

PRODUCT HIGHLIGHTS SHEET
NOMURA GLOBAL DYNAMIC BOND FUND
(THE “FUND”)

Date of issuance: 2 February 2021

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Nomura Asset Management Malaysia Sdn. Bhd. (the “Company”) and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, there are no false or misleading statements, or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The relevant information and document in relation to the Fund, including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

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

Additional Statement

For the purpose of this Product Highlights Sheet, the words and phrases defined in the Information Memorandum of the Fund shall, subject to any amendment made hereto, be deemed to have the same meaning in this Product Highlights Sheet.

This Product Highlights Sheet only highlights the key features and risks of this Fund. Investors are advised to request, read and understand the Information Memorandum and disclosure documents before deciding to invest.

PRODUCT HIGHLIGHTS SHEET

NOMURA GLOBAL DYNAMIC BOND FUND

BRIEF INFORMATION ON THE PRODUCT

1. What is this Fund about?

This is a wholesale feeder fund which aims to achieve long term capital growth by investing in a collective investment scheme which invests in foreign fixed income securities.

PRODUCT SUITABILITY

2. Who is this Fund suitable for?

The Fund is suitable for Sophisticated Investors who are seeking long term capital growth.

The Fund is not a capital guaranteed or capital protected fund and the returns are not guaranteed.

KEY PRODUCT FEATURES

3. What am I investing in?

Launch Date	Class MYR and Class USD 2 February 2021									
Financial Year End	31 January									
Investment Policy and Strategy	<p>The Fund will be investing a minimum of 80% of the Fund's NAV into the Target Fund and a maximum of 20% of the Fund's NAV into money market instruments, fixed deposit with financial institutions and/or other liquid assets.</p> <p>We may take temporary defensive positions that may be inconsistent with the Fund's principal strategy by reducing its investment into the Target Fund and raise liquidity levels of the Fund during adverse market condition to protect Unit Holders' interest. In raising the Fund's liquidity levels, we may also invest into collective investment schemes that are able to meet this objective.</p> <p>We may use derivatives, such as foreign exchange forward contracts and cross currency swaps for hedging purposes. Cross currency swaps and/or foreign exchange forward contracts may be used to hedge the principal and/or the returns of the foreign currency exposure of any of the Class(es) against the Base Currency of the Fund. The employment of derivatives under these circumstances is expected to reduce the impact of foreign currency movements on the Fund's NAV, irrespective of the currency classes. While the hedging strategy will assist with mitigating the potential foreign exchange losses by the Fund, any potential gains from the hedging will be capped as well. The Fund may also employ derivatives for investment purposes to enhance the returns of the Fund by taking a view of the underlying asset or currency, and establish a long position to gain a specific underlying exposure. The types of derivatives envisaged for investment purposes include forwards and swaps which are over-the-counter or traded on centralized exchanges.</p> <p>Information on the Target Fund</p> <table border="1"> <tr> <td>Target Fund</td> <td>:</td> <td>Nomura Funds Ireland – Global Dynamic Bond Fund</td> </tr> <tr> <td>Share class</td> <td>:</td> <td>A</td> </tr> <tr> <td>Currency Denomination</td> <td>:</td> <td>USD</td> </tr> </table>	Target Fund	:	Nomura Funds Ireland – Global Dynamic Bond Fund	Share class	:	A	Currency Denomination	:	USD
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Share class	:	A								
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	Target Fund Manager	:	Nomura Asset Management U.K. Limited
	Regulatory authority	:	Central Bank of Ireland
Asset Allocation	Asset Type	% of the Fund's NAV	
	Collective Investment Scheme	80% to 100%	
	Deposits and placement of money at call with financial institutions.	0% to 20%	
Distribution Policy	Class MYR and Class USD Distribution of income, if any, is incidental and subject to the availability of income		
Performance Benchmark	The Fund adheres to the benchmark of the Target Fund for performance comparison. Currently, the Fund has no benchmark		
Minimum Initial Investment ¹	Class USD – USD5,000.00 or such amount as the Manager may decide from time to time. Class MYR – MYR10,000.00 or such amount as the Manager may decide from time to time.		
Minimum Holdings ¹	Class USD - 2,500 units or such amount as the Manager may decide from time to time. Class MYR - 2,500 units or such amount as the Manager may decide from time to time.		
Minimum Additional Investment ¹	Class USD – USD1,000.00 or such amount as the Manager may decide from time to time. Class MYR – MYR5,000.00 or such amount as the Manager may decide from time to time.		

Note 1: For more information, kindly refer to the Fund's Information Memorandum.

4. Who am I investing with?

Please find below the relevant parties involved in the Fund:-

The Manager – Nomura Asset Management Malaysia Sdn. Bhd. (Reg. No. 200601028939 (748695-A))

The Trustee – Deutsche Trustees Malaysia Berhad (Reg. No. 200701005591 (763590-H))

The Manager's Delegate –1) Kfin Technologies (Malaysia) Sdn. Bhd. (Reg. No. 201601007727 (1178655-U))
2) Deutsche Trustees Malaysia Berhad (Reg. No. 200701005591 (763590-H))

5. What are the possible outcomes of my investment?

The value of the Fund and income you may receive from your investments may fall and rise. There may be a risk that you may lose some of your investments.

KEY RISKS

6. What are the key risks associated with this Fund?

GENERAL RISKS OF INVESTING IN A FUND

Market risk

Market risk arises because of factors that affect the entire market place. Factors such as economic growth, political stability and social environment are some examples of conditions that have an impact on businesses, whether positive or negative. It stems from the fact that there are economy wide perils, or instances of political or social instability which threaten all businesses. Hence, the Target Fund will be

exposed to market uncertainties and fluctuations in the economic, political and social environment that will affect the market price of the investments either in a positive or negative way.

Financing risk

Investors should assess the inherent risk of investing with borrowed money, which should include the following:

- The ability to service the financing and the effect of interest rates on the financed amount; and
- If units are used as collateral, investors may be required to provide additional collateral should the Fund's prices fall below a certain level.

Non-compliance risk

This is the risk of the Manager or the Trustee, not complying with the Deed of the Fund and all applicable laws or guidelines issued by the regulators whether intentionally or through negligence. The magnitude of such risk and its impact on the Fund and/or Unit Holders are dependent on the nature and severity of the non-compliance. For example, an oversight of the Manager causes the non-compliance which may adversely affect the investment of the Fund especially if the investment of the Fund has to be disposed at a lower price to rectify the non-compliance.

Inflation risk

Inflation risk is the risk of potential loss in the purchasing power of your investment due to a general increase of consumer prices. Inflation erodes the nominal rate of your return giving you a lower real rate of return. Inflation is thus one of the major risks to you over a long term period and results in uncertainty over the future value of investments. You are advised to take note that the Fund is not constituted with the objective of matching the inflation rate of Malaysia. The Fund has a specific objective that it seeks to achieve without having regard to the inflation rate. If your investment objective is to match the inflation rate (so as not to lose your purchasing power over time), this Fund may not be suitable for you.

Operational risk

This risk refers to the possibility of a breakdown in the Manager's internal controls and policies. The breakdown may be a result of human error, system failure or fraud where employees of the Manager collude with one another. This risk may cause monetary loss and/or inconvenience to you. The Manager will regularly review its internal policies and system capability to mitigate instances of this risk. Additionally, the Manager maintains a strict segregation of duties to mitigate instances of fraudulent practices amongst employees of the Manager.

Other variable factors risk

The performance of the Fund is driven by many variable factors and the return is not guaranteed. These include financial market conditions, interest rate fluctuation, stability of local currency and general economic environment. The prices of units may go down as well as up. Similarly, distribution (if any) may vary from year to year depending on the performance of the Fund.

SPECIFIC RISK RELATED TO THE FUND

Concentration Risk

The Fund is a feeder fund which invests in a single collective investment scheme. Any adverse effect on the Target Fund will inevitably affect the Fund as well. The performance of the Fund is also dependent on the performance of the Target Fund. This risk may be mitigated as the Manager is allowed to take temporary defensive positions in response to adverse market conditions. The Manager is also able to substitute the Target Fund with another fund with similar objective of the Fund if, in the Manager's opinion, the Target Fund no longer meets the Fund's objective subject to Unit Holders' approval with prior notification to SC.

Liquidity Risk

This is the risk that the units of the Target Fund that is held by the Fund cannot be readily sold and converted into cash. This can occur when there is a restriction on realisation of units of the Target Fund. The Target Fund Manager may suspend the realisation of units, or delay the payment of realisation proceeds in respect of any realisation request received, during any periods in which the determination of the net asset value of the Target Fund is suspended. As a result, the Fund may not be able to receive the repurchase proceeds in timely manner which in turn may delay the payment of repurchase proceeds to the Unit Holders. In

managing liquidity risk, the Manager will maintain a sufficient liquidity level for the purposes of meeting repurchase requests.

Country Risk

Since the Fund invests in the Target Fund which is established in Ireland and may invest globally, the Fund will be exposed to risks specific to Ireland as well as globally. The changes or developments in the regulations, political environment and the economy of the above countries may impact the Target Fund which will in turn affect the Fund.

Currency Risk

Currency risk is also known as foreign exchange risk where the risk is associated with the Fund's underlying investments which are denominated in different currencies than the Fund's base currency. The impact of the exchange rate movement between the Fund's base currency and the currencies of the underlying investments may result in depreciation or appreciation of the value of the Fund's investments as expressed in MYR/USD. Investors should also be aware that currency risk is applicable to Classes which are in different currencies than the Fund's base currency. The impact of the exchange rate movement between the base currency of the Fund and the currencies of the respective Classes may result in depreciation or appreciation of the investors' holdings as expressed in MYR/USD.

Target Fund Manager Risk

As a feeder fund, the Fund invests into the Target Fund which is managed by the Target Fund Manager. The Manager has no control over the investment technique and knowledge, operational controls and management of the Target Fund Manager. In the event of any mismanagement of the Target Fund, the NAV of the Fund, which invests substantially all of its assets into the Target Fund, would be affected adversely.

RISKS ASSOCIATED WITH INVESTMENTS IN THE TARGET FUND

Please refer to the Information Memorandum for the risks associated with Target Fund.

It is important to note that events affecting the investments cannot always be foreseen. Therefore, it is not always possible to protect your investments against all risks. Investors should assess the merits and risks when investing in the Fund or obtain professional advice before subscribing to the Fund.

FEES & CHARGES

7. What are the fees and charges involved?

There is no Switching Fee, Transfer Fee or Withdrawal Fee. However, please note that there are fees and charges which are charged to you should you decide to invest in this Fund as follows:-

- Application fee of up to 3.00% of the NAV per unit;
- Management fee of up to 1.40% per annum of the NAV of the Class;
- Trustee fee of 0.03% per annum of the NAV of the Class subject to a minimum of RM12,000.00 per annum; and
- Any other expenses in relation to the administration and operations of the Fund.

For more information, kindly refer to the Fund's Information Memorandum on fees, charges and expenses.

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

VALUATIONS AND EXITING FROM INVESTMENT

8. How often are valuations available?

The Fund will be valued at the close of every Business Day. You may obtain the NAV and NAV per Unit of the Fund from the Manager's website – <https://www.nomura-asset.com.my>

You may also contact us at 03-2027 6688 or email to marketing@nomura-asset.com.my

9. How can I exit from this Fund and what are the costs involved?

Unit Holders should be aware that there are no cooling-off rights available for Unit Holders of the Fund.

If we receive a complete withdrawal request by 4:00 p.m. on a Business Day, we will process it using the NAV per unit of the Class for that Business Day. If we receive the withdrawal request after 4:00 p.m. on a Business Day, we will process it using the NAV per unit of the Class for the next Business Day. The amount that you will receive is calculated by the withdrawal value less the Withdrawal Penalty, if any. Under normal circumstances, you will be paid in the currency of the Class (e.g. Class USD will be paid in USD) within ten (10) Business Days of receipt of the complete withdrawal request. You will have to bear the applicable bank fees and charges, if any.

You should note that the time taken to pay the withdrawal proceeds to you (i.e. ten (10) Business Days) may be extended/delayed if:

- (i) There is suspension of dealings at the Target Fund;
- (ii) The redemption request of the Target Fund is deferred;
- (iii) The dealings of the Fund are temporarily suspended by us; or
- (iv) There are any unforeseen circumstances that caused a delay in us receiving redemption proceeds from the Target Fund Manager, subject to concurrence from Trustee.

Should any of the above events occur, we may not be able to pay the withdrawal proceeds to you within ten (10) Business Days. However, we will pay the withdrawal proceeds to you within ten (10) Business Days subsequent to the receipt of redemption proceeds from the Target Fund Manager.

Please refer to the Fund's Information Memorandum for further details.

CONTACT INFORMATION

10. Who should I contact for further information or to lodge a complaint?

- i) Should you have any queries, require further information regarding this Fund or would like to seek an internal dispute resolution, you may contact us:
 - a) via phone to: 603-2027 6688
 - b) via fax to: 603-2027 6624
 - c) via email to: marketing@nomura-asset.com.my
 - d) via letter to: Nomura Asset Management Malaysia Sdn. Bhd.
Suite12.2, Level 12, Menara IMC,
8, Jalan Sultan Ismail,
50250 Kuala Lumpur
Malaysia

For information about our authorised distributors, you may reach us via any of the methods above.

You may also visit our website: <https://www.nomura-asset.com.my> for further details of the Company and/or the Fund.

ii) If you are dissatisfied with the outcome of the internal dispute resolution process, you may refer your dispute to the Securities Industries Dispute Resolution Corporation (SIDREC):

- a) via phone to: 603-2282 2280
- b) via fax to: 603-2282 3855
- c) via email to: info@sidrec.com.my
- d) via letter to: Securities Industry Dispute Resolution Center (SIDREC)
Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar
No. 5, Jalan Bangsar Utama 1
59000 Kuala Lumpur

iii) You may also direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:

- a) via phone to the Aduan Hotline at: 603-6204 8999
- b) via fax to: 603-6204 8991
- c) via email to: aduan@seccom.com.my
- d) via online complaint form available at: www.sc.com.my
- e) via letter to: Consumer & Investor Office
Securities Commission Malaysia
No. 3, Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur

APPENDIX

Business Day : Means a day on which the Bursa Malaysia is open for trading, and/ or banks in Kuala Lumpur are open for business.

Fund : refers to Nomura Global Dynamic Bond Fund

Manager/ Company : refers to Nomura Asset Management Malaysia Sdn. Bhd.

Net Asset Value (NAV) : Means the value of the Fund which is determined by deducting the value of all the Fund's liabilities from the value of all the Fund's assets, at the valuation point. For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund should be inclusive of the management fee and trustee fee for the relevant day.

SC : Refers to Securities Commission Malaysia.
