, Amanah Saham Bumiputera 3 - Didik, Amanah Saham Malaysia, Amanah Saham Malaysia 2 - Wawasan, or Amanah Saham Malaysia 3, and will include any fixed price funds managed by ASNB in the future.

TERMS	DESCRIPTIONS
Forward Price Funds	<ul style="list-style-type: none"> Any forward price unit trust fund managed by ASNB namely, ASN Equity 5, ASN Sara (Mixed Asset Conservative) 2, ASN Imbang (Mixed Asset Balanced) 3 Global, ASN Equity Global, ASN Sukuk, or ASN Equity Malaysia, and will include any forward price funds managed by ASNB in the future.
Forward Pricing	<ul style="list-style-type: none"> The price of a Unit that is the NAV per Unit calculated at the next valuation point after an instruction or a request is received by the Manager.
Fund	<ul style="list-style-type: none"> ASN Equity Malaysia.
Guidelines	<ul style="list-style-type: none"> Guidelines on Unit Trust Funds issued by the SC as may be amended from time to time.
Historical Price Funds	<ul style="list-style-type: none"> Any historical price unit trust fund managed by ASNB namely, Amanah Saham Nasional, ASN Equity 2, ASN Equity 3, ASN Imbang (Mixed Asset Balanced) 1, ASN Imbang (Mixed Asset Balanced) 2, or ASN Sara (Mixed Asset Conservative) 1, and will include any historical price funds managed by ASNB in the future.
Historical Pricing	<ul style="list-style-type: none"> The price of a Unit that is the NAV per Unit calculated at the valuation point before an instruction or request is received by the Manager.
Long-term	<ul style="list-style-type: none"> A period of more than five (5) years.
Manager / Management Company	<ul style="list-style-type: none"> ASNB being the Manager of ASN Equity Malaysia.
Maybank	<ul style="list-style-type: none"> Malayan Banking Berhad (Registration No. 196001000142 (3813-K))
Medium-term	<ul style="list-style-type: none"> A period of three (3) to five (5) years.
Minimum Initial Investment	<ul style="list-style-type: none"> The minimum amount that an eligible investor shall purchase as an initial investment in the Fund.
Net Asset Value (NAV)	<ul style="list-style-type: none"> The NAV is determined by deducting the value of the Fund's liabilities from the value of the Fund's assets, at the Valuation Point.
NAV per Unit	<ul style="list-style-type: none"> The NAV of the Fund divided by the UIC (as defined herein).
PNB / Investment Manager	<ul style="list-style-type: none"> Permodalan Nasional Berhad (Registration No. 197801001190 (38218-X)), the holding company of ASNB, and the Investment Manager of the Fund.
RM and Sen	<ul style="list-style-type: none"> The legal currency of Malaysia.
SC	<ul style="list-style-type: none"> The Securities Commission Malaysia.
Tax	<ul style="list-style-type: none"> Any tax imposed by the Government of Malaysia from time to time.
Trustee	<ul style="list-style-type: none"> AmanahRaya Trustees Berhad (Registration No. 200701008892 (766894-T)).

TERMS	DESCRIPTIONS
Unit Holder / Registered Holder	<ul style="list-style-type: none"> ▪ The person registered for the time being as a holder of Units in ASN Equity Malaysia, in accordance with the provisions of the Deed of ASN Equity Malaysia.
Unit(s)	<ul style="list-style-type: none"> ▪ Units of the Fund.
UIC	<ul style="list-style-type: none"> ▪ Units in circulation where Units created and fully paid.
Valuation Point	<ul style="list-style-type: none"> ▪ Valuation point refers to such a time(s) on a Business Day or may be decided by the Manager where in the NAV of the Fund is calculated.
Variable Price Funds	<ul style="list-style-type: none"> ▪ Any variable price unit trust fund managed by ASNB namely, Amanah Saham Nasional, ASN Equity 2, ASN Equity 3, ASN Equity 5, ASN Imbang (Mixed Asset Balanced) 1, ASN Imbang (Mixed Asset Balanced) 2, ASN Imbang (Mixed Asset Balanced) 3 Global, ASN Sara (Mixed Asset Conservative) 1, ASN Sara (Mixed Asset Conservative) 2, ASN Equity Global, ASN Sukuk, or ASN Equity Malaysia, and will include any variable price funds managed by ASNB in the future.

Definitions or meanings of words not otherwise expressed above shall follow the meaning or interpretation as ascribed in the Guidelines and any other relevant laws governing unit trust funds.

2. CORPORATE DIRECTORY

MANAGER / MANAGEMENT COMPANY	
Company	<ul style="list-style-type: none"> Amanah Saham Nasional Berhad (Registration No. 197901003200 (47457-V))
Registered Office	<ul style="list-style-type: none"> 4th Floor, Balai PNB, 201-A, Jalan Tun Razak, 50400 Kuala Lumpur Telephone +603 2050 5861
Business Office	<ul style="list-style-type: none"> ASNB Main Office, 1st Floor, Balai PNB, 201-A, Jalan Tun Razak, 50400 Kuala Lumpur Customer Service Centre Telephone: +603 7730 8899
Email	<ul style="list-style-type: none"> asnbcare@pnb.com.my
Website	<ul style="list-style-type: none"> www.asnb.com.my
myASNB Portal	<ul style="list-style-type: none"> www.myasnb.com.my

TRUSTEE	
Company	<ul style="list-style-type: none"> AmanahRaya Trustees Berhad (Registration No. 200701008892 (766894-T))
Registered Office	<ul style="list-style-type: none"> Level 11, Wisma AmanahRaya, No. 2, Jalan Ampang, 50508 Kuala Lumpur Telephone: +603-2055 7388
Business Office	<ul style="list-style-type: none"> Level 14, Wisma AmanahRaya, No. 2, Jalan Ampang, 50508 Kuala Lumpur Telephone: +603-2036 5129
Email	<ul style="list-style-type: none"> art@arb.com.my
Website	<ul style="list-style-type: none"> www.artrustees.my

For further details on the Manager and the Trustee, you may access their respective websites.

3. DETAILED INFORMATION OF THE FUND

3.1 INFORMATION OF ASN EQUITY MALAYSIA

Category	Type	Financial Year End	Launch Date
Equity	Growth	30 June	26 May 2023
Initial Offer Period (IOP)	<ul style="list-style-type: none"> One (1) day from the date of launching of the Fund. 		
Initial Unit Price	<ul style="list-style-type: none"> RM1.00 per Unit within IOP. 		
Base Currency	<ul style="list-style-type: none"> RM 		
Pricing	<ul style="list-style-type: none"> The price of the Fund is based on the NAV per Unit determined based on Forward Pricing. 		
Investment Objective	<ul style="list-style-type: none"> The objective of the Fund is to provide Unit Holders with capital growth opportunities through investment in securities in the Malaysian equity market. <p>Note: Any material changes to the investment objective of the Fund would require Unit Holders' approval.</p>		
Investment Policies and Principal Investment Strategy	<ul style="list-style-type: none"> The investment policy of the Fund is primarily to invest in a diversified portfolio of equities listed on the Bursa Malaysia. The Fund may also invest the remaining in money market instruments and other securities that are listed on the Bursa Malaysia, which may include fixed income securities, as permitted by the Deed. In line with its objective, the investment strategy of the Fund is to invest in a diversified equity portfolio through sectoral allocation to minimise the volatility of the portfolio and generate competitive returns in the long term. The Fund may also take opportunity in the mid cap segment. The Fund may adopt a defensive strategy depending on changes in economic and stock market conditions. The Fund also adopts active trading strategy depending on the expected risk and return on securities invested and changes in the market. 		
Asset Allocation Strategy	<ul style="list-style-type: none"> The Fund seeks to achieve its objective by investing 75% to 99% of its NAV in domestic equity and equity-related securities, while the remaining NAV may be invested in money market and fixed income instruments. 		

Investment Selection	<ul style="list-style-type: none"> ▪ Sectors are selected by adopting a top-down approach based on macroeconomic outlook, growth potential and expected returns compared to general market, whilst a bottom-up approach is applied for selection of investment. ▪ Investment in stocks is based on fundamental analysis of the companies, which include among others the financial strength, management capability, prospects of the industry as well as its business cycle. ▪ Should the Fund choose to invest in fixed income securities, the investment will be based on analysis of the credit worthiness of the issuers, yields, liquidity, maturity and coupons such that the risk taken are commensurate with the expected returns.
Temporary Defensive Position	<ul style="list-style-type: none"> ▪ When deemed appropriate and to the benefit of the Fund, the Fund may take temporary defensive positions such as reducing exposure in respective Permitted Investments (as defined herein) and increasing the exposure in cash or cash equivalent in response to adverse economic and market conditions.
Investor's Profile	<ul style="list-style-type: none"> ▪ The Fund is suitable for investors with the following profile: <ul style="list-style-type: none"> (i) Investors with high risk tolerance; (ii) Investors with a preference for capital appreciation; and/or (iii) Investors who understand the risks and returns principles of investing in local capital market.
Eligibility	<ul style="list-style-type: none"> ▪ The Fund is established to form part of the underlying portfolio of digital investment management services offered by companies licensed by the SC.
Distribution Policy	<ul style="list-style-type: none"> ▪ Distribution is incidental at the Manager's discretion, subject to approval from Trustee. <p>Note: Please refer to Section 5.10 for details.</p>

<p>Performance Benchmark</p>	<ul style="list-style-type: none"> ▪ The performance of the Fund is benchmarked against the performance of other instruments that have similar features with that of the Fund. ▪ The benchmark of the Fund is a composite benchmark index comprising: <table border="1" data-bbox="600 389 1417 577"> <tr> <td data-bbox="600 389 807 483">90%</td> <td data-bbox="807 389 1417 483">FBM 100 (source: www.bursamalaysia.com.my)</td> </tr> <tr> <td data-bbox="600 483 807 577">10%</td> <td data-bbox="807 483 1417 577">Maybank 1 month Fixed Deposit Rate (source: www.maybank2u.com.my)</td> </tr> </table> ▪ The benchmark is constructed in line with the objectives of the Fund as well as the market it operates in, where over the long-term the Fund is expected to have risk-return profile similar to the above. <p>Note: The risk profile of the Fund is different from the risk profile of the performance benchmark.</p>	90%	FBM 100 (source: www.bursamalaysia.com.my)	10%	Maybank 1 month Fixed Deposit Rate (source: www.maybank2u.com.my)
90%	FBM 100 (source: www.bursamalaysia.com.my)				
10%	Maybank 1 month Fixed Deposit Rate (source: www.maybank2u.com.my)				
<p>Principal Risks of Investing</p>	<ul style="list-style-type: none"> ▪ Capital Market Risk ▪ Concentration Risk ▪ Sector Specific Risk ▪ Securities Specific Risk ▪ Credit Risk / Default Risk ▪ Interest Rate Risk <p>Please refer to Section 3.3.3 for details.</p>				
<p>Risk Management Strategies</p>	<ul style="list-style-type: none"> ▪ The Fund's risks are actively managed through a portfolio of various asset classes and sectoral allocation. The risks are mitigated through rigorous research prior to investment decision, monitoring on the exposure limit on the sectoral, markets, and securities weightings depending on the economic and stock market conditions. In addition, the Fund will maintain optimal cash levels to meet redemption and liquidity needs. ▪ The Fund adopts an active trading strategy through portfolio rebalancing depending on the expected risk and return on securities invested and changes in the markets where the Fund invest in. <p>Note: Investment in the Fund is not the same as placement in a deposit with financial institutions. There are risks involved and investors should rely on their own evaluation to assess the merits and risks when investing in the Fund.</p>				

Permitted Investments	<p>Subject to the Deed, the investment policy of the Fund and the requirements of the SC and other regulatory bodies as to how the assets of the Fund are invested:</p> <p>(a) The Fund is allowed to invest in securities of companies listed on any recognised Malaysian stock exchange, unlisted equities which have obtained approval from any relevant authorities for listing and quotation on any recognised Malaysian stock exchange, collective investment schemes, government securities, corporate bonds, and/or deposits at call with any financial institution.</p> <p>(b) The Fund may also invest in banker's acceptances, negotiable certificate of deposits or any other kind of investment as prescribed under the definition of permitted investments in the Deed.</p>					
Investment Restrictions and Limits	<table border="1"> <thead> <tr> <th data-bbox="520 775 970 857">Investment Exposure / Spread / Concentration</th> <th data-bbox="970 775 1155 857">Limits</th> <th data-bbox="1155 775 1455 857">Exception / Condition</th> </tr> </thead> </table>			Investment Exposure / Spread / Concentration	Limits	Exception / Condition
	Investment Exposure / Spread / Concentration	Limits	Exception / Condition			
	Investment Exposure Limits					
	1.	Aggregate value of a fund's investments in transferable securities that are not traded or dealt in or under the rules of an Eligible Market, Collective Investment Scheme (CIS) that do not comply with Paragraphs 6.11(a), (b) and (c) of the Guidelines and other securities.	15% of NAV	Subject to a maximum limit of 10% of the Fund's NAV in a single issuer / CIS.		
	Investment Spread Limits					
2.	Investments in ordinary shares issued by any single issuer.	10% of NAV	-			
3.	Investments in transferable securities and money market instruments issued by any single issuer.	15% of NAV	The value of the Fund's investments in instruments in item (1) issued by the same issuer must be included in the calculation.			

		35% of NAV	If the issuing entity is, or the issue is guaranteed by, either a foreign government, foreign government agency, foreign central bank or supranational, that has a minimum long-term credit rating of investment grade (including gradation and subcategories) by an international rating agency.
4.	Placement in deposits with any single financial institution.	20% of NAV	<p>The single financial institution limit does not apply to placements of deposits arising from:</p> <p>(a) Subscription monies received prior to the commencement of investment by the Fund;</p> <p>(b) Liquidation of investments prior to the termination or maturity of the Fund, where the placement of deposits with various financial institutions would not be in the best interests of the Unit Holders; or</p> <p>(c) Monies held for the settlement of redemption or other payment obligations, where the</p>

			placement of deposits with various financial institutions would not be in the best interest of the Unit Holders.
5.	Aggregate value of a fund's investments in, or exposure to, a single issuer through ("single issuer aggregate limit"): a) transferable securities; b) money market instruments; c) deposits; d) underlying assets of derivatives; and e) counterparty exposure arising from the use of OTC derivatives.	25% of NAV	The value of the Fund's investments in instruments in item (1), issued by the same issuer must be included in the calculation.
		35% of NAV	Where single issuer limit in item (3) is increased to 35%, subject to the group limit in item (8) do not exceed 35% of the Fund's NAV.
6.	Investments in Units or shares of a CIS excluding a CIS that invests in real estate.	20% of NAV	-
7.	Investments in Units or shares of a CIS that invests in real estate.	15% of NAV	-
8.	Investments in transferable securities and money market instruments issued by any group of companies.	20% of NAV	The value of the Fund's investments in instruments in item (1) issued by the issuers within the same group of companies must be

			included in the calculation.
		35% of NAV	Where the single issuer limit i.e. item (5) is increased to 35% of the Fund's NAV.
9.	Cash borrowing.	10% of NAV	-
Investment Concentration Limits			
10.	Investments in shares or securities equivalent to shares, issued by a single issuer.	10% of the shares issued	-
11.	Investments in debt securities issued by a single issuer.	20% of the securities issued	This limit may be disregarded at the time of acquisition if at that time of acquisition, the gross amount of debt securities in issue cannot be determined.
12.	Investments in money market instruments issued by any single issuer.	10% of the instruments issued	This limit does not apply to money market instruments that do not have a pre-determined issue size.
13.	Investments in CIS.	25% of the Units / shares issued	-
<i>Note: All the paragraphs within this table are from the Guidelines.</i>			

3.2 GEARING POLICY

The Fund is not permitted to borrow cash or other assets including the borrowing of securities within the meaning of the Securities Borrowing and Lending Guidelines in connection with its activities. However, the Fund may borrow cash for the purposes of meeting redemption requests for Units and for short term bridging requirements. Such borrowings are subject to the following:

- (a) The Fund's borrowing only for temporary basis and that borrowing are not persistent;
- (b) The borrowing period should not exceed a month;
- (c) The aggregate of the financing facility should not exceed ten per centum (10%) of NAV at the time the facility is incurred; and
- (d) The Fund may only borrow from licensed financial institutions.

3.3 POTENTIAL RISKS ASSOCIATED WITH THE FUND

At all times, the Fund is subject to some risks. Many factors influence the performance of the Fund, including the capability of the Investment Manager. No matter how experienced the Investment Manager may be, some factors which affect the value of investments may be beyond its control. It is important to note that investors should be prepared to accept a degree of risk. The risks are as stated in Sections 3.3.2 and 3.3.3.

3.3.1 Control of Risks

The Manager will take reasonable steps to ensure that the above potential risks are managed by:

- (a) Continuous monitoring of factors that could affect market and liquidity, including but not limited to economics, countries, industries and companies' news and performance, as well as investors sentiment;
- (b) Determining the optimal asset allocation strategy;
- (c) Adhering to the Fund's investment objectives and investment restrictions and limits on concentration of investments; and
- (d) Effective portfolio investment risk monitoring via a clear governance structure and escalation procedures.

Note: *Any investment carries with it an element of risk. Therefore, prior to making an investment, prospective investors should consider the following risk factors in addition to the other information set out in this Prospectus.*

3.3.2 General Risks of Investing in Unit Trust Fund

(a) Manager's Risk	<ul style="list-style-type: none"> ▪ This risk refers to the day-to-day management of the Fund by the Manager which will impact the performance of the Fund. For example, investment decisions undertaken by the Investment Manager, as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the Deed, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the Fund.
(b) Liquidity Risk	<ul style="list-style-type: none"> ▪ Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund will be negatively affected when it has to sell such assets at unfavourable prices. ▪ The risk may be mitigated by actively managing asset allocation of the Fund and maintaining sufficient level of liquid assets to meet anticipated redemption by Unit Holders. <p>Note: <i>This risk disclosure may not be applicable to all types of assets. Some assets do not qualify under this risk disclosure. For example, deposits which are not traded in the market.</i></p>
(c) Non-Compliance Risk	<ul style="list-style-type: none"> ▪ The operations and administration of the Fund is governed by the Deed and all applicable laws and regulations. Non-adherence may potentially affect the performance of the Fund. ▪ The risk is mitigated by imposing stringent internal controls and ensuring that compliance monitoring is undertaken through regular audit and cross departmental checking.
(d) Operational Risk	<ul style="list-style-type: none"> ▪ The risk of loss to Unit Holders arising from inadequacies in, or failures of, our internal procedures and controls for monitoring and quantifying the risks and contractual obligations associated with investments in the Fund. ▪ Although the occurrence of such events is very unlikely, the Manager seeks to mitigate the risk through the establishment of systematic operational procedures and stringent internal controls.
(e) Loan Financing Risk	<ul style="list-style-type: none"> ▪ The risk occurs when a Unit Holder takes loan financing provided by a financial institution to finance the purchase of Units. Investing in a fund using borrowed money is riskier than investing using a Unit Holder's own money. The inherent risk of investing with borrowed money includes the ability to service loan repayments if the return from the investment in a unit trust fund is not commensurate with the interest expenses of the loan. Similarly, if the Units are collateralized against the loan, the Unit Holder may lose the Units if he/she is unable to service the loan.

<p>(f) Inflation / Purchasing Power Risk</p>	<ul style="list-style-type: none"> ▪ This is the risk that investors' investment in the unit trust fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased.
<p>(g) Force Majeure Risk</p>	<ul style="list-style-type: none"> ▪ It is the risk that there will be an event beyond the control of the Manager. ▪ This risk may have an adverse effect on the performance of the Fund as the Manager could be prevented from complying with its obligations as prescribed in this Prospectus. The Fund may then be unable to meet its objective in providing capital growth opportunities to the Unit Holders. ▪ Force majeure risk includes but is not limited to: <ul style="list-style-type: none"> a) acts of God (such as, but not limited to, fires, explosions, earthworks, drought, tidal waves and floods); b) war, hostilities (whether war be declared or not), invasion, act of foreign enemies, mobilization, requisition, embargo, rebellion, revolution, insurrection or military or usurped power or civil war; c) contamination by radioactivity from any nuclear fuel, or from any nuclear waste from the combustion of nuclear fuel, radioactive toxic explosive, or other hazardous properties of any explosive nuclear assembly or nuclear component of such assembly; d) riot, commotion, strikes, go slows, lock outs or disorder, unless restricted to employees of the Manager; e) acts or threats of terrorism; f) pandemics, epidemics, local disease outbreaks, public health emergencies, quarantines, government restrictions in the form of movement control orders (whether conditional or not), lockdowns (whether full, partial, or conditional), or any other restricted movement order as may be implemented by the government from time to time; and g) any other emergency circumstances that materially and adversely prevent the Manager from operating normally. ▪ The Manager will undertake appropriate action to mitigate the risks, which among others includes insurance coverage and alternate recourse to resume operations in the event of the above-mentioned risks.

3.3.3 Specific Risks of Investing in the Fund

<p>(a) Capital Market Risk</p>	<ul style="list-style-type: none"> ▪ Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV. ▪ The Fund is also exposed to single country exposure since its investment objective is to provide Unit Holders with capital growth opportunities through investment in securities in the Malaysian equity market. Thus, the Fund's investments may be affected by changes in the economic and political climate or other developments in the law or regulations of Malaysia. ▪ The Manager will manage the risks by investing in securities within the approved investment limits and take reasonable steps in monitoring and rebalancing the investment portfolio by actively managing the asset allocation through comprehensive assessment process.
<p>(b) Concentration Risk</p>	<ul style="list-style-type: none"> ▪ Concentration risk is the probability of loss arising from lack of diversification, investing too heavily in one (1) industry, one (1) geographic area or one (1) type of security. The Fund is exposed to concentration risk when the Fund is concentrated on high levels of individual stock and sector exposures. Excessive concentration could also give rise to liquidity risk or stock specific risk losses. ▪ Concentration risk could be mitigated by investing into securities in different sectors within the approved limits. Although the Fund may have the ability to diversify, there may be circumstances that it may hold concentrated position. The risk could also be mitigated through close monitoring of investments in which exposure is deemed as highly concentrated.
<p>(c) Sector Specific Risk</p>	<ul style="list-style-type: none"> ▪ If the Fund invests in a specific sector, the Fund is vulnerable to factors associated with the particular sector. Therefore, any material changes associated with the sector such as adverse developments in political, economic and competition may have an adverse impact on the value of the Fund. ▪ The Manager will take reasonable steps in ensuring the risk is managed by monitoring and determining effective asset allocation, adhering to the Fund's investment objectives and investment restrictions and limits, and escalating and reporting investment matters to the Investment Committee of the Fund.

(d) Securities Specific Risk	<ul style="list-style-type: none"> ▪ The price of particular securities may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such securities will adversely affect the Fund's NAV. ▪ The Manager will manage the risk by investing in securities within the approved investment limits across market sectors so that the volatility of the value of the investments could be mitigated. It can also be mitigated through having robust and disciplined valuation methodologies and adequate portfolio diversification.
(e) Credit Risk / Default Risk	<ul style="list-style-type: none"> ▪ Credit risk relates to the creditworthiness of the issuers of the fixed income securities and money market instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the fixed income securities and money market instruments. ▪ In the case of rated fixed income securities, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a fixed income security and money market instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income security and money market instrument. This could adversely affect the value of the Fund. ▪ The Manager will take reasonable steps to ensure that the credit risk / default risk is managed by ensuring the Fund invest in fixed income securities and money market instruments issued by fundamentally strong issuers with good credit worthiness that can ensure timely payment of their obligations.
(f) Interest Rate Risk	<ul style="list-style-type: none"> ▪ Interest rate risk refers to the impact of interest rate changes on the valuation of debt instruments. When interest rates rise, debt instruments prices generally decline, and this may lower the market value of a fund's investment in debt instruments. The reverse may apply when interest rates fall. ▪ In order to mitigate interest rate risk, the Manager will need to manage the debt portfolio taking into account the coupon rate and time to maturity of the debt instruments.

These risks are reported to the relevant committees of the Board of Directors of PNB and ASNB on regular basis.

Investors are reminded that the above list of risk may not be exhaustive and if necessary, they should consult their adviser(s), e.g. their bankers, lawyers, stockbrokers or independent professional advisers for a better understanding of the risks.

4. FEES, CHARGES AND EXPENSES

THERE ARE FEES AND CHARGES INVOLVED AND INVESTORS ARE ADVISED TO CONSIDER THEM BEFORE INVESTING IN THE FUND

All fees and charges payable by the Fund and Unit Holders are subject to Tax and/or duties as may be imposed by the government or other authorities (if any) from time to time. As a result of changes in any rule, regulation, directive, notice and/or law issued by the government or relevant authority, there may be additional fees, expenses, charges and/or taxes payable to and/or by the Fund as disclosed or illustrated.

4.1 CHARGES AND FEES DIRECTLY INCURRED BY UNIT HOLDERS WHEN PURCHASING OR REPURCHASING UNITS OF THE FUND

4.1.1 Sales Charge and Repurchase Charge

This table describes the charges that Unit Holder may **DIRECTLY** incur when purchasing (subscribe) or repurchasing (redeem) the Units.

Charges	% / RM
Sales Charge ¹	▪ Nil
Repurchase Charge ²	▪ Nil

Note:

1. No sales charge is imposed for the purchase of Units.
2. No repurchase charge is imposed for the repurchase of Units.

Illustration on Sales Charge

Information

Assuming the amount Unit Holder wish to invest ("investment amount") : RM10,000.00 in the Fund.

Price per Unit	: RM1.000
Sales Charge	: 0%
Tax, (if applicable)	: Zero-rated

$$\begin{aligned}
 \text{a) Investment Amount} &= \mathbf{RM10,000} \\
 \text{b) Sales Charge Incurred} &= \frac{\text{Investment Amount}}{1 + \text{Sales Charge (\%)}} \times \text{Sales Charge (\%)} \\
 &= \frac{\text{RM10,000}}{1 + 0 (\%)} \times 0 (\%) \\
 &= \mathbf{RM0}
 \end{aligned}$$

The rounding up of the NAV per Unit will be up to four (4) decimal places. The total amount paid will be subject to the rounding mechanism. Please note that the example above is for illustrative purpose only.

4.1.2 Switching Fee

Unit Holder may switch investments between various funds managed by ASNB on any Business Day, subject to terms and conditions. There is no switching fee imposed by the Manager to the Unit Holder.

However, the Manager may charge the fees based on any criterion as may be determined from time to time, and/or offer this facility via any other medium channel and/or determine the date of offer of the facility. The fees and charges (if any) are subject to Tax which are payable by the Unit Holder.

Unit Holders may refer to our website at www.asnb.com.my for further information on our products and services. Please refer to Section 5.8 for the transaction details.

4.2 CHARGES AND FEES INDIRECTLY INCURRED BY UNIT HOLDERS

4.2.1 Annual Management Fee of the Fund

The annual management fee is calculated and accrued daily and payable monthly to the Manager. The Manager is entitled to the following annual management fee:

- Up to a maximum of 1.0% per annum of the NAV of the Fund, calculated and accrued daily, as may be agreed between the Trustee and the Manager.
- The annual management fee may be subject to Tax.

Note: *The Deed allows annual management fees not exceeding 1.5% of the NAV of the Fund, calculated and accrued daily, as may be agreed between the Trustee and the Manager.*

4.2.2 Annual Trustee Fee of the Fund

The annual trustee fee, calculated and accrued daily, is subject to the Deed. The table below depicts the annual trustee fee of the Fund:

- Up to 0.07% per annum of the NAV of the Fund, calculated and accrued daily.
- The annual trustee fee may be subject to Tax.

Note: *The Deed allows annual trustee fees not exceeding 0.07% of the NAV of the Fund, calculated and accrued daily, as may be agreed between the Trustee and the Manager.*

4.3 FUND'S OTHER EXPENSES

The Deed provides certain other fees and expenses to be paid out of the Fund. These include auditors' remuneration, valuation fee, custodian, and other administration costs such as the printing of semi-annual and annual reports, distribution expenses, postage and other operating expenses. Statutory payments such as stamp duties and taxes imposed by any authority will also be paid by the Fund.

4.4 REBATES AND SOFT COMMISSIONS

A management company, fund manager, trustee or trustee's delegate should not retain any rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in a fund's assets. Accordingly, any rebate or shared commission should be directed to the account of the fund concerned.

The Management Company or fund manager may retain goods and services (soft commissions) provided by any broker or dealer if the following conditions are met:

- (a) The soft commissions bring direct benefit or advantage to the management of the Fund and may include research and advisory related services;
- (b) Any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund; and
- (c) The availability of soft commissions is not the sole or primary purpose to perform or arrange transactions with such broker or dealer, and the Management Company or fund manager must not enter into unnecessary trades in order to achieve a sufficient volume of transactions to qualify for soft commissions.

Soft commissions, may include, among others, entertainment allowance, travel, accommodation, and membership fee.

5. TRANSACTION INFORMATION

5.1 VALUATION FOR INVESTMENT

5.1.1 Valuation Basis

Types	Valuation
(a) Listed Securities and Fixed Income Securities	<ul style="list-style-type: none"> ▪ Valuation is conducted at the end of each Business Day based on the last done market price primarily listed on the Bursa Malaysia or any Eligible Market approved by the relevant authorities. ▪ Suspended securities will be valued at their last done price unless there is conclusive evidence to show that the value has gone below the suspended price, then the securities should be valued at fair value as determined in good faith by the Manager based on the methods or bases approved by the Trustee after appropriate technical consultation. ▪ If no market price is available or valuation based on market price does not represent the fair value of investments, for example during abnormal market conditions, the securities will be valued based on methods deemed to be fair and reasonable as agreed upon by the Manager and the Trustee after appropriate technical consultation.
(b) Unlisted Fixed Income Securities and Debt Securities	<ul style="list-style-type: none"> ▪ Unlisted bonds/sukuk denominated in Ringgit Malaysia (RM) are stated at the indicative market value quoted by a Bond Pricing Agency (BPA) registered with the SC. Where the Manager is of the view that the price quoted by BPA for a specific bond differs from the “market price” by more than twenty (20) basis points, the Manager may use the “market price”, provided that the Manager: <ul style="list-style-type: none"> • records its basis for using a non-BPA price; • obtains necessary internal approvals to use the non-BPA price; and • keep an audit trail of all decisions and basis for adopting the “market yield”.
(c) Unlisted Collective Investment Schemes	<ul style="list-style-type: none"> ▪ Valuation is based on the last published repurchase price.
(d) Other Unlisted Securities	<ul style="list-style-type: none"> ▪ Valuation is based on methods deemed fair and reasonable, determined by the Manager, verified by the auditors and approved by the Trustee.
(e) Money Market Instruments	<ul style="list-style-type: none"> ▪ Valuation of tradeable money market instruments shall be determined each day by reference to the principal value of such authorised investments and the accrued income for the relevant period.

(f) Deposits with Financial Institutions

- The value of any deposits placed with financial institutions shall be determined each day by reference to the principal value of the deposits and the accrued income thereon for the relevant period.

5.1.2 Valuation Point for the Fund

The Fund will be valued at least once every Business Day. The Fund adopts a Forward Pricing basis which means that prices of Units will be calculated based on the NAV of the Fund at the next Valuation Point after the application to purchase or repurchase Units is received by the Manager.

Valuation of the Fund is conducted at the close of Bursa Malaysia on the same Business Day. If requests for purchase or repurchase are received before the Cut-off time of 4.00 p.m. on any Business Day, say, Tuesday, then Tuesday's Unit pricing shall apply and will be calculated after 5.00 p.m. on Tuesday. Tuesday's Unit pricing will be published on Wednesday (T+1).

Unit Holder may contact ASNB directly or visit our website at www.asnb.com.my to obtain the latest NAV of the Fund.

5.1.3 Computation of NAV

NAV per Unit is determined based on Forward Pricing and calculated at the next valuation point after instruction or a request is received by the Manager.

The valuation of Units is based on the NAV of the Fund. The NAV per Unit is calculated by dividing the Fund's NAV by the number of UIC, rounded to four (4) decimal places. The NAV per Unit forms the basis for the computation of the Unit price.

Illustration:

Computation of the NAV per Unit at each valuation point is illustrated below:

	<u>RM</u>
Quoted Investments	231,000,000
Liquid Assets	34,500,000
Other Assets	<u>6,100,000</u>
	271,600,000
Less: Liabilities	<u>(16,500,000)</u>
NAV	<u>255,100,000</u>
Units in Circulation (Units)	<u>326,500,000</u>

Illustration:

$$\begin{aligned}
 \text{Net Asset Value per Unit} &= \frac{\text{NAV}}{\text{Units in Circulation}} \\
 &= \frac{\text{RM}255,100,000}{326,500,000 \text{ Units}} \\
 &= \text{RM}0.781317 \\
 \text{NAV per Unit, rounded to four (4) decimal places} &= \underline{\underline{\text{RM}0.7813}}
 \end{aligned}$$

The rounding up of the NAV per Unit will be up to four (4) decimal places. The total amount paid will be subject to the rounding mechanism. Please note that the example above is for illustrative purpose only.

5.2 PRICING POLICY – DETERMINATION OF PRICE

5.2.1 Forward Pricing for Both Purchase and Repurchase Transactions

Both purchase and repurchase transactions are based on Forward Pricing. The Fund adopts a Forward Pricing basis which means that price of Units is determined based on the NAV per Unit as at the next valuation point after a request for sales or repurchase of Units is received by the Manager. Dealing Cut-off time for any Units to be issued and/or redeemed is 4.00 p.m. on the Business Day. Any application received after the Cut-off time will be treated as it is received on the following Business Day.

5.2.2 Incorrect Pricing

If there is any incorrect calculation of NAV per Unit, the Manager will take immediate remedial action to rectify the error. The Manager's remedial action will extend to the reimbursement of money to the Unit Holder if the error:

- a) is at or above the threshold of 0.5% of the NAV per Unit; and
- b) results in a sum of RM10.00 or more to be reimbursed to the affected Unit Holder for each purchase or repurchase transaction.

Subject to any regulatory requirements, the Manager shall have the right to amend, vary and revise the above said limits or threshold from time to time.

5.2.3 Computation of Price - Single Pricing Policy

The Manager adopts the single pricing policy in calculating Unit Holder's investment and repurchase of Units. "Single pricing" which equates to sales and repurchases quoted and transacted on a single price (i.e. NAV per Unit), is easier to understand and facilitate investors in comparing the different charges imposed and assist investors in making an informed decision about their choice of investment products.

Under the single pricing policy, the selling price for Units is the NAV per Unit.

A. Making an Investment

i. During IOP

Units are transacted at the Initial Unit Price of RM1.0000. Upon the purchase of Units, no sales charge is imposed.

Illustration: Investment / Subscription of Units

If Unit Holder submit an application to invest RM10,000 in the Fund.

Assuming the amount Unit Holder wish to invest ("investment amount") : RM10,000

Initial Unit Price : RM1.000

Sales Charge : 0%

Tax, (if applicable) : Zero-rated

$$\begin{aligned}
 \text{a) Sales Charge Incurred} &= \frac{\text{Investment Amount}}{1 + \text{Sales Charge (\%)}} \times \text{Sales Charge (\%)} \\
 &= \frac{\text{RM10,000}}{1 + 0 (\%)} \times 0 (\%) \\
 &= \mathbf{RM0}
 \end{aligned}$$

$$\begin{aligned}
 \text{b) Purchase at NAV per Unit} &= \text{NAV Per Unit} + \text{Sales Charge of 0\%} + \text{Tax charge of 0\%} \\
 &= \text{RM1.000} + \text{RM0.00} + \text{RM0.00} \\
 &= \mathbf{RM1.000}
 \end{aligned}$$

$$\begin{aligned}
 \text{c) Units Issued to Unit Holder} &= \frac{\text{RM10,000}}{\text{RM1.000}} \\
 &= \mathbf{10,000 \text{ units}}
 \end{aligned}$$

The rounding up of the NAV per Unit will be up to four (4) decimal places. The total amount paid will be subject to the rounding mechanism. Please note that the example above is for illustrative purpose only.

ii. After IOP

Units are transacted at the NAV per Unit based on Forward Pricing. Upon the purchase of Units, no sales charge is imposed.

Illustration: Investment / Subscription

If Unit Holder submit an application to invest RM10,000 in the Fund.

Assuming the amount Unit Holder wish to invest ("investment amount") : RM10,000

NAV per Unit : RM0.5000

Sales Charge : 0%

Tax, (if applicable) : Zero-rated

$$\begin{aligned} \text{a) Sales Charge Incurred} &= \frac{\text{Investment Amount}}{1 + \text{Sales Charge (\%)}} \times \text{Sales Charge (\%)} \\ &= \frac{\text{RM10,000}}{1 + 0 (\%)} \times 0 (\%) \\ &= \mathbf{RM0} \end{aligned}$$

$$\begin{aligned} \text{b) Purchase at NAV per Unit} &= \text{NAV Per Unit} + \text{Sales Charge of 0\%} + \text{Tax charge of 0\%} \\ &= \text{RM0.5000} + \text{RM0.00} + \text{RM0.00} \\ &= \mathbf{RM0.5000} \end{aligned}$$

$$\begin{aligned} \text{c) Units Issued to Unit Holder} &= \frac{\text{RM10,000}}{\text{RM0.5000}} \\ &= \mathbf{20,000 \text{ units}} \end{aligned}$$

The rounding up of the NAV per Unit will be up to four (4) decimal places. The total amount paid will be subject to the rounding mechanism. Please note that the example above is for illustrative purpose only.

B. Requesting for Repurchase of Units**i. During IOP**

Unit Holder may request for repurchase of Units by simply completing the repurchase form. There is no restriction on the frequency of repurchase.

Illustration: Repurchase of Investment

The Price is RM1.0000 per Unit. No repurchase charge will be imposed. If Unit Holder submit an application to repurchase 10,000 Units in the Fund:

Units to Repurchase	:	10,000 Units in the Fund
Initial Unit Price	:	RM1.0000
Repurchase Charge	:	Nil

$$\begin{aligned} \text{(i) Repurchase Amount} &= \text{Repurchase units} \times \text{Initial Unit Price} \\ &= 10,000 \text{ units} \times \text{RM1.0000} \\ &= \text{RM10,000} \end{aligned}$$

$$\begin{aligned} \text{(ii) Net Repurchase Proceeds} &= \text{Repurchase amount} - \text{Repurchase charge} \\ &= \text{RM10,000} - \text{RM0} \\ &= \text{RM10,000} \end{aligned}$$

The rounding up of the NAV per Unit will be up to four (4) decimal places. The total amount paid will be subject to the rounding mechanism. Please note that the example above is for illustrative purpose only.

ii. After IOP

Unit Holder may request for repurchase of Units by simply completing the repurchase form or any other distribution channel approved by the Manager. There is no restriction on the frequency of repurchase.

Illustration: Repurchase of Investment

The NAV is RM0.5000 per Unit. No repurchase charge will be imposed. If Unit Holder submit an application to repurchase 10,000 Units in the Fund:

Units to Repurchase	:	10,000 Units in the Fund
Initial Unit Price	:	RM0.5000
Repurchase Charge	:	Nil

$$\begin{aligned} \text{(i) Repurchase Amount} &= \text{Repurchase units} \times \text{Initial Unit Price} \\ &= 10,000 \text{ units} \times \text{RM0.5000} \\ &= \text{RM5,000} \end{aligned}$$

$$\begin{aligned} \text{(ii) Net Repurchase Proceeds} &= \text{Repurchase amount} - \text{Repurchase charge} \\ &= \text{RM5,000} - \text{RM0} \\ &= \text{RM5,000} \end{aligned}$$

The rounding up of the NAV per Unit will be up to four (4) decimal places. The total amount paid will be subject to the rounding mechanism. Please note that the example above is for illustrative purpose only.

5.3 BASIS OF CALCULATIONS AND ASSUMPTIONS IN CALCULATION OF RETURNS

The following are the basis of calculation and the assumptions made in calculating the returns:

(a) Annualised returns for the Fund are derived by the rate of returns on an annual basis over the entire period of investment.

The formula for annualised return is as follows:

$$\left[[(1 + r_1) \times (1 + r_2) \times \dots \times (1 + r_n)]^{\frac{1}{n}} - 1 \right] \times 100$$

Whereby, r_i = annual return in year i , n = number of years

(b) The annual total return for the Fund is computed as follows:

i. Capital Return (%)

$$\left[\left(\frac{\text{NAV per unit after income distribution}}{\text{NAV per unit beginning of the year}} \right) - 1 \right] \times 100$$

ii. Income Return (%)

$$\left[\frac{\text{Income distribution per unit}}{\text{NAV per unit after income distribution}} \right] \times 100$$

iii. Total Return (%)

$$\left[\left(1 + \frac{\text{Capital Return}}{100} \right) \times \left(1 + \frac{\text{Income Return}}{100} \right) - 1 \right] \times 100$$

Please visit our website at www.asnb.com.my for the latest updates on the Fund's performance. Past performance of the Fund is not an indication of future performance.

5.4 GENERAL TRANSACTION INFORMATION

Note: Investors are advised that this section is only a summary of the salient information about the Fund. Investors should read and understand the whole Prospectus before making any investment decisions.

(a) Minimum Initial¹ Investment	<ul style="list-style-type: none"> ▪ RM10.00 via Cash / Cash equivalent.
(b) Maximum Investment	<ul style="list-style-type: none"> ▪ Unlimited.
(c) Minimum Additional¹ Investment	<ul style="list-style-type: none"> ▪ RM1.00 via Cash / Cash equivalent.
(d) Minimum Repurchase	<ul style="list-style-type: none"> ▪ One (1) Unit.
(e) Selling Price per Unit	<p>i. <u>During IOP</u></p> <ul style="list-style-type: none"> ▪ The Selling Price per Unit shall be the Initial Unit Price of RM1.0000, and there is no sales charge imposed by the Manager to the Unit Holder. <p>ii. <u>After IOP</u></p> <ul style="list-style-type: none"> ▪ The Selling Price per Unit shall be calculated at the NAV per Unit computed on Forward Pricing basis and there is no sales charge imposed by the Manager to the Unit Holder.
(f) Repurchase Price	<p>i. <u>During IOP</u></p> <ul style="list-style-type: none"> ▪ The repurchase amount payable to the Unit Holder is calculated at Initial Unit Price of RM1.0000. No repurchase charge is imposed on the Unit Holder. <p>ii. <u>After IOP</u></p> <ul style="list-style-type: none"> ▪ The repurchase amount payable to the Unit Holder is calculated at NAV per Unit computed on Forward Pricing basis. No repurchase charge is imposed on the Unit Holder.
(g) Minimum Balance Requirement²	<ul style="list-style-type: none"> ▪ Unit Holder must maintain the minimum balance requirement of one (1) Unit to qualify as a Unit Holder.
(h) Maximum Repurchase	<ul style="list-style-type: none"> ▪ Unlimited, however, the minimum balance of one (1) Unit must be maintained in the account, otherwise, Unit Holder must request for total repurchase.
(i) Frequency of Repurchase	<ul style="list-style-type: none"> ▪ Unlimited.

(j) Payment of Repurchase Money	<ul style="list-style-type: none"> ▪ Payment of repurchase proceeds will be made within seven (7) Business Days from the date at which a repurchase request is deemed received by the Manager.
(k) Switching Between Funds	<ul style="list-style-type: none"> ▪ Allowed, subject to the terms and conditions and fees stipulated in this Prospectus. ▪ The Manager has absolute discretion to offer this facility via any other medium channel and determine the date of offer of the facilities from time to time.
(l) Distribution Re-investment Option	<ul style="list-style-type: none"> ▪ Distribution, if any, after deduction of taxation and expenses (i.e. net distribution), will be reinvested into additional Units based on the NAV per Unit at entitlement date, adjusted for the said distribution. Allotment of such Units shall be up to two (2) weeks thereafter. No sales charge / transaction fee will be imposed for any reinvestment of distribution into the Fund.
(m) Units Offering	<ul style="list-style-type: none"> ▪ The Manager has absolute discretion to offer the Units in any manner deemed appropriate.

Unit prices and distribution payable, if any, may go down as well as up.

Notes:

1. *The Manager reserves the right to accept any other minimum amounts in circumstances considered appropriate by the Manager.*
2. *Premised on the Deed, ASNB is allowed to close a Unit Holder's account, at our discretion, should the balance in the Unit Holder's account fall below the minimum balance requirement.*

5.5 HOW TO PURCHASE UNITS

Please Read and Understand this Prospectus and Product Highlights Sheet of the Fund.

An investor must fully understand unit trust investment, and what investing in the Fund would mean in terms of potential benefits and risks. Please consult a professional adviser for information of the Fund. It is important that an investor reads this Prospectus and Product Highlights Sheet carefully and seeks further clarification on any matter, if required.

Units can be purchased by the Unit Holders via an established electronic platform, or any other distribution channel approved by the Manager. The Prospectus can be accessed via the same electronic platform and also available on the Manager's corporate website.

5.6 TRANSACTION DETAILS ON PURCHASE OF UNITS

Minimum Initial Investment / Subscription of Units, Additional Investment and Maximum Investment

A Minimum Initial Investment of RM10.00 is required upon registration and the minimum additional investment is RM1.00. A Unit Holder will need to pay for the purchase on-the-spot. Unit Holders may request for subscription of Units via an established electronic platform, or any other distribution channel approved by the Manager.

All subscriptions made after 4.00 p.m. or such other time that is determined by the Manager or on non-Business Day shall be processed on the next Business Day or in accordance with the terms and conditions imposed by the Manager. The Manager reserves the right to vary the terms and conditions of purchase made from time to time. Any changes shall be notified via ASN B's website and or any other mode determined by ASN B.

5.7 TRANSACTION DETAILS ON REPURCHASE OF UNITS

Unit Holders may request for repurchase of Units via an established electronic platform or any other distribution channel approved by the Manager. The Units will be repurchased at the NAV per Unit calculated at the next valuation point (i.e. Forward Pricing) for repurchase made before the Cut-off time of 4.00 p.m. on any Business Day. All repurchases made after 4.00 p.m. or such other time that is determined by the Manager or on non-Business Day shall be processed on the next Business Day or in accordance with the terms and conditions imposed by the Manager.

The Manager reserves the right to vary the terms and conditions of repurchase made from time to time. Any changes shall be notified via ASN B's website and/or any other mode determined by ASN B.

Investors are advised not to make payment in cash to any individual agent when purchasing Units.

5.8 SWITCHING OF UNITS BETWEEN FUNDS

A Unit Holder is allowed to switch Units held in the Fund into another fund managed by the Manager. However, during IOP, the Units of other funds are not allowed to be switched into Units except at the Manager's discretion. Switching application should be made before the Cut-off time of 4.00 p.m. on any Business Day. The Units will be switched at NAV per Unit calculated at the next valuation point. Switching from Forward Price Fund to Historical Price Fund or vice versa, is subject to the valuation methodology of the NAV per Unit of the respective funds.

When a switching application is received after the Cut-off time stated above, the application will be deemed to have been received on the next Business Day. There is no limit to the frequency of switching between various funds. However, this facility is subject to our terms and conditions applicable for the funds.

The Manager has absolute discretion to offer this facility via any other medium channel and determine the date of offer of the facilities. A Unit Holder may refer to our website at www.asnb.com.my for further information on our products and services.

The Manager may charge the fees based on any criterion as may be determined from time to time, and/or offer this facility via any other medium channel and/or determine the date of offer of the facility. The fees and charges (if any) are subject to Tax which are payable to the Unit Holder.

Please refer to Section 4.1.2 for the switching fee.

5.9 UNIT HOLDER'S RIGHTS

A Unit Holder is recognised as a Unit Holder of the Fund upon receipt of the respective application form and payment. A Unit Holder's investment will be evidenced in the statement, issued by the Manager. Please refer to Section 8.2.

5.10 DISTRIBUTION AND REINVESTMENT POLICIES

(a) Type of Returns	<ul style="list-style-type: none"> ▪ The return of the Fund will be mainly from capital growth. Distribution of income is incidental in nature. ▪ The income of the Fund, if any, comprises of gross dividend income, realised capital gain (from disposal of investment at a profit) and other income earned from Permitted Investments.
(b) Method of Computation of Distribution	<ul style="list-style-type: none"> ▪ Distributions, if any, are based on Units held on the entitlement date. ▪ Unit Holder must maintain the minimum balance requirement of one (1) Unit to qualify as a Unit Holder. <p>Note: Unit price and distributions payable, if any, may go down as well as up.</p>
(c) Distribution Policy	<ul style="list-style-type: none"> ▪ Distribution is incidental at the Manager's discretion, subject to approval from Trustee. <p>The details or further elaborations on the Distribution Policy of the Fund are as follows:</p> <ul style="list-style-type: none"> ▪ The distribution may be made from realised income and/or out of capital, at Manager's discretion, subject to approval from Trustee. ▪ The policy allowing for distribution out of capital is to cater for circumstances when realised income in the current year is insufficient for distribution, but there is capacity to distribute, in the form of unrealised gain or unutilised distributable income that has been reclassified as capital, and when capital distribution is deemed to be in the best interest of the Fund and the Unit Holders. ▪ Capital distribution would be deemed to be in the interest of the Unit Holders as it enables the Fund to continue investing in order to reap the maximum potential of capital appreciation without having to pre-maturely realise return from the investment, where appropriate. ▪ Distribution income out of capital poses a risk of the Fund which will result in the diminishing of the value of future returns of the Fund. This will arise if the capital distribution reinvested are redeemed. <p><u>Reinvestment of Units:</u></p> <ul style="list-style-type: none"> (i) Distribution, if any, after deduction of taxation and expenses (i.e. net distribution), will be reinvested into additional Units

	<p>based on the NAV per Unit at entitlement date, adjusted for the said distribution. Allotment of such Units shall be up to two (2) weeks thereafter.</p> <p>(ii) No sales charge / transaction fee will be imposed for any reinvestment of distribution into the Fund.</p> <p>Payment of Distribution:</p> <p>(i) Meanwhile, Unit Holders may opt for the mode of the distribution to be paid out, or to be credited into their bank account located in Malaysia, by indicating in writing to the Manager. Any cost and expenses arising from these modes of payment will be borne by Unit Holders. If the Unit Holders opt for the distribution to be credited into their bank accounts, they are required to provide their bank account details for the distribution to be made. Payment will be affected if the bank account has been registered with the Manager.</p> <p>(ii) Only a person who is registered as a Unit Holder on the entitlement date is entitled to the distribution. Therefore, Unit Holder must maintain the minimum balance requirement of one (1) Unit to qualify as a Unit Holder.</p> <p><i>Note: Unit price and distributions payable, if any, may go down as well as up.</i></p>
(d) Unclaimed Monies	<ul style="list-style-type: none"> ▪ Any amount of monies payable to Unit Holders which remain unclaimed for such period of time as prescribed by the Unclaimed Monies Act 1965 after the date for payment shall be paid by the Manager in accordance with the provision of The Unclaimed Monies Act, 1965 (Revised 2002).

5.11 ADDITIONAL INFORMATION

5.11.1 Types of Distribution Channels

A Unit Holder can subscribe / purchase and request for repurchases of Units via an established electronic platform or any other distribution channel approved by the Manager. Please refer to Section 13 for the details.

The transactions are subject to the availability of Units and applicable limits. All transactions made after 4.00 p.m. or such other time that is determined by the Manager or on non-Business Day shall be processed on the next Business Day or in accordance with the terms and conditions imposed by the Manager.

A Unit Holder may perform transactions through online facilities that have been approved by the SC which is subject to the terms and conditions imposed by ASNB.

The Manager has absolute discretion to change the transaction time of the electronic platform from time to time. Please refer to ASNB's website or ASNB's electronic platform for transaction information details.

5.11.2 Dissemination of Information to Unit Holders

The annual and semi-annual reports of the Fund which contain the Manager's report, the Trustee's report, the summarised audited financial statement for the year and the Auditor's report will be distributed to Unit Holders of the Fund's within two (2) months of the Fund's financial year-ended or semi-annual period.

Distribution statement, annual report, semi-annual report and other notices of the Fund will be disseminated to all Unit Holders through electronic means. The electronic versions of the distribution statements of the Fund will be sent to the registered e-mail address of Unit Holders, while the annual, semi-annual reports and other notices of the Fund can be accessed through ASNB's website at www.asnb.com.my.

Pursuant to the above, Unit Holders are advised to update their e-mail address at the ASNB Kuala Lumpur Main Branch.

If Unit Holders do not agree to receive distribution statements, annual reports, semi-annual reports and other notices through electronic means, Unit Holders can update their preferred mailing mode based on the above-mentioned channel.

The Fund's annual report is available upon request.

5.11.3 Information on Current NAV per Unit

The daily NAV per Unit is available at our ASNB branches and ASNB's website at www.asnb.com.my.

5.11.4 Record Keeping of Documents

The Manager will keep the transaction documents of the Fund for a period of seven (7) years from the date of the transaction documents after which the destruction of the documents will be done in accordance with the Manager's record management procedures. The registration form will continue to be kept by the Manager for a period of seven (7) years from the date a Unit Holder ceases to be a Unit Holder.

The Manager shall not be obliged to produce any documents requested by a Unit Holder upon the expiry of the relevant seven (7) years period.

5.11.5 Material Contracts

Saved as disclosed below, there are no other material contracts (including contracts not reduced into writing), not being contracts entered into in the ordinary course of business, which have been entered into that relate to the Fund within two (2) years preceding the date of this Prospectus:

- (a) The Deed dated 1 September 2022 constituting the Fund, entered into between the Manager and the Trustee, for the benefit of the Unit Holders; and
- (b) The Investment Management Agreement entered into between the Manager and PNB on 26 May 2023, which sets out the terms and conditions upon which PNB has been appointed and has agreed to act as the Investment Manager of the Fund.

5.11.6 Anti-Money Laundering Policies and Procedures

ASNB had developed policies and procedures on Anti-Money Laundering and Counter-Terrorism Financing as part of ASNB's initiatives to continue curbing financial crimes related to Money Laundering / Terrorism Financing activities as follows:

- (i) The total cash investment is limited to RM25,000 per day in all ASNB unit trust products for each customer at all ASNB branches.
- (ii) With effect from 1 January 2017, purchases and repurchases of Units by the Unit Holder, in the same unit trust fund on the same day are not allowed by ASNB.

5.11.7 Avenue for Advice

If a Unit Holder has any question about the information in this Prospectus or to obtain latest information on our products and services, kindly visit our website at www.asnb.com.my or any ASNB branches. Our officers will provide a Unit Holder with more specific information on Unit Holder investments should a Unit Holder require such a service. A Unit Holder may communicate with us via the following channels:

▪ via ASNB Customer Service Centre	+603 - 7730 8899
▪ via fax to	+603 - 2050 5220
▪ via email to	asnbcare@pnb.com.my
▪ via letter to	Customer Service Department UG, Balai PNB, 201-A, Jalan Tun Razak 50400 Kuala Lumpur

A Unit Holder may also visit any ASNB branches* during normal operating hours, 8.15 a.m. to 4.00 p.m. Mondays to Fridays (excluding public holidays or write to the same. Fund prices will be published daily on our website at www.asnb.com.my.

The Management Company reserves the right to suspend the dealings of the Fund for income distribution calculation and/or any other operational matters deemed necessary.

Note: *Subject to operating hours of the ASNB branches.

5.11.8 SIDREC**Securities Industry Dispute Resolution Center (SIDREC)**

Should an individual or a sole proprietor investor be dissatisfied with the outcome of the internal dispute resolution process, he may refer his dispute resolution to the SIDREC:

▪ via phone to	+603 - 2282 2280
▪ via fax to	+603 - 2282 3855
▪ via email to	info@sidrec.com.my
▪ 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

5.11.9 Termination Circumstances of the Fund

The Deed allows termination of the Fund by the Manager without a special resolution provided that such termination is in the best interest of the Unit Holders and upon the occurrence of termination circumstances which may include inter alia the following:

- i. is required by the relevant authorities;
- ii. the Manager in consultation with the Trustee deems it to be uneconomical for the Manager to continue managing the Fund; and
- iii. if the Fund is left with no Unit Holders.

6. THE MANAGEMENT AND THE ADMINISTRATION OF THE FUND

The Fund is constituted under the Deed, involving the Manager, the Trustee and Unit Holders. By investing in the Fund, Unit Holders agree to appoint the Manager to manage their investments, under the term and conditions as stipulated under the Deed. The Trustee acts as a custodian to safeguard the interest and assets of Unit Holders in the Fund. For further details, please refer to ASNB's website at www.asnb.com.my.

6.1 BACKGROUND OF THE MANAGER – ASNB

The Manager of the Fund is ASNB, a wholly-owned subsidiary of PNB. ASNB was established on 22 May 1979, to manage the funds launched by PNB. ASNB has been in the industry for more than forty (40) years.

6.2 THE BOARD OF DIRECTORS – ASNB

ASNB has experienced members on its Board of Directors with backgrounds in investment, finance and legal. The Board of Directors oversees and ensures that the objectives of the funds are achieved. They are responsible for establishing the company's policies and guidelines towards meeting the objectives. The Board of Directors meets regularly.

1) TUN ARIFIN BIN ZAKARIA
CHAIRMAN (Non-Executive / Non-Independent Director)
2) ENCIK AHMAD ZULQARNAIN BIN CHE ON
DIRECTOR (Executive / Non-Independent Director)
3) DATUK SERI DR. NIK NORZRUL THANI BIN N. HASSAN THANI
DIRECTOR (Non-Executive / Independent Director)
4) DATO DR. NIK RAMLAH BINTI NIK MAHMOOD
DIRECTOR (Non-Executive / Independent Director)
5) DATUK MOHD ANWAR BIN YAHYA
DIRECTOR (Non-Executive / Independent Director)
6) ENCIK MUZZAFFAR BIN OTHMAN
EXECUTIVE DIRECTOR (Executive / Non-Independent Director)

6.3 ROLES, DUTIES AND RESPONSIBILITIES OF THE MANAGER

- (a) To manage and administer the Fund in a proper, diligent and efficient manner, under the Deed and the Prospectus, the Guidelines and securities laws, and acceptable and efficacious business practice within the unit trust industry.
- (b) To act with due care, skill and diligence in managing the Fund, and effectively employ the resources and procedures necessary for the proper performance of the Fund.
- (c) To observe high standards of integrity and fair dealing in managing the Fund to the best and exclusive interest of Unit Holders.
- (d) To take all necessary steps to ensure that the assets of the Fund are adequately protected and properly segregated.
- (e) To account to the Trustee for any loss suffered by the Fund as a result of our failure to exercise the degree of care and diligence required in managing the Fund.

6.4 THE INVESTMENT MANAGER OF THE FUND – PNB

PNB has been entrusted by ASNB to manage the investments of the Fund. Established in 1978 as one of the vehicles of the New Economic Policy, PNB has made considerable success in promoting share ownership of the Bumiputera in the corporate sector through its funds. PNB has a proven track record whereby returns from its funds have benefited Malaysians with more than forty (40) years of experience in fund management.

ASNB assesses the performance of PNB as the Investment Manager of the unit trust funds based on the investment mandates, objectives and other functions as stipulated in the Investment Management Agreement signed between ASNB and PNB, taking into consideration the relevant market and industry benchmarks.

The designated fund manager for the Fund is Puan Hanizan binti Hood, Chief Investment Officer, Public Markets.

The designated fund manager for the Fund:

Puan Hanizan binti Hood

- Chief Investment Officer, Public Markets

- Puan Hanizan is responsible for the management of public assets portfolio for PNB and funds under management, comprising domestic and global public equities, fixed income and money market instruments. She leads key operating units namely Economics, Investment Analysis, Fund Management, Fixed Income, Treasury, Equity Market Operations and Investment Operations & Governance.
- She has served PNB since December 1996. She has accumulated a wealth of investment-related work experience in equities research, money market and fund management. She graduated with a degree in Economics from Northwestern University and completed the Advanced Management Program at Harvard Business School. She is a holder of the Capital Market Services Representative's Licence and the designated fund manager for funds under management of PNB.

6.5 FUNCTIONS OF THE INVESTMENT MANAGER

The main functions of the Investment Manager of the Fund are as follows:

- (a) To manage the Fund in accordance with the investment guidelines, Deed, securities laws and Guidelines.
- (b) To meet the objective of the Fund through the formulation of appropriate investment strategies, asset allocation and selection of stocks and other investment securities in order to ensure Unit Holder receive competitive returns.
- (c) To continuously enhance and maximise value of the Fund through regular monitoring and rebalancing of the investment portfolio.
- (d) To abide by the internal investment policies and procedures in safeguarding and promoting Unit Holder's best interests.
- (e) To provide accurate information to enable us to deal with and report to all necessary authorities and bodies on all matters pertaining to or arising out of the management of the Fund as required by the relevant laws, regulations and guidelines.
- (f) To maintain proper up-to date records of all acts and matters undertaken related to the management of the Fund.

The Investment Manager of the Fund reports to the Board of Directors of ASNB and the Investment Committee of the Fund.

6.6 FUNCTIONS OF THE INVESTMENT COMMITTEE OF THE FUND

The Investment Committee of the Fund is responsible for the following:

- (a) To provide broad investment policies and guidelines for effective and efficient management of the Fund, incorporating good corporate governance and best practices in managing the Fund.
- (b) To provide guidance in meeting the objectives of the Fund and ensure competitive returns to the Unit Holders.
- (c) To approve investment plans and strategies for the short-term, medium-term and long-term horizons so as to enhance and maximise the value of the investment portfolio.

6.7 POLICIES ON CROSS TRADE

Cross trade between the Fund and other funds managed by PNB may be undertaken provided that all criteria imposed by the regulators are met. PNB has been granted exemptions from compliance with clauses of the Guidelines on Compliance Functions for Fund Management Companies in relations to cross trade between PNB and the unit trust funds under its management.

All cross trades executed are reported to the Investment Committee of the respective unit trust fund and disclosed in the Fund's report.

6.8 DISCLOSURE OF CURRENT MATERIAL LITIGATION AND ARBITRATION

The Management Company and the Investment Manager are not engaged in any material litigation, claim or arbitration, either as a plaintiff or defendant, and the Management Company and the Investment Manager have no knowledge of any proceeding pending or threatened or of any material fact likely to give rise to any proceeding which might materially and adversely affect their financial position or business.

Note: Unit Holder may refer to our website at www.asnb.com.my for further information on the Management Company and the Investment Manager for the Fund.

7. TRUSTEE

7.1 GENERAL INFORMATION

AmanahRaya Trustees Berhad (ART) was incorporated under the laws of Malaysia on 23 March 2007 and registered as a trust company under the Trust Companies Act 1949. ART is a subsidiary of Amanah Raya Berhad (ARB) which is wholly owned by the Government of Malaysia. ART took over the corporate trusteeship functions of ARB and acquired ARB's experience of more than 50 years in the trustee business.

7.2 ROLES, DUTIES AND OBLIGATIONS

The role of ART, as the Trustee, is to safeguard the rights and interests of the Unit Holders by ensuring that the Manager performs its duties and obligations by the Deed, the Act, the Guidelines and other relevant laws. The Trustee acts on behalf of each Unit Holder by monitoring the actions of the Manager, and by having custodianship of the Fund through the holding of the investments of the Fund in trust for the Unit Holder.

The Trustee is responsible:

- (a) To act as custodian of the assets of the Fund and safeguard the interest of the Unit Holders;
- (b) To act with due care, skill, diligence and vigilance, and act under the Act, the Deed, the Guidelines and securities laws in carrying out its duties and responsibilities;
- (c) To ensure at all times, through proper and adequate supervision, ensure that the Fund is managed and administered by the Manager under the Act, the Deed, the Guidelines and securities laws and acceptable and efficacious business practices within the unit trust industry;
- (d) To ensure that it is fully informed of the investment policies of the Fund as set by the Manager, and of any changes made thereto;
- (e) To notify the SC immediately of any irregularity, any breach of the provisions of the Act, the Deed, the Guidelines or securities laws and any other matter properly regarded by the Trustee as not being in the interests of the Unit Holders;
- (f) To ensure that the systems, procedures and processes employed by the Manager to value and/or price the Fund or the Units are adequate and that such valuation/pricing is carried out under the Act, the Deed, the Guidelines and securities laws;
- (g) To ensure that the sale, repurchase, and creation of the Fund are carried out under the Act, the Deed, the Guidelines and securities laws;
- (h) To submit or make available any statements, documents, books, records and other information relating to the Fund and the business of the Trustee (where appropriate or reasonable) or such periodical returns, as may be required by the SC from time to time;
- (i) To take all steps to effect any instructions properly given by the Manager as to the acquisition or disposal of, or the exercise of the rights attaching to, the assets of the Fund; and
- (j) To maintain and ensure that the Manager maintains proper accounting records and other records as are necessary to enable a complete and accurate view of the Fund to be formed and to ensure that the Fund is managed and administered under the Deed, the guidelines and securities laws.

7.3 DISCLOSURE OF CURRENT MATERIAL LITIGATION AND ARBITRATION

As at the date of this Prospectus, the Trustee is not engaged in any material litigation and arbitration, either as plaintiff or defendant, and the Trustee is not aware of any proceedings, pending or threatened or of any facts likely to give rise to any proceedings which might materially affect the business or financial position of the Trustee or of any of its delegates.

8. SALIENT TERMS OF THE DEED

The Deed is a complex document and the following is only a summary. Certain salient terms of the Deed are summarised in other sections of this Prospectus. Recipients of this Prospectus and all prospective investors of the Fund should refer to the Deed itself to confirm specific information or for a detailed understanding of the Fund. The Deed is available for inspection at the principal place of business of the Manager, at ASNB Kuala Lumpur Main Branch (refer to Section 13.2) and the principal place of business of the Trustee (refer to Section 2).

8.1 THE DEED

The Fund is a trust constituted by the Deed, as entered into between the Trustee and ASNB on 1 September 2022. The Deed came into effect when it was registered with the SC.

All Unit Holders are entitled to the benefit of and shall be bound by the terms and conditions of the Deed.

Pursuant to the Deed, the Trustee shall take into its custody or control all the assets of the Fund and hold the same in trust for the Unit Holders in accordance with the Deed and all relevant laws.

The Deed is governed by and shall be construed in accordance with the laws of Malaysia.

8.2 RIGHTS AND LIABILITIES OF UNIT HOLDERS

A Unit Holder shall, inter alia, have the right to attend and vote at meetings of Unit Holders, to participate in any increase in the value of the Units and receive distributions. However, no Unit Holder shall be entitled to require the transfer to him of any of the investments or assets of the Fund or to interfere with or question the exercise by the Trustee of the rights of the Trustee as the registered owner of such investments and assets. Ownership of Units shall not confer on a Unit Holder an interest in any particular part or asset of the Fund but only in the Fund as a whole.

The liability of a Unit Holder is limited to the purchase price paid for the Units. Unit Holders are not under any obligation to indemnify the Manager and/or the Trustee for losses incurred on behalf of the Fund which exceeds the value of the assets of the Fund, and any right of indemnity of the Manager and/or the Trustee shall be limited to recourse to the Fund.

A Unit Holder shall have the right and ability to take any action against the Manager and/or the Trustee for any breach of their duties under this Deed or any relevant law issued by the relevant authorities.

8.3 MAXIMUM FEES AND CHARGES PERMITTED BY THE DEED

The Manager is permitted to charge an annual management fee at a rate not exceeding one point five per centum (1.5%) per annum of the NAV of the Fund, calculated and accrued on a daily basis. The Trustee shall be entitled to an annual trustee fee at a rate not exceeding zero point zero seven per centum (0.07%) per annum of the NAV of the Fund, calculated and accrued on a daily basis. Details of the annual management fee and the annual trustee fee are set out in Section 4.2 of this Prospectus. The Manager shall be entitled to charge a sales charge of up to ten per centum (10.0%) of the invested amount. Details of the sales charge are set out in Section 4.1 of this Prospectus.

8.4 INCREASE IN FEES AND CHARGES FROM THE LEVEL DISCLOSED IN THE PROSPECTUS AND THE MAXIMUM RATE PROVIDED IN THE DEED

The annual management fee shall not exceed the amount stated in the Deed. The Manager may not charge an annual management fee at a rate higher than that disclosed in this Prospectus unless the Manager and the Trustee have agreed on a higher rate in accordance with the Deed. The Manager must notify Unit Holders of the higher rate and the effective date.

The annual trustee fee shall not exceed the amount stated in the Deed. The Trustee may not charge an annual trustee fee at a rate higher than that disclosed in this Prospectus unless the Manager and the Trustee have agreed on a higher rate. The Manager must notify Unit Holders of the higher rate and the effective date.

The sales charge shall not exceed that as set out in the Sixth Schedule of the Deed. The Manager may only charge a higher sales charge than that disclosed in this Prospectus in accordance with the Deed and all relevant laws.

8.5 PERMITTED EXPENSES PAYABLE OUT OF THE FUND'S PROPERTY

Only expenses that are directly related and necessary may be charged to the Fund. These include (but are not limited to) the following:

- (a) commissions/fees paid to brokers in effecting dealings in the investments of the Fund;
- (b) taxes and other duties;
- (c) auditor's and valuer's costs and fees;
- (d) costs incurred for modification of the Deed or for meetings of Unit Holders (save where such modification or meeting is convened is for the benefit of the Manager and/or the Trustee);
- (e) costs, commissions, fees and expenses for the sale, purchase, insurance and any other dealing of any asset of the Fund;
- (f) costs, fees and expenses incurred in engaging any specialist, valuer or adviser for the benefit of the Fund;
- (g) remuneration and out of pocket expenses of the independent members of the Investment Committee of the Fund;
- (h) costs, fees and expenses incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority;
- (i) costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);
- (j) costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company; and
- (k) where the custodial function for the Fund's assets outside Malaysia is delegated by the Trustee, charges or fees paid to the sub-custodians.

The Deed provides that expenses associated with the management and administration of the Fund, such as general overheads and costs for services expected to be provided by the Manager, shall not be charged to the Fund. The Trustee shall ensure that all expenses charged to the Fund are legitimate, not excessive or beyond standard commercial rates.

8.6 REMOVAL, RETIREMENT AND REPLACEMENT OF THE TRUSTEE

The Trustee may retire upon giving twelve (12) months' notice to the Manager of its desire to do so, or such shorter period as the Manager and the Trustee shall agree, and may by Deed appoint in its stead a new trustee approved by the SC. Pursuant to Section 299 of the Act, it is the duty of the Manager to remove the Trustee as soon as it becomes aware that the Trustee:

- (a) has ceased to exist;
- (b) has not been validly appointed;
- (c) is not eligible to be appointed or to act as Trustee under Section 290 of the Act;
- (d) has failed or refused to act as Trustee in accordance with the provisions or covenants of the Deed or the provisions of the Act;
- (e) is under investigation for conduct that contravenes the Trust Companies Act 1949, the Trustee Act 1949, the Companies Act 2016, or any securities laws; or
- (f) when a receiver is appointed over the whole or a substantial part of the assets or undertaking of the existing Trustee and has not ceased to act under the appointment, or a petition is presented for the winding up of the existing Trustee (other than for the purpose of and followed by a reconstruction, unless during or following such reconstruction the existing Trustee becomes or is declared to be insolvent).

The Trustee may be removed and another trustee (duly approved as aforesaid) may be appointed by a special resolution of the Unit Holders at a duly convened meeting of which notice has been given to the Trustee and the Manager. The Manager will summon a meeting of the Registered Holders for the purpose of considering and if thought fit, passing a resolution for the removal of the Trustee in the event that the Unit Holders request the Manager to do so, in the manner as stated in the Deed.

8.7 TERMINATION OF THE FUND

The Manager may in its absolute discretion determine the trust hereby created and wind up the Fund at any time. Upon the termination of the trust by the Manager, the Trustee shall as soon as practicable, give to each Unit Holder of the Fund notice of such termination and the Manager shall notify the existing Unit Holder of the Fund in writing of the options available to them.

The Trustee shall, in any of the following events:

- (a) if the Manager has gone into liquidation, except for the purpose of reconstruction or amalgamation upon terms previously approved in writing by the Trustee and the relevant authorities;
- (b) if, in the opinion of the Trustee, the Manager has ceased to carry on business; or
- (c) if, in the opinion of the Trustee, the Manager has to the prejudice of the Unit Holders, failed to comply with the provisions of the Deed or contravened any of the provisions of any relevant law,

summon a meeting of Unit Holders in accordance with the provisions of the Deed for the purpose of seeking directions from the Unit Holders. If at any such meeting a Special Resolution to terminate the trust in respect to the Fund and to wind-up the Fund is passed by the Unit Holders, the Trustee shall apply to the court for an order confirming such Special Resolution.

Notwithstanding the aforesaid, the Deed allows termination of the Fund by the Manager without a special resolution provided that such termination is in the best interest of the Unit Holders and upon the occurrence of termination circumstances as set out in Section 5.11.9 of this Prospectus.

8.8 UNIT HOLDERS' MEETING

Unless otherwise required or allowed by the relevant laws, the Manager shall, within twenty one (21) days of receiving an application from not less than fifty (50) or one-tenth (1/10) of all the Unit Holders, whichever is the lesser, convene a meeting of the Unit Holders. The Unit Holders may apply to the Manager to summon a meeting for any purpose.

The Trustee and the Manager may convene a Unit Holders' meeting in accordance with the Deed for any purpose.

The quorum required for a meeting of the Unit Holders shall be:

- (a) one hundred (100) Unit Holders;
- (b) one-half (1/2) in the number of the Unit Holders if the Fund has less than one hundred (100) Unit Holders but more than five (5) Unit Holders; or
- (c) all Unit Holder(s) if the Fund has (5) or less Unit Holders,

of the number of Unit Holders on the register. No business shall be transacted at any meeting unless the requisite quorum is present at the commencement of the business.

The Unit Holders may participate in a Unit Holders' meeting vide video-conferencing, web-based communication, electronic or such other mode of electronic communication facilities or technologies available from time to time and to vote at the Unit Holders' meeting.

Unless otherwise prescribed by the relevant laws, a Unit Holders' meeting summoned pursuant to the Deed shall be held not later than two (2) months after the notice was given, at the time and place stipulated in the notice and advertisement (if any).

9. APPROVALS AND CONDITIONS

The SC, via its letter dated 16 December 2021 has granted ASNB and the Fund, variations from the following provisions of the Guidelines.

9.1 EXEMPTIONS AND/OR VARIATIONS FROM THE GUIDELINES

CLAUSE	REQUIREMENT	VARIATION GRANTED
CREATION AND CANCELLATION OF UNITS		
Guideline 2022: Clause 8.06	A trustee should create or cancel Units immediately on receipt of, and in accordance with, the instructions given by the management company and only for cash.	Variation is sought to allow ART as the Trustee, to create or cancel Units on receipt of, and in accordance with, the instruction given by the Management Company not only for cash, but also for investment or both.

10. RELATED PARTY TRANSACTIONS/ CONFLICT OF INTEREST

10.1 EXISTING AND POTENTIAL RELATED PARTY TRANSACTIONS

- (i) PNB has been appointed as the Investment Manager of the Fund. As ASNB is a wholly-owned subsidiary of PNB, the appointment of PNB as the Investment Manager is deemed a related party transaction.
- (ii) Jewel Digital Venture Sdn Bhd (JDV) has been appointed by ASNB as the service provider for the provision of electronic Know Your Customer service and other ASNB digital-related services. JDV is a wholly owned subsidiary of PNB Equity Resource Corporation Sdn. Bhd., which in turn is wholly owned by PNB. ASNB, as a wholly owned subsidiary of PNB, is therefore a related party with JDV.
- (iii) Raiz Malaysia is one of ASNB's clients and currently subscribes to ASNB's umbrella funds under their micro investing investment platform Institutional Client under the nominee model. JDV, which is a wholly owned subsidiary of PNB Equity Resource Corporation Sdn. Bhd, has 30% shareholding in Raiz Malaysia. PNB Equity Resource Corporation Sdn. Bhd. in turn, is wholly owned by PNB. Therefore, ASNB, as a wholly owned subsidiary of PNB, is a related party with Raiz Malaysia.

The Deed allows for the purchase and sale of authorized investments by the Fund from and to PNB. Transactions between PNB and the Fund are permissible provided the transactions are always for the benefit of Unit Holders. There are policies and procedures in place to address these transactions which have been verified by the Compliance Department of PNB.

10.2 CONFLICT OF INTEREST

Encik Muzzaffar Bin Othman the Chief Executive Officer / Executive Director of ASNB is also the member of the Board of Director of JDV and Raiz Malaysia.

10.3 POLICIES ON DEALING WITH CONFLICT OF INTEREST SITUATIONS

The Manager has in place the policies and procedures to deal with any conflict-of-interest situations. In making an investment transaction for the Fund, the Investment Manager will not make improper use of its position in managing the Fund to gain, directly or indirectly, any advantage or to cause detriment to the interests of Unit Holders.

Where a conflict or potential conflict of interest is identified, this must be evaluated by the Compliance Department and disclosed to the Executive Director (ED) of the Manager for the next course of action. Conflict of interest situations involving the ED will be disclosed to the Board of Directors of the Manager for a decision on the next course of action. Directors or staff, who are in advisory positions such as portfolio managers or staff who have access to information on transactions, are not allowed to engage in dealings on their own account. Investment Committee members who hold substantial shareholdings or directorships in public companies shall refrain from any decision making if the Fund invests in the particular shares or stocks of such companies.

The Manager and the Investment Manager have formulated policies and adopted certain procedures to prevent conflicts of interest and potential conflicts of interest situations.

These include the following:

- a. The adoption of the PNB Group's Policy on Personal Trading on the Acquisition and Disposal of Securities. The Policy includes a requirement for all employees to obtain prior approval from President & Group Chief Executive and Head of Compliance or any other authorized person for acquisition or disposal of identified securities as permissible in the Policy. Any transactions are then followed by post declaration of interest, except for identified low-risk securities which require neither prior approval nor post declaration.
- b. Limits set when using brokers and/or financial institutions for dealings of the investments of the unit trust fund.
- c. Duties for making investment decisions, raising accounting entries, and making payments are properly segregated and carried out by different departments which are headed by separate persons.
- d. Investment procedures, authorised signatories and authorised limits are properly documented in the ISO Manual of the PNB Group.
- e. The setting up of the Compliance Committee of the PNB Group, a committee of the Board of Directors of PNB, whose duties include reviewing compliance issues, including conflicts of interest situations.
- f. Holding regular meetings with the Trustee to discuss issues related to the management of the unit trust fund, including conflicts of interest situations.
- g. The establishment of appropriate "Chinese Walls" to prevent conflict of interest situations.
- h. In addition, as required by the Guidelines, we have appointed a Compliance Officer whose duties include monitoring and resolving conflicts of interest situations in relation to unit trust funds managed and administered by us, and within the Management Company itself. To date, we and the Investment Manager are not aware of any conflict of interest situation which has arisen.

10.4 DECLARATION OF CONFLICT OF INTEREST

Messrs. Zainal Abidin & Co has confirmed that there is no conflict of interest in their capacity as legal advisors to ASNB.

Messrs. Ernst & Young PLT has confirmed that there is no conflict of interest in their capacity as reporting accountants to ASNB.

11. TAXATION OF THE FUND

**Taxation adviser's letter in respect
of the taxation of the unit trust fund and the Unit Holders
(prepared for inclusion in this Prospectus)**

24 March 2023

Ernst & Young Tax Consultants Sdn Bhd
Level 23A Menara Milenium
Jalan Damanlela
Pusat Bandar Damansara
50490 Kuala Lumpur

The Board of Directors
Amanah Saham Nasional Berhad
37th Floor, Bangunan PNB
201-A, Jalan Tun Razak
50400 Kuala Lumpur

Dear Sirs

Taxation of the unit trust fund and Unit Holders

This letter has been prepared for inclusion in this Prospectus in connection with the offer of Units in the unit trust fund known as ASN Equity Malaysia (hereinafter referred to as "the Fund").

The purpose of this letter is to provide prospective Unit Holders with an overview of the impact of taxation on the Fund and the Unit Holders.

Taxation of the Fund

The taxation of the Fund is subject to the provisions of the Malaysian Income Tax Act 1967 ("MITA"), particularly Sections 61 and 63B.

Subject to certain exemptions, the income of the Fund comprising profits and other investment income derived from or accruing in Malaysia after deducting tax allowable expenses, is subject to Malaysian income tax at the rate of 24% with effect from the year of assessment 2016.

Tax allowable expenses would comprise expenses falling under Section 33(1) and Section 63B of the MITA. Section 33(1) permits a deduction for expenses that are wholly and exclusively incurred in the production of gross income. In addition, Section 63B allows unit trusts a deduction for a portion of other expenses (referred to as 'permitted expenses') not directly related to the production of income, as explained below.

"Permitted expenses" refer to the following expenses incurred by the Fund which are not deductible under Section 33(1) of the MITA:

- the manager's remuneration,
- maintenance of the register of Unit Holders,
- share registration expenses,
- secretarial, audit and accounting fees, telephone charges, printing and stationery costs and postage.

These expenses are given a partial deduction under Section 63B of the MITA, based on the following formula:

$$A \times \frac{B}{4C}$$

- where,
- A is the total of the permitted expenses incurred for that basis period;
 - B is gross income consisting of dividend¹, interest and rent chargeable to tax for that basis period; and
 - C is the aggregate of the gross income consisting of dividend¹ and interest (whether such dividend or interest is exempt or not) and rent, and gains made from the realisation of investments (whether chargeable to tax or not) for that basis period,

provided that the amount of deduction to be made shall not be less than 10% of the total permitted expenses incurred for that basis period.

Exempt income

The following income of the Fund is exempt from income tax:

- **Malaysian sourced dividends**
All Malaysian-sourced dividends should be exempt from income tax.
- **Malaysian sourced interest**
 - (i) interest from securities or bonds issued or guaranteed by the Government of Malaysia;
 - (ii) interest from debentures or *sukuk*, other than convertible loan stock, approved or authorized by, or lodged with, the Securities Commission;
 - (iii) interest from Bon Simpanan Malaysia issued by Bank Negara Malaysia;
 - (iv) interest derived from Malaysia and paid or credited by banks licensed under the Financial Services Act 2013 or the Islamic Financial Services Act 2013²;
 - (v) interest derived from Malaysia and paid or credited by any development financial institution prescribed under the Development Financial Institutions Act 2002²;
 - (vi) interest from *sukuk* originating from Malaysia, other than convertible loan stock, issued in any currency other than Ringgit and approved or authorized by, or lodged with, the Securities Commission or approved by the Labuan Financial Services Authority (LFSA)³; and
 - (vii) interest which is specifically exempted by way of statutory orders or any other specific exemption provided by the Minister.

¹ Pursuant to Section 15 of the Finance Act 2011, with effect from the year of assessment 2011, dividend income is deemed to include income distributed by a unit trust which includes distributions from Real Estate Investment Trusts.

² Effective from 1 January 2019, the income tax exemption for a unit trust fund, pursuant to Paragraph 35A, Schedule 6 of the MITA shall not apply to a wholesale fund which is a money market fund.

³ Effective from the year of assessment 2017, the exemption shall not apply to interest paid or credited to a company in the same group or interest paid or credited to a bank licensed under the Financial Services Act 2013 or the Islamic Financial Services Act 2013; or a development financial institution prescribed under the Development Financial Institutions Act 2002.

- **Discount**

Tax exemption is given on discount paid or credited to any unit trust in respect of investments as specified in items (i), (ii) and (iii) above.

Foreign-sourced income

Pursuant to the Finance Act 2021, income derived by a resident person from sources outside Malaysia and received in Malaysia from 1 January 2022 will no longer be exempt from tax.

The guidelines issued by the Malaysian Inland Revenue Board on 29 September 2022 (amended on 29 December 2022) define the term “received in Malaysia” to mean transferred or brought into Malaysia, either by way of cash⁴ or electronic funds transfer⁵.

Foreign-sourced income (FSI) received in Malaysia during the transitional period from 1 January 2022 to 30 June 2022 will be taxed at 3% of gross. From 1 July 2022 onwards, FSI received in Malaysia will be taxed at the prevailing tax rate(s) of the taxpayer and based on applicable tax rules. Bilateral or unilateral tax credits may be allowed if the same income has suffered foreign tax, and where relevant conditions are met.

Income Tax (Exemption) (No. 6) Order 2022 has been issued to exempt a “qualifying person”⁶ from the payment of income tax in respect of dividend income which is received in Malaysia from outside Malaysia, effective from 1 January 2022 to 31 December 2026. The exemption will however not apply to a person carrying on the business of banking, insurance or sea or air transport. As the definition of “qualifying person” does not include unit trust funds, it would mean that resident unit trust funds would technically not qualify for the exemption, unless there are further updates thereto.

Gains from the realisation of investments

Pursuant to Section 61(1) (b) of the MITA, gains from the realisation of investments will not be treated as income of the Fund and hence, are not subject to income tax. Such gains may be subject to real property gains tax (RPGT) under the Real Property Gains Tax Act 1976 (RPGT Act), if the gains are derived from the disposal of chargeable assets, as defined in the RPGT Act.

Implementation of Sales and Service Tax (“SST”)

Sales and Service Tax (“SST”) was re-introduced effective 1 September 2018. Sales Tax of 10% (most common rate) or 5% is charged by Malaysian manufacturers or taxable goods or upon importation into Malaysia of such taxable goods, unless specifically exempted under the Sales Tax (Goods Exempted From Tax) Order 2018. Service Tax at the rate of 6% is charged on certain prescribed taxable services performed by taxable persons as stipulated under Service Tax Regulation 2018. The input tax recovery mechanism under the previous GST regime does not apply to SST. Therefore, any SST incurred is not recoverable and will form a cost element for businesses.

⁴ “Cash” in this context is defined as banknotes, coins and cheques.

⁵ “Electronic funds transfer” means bank transfers (e.g., credit or debit transfers), payment cards (debit card, credit card and charge card), electronic money, privately-issued digital assets (e.g., crypto-assets, stablecoins) and central bank digital currency.

⁶ “Qualifying person” in this context means a person resident in Malaysia who is:

- (a) An individual who has dividend income received in Malaysia from outside Malaysia in relation to a partnership business in Malaysia;
- (b) A limited liability partnership which is registered under the Limited Liability Partnerships Act 2012; or
- (c) A company which is incorporated or registered under the Companies Act 2016.

Based on the Service Tax Regulations 2018, a unit trust fund is neither regarded as a taxable person nor as providing taxable services and is therefore not liable for SST registration. Where the Fund incurs expenses such as management fees, the management services provided by asset and fund managers who are licensed or registered with Securities Commission Malaysia for carrying out the regulated activity of fund management under the Capital Markets and Services Act 2007, are specifically excluded from the scope of Service Tax. As for other fees, such as trustee fees and other administrative charges, these may be subject to 6% service tax provided they fall within the scope of service tax (i.e. are provided by a “taxable person”, who exceeds the required annual threshold (in most cases RM 500,000 per annum) and the services qualify as “taxable services”).

Taxation of Unit Holders

For Malaysian income tax purposes, Unit Holders will be taxed on their share of the distributions received from the Fund.

The income of Unit Holders from their investment in the Fund broadly falls under the following categories:

1. taxable distributions; and
2. non-taxable and exempt distributions.

In addition, Unit Holders may also realise a gain from the sale of Units.

The tax implications of each of the above categories are explained below:

1. Taxable distributions

Distributions received from the Fund will have to be grossed up to take into account the underlying tax paid by the Fund and the Unit Holder will be taxed on the grossed up amount.

Such distributions carry a tax credit, which will be available for set-off against any Malaysian income tax payable by the Unit Holder. Should the tax deducted at source exceed the tax liability of the Unit Holder, the excess is refundable to the Unit Holder.

Please refer to the paragraph below for the income tax rates applicable to the grossed up distributions.

2. Non-taxable and exempt distributions

Tax exempt distributions made out of gains from the realisation of investments and exempt income earned by the Fund will not be subject to Malaysian income tax in the hands of the Unit Holders.

A retail money market fund is exempted from tax on its interest income derived from Malaysia, pursuant to Paragraph 35A of Schedule 6 of the ITA. Pursuant to the Finance Act 2021, with effect from 1 January 2022, distributions by a retail money market fund from such tax exempt interest income, to a Unit Holder other than an individual, will no longer be exempt from tax. The distribution to Unit Holders other than individuals will be subject to withholding tax at 24%. This would be a final tax for non-residents. Malaysian residents are required to include the distributions in their tax returns and claim a credit in respect of the withholding tax suffered. Individuals will continue to be exempt from tax on such distributions.

Rates of tax

The Malaysian income tax chargeable on the Unit Holders would depend on their tax residence status and whether they are individuals, corporations or trust bodies. The relevant income tax rates are as follows:

Unit Holders	Malaysian income tax rates
Malaysian tax resident:	
<ul style="list-style-type: none"> Individual and non-corporate Unit Holders (such as associations and societies) 	<ul style="list-style-type: none"> Progressive tax rates ranging from 0% to 30%
<ul style="list-style-type: none"> Co-operatives⁷ 	<ul style="list-style-type: none"> Progressive tax rates ranging from 0% to 24%
<ul style="list-style-type: none"> Trust bodies 	<ul style="list-style-type: none"> 24%
<ul style="list-style-type: none"> Corporate Unit Holders <ul style="list-style-type: none"> (i) A company with paid up capital in respect of ordinary shares of not more than RM2.5 million (at the beginning of the basis period for the year of assessment) and gross income from a source or sources consisting of a business not exceeding RM50 million for the basis period for the year of assessment^{8,9} (ii) Companies other than (i) above 	<ul style="list-style-type: none"> First RM600,000 of chargeable income @ 17% Chargeable income in excess of RM600,000 @ 24% 24%
Non-Malaysian tax resident (Note 1)	
<ul style="list-style-type: none"> Individual and non-corporate Unit Holders Corporate Unit Holders and trust bodies 	<ul style="list-style-type: none"> 30% 24%

Note 1:

Non-resident Unit Holders may be subject to tax in their respective countries depending on the provisions of the tax legislation in the respective countries and any existing double taxation arrangements with Malaysia.

-
- ⁷ Pursuant to Paragraph 12(1), Schedule 6 of the MITA, the income of any co-operative society—
- in respect of a period of five years commencing from the date of registration of such co-operative society; and
 - thereafter where the members' funds [as defined in Paragraph 12(2)] of such co-operative society as at the first day of the basis period for the year of assessment is less than seven hundred and fifty thousand ringgit, is exempt from tax.
- ⁸ A company would not be eligible for the 17% tax rate on the first RM600,000 of chargeable income if:-
- more than 50% of the paid up capital in respect of the ordinary shares of the company is directly or indirectly owned by a related company which has paid up capital in respect of ordinary shares of more than RM2.5 million at the beginning of a basis period for a year of assessment;
 - the company owns directly or indirectly more than 50% of the paid up capital in respect of the ordinary shares of a related company which has paid up capital in respect of ordinary shares of more than RM2.5 million at the beginning of a basis period for a year of assessment;
 - more than 50% of the paid up capital in respect of the ordinary shares of the company and a related company which has a paid up capital in respect of ordinary shares of more than RM2.5 million at the beginning of a basis period for a year of assessment is directly or indirectly owned by another company.
- ⁹ The above excludes a business trust and a company which is established for the issuance of asset-backed securities in a securitization transaction approved by the Securities Commission.

Gains from sale of Units

Gains arising from the realisation of investments will generally not be subject to income tax in the hands of Unit Holders unless they are insurance companies, financial institutions or traders / dealers in securities.

Unit splits and reinvestment of distributions

Unit Holders may also receive new Units as a result of Unit splits or may choose to reinvest their distributions. The income tax implications of these are as follows:

- Unit splits – new Units issued by the Fund pursuant to a Unit split will not be subject to income tax in the hands of the Unit Holders.
- Reinvestment of distributions – Unit Holders may choose to reinvest their distribution in new Units by informing the Manager. In this event, the Unit Holder will be deemed to have received the distribution and reinvested it with the Fund.

We hereby confirm that, as at the date of this letter, the statements made in this letter correctly reflect our understanding of the tax position under current Malaysian tax legislation and the related interpretation and practice thereof, all of which are subject to change, possibly on a retrospective basis. We have not been retained (unless specifically instructed hereafter), nor are we obligated to monitor or update the statements for future conditions that may affect these statements.

The statements made in this letter are not intended to be a complete analysis of the tax consequences relating to an investor in the Fund. As the particular circumstances of each investor may differ, we recommend that investors obtain independent advice on the tax issues associated with an investment in the Fund.

Yours faithfully

Ernst & Young Tax Consultants Sdn Bhd



Farah Rosley
Partner

Ernst & Young Tax Consultants Sdn Bhd has given its consent to the inclusion of the Taxation Adviser's Letter in the form and context in which it appears in this Prospectus and has not withdrawn such consent before the date of issue of this Prospectus.

12. DOCUMENTS AVAILABLE FOR INSPECTION

We and the Trustee shall make available the following documents or copies thereof, where applicable, which may be inspected without charge during normal business hours at the registered office of the Management Company or such other place as the SC may determine:

1. The Deed and supplemental deed; if any.
2. Current Prospectus and supplementary or replacement prospectus; if any.
3. The latest annual and semi-annual reports of the Fund; if any.
4. Each material contract disclosed in this Prospectus and, in the case of a contract not reduced into writing, a memorandum which gives full particulars of the contract; if any.
5. Where applicable, the audited financial statements of the Manager and the Fund for the current financial year and the last three (3) financial years or if less than three (3) financial years or if less than three (3) years, from the date of incorporation or commencement; if any.
6. Any report, letter or other documents, valuation and statement by an expert, any part of which is extracted or referred to in this Prospectus, where applicable; if any.
7. Writ and relevant cause papers for all material litigation and arbitration disclosed in this Prospectus; if any.
8. Consent given by an expert disclosed in this Prospectus.

13. DIRECTORY

13.1 CUSTOMER SERVICE DEPARTMENT

Address	:	Amanah Saham Nasional Berhad Customer Services Department UG, Balai PNB 201-A, Jalan Tun Razak 50400 Kuala Lumpur
Fax	:	+603 – 2050 5220
ASNB Customer Service Centre	:	+603 – 7730 8899
Email	:	asnbcare@pnb.com.my
Website	:	www.asnb.com.my

13.2 ASNB MAIN BRANCH

KUALA LUMPUR

Amanah Saham Nasional Berhad

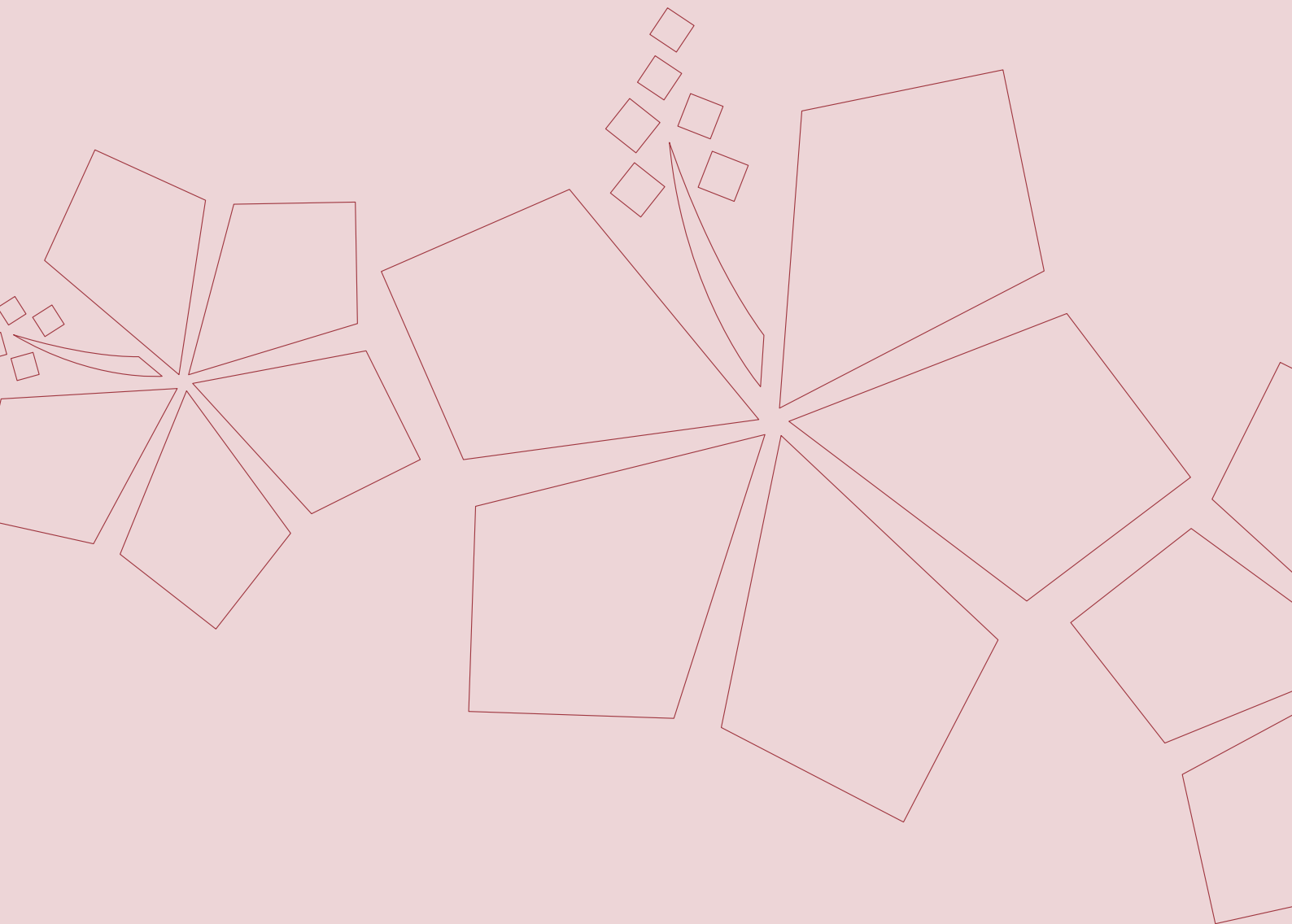
Kaunter Utama Kuala Lumpur

Tingkat 1, Balai PNB

201-A, Jalan Tun Razak

50400 **Kuala Lumpur**

Wilayah Persekutuan Kuala Lumpur.



ASNB
Amanah Saham Nasional Berhad

www.asnb.com.my