

**Amundi Bond  
Global Fixed  
Maturity Fund**

- Information Memorandum  
dated 10 August 2020

**INFORMATION MEMORANDUM**  
**IN RESPECT OF THE**  
**AMUNDI BOND GLOBAL FIXED MATURITY FUND**

This Information Memorandum is dated 10 August 2020.

The constitution date for the Amundi Bond Global Fixed Maturity Fund  
is 30 July 2020.

Units of the Fund will only be offered for sale from 10 August 2020 to 25 August  
2020.

**Manager:**  
**Amundi Malaysia Sdn Bhd**  
**(Registration No. 200801015439 (816729-K))**

**Trustee:**  
**SCBMB Trustee Berhad**  
**(Registration No. 201201021301 (1005793-T))**

**INVESTORS ARE ADVISED TO READ THIS INFORMATION MEMORANDUM AND  
OBTAIN PROFESSIONAL ADVICE BEFORE SUBSCRIBING TO UNITS OF THE  
FUND.**

**FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD  
BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE “RISK FACTORS”  
COMMENCING ON PAGE 7.**

## **RESPONSIBILITY STATEMENTS AND STATEMENTS OF DISCLAIMER**

This Information Memorandum has been seen and approved by the directors of *Amundi Malaysia Sdn Bhd* and they collectively and individually accept full responsibility for the accuracy of all information contained herein and confirm, having made all enquiries which are reasonable in the circumstances, that to the best of their knowledge and belief, there are no other facts omitted which would make any statement herein misleading.

The relevant information and document in relation to the *Amundi Bond Global Fixed Maturity Fund* (“the Fund”), including a copy of this Information Memorandum 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 Information Memorandum, 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 Information Memorandum.

The Securities Commission Malaysia will not be liable for any non-disclosure on the part of *Amundi Malaysia Sdn Bhd* and takes no responsibility for the contents of the Information Memorandum, makes no representation as to its accuracy or completeness and expressly disclaims any liability whatsoever for any loss howsoever arising from, or in reliance upon, the whole or any part of the contents of this Information Memorandum.

## **ADDITIONAL INFORMATION**

Investors are advised to read the Information Memorandum and obtain professional advice before subscribing to the Units of the Fund.

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

The distribution of this Information Memorandum and the offering or sale of the Units in some jurisdictions may be restricted or prohibited. Persons who have possession of this Information Memorandum must inform themselves about and observe such restrictions or prohibitions. This Information Memorandum does not constitute an offer of, or an invitation to purchase Units in any jurisdiction in which such offer or invitation would be unlawful. Persons to whom a copy of this Information Memorandum has been issued shall not circulate to any other person, reproduce or otherwise distribute this Information Memorandum or any information herein for any purpose whatsoever nor permit or cause the same to occur.

The Units cannot be offered or sold, directly or indirectly, in the United States of America (including its territories and possessions), to or for the benefit of a U.S. Person, as defined in the U.S. Regulation S adopted by the Securities and Exchange Commission (“SEC”).

Investors are required to declare that they are not U.S. Person and are not applying for Units on behalf of any U.S. Person. Investors are required to notify the Manager immediately, in the event that they become U.S. Persons.

The board of directors of the Manager may impose restrictions on the Unit holding by any U.S. Person and operate (i) compulsory redemption of Units or (ii) transfer of Units held by such U.S. Person.

Such power covers any person (a) who appears to be directly or indirectly in breach of the laws or regulations of any country or governmental authority, or (b) in the opinion of the board of directors of the Manager, might result in the Fund suffering any disadvantage which the Fund might not otherwise have incurred or suffered.

## TABLE OF CONTENTS

<b>CORPORATE DIRECTORY .....</b>	<b>i</b>
<b>DEFINITIONS .....</b>	<b>ii</b>
<b>1. CHAPTER 1: KEY DATA.....</b>	<b>1</b>
<b>2. CHAPTER 2: RISK FACTORS .....</b>	<b>7</b>
2.1    GENERAL RISKS OF INVESTING IN THE FUND .....	7
2.2    SPECIFIC RISKS RELATED TO THE FUND .....	7
2.3    SPECIFIC RISKS RELATED TO THE TARGET FUND .....	9
2.4    RISK MANAGEMENT STRATEGY .....	12
<b>3. CHAPTER 3: FUND INFORMATION.....</b>	<b>13</b>
3.1    INVESTMENT OBJECTIVE.....	13
3.2    INVESTMENT POLICY AND STRATEGY .....	13
3.3    ASSET ALLOCATION .....	13
3.4    PERMITTED INVESTMENTS.....	13
3.5    INVESTMENT RESTRICTIONS.....	14
3.6    POLICY ON GEARING.....	14
3.7    BASES FOR VALUATION.....	14
<b>4. CHAPTER 4: INFORMATION ON THE TARGET FUND .....</b>	<b>15</b>
4.1    STRUCTURE OF THE TARGET FUND .....	15
4.2    REGULATORY AUTHORITY WHICH REGULATES THE TARGET FUND .....	15
4.3    MANAGEMENT COMPANY OF THE TARGET FUND .....	15
4.4    INVESTMENT OBJECTIVE OF THE TARGET FUND .....	15
4.5    INVESTMENT STRATEGY OF THE TARGET FUND.....	16
4.6    INVESTMENT GUIDELINES OF THE TARGET FUND .....	16
4.7    VALUATION OF THE TARGET FUND.....	17
4.8    SUSPENSION OF DEALINGS OF THE TARGET FUND.....	19
4.9    REALISATION OF UNITS OF THE TARGET FUND.....	20
4.10   FEES CHARGED BY THE TARGET FUND .....	20
4.11   DISTRIBUTION POLICY FOR THE TARGET FUND .....	21
4.12   SWING PRICING OF THE TARGET FUND .....	21
<b>5. CHAPTER 5: FEES, CHARGES AND EXPENSES .....</b>	<b>22</b>
5.1    SALES CHARGE .....	22
5.2    REDEMPTION CHARGE .....	22
5.3    TRANSFER FEE .....	22
5.4    SWITCHING FEE .....	22
5.5    OTHER CHARGES .....	22
5.6    MANAGEMENT FEE .....	22
5.7    TRUSTEE FEE.....	23
5.8    OTHER EXPENSES.....	23
5.9    REBATES AND SOFT COMMISSION .....	24
5.10   TAX.....	24
<b>6. CHAPTER 6: TRANSACTION INFORMATION .....</b>	<b>25</b>
6.1    VALUATION POINT .....	25
6.2    COMPUTATION OF NAV OF THE FUND AND NAV PER UNIT OF THE CLASS(ES) .....	25
6.3    PRICING OF UNITS .....	26
6.4    APPLICATION FOR UNITS.....	28
6.5    REDEMPTION OF UNITS .....	28
6.6    SWITCHING OR TRANSFER OF UNITS.....	29
6.7    POLICY ON ROUNDING ADJUSTMENTS .....	29
6.8    ERROR IN PRICING .....	29
6.9    PERIODIC REPORTING TO UNIT HOLDERS.....	29

6.10	DISTRIBUTION POLICY .....	30
<b>7.</b>	<b>CHAPTER 7: THE PEOPLE BEHIND THE MANAGER .....</b>	<b>31</b>
7.1	BACKGROUND OF THE MANAGER .....	31
7.2	DUTIES AND RESPONSIBILITIES OF THE MANAGER .....	31
7.3	ROLE OF THE INVESTMENT MANAGEMENT TEAM .....	31
<b>8.</b>	<b>CHAPTER 8: THE TRUSTEE .....</b>	<b>32</b>
<b>9.</b>	<b>CHAPTER 9: RIGHTS AND LIABILITIES OF UNIT HOLDERS .....</b>	<b>34</b>
9.1	RIGHTS OF UNIT HOLDERS .....	34
9.2	LIABILITIES OF UNIT HOLDERS .....	34
<b>10.</b>	<b>CHAPTER 10: POWER TO CALL FOR A UNIT HOLDERS' MEETING .....</b>	<b>35</b>
10.1	POWER TO CALL FOR A UNIT HOLDERS' MEETING .....	35
10.2	TERMINATION OF THE FUND .....	35
10.3	TERMINATION OF A CLASS .....	35
<b>11.</b>	<b>CHAPTER 11: ADDITIONAL INFORMATION .....</b>	<b>36</b>
11.1	UNCLAIMED MONEYS .....	36
11.2	ANTI-MONEY LAUNDERING POLICIES .....	36
11.3	ENQUIRIES .....	36
11.4	U.S. TAXATION CONSIDERATIONS .....	36
11.5	PERSONAL DATA PROTECTION .....	38

## CORPORATE DIRECTORY

### Manager

Name: Amundi Malaysia Sdn. Bhd.  
(Registration No. 200801015439 (816729-K))

Registered Office: Unit 30-01, Level 30, Tower A, Vertical Business Suite,  
Avenue 3, Bangsar South, No. 8, Jalan Kerinchi,  
59200 Kuala Lumpur.

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348, Jalan Tun Razak,  
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E-mail: [customercare-my@amundi.com](mailto:customercare-my@amundi.com)

Telephone number: 603 – 2716 1688

Facsimile number: 603 – 2716 1699

### Trustee

Name: SCBMB Trustee Berhad  
(Registration No. 201201021301 (1005793-T))

Registered Office: Level 26, Equatorial Plaza,  
Jalan Sultan Ismail,  
50250 Kuala Lumpur.

Business Address: Level 23, Equatorial Plaza,  
Jalan Sultan Ismail,  
50250 Kuala Lumpur.

Telephone number: 603 – 2117 7777/ 603 – 7682 9724

## DEFINITIONS

<b>Amundi Premia</b>	Means the umbrella unit trust scheme with the sub-funds as disclosed in the annexes of the Singapore Information Memorandum.
<b>Authorised Investments</b>	<p>Means:</p> <ul style="list-style-type: none"> <li>(a) any Quoted Investment;</li> <li>(b) any investment in respect of which an application for listing and permission to deal has been made to a Recognised Market and the subscription for or purchase of which is either conditional upon such listing or permission to deal being granted within a specified period not exceeding twelve weeks (or such other period as may be determined by the Management Company) or in respect of which the Management Company is satisfied that the subscriptions or other transactions will be cancelled if the application is refused;</li> <li>(c) any Unquoted Investment;</li> <li>(d) any investment which is a unit in any unit trust scheme or a share or participation in an open ended mutual fund or other collective investment scheme;</li> <li>(e) the currency of any country or any contract for the spot purchase or sale of any such currency or any forward contract of such currency;</li> <li>(f) any investment by the Target Fund of its Deposited Property in the investments attributable to the Target Fund as set out in Clause 18 of the deed of the Target Fund; and</li> <li>(g) any investment which is not covered by paragraphs (a) to (f) of this definition but is selected by the Management Company in writing, provided that such investment is in accordance with the stated investment objectives and policies of the Amundi Premia or the Target Fund,</li> </ul> <p>and, in the case of the Target Fund which its units are Excluded Investment Products, only to the extent allowed under the CMP Regulations for the purposes of classifying units of the Target Fund as Excluded Investment Products.</p>
<b>Bursa Malaysia</b>	Means the stock exchange managed and operated by Bursa Malaysia Securities Berhad.
<b>Business Day</b>	<p>In respect of the Fund means, a day on which Bursa Malaysia is open for trading.</p> <p>The Manager may however declare certain Business Days as non-Business Days if it is not a business day in the country of domicile of the Target Fund.</p>

\*Note:

Business day has the same meaning as ascribed to it in the Singapore Information Memorandum and shall mean any day (other than a Saturday or Sunday or a gazetted public holiday) on which banks in any particular place or places are open for business in any particular place or any other day as the Management Company and the trustee of the Target Fund may agree in writing.

<b>BNM</b>	Means Bank Negara Malaysia, the central bank of Malaysia.
<b>Class(es)</b>	Means any class of Units in the Fund representing similar interests in the assets of the Fund and “Class” means any one class of Units.
<b>CMP Regulations</b>	Means: <ul style="list-style-type: none"> <li>(a) Notice on the Sale of Investment Products issued by the Monetary Authority of Singapore; and</li> <li>(b) Securities and Futures (Capital Markets Products) Regulations 2018.</li> </ul>
<b>CMSA</b>	Means the Capital Markets and Services Act 2007, including all amendments thereto and all regulations, rules and guidelines issued in connection therewith.
<b>Commencement Date</b>	Means the date which falls on the next Business Day after the end of the Offer Period.
<b>currency forwards</b>	Means a binding contract in the foreign exchange market that locks in the exchange rate for the purchase or sale of a currency on a future date.
<b>Deed</b>	Means the deed dated 30 <sup>th</sup> July 2020 in respect of the Fund and any other supplemental deed that may be entered into between the Manager and the Trustee.
<b>Deposited Property</b>	Means all of the assets for the time being comprised in the Target Fund or deemed to be held upon the trusts of the deed of the Target Fund for account of the Target Fund excluding any amount for the time being standing to the credit of the distribution account of the Target Fund; reference to “Deposited Properties” shall refer to the assets for the time being comprised in the Target Fund established under Amundi Premia.
<b>Excluded Investment Products</b>	Defined: <ul style="list-style-type: none"> <li>(a) as such under the Notice on the Sale of Investment Products issued by the Monetary Authority of Singapore; and</li> <li>(b) as “prescribed capital markets products” under the Securities and Futures (Capital Markets Products) Regulations 2018.</li> </ul>
<b>financial institution</b>	(a) if the institution is in Malaysia: <ul style="list-style-type: none"> <li>(i) licensed bank;</li> <li>(ii) licensed investment bank;</li> <li>(iii) licensed Islamic bank; or</li> </ul>



(iv) development financial institution prescribed by and regulated under the Development Financial Institutions Act 2002.

(b) if the institution is outside Malaysia, any institution that is licensed, registered, approved or authorised by the relevant banking regulator to provide financial services.

<b>Fund</b>	Amundi Bond Global Fixed Maturity Fund.
<b>Guidelines</b>	The Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework issued by the SC as may be amended from time to time.
<b>Information Memorandum</b>	This information memorandum of the Fund.
<b>LPD</b>	Means latest practicable date as at 30 <sup>th</sup> July 2020.
<b>Management Company</b>	Amundi Singapore Limited.
<b>Manager/Amundi Malaysia</b>	Amundi Malaysia Sdn. Bhd.
<b>Maturity Date</b>	A date which falls on the fourth (4 <sup>th</sup> ) anniversary of the Commencement Date. If the said date falls on a non-Business Day, the Maturity Date shall be the next Business Day.
<b>Net Asset Value or NAV</b>	The NAV of the Fund 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.
<b>NAV per Unit</b>	Means the Net Asset Value of the Fund at a particular valuation point divided by the number of Units in circulation at that same valuation point; where the Fund has more than one Class, there shall be a NAV per Unit for each Class; the NAV per Unit of a Class at a particular valuation point shall be the NAV of the Fund attributable to that Class divided by the number of Units in circulation of that Class at the same valuation point.
<b>Offer Period</b>	A period from 10 <sup>th</sup> August 2020 to 25 <sup>th</sup> August 2020 or such other period as may be determined by the Manager.
<b>Offer Price</b>	The fixed price per Unit payable by an applicant for a Unit during the Offer Period.
<b>Quoted Investment</b>	Means any investment which is for the time being quoted, listed or dealt in on a Recognised Market.
<b>Recognised Market</b>	Means any stock exchange or over-the-counter market, any futures exchange and any organised securities market which is open to the public and on which securities are regularly traded, being in each case an exchange or market in any part of the world and in relation to any particular investment includes any responsible firm, corporation or association in any country in the world so dealing in the investment as to be expected generally to provide, in the reasonable opinion of the Management Company, a satisfactory market for the investment and in such case the investment shall be deemed to be the subject of an effective permission to deal or be dealt in on the market deemed to be constituted by such firm, corporation or association.

<b>Redemption Price</b>	Means the price payable to a Unit Holder pursuant to a redemption of a Unit; for the avoidance of doubt, the Redemption Price does not include any redemption charge (if any) which may be imposed.
<b>RM or Ringgit Malaysia</b>	The lawful currency of Malaysia.
<b>RM Class</b>	Represents a Class which is denominated in RM.
<b>Securities Commission or SC</b>	Means the Securities Commission Malaysia established under the Securities Commission Malaysia Act 1993.
<b>Selling Price</b>	Means the Offer Price payable by an applicant for a Unit pursuant to a successful application for Units; for the avoidance of doubt, the Selling Price does not include any sales charge which may be imposed.
<b>Singapore Information Memorandum</b>	Means the information memorandum of the Target Fund dated 30 <sup>th</sup> July 2020 and as may be amended from time to time.
<b>Sophisticated Investor</b>	<p>Refers to:</p> <ul style="list-style-type: none"> <li>(a) an individual whose total net personal assets, or total net joint assets with his or her spouse, exceeds RM3 million or its equivalent in foreign currencies, excluding the value of the individual's primary residence;</li> <li>(b) an individual who has a gross annual income exceeding RM300,000 or its equivalent in foreign currencies per annum in the preceding 12 months;</li> <li>(c) an individual who, jointly with his or her spouse, has a gross annual income of RM400,000 or its equivalent in foreign currencies per annum in the preceding 12 months;</li> <li>(d) a corporation with total net assets exceeding RM10 million or its equivalent in foreign currencies based on the last audited accounts;</li> <li>(e) a partnership with total net assets exceeding RM10 million or its equivalent in foreign currencies;</li> <li>(f) a company that is registered as a trust company under the Trust Companies Act 1949 which has assets under management exceeding RM10 million or its equivalent in foreign currencies;</li> <li>(g) a corporation that is a public company under the Companies Act 2016 which is approved by the SC to be a trustee under CMSA and has assets under management exceeding RM10 million or its equivalent in foreign currencies;</li> <li>(h) a pension fund approved by the Director General of Inland Revenue under the Income Tax Act 1967;</li> <li>(i) a statutory body established by an Act of Parliament or an enactment of any State;</li> <li>(j) Central Bank of Malaysia established under the Central Bank of Malaysia Act 2009;</li> <li>(k) a holder of a capital markets services licence;</li> <li>(l) an executive director or chief executive officer of a holder of a capital markets services licence;</li> </ul>

- (m) a unit trust scheme or a prescribed investment scheme;
- (n) a closed-end fund approved by the SC;
- (o) a licensed institution as defined in the Financial Services Act 2013 or an Islamic bank as defined in the Islamic Financial Services Act 2013;
- (p) a Labuan bank as defined under the Labuan Financial Services and Securities Act 2010;
- (q) an insurance company registered under the Financial Services Act 2013;
- (r) an insurance licensee licensed under the Labuan Financial Services and Securities Act 2010;
- (s) a takaful licensee licensed under the Labuan Islamic Financial Services and Securities Act 2010;
- (t) a takaful operator registered under the Islamic Financial Services Act 2013;
- (u) a private retirement scheme as defined in CMSA; and
- (v) such other investor(s) as may be permitted by the Securities Commission Malaysia from time to time and/or under the relevant guidelines for wholesale funds.

**Special Resolution**

Means a resolution passed at a meeting of Unit Holders duly convened in accordance with the Deed by a majority of not less than three-fourths of the Unit Holders present and voting at the meeting in person or by proxy; for the avoidance of doubt, "three-fourths of the Unit Holders present and voting at the meeting in person or by proxy" means three-fourths of the votes cast by the Unit Holders present and voting; for the purposes of terminating the Fund or a Class, "Special Resolution" means a resolution passed at a meeting of Unit Holders duly convened in accordance with the Deed by a majority representing at least three-fourths of the value of the Units held by the Unit Holders present and voting at the meeting in person or by proxy.

**Target Fund**

Amundi Global Fixed Maturity Bond Fund Sept 2024.

**Trustee**

SCBMB Trustee Berhad.

**Underlying Entity**

Means a mutual fund company or a sub-fund of a mutual fund company or a unit trust or a sub-fund of a unit trust or any other collective investment scheme or pooled investment vehicle from time to time determined by the Management Company and "Underlying Entities" shall be construed accordingly.

**Unit**

Means an undivided share in the beneficial interest and/or right in the Fund and a measurement of the interest and/or right of a Unit Holder in the Fund; if the Fund has more than one Class, it means a unit issued for each Class.

**Unit Holder**

Means a Sophisticated Investor for the time being registered pursuant to the Deed as the holder of Units of a Class, including a jointholder. In relation to the Fund, means all the unit holders of every Class in the Fund.

**Unquoted Investment**

Means any investment which is not quoted, listed or dealt in on any Recognised Market.

<b>U.S.</b>	Means United States of America.
<b>USD</b>	Means United States Dollar, the lawful currency of United States of America.
<b>USD Class</b>	Represents a Class which is denominated in USD.
<b>U.S. Person</b>	Means- <ul style="list-style-type: none"> <li>(a) any natural person resident in the U.S.;</li> <li>(b) any partnership or corporation organised or incorporated under the laws of the U.S.;</li> <li>(c) any estate of which any executor or administrator is a U.S. Person;</li> <li>(d) any trust of which any trustee is a U.S. Person;</li> <li>(e) any agency or branch of a non-U.S. entity located in the U.S.;</li> <li>(f) any non-discretionary or similar account (other than an estate or trust) held by a dealer or other fiduciary for the benefit or account of a U.S. Person;</li> <li>(g) any discretionary account or similar account (other than an estate or trust) held by a dealer or other fiduciary organised, incorporated or (if an individual) resident in the U.S.; and</li> <li>(h) any partnership or corporation if- <ul style="list-style-type: none"> <li>(i) organised or incorporated under the laws of any non-U.S. jurisdiction; and</li> <li>(ii) formed by a U.S. Person principally for the purpose of investing in securities not registered under the U.S. Securities Act of 1933, as amended, unless it is organised or incorporated, and owned, by accredited investors (as defined under Rule 501(a) under the U.S. Securities Act of 1933, as amended) who are not natural persons, estates or trusts.</li> </ul> </li> </ul>

## CHAPTER 1: KEY DATA

**This section contains a summary of the salient information about the Fund.**

Classes of Units	RM Class	USD Class
<b>Name of Fund</b>	Amundi Bond Global Fixed Maturity Fund	
<b>Fund Type/ Category</b>	Feeder fund (close-ended fund) / Fixed income	
<b>Base Currency of the Fund</b>	USD	
<b>Fund Objective</b>	The Fund aims to achieve investment returns by investing in the Target Fund.	
<b>Investment Policy and Strategy</b>	<p>The Fund will invest a minimum of 98% of the NAV of the Fund in the Target Fund; the balance of the NAV of the Fund will be invested in liquid assets. As the Target Fund is denominated in USD, the Manager will invest in currency forwards to reduce the Fund's exposure to foreign exchange fluctuations.</p> <p><i>The investment policy and strategy of the Fund will be further elaborated in chapter 3: Fund Information.</i></p> <p><i>Please refer to chapter 4: Information on the Target Fund for information on how the Target Fund works and the investment policies and strategies employed by the Target Fund.</i></p>	
<b>Asset Allocation</b>	<ul style="list-style-type: none"> <li>▪ Minimum 98% of the NAV of the Fund will be invested in the Target Fund;</li> <li>▪ Up to 2% of the NAV of the Fund will be invested in liquid assets.</li> </ul>	
<b>Principal Risks Associated with the Fund</b>	<ul style="list-style-type: none"> <li>▪ Currency risk;</li> <li>▪ Hedging risk;</li> <li>▪ Counterparty risk;</li> <li>▪ Foreign country security risk;</li> <li>▪ Target Fund risk; and</li> <li>▪ External fund manager's risk.</li> </ul> <p><i>The principal risks associated with the Fund will be further elaborated in chapter 2: Risk Factors.</i></p>	
<b>Principal Risks Associated with the Target Fund</b>	<p><u>Market Factors:</u></p> <ul style="list-style-type: none"> <li>• Exchange Rates;</li> <li>• Interest Rates;</li> <li>• Market Volatility;</li> <li>• Credit Risk;</li> <li>• Risks Associated with Investments in High-Yield Securities;</li> <li>• Risks Associated with Emerging Markets;</li> <li>• Prepayment Risk; and</li> <li>• Management and Investment Strategy Risk.</li> </ul> <p><u>Use of Financial Derivatives:</u></p> <ul style="list-style-type: none"> <li>▪ Market Risk;</li> </ul>	

	<ul style="list-style-type: none"><li>▪ Control and Supervision;</li><li>▪ Liquidity Risk;</li><li>▪ Counterparty; and</li><li>▪ Other risks.</li></ul> <p><i>The principal risks associated with the Target Fund will be further elaborated in chapter 2: Risk Factors.</i></p>	
Investors' Profile	The Fund is suitable for Unit Holders who: <ul style="list-style-type: none"><li>▪ seek regular income distribution; and</li><li>▪ have 4 years investment horizon.</li></ul>	
Financial Year End	The period of 12 months ending on the 31 <sup>st</sup> day of December of every calendar year except that the first financial year of the Fund shall commence on the date of the first information memorandum for the Fund and end on the 31 <sup>st</sup> December 2021.	
Offer Price	RM1.00	USD1.00
Offer Period	<p>The Offer Period is from 10<sup>th</sup> August 2020 to 25<sup>th</sup> August 2020 or such other period as may be determined by the Manager.</p> <p>The Manager may shorten the Offer Period if the Manager is of the view that it is timely to commence the Fund to enable it to purchase assets of the Fund due to market conditions.</p> <p>Units are only available for purchase during the Offer Period.</p>	
Commencement Date	The RM Class and USD Class will commence on the next Business Day after the end of the Offer Period.	
Tenure and Maturity of the Fund	<p>The tenure of the Fund is 4 years.</p> <p>The Fund will mature on a date which is 4 years from the Commencement Date. If that date is not a Business Day, the Maturity Date shall be the next Business Day following the date that is 4 years from the Commencement Date.</p> <p>On the Maturity Date, the Manager shall redeem or sell the investments and return all the proceeds to the Unit Holders (based on the number of Units held) within 12 Business Days, after deducting the Fund's expenses.</p> <p>The Manager may, in its sole discretion and without first obtaining the consent of the Unit Holders, terminate the Fund at any time prior to the Maturity Date if the assets under management of the Target Fund is below USD10,000,000 or if the Manager and the Trustee jointly deem it appropriate to do so in the interest of the Unit Holders.</p>	
FEES AND CHARGES RELATED TO THE FUND		
This table describes the charges that you may incur <b>DIRECTLY</b> when you buy or sell Units of the Fund.		
Sales Charge	Up to 3.00% of the Offer Price of the respective Class.	
	Note: The Manager reserves the right to waive and/or reduce the sales charge from time to time at its absolute discretion.	

	Investors may negotiate for a lower sales charge through any sales and promotional campaigns held from time to time or alternatively, investors may negotiate with their preferred distributors for a lower sales charge. Investment through the distributors shall be subject to their respective terms and conditions.
<b>Redemption Charge</b>	Nil. However, the Target Fund's swing pricing policy would be applicable.  <i>Please refer to Section 4.12 of this Information Memorandum for the Target Fund's swing pricing policy.</i>
<b>Switching Fee</b>	Nil.
<b>Transfer Fee</b>	Nil.
<b>Other Charges</b>	Charges, for instance bank charges, telegraphic charges and courier charges, shall be borne by the Unit Holder in order to execute transactions on behalf of the Unit Holder.
<i>This table describes the charges that you may incur <b>INDIRECTLY</b> when you invest in the Fund:</i>	
<b>Management Fee</b>	Up to 0.60% per annum of the NAV of the Fund. The management fee is calculated and accrued on a daily basis and payable monthly.
<b>Trustee Fee</b>	0.02% per annum of the NAV of the Fund subject to a minimum of RM12,000 per annum (excluding foreign custodian fees and charges). The trustee fee is calculated and accrued on a daily basis and payable monthly.
<b>Other Expenses</b>	A list of the expenses which are directly related to the Fund are as follows: <ul style="list-style-type: none"> <li>▪ audit fees;</li> <li>▪ commission or fees paid to brokers/dealers;</li> <li>▪ sub-custodian fees and charges;</li> <li>▪ tax adviser's fee;</li> <li>▪ taxes and other duties imposed by the government and/or other authorities;</li> <li>▪ valuation fees incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;</li> <li>▪ cost for modification of Deed save where such modification is for the benefit of the Manager and/or the Trustee;</li> <li>▪ costs incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;</li> <li>▪ fees, charges, costs and expenses relating to the preparation, printing, posting, registration and lodgement of documents and reports which the Manager and/or the Trustee may be obliged to prepare, print, post, register and/or lodge in relation to the Fund by virtue of any relevant law; and</li> <li>▪ any other expenses allowed under the Deed.</li> </ul>
<b>TRANSACTION INFORMATION</b>	
<b><i>Investors in Malaysia intending to invest in foreign currencies are required to have a foreign currency account with any financial institution in Malaysia as all transactions relating to the foreign currencies will be made by telegraphic transfers. Investors investing in this Fund must comply with the relevant BNM Foreign Exchange Administration rules and notices ("FEA Rules"), where applicable. Investors are advised to seek professional advice on the FEA Rules before making any investment decisions.</i></b>	

<b>Minimum Initial Investment (during Offer Period only)</b>	RM10,000 or such other amount as the Manager may prescribe from time to time.	USD5,000 or such other amount as the Manager may prescribe from time to time.
	<i>Please refer to chapter 6 of this Information Memorandum for information on how investments in the Fund may be made.</i>	
<b>Minimum Additional Investment (during Offer Period only)</b>	RM1,000 or such other amount as the Manager may prescribe from time to time.	USD1,000 or such other amount as the Manager may prescribe from time to time.
<b>Minimum Redemption Amount</b>	1,000 Units or such other amount as the Manager may prescribe from time to time.  In the case of a partial redemption, if a redemption request results in a Unit Holder holding less than 10,000 Units for RM Class or 5,000 Units for USD Class (the minimum holding requirement), the Unit Holder will be required to redeem all the remaining Units held by the Unit Holder in the Fund.	
<b>Minimum Holding</b>	10,000 Units or such other amount as the Manager may prescribe from time to time.	5,000 Units or such other amount as the Manager may prescribe from time to time.
<b>Frequency of Redemption</b>	Unlimited.  <i>Please refer to chapter 6 of this Information Memorandum for information on how redemptions from the Fund may be made.</i>	
<b>Redemption Payment Period</b>	The Manager will make payment of redemption proceeds within 12 Business Days of receipt of a duly completed redemption form.  Note: There may be instances when the redemption payment period of 12 Business Days cannot be complied with due to certain redemption policies of the Target Fund. Please see Section 4.9 of this Information Memorandum for details. The redemption payment period in such circumstances shall not exceed 15 Business Days from the receipt of the completed redemption form by the Manager.	
<b>Transfer Facility</b>	Not applicable.	
<b>Minimum Transfer Amount</b>	Not applicable.	
<b>Switching Facility</b>	Not applicable.	
<b>OTHER INFORMATION</b>		
<b>Distribution Policy</b>	The Fund will distribute income quarterly, subject to the availability of income.	
<b>Reports</b>	Unit Holders will receive the following statements and reports in a financial year: - Confirmation of investment statements detailing his investment, which will be sent within 10 Business Days from the date monies are received by the Manager for investment in the Fund. This confirmation will include details of the Units purchased and the purchase price;	



	<ul style="list-style-type: none"> <li>- Monthly statements of account which shows the balance of Unit Holders' investments and all transactions made during the month, distribution details and investment value;</li> <li>- Quarterly reports containing information of the Fund, a report on the Fund's performance and financial statements for the accounting period. The quarterly reports will be dispatched to all Unit Holders within 2 months from the close of each financial quarter;</li> <li>- An annual report containing information of the Fund, a report on the Fund's performance, audited financial statements for the accounting period and auditor's report. The annual report will be dispatched to all Unit Holders within 2 months from the close of each financial year.</li> </ul>
<b>INFORMATION ABOUT THE TARGET FUND</b>	
<b>Name of Target Fund</b>	Amundi Global Fixed Maturity Bond Fund Sept 2024
<b>Management Company</b>	Amundi Singapore Limited
<b>Country of Origin of Target Fund</b>	Singapore
<b>Regulatory Authority which regulates the Target Fund and the Management Company</b>	Monetary Authority of Singapore
<b>Share Class</b>	"OU" class
<b>Base Currency</b>	USD
<b>Duration of the Target Fund</b>	The Target Fund shall mature and terminate on the fourth (4 <sup>th</sup> ) anniversary of the commencement date of the Target Fund or the next business day if the fourth (4 <sup>th</sup> ) anniversary is not a business day.
<b>Expenses related to the Target Fund</b>	<p>Subscription fee: No subscription fee is charged for investments in the OU class of the Target Fund.</p> <p>Realisation fee: Nil</p> <p>Management fee: No annual management fee is charged for investments in the OU class of the Target Fund.</p> <p>Trustee's fee: The amount of the remuneration payable to the trustee of the Target Fund shall be net of all applicable goods and services tax imposed in Singapore or elsewhere and shall be up to 0.04% per annum of the net asset value of the Deposited Property (subject to a minimum fee of USD8,000 per annum for the first year and USD10,000 per annum thereafter).</p> <p>Other fees include:</p> <ul style="list-style-type: none"> <li>• custodian fee;</li> </ul>

	<ul style="list-style-type: none"> <li>• administration fee;</li> <li>• audit fees;</li> <li>• tax filing fees; and</li> <li>• Foreign Account Tax Compliance Act /Common Reporting Standard filing fees.</li> </ul> <p><i>More detailed information on the expenses related to the Target Fund can be found at chapter 4 of this Information Memorandum.</i></p>
<b>Investment Strategy of the Target Fund</b>	<p>The type of debt securities that the Target Fund intends to invest in would include, but is not limited to a portfolio of bonds and debt securities which have maturities close to or at its maturity date. The Target Fund shall invest in a portfolio of bonds and debt securities which will have an overall average credit rating of at least BBB- by Standard &amp; Poor's (or other equivalent ratings), based on the highest credit rating. However, the Management Company will have no obligation to comply with such overall average credit rating in respect of the portfolio of bonds and debt securities that were invested by the Target Fund on an ongoing basis.</p> <p>The Target Fund may invest in non-investment grade bonds and debt securities and the minimum credit rating of bonds and debt securities that it will invest into shall be B- by at least one of the major credit rating agencies, i.e. Standard &amp; Poor's, Moody's or Fitch. If the credit rating of a bond or debt security held by the Target Fund falls below such minimum credit rating, the investment adviser of the Target Fund, Amundi (UK) Limited will discuss with the Management Company on an approach acceptable to the Management Company that is in the best interests of the Target Fund, and the Management Company may at its sole discretion dispose the bond or debt security or continue to hold the same without any obligation to comply with the overall average credit rating set out above.</p> <p>The Target Fund may also invest in money market instruments and term deposits from time to time.</p> <p><i>More detailed information on the investment policy and strategy of the Target Fund can be found at Section 4.5 of this Information Memorandum.</i></p>

**THE ABOVE KEY DATA IS ONLY A SUMMARY OF THE FUND'S SALIENT INFORMATION. YOU SHOULD READ AND UNDERSTAND THE CONTENTS OF THIS INFORMATION MEMORANDUM AND, IF NECESSARY, CONSULT YOUR OWN ADVISER(S) BEFORE MAKING AN INVESTMENT DECISION.**

**THERE ARE FEES AND CHARGES INVOLVED AND YOU ARE ADVISED TO CONSIDER THE FEES AND CHARGES BEFORE INVESTING IN THE FUND.**

**FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH YOU SHOULD CONSIDER, PLEASE REFER TO THE "RISK FACTORS" SECTION COMMENCING ON PAGE 7 OF THIS INFORMATION MEMORANDUM.**

**AS THIS IS A FEEDER FUND, WE HAVE PROVIDED YOU SOME EXCERPTS OF THE SALIENT INFORMATION ON THE TARGET FUND FROM THE TARGET FUND'S SINGAPORE INFORMATION MEMORANDUM.**

## **CHAPTER 2: RISK FACTORS**

The Manager encourages Unit Holders and potential investors to give careful consideration to the risks associated when investing in the Fund and, accordingly, to obtain independent financial advice before investing in the Fund.

### **2.1 GENERAL RISKS OF INVESTING IN THE FUND**

#### **Market Risk**

The value of investment may increase or decrease due to changes in market factors such as uncertainties in the economy, political and social environment that impact large portions of the market. This is a risk associated with all investments and cannot be eliminated. Hence, the Manager will monitor the financial markets closely and act on any adverse news accordingly.

#### **Management Risk**

The performance of the Fund is affected by the experience, expertise and investment strategy of the Manager. A lack of experience, knowledge and expertise, as well as poor execution of the investment strategy of the Fund may affect the returns of the Fund and may result in a loss of the capital invested.

#### **Performance Risk**

The performance of the Fund depends on the investments of the Fund. If the investments of the Fund do not perform in accordance with expectations, there will be a negative impact on the performance of the Fund. This is where the experience and expertise of the Manager is important as highlighted in the fund management risk write-up above. In view of the aforesaid, there is never a guarantee that investing in the Fund will produce the desired investment returns.

#### **Inflation Risk**

Inflation creates uncertainties over the future value of investments. There is a risk that the Fund may generate a return on investment lower than the inflation rate. This would reduce investors' purchasing power even though the nominal value of the investment in monetary terms has increased.

#### **Risk of non-compliance**

This risk refers to the possibility that the Manager may not follow the provisions set out in this Information Memorandum or the Deed or the laws, rules, Guidelines or internal operating policies which governs the Fund. Non-compliance may occur directly due to factors such as human error or system failure and can also occur indirectly due to amendment on the relevant regulatory frameworks, laws, rules and other legal practices affecting the Fund. This risk may result in operational disruptions and potential losses to the Fund.

### **2.2 SPECIFIC RISKS RELATED TO THE FUND**

#### **Currency Risk**

Also known as exchange risk, this risk arises from the change in price of one currency in relation to another. As such, there could be a potential risk of loss from fluctuating foreign exchange rates as long as there is a conversion from one currency to another currency. As the Fund is a multi-class fund with different currency classes, it will be exposed to currency risk. As such, investors should note that any gains or losses arising from the fluctuation in the relevant exchange rates may further increase or decrease the returns of the investment.

At the Fund level, it will be exposed to non-USD denominated assets e.g. subscriptions proceed from RM Class, and liabilities e.g. RM-based expenses of the Fund. These non-USD denominated exposures are subject to the exchange rate fluctuations against USD (base currency of the Fund).

At the class level, the impact of the exchange rate movement between the base currency of the Fund and the currency of the respective Classes may result in an appreciation or depreciation of the Unit Holder's holdings when expressed in the currency of the relevant Classes.

Investors should also note that the investment of the Fund in the Target Fund may also be exposed to currency risk as a result of fluctuations in foreign exchange rates between the base currency of the Target Fund and the currencies which the Target Fund may be exposed to.

### **Hedging Risk**

The Manager employs currency hedging strategies to allow the non-USD Class (e.g. RM Class) to track closely the performance of the Target Fund. While currency hedging reduces the impact from the adverse exchange rate movements to the non-USD Class, it also limits any potential gains from favourable exchange rate movements.

Note that hedging is implemented based on the exposure to the Target Fund. However, when the Target Fund appreciates or depreciates in value, the non-USD Class would be under-hedged or over-hedged. The Manager will strive to rebalance the hedge as much as possible to minimize under-hedging or over-hedging of currency exposure.

### **Counterparty Risk**

The Manager would enter into over-the-counter derivatives transactions to hedge currency risk inherent in the non-USD Class. Counterparty risk is the risk that the counterparty to the derivative instrument may, for financial or other reasons, fail to honour its obligations under the terms of the contract, thus affecting the value of the derivative instrument and consequently the NAV of the affected non-USD Class.

To mitigate this risk, the Manager will continuously assess the creditworthiness of the counterparty(ies) it engage(s) to hedge currency risk.

### **Foreign Country Security Risk**

This risk is associated with investments into securities domiciled in another country. The Fund invests in a Target Fund that is domiciled in Singapore and invests in securities in many different countries. The changes or developments in the regulations, political environment and the economy of the above countries may impact on the Target Fund which will in turn affect the Fund.

### **Target Fund Risk**

As the Fund is a feeder fund which invests substantially in the Target Fund, the performance of the Fund will depend on the performance of the Target Fund. The ability of the Fund to achieve its investment objective will also relate directly to the ability of the Target Fund to meet its investment objective.

The Fund's investment in the Target Fund may involve certain additional risks an investor of the Fund would not face if the Fund invests in the markets directly such as the suspension of the net asset value per shares of the Target Fund which may impede the ability of the Fund to meet a redemption request.

### **External Fund Manager's Risk**

The Fund is a feeder fund which invests nearly all its assets in the Target Fund. The performance of the Fund very much depends on the performance of the Target Fund. As the investment management function of the Target Fund is conducted by the Management Company, the Manager has no control

over the investment technique, knowledge or management expertise of the Management Company. In the event of mismanagement of the investments by the Management Company, the NAV of the Fund will be adversely affected as the performance of the Fund is directly related to the performance of the Target Fund. There is no assurance that the management quality of the Management Company will be maintained in the future. Further, Unit Holders have no direct influence on the Management Company.

## **2.3 SPECIFIC RISKS RELATED TO THE TARGET FUND**

### **Market Factors**

#### **Exchange Rates**

The units of the Target Fund may be denominated in a currency other than that of the jurisdiction of the investor and/or in a currency other than that in which the investor wishes to receive the proceeds of the investments. Exchange rates between foreign currencies are determined by supply and demand factors on the international currency markets, which, in turn, are influenced by macroeconomic factors, speculation and government and central bank intervention (including the imposition of currency controls and restrictions). Fluctuations in exchange rates may affect the value of the units of the Target Fund.

#### **Interest Rates**

Interest rates are determined by supply and demand factors on the international money markets, which, in turn, are influenced by macro-economic factors, speculation and government and central bank intervention. Short-term and/or long-term fluctuations in interest rates may affect the value of the units of the Target Fund. Interest-rate fluctuations in the currency in which the units of the Target Fund are denominated may affect the value of the units of the Target Fund.

#### **Market Volatility**

Market volatility reflects the degree of instability and expected instability of the performance of the units of the Target Fund. The level of market volatility is not purely a measurement of the actual volatility, but is largely determined by the price for instruments which offer investors protection against such market volatility. The prices of these instruments are determined by forces of supply and demand in the options and financial derivative markets. These forces are, themselves, affected by factors such as actual market volatility, projected volatility, macroeconomic factors and speculation.

#### **Credit Risk**

Bonds and debt securities are generally subject to the credit risk of the issuer of the bond or debt security, which, in turn, depends on the issuer's credit rating. Bonds or debt securities from issuers with a low rating, who are more likely to default than a high-rated issuer, such as non-emerging markets, sovereign or sub-sovereign loans, are generally associated with a higher credit risk. If the issuer of bonds or debt securities experiences financial or economic difficulties, these may have an impact on the value of the bonds or debt securities (which may be zero) and on the sums paid for these bonds or debt securities (which may be nothing). This could then affect the net asset value of the Deposited Property of the Target Fund per share.

Similarly, a money market security, instrument or agreement could lose some or all of its value if the issuer or counterparty's financial health deteriorates. If the financial health of the issuer or counterparty of a money market security, instrument or agreement weakens, the value of the money market security, instrument or agreement may fall. In extreme cases, the issuer or counterparty may delay scheduled payments to investors, or may become unable to make its payments at all.

To the extent that the Target Fund hold any securities that are distressed, in default or otherwise difficult to value or to sell, distribution of the full amount of net proceeds of liquidation may be delayed. In such a case, unit holders of the Target Fund will receive their portion of proceeds due as they become available.

## **Risks Associated with Investments in High-Yield Securities**

Investments in securities in the high-yield debt category give rise to specific considerations and risks, including the risks associated with investment on international markets (such as currency fluctuations) and with investment in countries with less developed capital markets (limited liquidity, price volatility and constraints on foreign investments). These high-yield debt securities have lower credit quality and are generally regarded as speculative. The lower the credit quality, the greater the chance that an issuer may not be able to meet its principal and interest payments. These securities can also be subject to greater price volatility than higher quality debt securities, as their prices can be affected not only by interest rate risk but by overall economic news and by market perceptions of the creditworthiness of the issuer. These securities may have liquidity risk as well.

## **Risks Associated with Emerging Markets**

Investments in the securities of issuers from emerging countries give rise to special considerations and risks, including the risks generally associated with international investments, such as currency fluctuations, the risks inherent in investing in countries whose financial markets are smaller, less liquid, subject to volatility and to transaction and monitoring conditions which may vary, and where restrictions on foreign investments exist, along with the risks associated with emerging economies, such as high inflation and interest rates, high external debt and political and social uncertainties. The auditing and financial reporting standards used in some emerging markets may differ from internationally recognised standards, with the result that information on the accounts of some companies listed on such markets may not be an accurate reflection of their financial strength.

## **Prepayment Risk**

Due to investments in bonds and/or debt instruments, the units of the Target Fund may be vulnerable if interest rates decline, in view of the likelihood of debtors and mortgage debtors repaying their bonds by refinancing them at a prevailing lower rate resulting in reinvestment being made at a lower rate.

## **Management and Investment Strategy Risk**

The Target Fund may seek to generate return by attempting to anticipate the performance of certain markets in comparison with others by using arbitrage strategies. Such predictions may be wrong and result in performance lower than the management objective.

## **Use of Financial Derivatives**

Financial derivatives entail different, and sometimes more significant, risks than those associated with conventional instruments. The points below describe the main risk factors and issues associated with the use of financial derivatives.

### **Market Risk**

This is a general risk that applies to all investments: the value of a given financial derivative may fluctuate in a manner that is detrimental to the interests of the Target Fund.

### **Control and Supervision**

Financial derivatives are highly specialised instruments that require different investment techniques and risk analysis from those applied to equities and fixed-income securities. The use of a financial derivative requires an understanding not only of the underlying instrument but also of the derivative itself, without the benefit of being able to observe the performance of the derivative under all possible market conditions. More specifically, the use and complexity of financial derivatives means that adequate controls must be undertaken in order to supervise the transactions effected, to evaluate the risks that a derivative brings to the Target Fund, and to accurately predict movements in relative price, interest rates and currency rates.

## **Liquidity Risk**

Liquidity risk exists when a particular instrument is difficult to purchase or sell. If the volume of a transaction on a derivative is particularly large, or if the relevant market is illiquid (as is the case with many over the counter ("OTC") derivatives), it may not be possible to initiate a transaction or liquidate a position at an advantageous price.

## **Counterparty Risk**

A counterparty risk exists when this counterparty is unable to meet its obligations and/or a contract is terminated as a result, for example, of bankruptcy, illegal actions or a change in the tax or accounting rules applicable to these instruments at the time the contract was drawn up.

## **Other Risks**

The use of financial derivatives also carries other risks, in particular, the change in derivative valuations attributable to the various authorised valuation methods and the inability of the financial derivatives to correspond exactly to the underlying securities, rates and indices. Many financial derivatives, particularly OTC derivatives, are highly complex and are often valued subjectively. Inaccurate valuations can increase the cash payment due to the counterparty or decrease the value of the Target Fund. Financial derivatives do not always reflect or duplicate exactly, or sometimes at all, the value of the securities, rates or indices on which they are based. Consequently, the use of derivatives within the Target Fund may not always be an efficient way in which to achieve the Target Fund's investment objective and, furthermore, can sometimes produce the opposite of the expected outcome.

### **Other specific risk factors applicable to the Target Fund**

Debt securities of emerging market countries may be subject to greater risk of loss of principal and interest than debt securities issued by obligors in developed countries. The economic and political conditions in emerging market countries may differ from those in developed countries, and could offer less political and economic stability. Emerging market countries are also generally less well regulated than developed countries.

The market for debt securities of emerging market countries may be smaller and less active than that for debt securities issued by obligors in developed countries, which can adversely affect the prices at which debt securities of emerging market countries are traded. Investing in the debt securities of emerging market countries can be susceptible to significant fluctuations in price and may also carry additional risks in other areas including, but not limited to, liquidity and taxation.

Dividends will be distributed to unit holders of the Target Fund at the absolute discretion of the Management Company. Sources of income for distribution include interest income and capital gains derived from debt securities in which the Target Fund invests. Such interest income and capital gains may be adversely affected by events such as the relevant issuers of the debt securities suffering unexpected losses or having lower than expected earnings and are unable to meet their financial obligations.

If that interest income and/or capital gains are insufficient, dividends may be distributed out of the capital attributable to the relevant classes of units of the Target Fund. The declaration and/or payment of distributions (whether out of interest income, capital gains and/or capital) may have the effect of lowering the net asset values of the relevant classes of units of the Target Fund.

The Target Fund may invest in subordinated bonds which, in the case of insolvency of the issuer, rank below other debt instruments in relation to repayment, in particular below senior bonds which take priority over other debt instruments of the issuer. The chance of receiving any repayment of subordinated bonds on insolvency is reduced and therefore subordinated bonds represent a greater risk to the investor. Further, senior bonds will not necessarily receive the full amount they are owed.

Contingent Convertible Bonds ("CoCos") are higher dividend paying bonds which may convert into the issuers equity or suffer capital losses if pre-specified events occur. Investment in CoCos may result in

material losses to the Target Fund. Following certain trigger events, including an issuer's capital ratio falling below a particular level, the bond may be converted into the issuer's equity or suffer capital losses. Risks relating to investing in CoCos would be the following: coupon cancellation, partial or total reduction in the value of the security, conversion of the bond into equity, reimbursement of principal and coupon payments "subordinate" to those of other creditors with senior bonds, the possibility to call during life at predetermined levels or to extend the call. These conditions can be triggered, in whole or part, either due to financial ratios at level of the issuer or by discretionary and arbitrary decision of the latter or with the approval of the competent supervisory authority. Such securities are also innovative, yet untested and may therefore be subject to reaction of the market that may not be anticipated and that may affect their valuation and liquidity. The attractive yield offered by such securities compared to similarly rated debts may be the result of investors' undervalued risk assessment and capacity to face adverse events. Occurrence of any such risks may cause a decrease in the net asset value of the Target Fund.

## **2.4 RISK MANAGEMENT STRATEGY**

The Manager seeks to reduce/mitigate the risks associated with the Fund by imposing internal controls, compliance monitoring, and by virtue of its experience, skills and diligence.

**THE ABOVE RISKS SHOULD NOT BE CONSIDERED TO BE AN EXHAUSTIVE LIST OF THE RISKS WHICH POTENTIAL INVESTORS SHOULD CONSIDER BEFORE INVESTING INTO THE FUND. POTENTIAL INVESTORS SHOULD BE AWARE THAT AN INVESTMENT IN THE FUND MAY BE EXPOSED TO OTHER RISKS OF AN EXCEPTIONAL NATURE FROM TIME TO TIME.**

**YOU SHOULD RELY ON YOUR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF AN INVESTMENT. YOU SHOULD READ AND UNDERSTAND THE CONTENTS OF THE INFORMATION MEMORANDUM AND, IF NECESSARY, CONSULT YOUR ADVISER(S) BEFORE MAKING AN INVESTMENT DECISION.**



## CHAPTER 3: FUND INFORMATION

### 3.1 INVESTMENT OBJECTIVE

The Fund aims to achieve investment returns by investing in the Target Fund.

**Any material change to the Fund's investment objective require Unit Holders' approval.**

### 3.2 INVESTMENT POLICY AND STRATEGY

The Fund will invest a minimum of 98% of the NAV of the Fund in the Target Fund; the balance of the NAV of the Fund will be invested in liquid assets.

As the Fund is a wholesale feeder fund, the investments of the Fund will consist of a single collective investment scheme, i.e. the Target Fund. The Manager will monitor the investment objective of the Target Fund to ensure that it is consistent with the investment objective of the Fund. In view of the aforesaid, the Fund will not undertake any temporary defensive position. Accordingly, the Fund's performance will be directly correlated to the performance of the Target Fund subject to the Fund's currency hedging strategy being successful.

As the Target Fund is denominated in USD, the Manager will invest in currency forwards to reduce exposure to foreign exchange fluctuations.

*Please refer to chapter 4 for details on how the Target Fund works and the investment policies and strategies employed by the Target Fund.*

If and when the Manager considers the investment in the Target Fund is unable to meet the objective of the Fund, the Manager may choose to replace the Target Fund with another collective investment scheme that is deemed more appropriate. The Manager will seek Unit Holders' approval before any such changes are made.

### 3.3 ASSET ALLOCATION

The Fund will invest a minimum of 98% of the NAV of the Fund in the Target Fund. Up to 2% of the NAV of the Fund will be invested in liquid assets.

### 3.4 PERMITTED INVESTMENTS

Unless otherwise prohibited by the relevant authorities or any relevant law and provided always that there are no inconsistencies with the objective of the Fund, the Fund may invest in the following:

- the Target Fund or a collective investment scheme having a similar objective;
- currency forwards;
- liquid assets; and
- any other form of investments, which are in line with the objective of the Fund.

### **3.5 INVESTMENT RESTRICTIONS**

The Fund may not invest in the following:

- any fund of funds;
- any feeder fund; and
- any sub-fund of an umbrella scheme which is a fund of fund or a feeder fund.

**IN THE CASE OF THE BREACH OF REGULATORY RESTRICTIONS, WE SHALL TAKE ALL NECESSARY STEPS AND ACTIONS TO RECTIFY THE BREACH AS REQUIRED UNDER RELEVANT LAWS OR AS DIRECTED BY THE REGULATORS. IN THE CASE OF BREACH OF OTHER RESTRICTIONS SUCH AS RESTRICTIONS IMPOSED BY INTERNAL POLICIES, WE WILL TAKE STEPS AND ACTIONS TO RECTIFY THE BREACH WITHIN A REASONABLE PERIOD AS WE DEEM NECESSARY.**

### **3.6 POLICY ON GEARING**

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

- the Fund's borrowing is only on a temporary basis and that borrowings are not persistent;
- the borrowing period should not exceed a month;
- the aggregate borrowings of the Fund should not exceed 10% of the NAV of the Fund at the time the borrowing is incurred; and
- the Fund may only borrow from financial institutions.

### **3.7 BASES FOR VALUATION**

#### **Collective Investment Schemes**

The value of the units of the Target Fund will be based on the last published repurchase prices of the units of the Target Fund for the relevant day.

#### **Liquid Assets**

Amounts held in liquid assets placed with financial institutions are valued each day by reference to the nominal values and the accrued interest thereon for the relevant period.

#### **Foreign Exchange ("FX") Forwards**

FX forwards are marked-to-market. Otherwise the FX forwards will be valued at fair value, as determined in good faith by the Manager based on methods or bases which have been verified by the auditor and approved by the Trustee.

## CHAPTER 4: INFORMATION ON THE TARGET FUND

This section of the Information Memorandum provides you with information regarding the Target Fund and the people behind the management of the Target Fund as extracted from the Singapore Information Memorandum *save for certain additional information included by the Management Company*. All capitalised terms and expressions used in this section in reference to the Target Fund have the same meanings ascribed to them in the Singapore Information Memorandum as may be amended from time to time except where specifically provided in this Information Memorandum. Investors may obtain a copy of the Singapore Information Memorandum from the Manager.

### 4.1 STRUCTURE OF THE TARGET FUND

The Amundi Premia is constituted as an umbrella unit trust scheme with the sub-funds as disclosed in the annexes of the Singapore Information Memorandum. The Target Fund is one of the sub-funds.

### 4.2 REGULATORY AUTHORITY WHICH REGULATES THE TARGET FUND

Monetary Authority of Singapore.

### 4.3 MANAGEMENT COMPANY OF THE TARGET FUND

The management company of the Target Fund is Amundi Singapore Limited whose registered office is at 80 Raffles Place, #23-01 UOB Plaza, Singapore 048624.

The Management Company was incorporated in Singapore in 1989 and is one of Amundi Group's global investment centres worldwide. Amundi Singapore Limited is licensed and regulated by the Monetary Authority of Singapore and has been managing collective investment schemes and/or discretionary funds since 1989.

The Management Company has appointed Amundi (UK) Limited, a company incorporated under the laws of England and Wales, having its registered office at 41 Lothbury, London EC2R7HF, United Kingdom and registered in England with the Companies House under number 01753527, as the investment adviser of the Target Fund. Amundi (UK) Limited is authorised and regulated by the Financial Conduct Authority ("FCA") and is entered on the FCA's Financial Services Register under number 114503.

Amundi (UK) Limited will advise the Management Company with respect to the management and investments relating to the Target Fund. However, the Management Company will retain full discretion over the management and investments of the Target Fund.

### 4.4 INVESTMENT OBJECTIVE OF THE TARGET FUND

The Target Fund aims to provide regular income and return of capital at maturity, by investing primarily in USD denominated debt securities issued by corporates, governments, agencies and supra-national issuers in the global fixed income markets.

For the avoidance of doubt, the Target Fund is not a guaranteed or capital-protected product.

#### **4.5 INVESTMENT STRATEGY OF THE TARGET FUND**

The type of debt securities that the Target Fund intends to invest in would include, but is not limited to a portfolio of bonds and debt securities which have maturities close to or at its maturity date. The Target Fund shall invest in a portfolio of bonds and debt securities which will have an overall average credit rating of at least BBB- by Standard & Poor's (or other equivalent ratings), based on the highest credit rating. However, the Management Company will have no obligation to comply with such overall average credit rating in respect of the portfolio of bonds and debt securities that were invested by the Target Fund on an ongoing basis.

The Target Fund may invest in non-investment grade bonds and debt securities and the minimum credit rating of bonds and debt securities that it will invest into shall be B- by at least one of the major credit rating agencies, i.e. Standard & Poor's, Moody's or Fitch. If the credit rating of a bond or debt security held by the Target Fund falls below such minimum credit rating, the investment adviser of the Target Fund, Amundi (UK) Limited will discuss with the Management Company on an approach acceptable to the Management Company that is in the best interests of the Target Fund, and the Management Company may at its sole discretion dispose the bond or debt security or continue to hold the same without any obligation to comply with the overall average credit rating set out above.

The Target Fund may also invest in money market instruments and term deposits from time to time.

Proceeds received from instruments maturing before the maturity date of the Target Fund shall be reinvested or held in term deposits, money market instruments, short-term debt instruments and other cash and cash equivalents at the Management Company's discretion. Within the six-month period immediately preceding the maturity date of the Target Fund, the Target Fund may invest more than 30% of its net asset value in money market instruments, U.S. Treasury bills / notes and/or other short-term debt instruments. Further, within the three-month period immediately preceding the maturity date of the Target Fund, the Target Fund may hold up to 100% of its net asset value in cash and cash equivalents in anticipation of distributing investment proceeds to investors upon the Target Fund's maturity. Consequently, the investments held by the Target Fund may not be reflective of the Target Fund's investment strategy disclosed herein upon the maturity of the Target Fund's underlying investments in bonds and debt securities as the maturity date of the Target Fund approaches.

The Target Fund may from time to time invest in financial derivatives for hedging and/or efficient portfolio management.

The investment style of the Target Fund will be a combination of bottom up analysis and a buy and watch approach. The Management Company will run relative value analysis and implement sector allocations. The fundamentals, valuations, and technical factors of the securities are monitored on an on-going basis.

#### **4.6 INVESTMENT GUIDELINES OF THE TARGET FUND**

Units of the Target Fund are Excluded Investment Products. Accordingly, the Target Fund will not invest in any product or engage in any transaction which may cause the units of the Target Fund not to be regarded as Excluded Investment Products.

Without prejudice to the generality of the above, where the units of the Target Fund are Excluded Investment Products, the Management Company shall not engage in securities lending or repurchase transactions for the Target Fund, except where such securities lending or repurchase transaction are carried out solely for the purpose of efficient portfolio management and do not amount to more than 50% of the net asset value of the Target Fund. The Management Company does not currently have intention to engage in securities lending or repurchase transactions for the Target Fund but may do so in future.

The Management Company may invest in derivatives and accordingly, is subject to the provisions on derivatives as set out in the CMP Regulations for the purpose of classifying units of the Target Fund as Excluded Investment Products.

Additional investment guidelines of the Target Fund:

The Target Fund shall not invest in perpetual bonds and non-USD denominated bonds.

Subject to the investment strategy of the Target Fund, the following investment guidelines shall apply. If any of these guidelines are subsequently not met, the investment adviser of the Target Fund will discuss with the Management Company on an approach acceptable to the Management Company that is in the best interests of the Target Fund, and the Management Company may at its sole discretion take (or refrain from taking) such action as it deems fit.

- Asset allocation range:
  - developed markets: 50 – 60% of the net asset value of the Target Fund;
  - emerging markets: 40 – 50% of the net asset value of the Target Fund;
- Maximum tenure of underlying issues:
  - issues with maturity date beyond the Target Fund's maturity date: maximum 10% of the net asset value of the Target Fund, with maximum 6-months maturity beyond the Target Fund's maturity date;
- Country allocation:
  - China: maximum 15% of the net asset value of the Target Fund;
  - Argentina, Russia and Turkey: no allocation;
  - each other country: maximum 30% of the net asset value of the Target Fund;
- Sector allocation:
  - real estate and banks: maximum 30% of the net asset value of the Target Fund for each sector;
  - each other sector: maximum 20% of the net asset value of the Target Fund;
- Number of holdings: 40 – 60;
- Rating allocation:
  - high yield bonds: maximum 40% of the net asset value of the Target Fund;
  - bonds with rating of B+ and below: maximum 15% of the net asset value of the Target Fund;
  - investment grade bonds: minimum 60% of the net asset value of the Target Fund;
  - unrated bonds: no unrated bonds;
- Single issuer limit for investment grade bonds: maximum 5% of the net asset value of the Target Fund;
- Single issuer limit for high yield bonds:
  - for each issuer with rating of BB or B: maximum 2% of the net asset value of the Target Fund;
- Restrictions on callable bonds: maximum 30% of the net asset value of the Target Fund; and
- Restrictions on subordinated bonds: maximum 30% of the net asset value of the Target Fund and must be investment grade.

#### **4.7 VALUATION OF THE TARGET FUND**

Save as otherwise expressly provided herein, and subject to all applicable laws and regulations, for the purpose of determining the value of any Deposited Property or any part thereof or any investment comprised or to be comprised therein by the Management Company or its duly authorised agents (including, without limitation, any fund administrator for the Target Fund):

- the value shall be determined as at each valuation point in respect of the relevant dealing day of the Target Fund;
- the value of a Quoted Investment (save for securities, interests or units of a closed-end fund which is listed on any Recognised Market and regularly traded thereon, in which case such securities, interests or units shall be valued in accordance with Clause 8.1(g) of the deed of the Target Fund shall be calculated based on the latest known closing price of such Quoted Investment on which the Quoted Investment is traded in respect of the relevant dealing day of the Target Fund for which the value is to be determined and, if such Quoted Investment is listed, dealt or traded in more than one Recognised Market, on the basis of the latest known closing price on such Recognised Market as selected by the Management Company (or such person as the Management Company shall appoint for the purpose) in their absolute discretion for the foregoing purposes. If the latest known closing price is not representative, the value shall be determined based on a reasonably foreseeable sales price to be determined by the Management Company prudently and in good faith;
- the value of any Unquoted Investment or in the event that the value of a Quoted Investment determined pursuant to Clause 8.1(b) of the deed of the Target Fund is not representative of the fair market value of such Quoted Investment, the value of such Unquoted Investment or such Quoted Investment (as the case may be) shall be assessed on the basis of their foreseeable sales price estimated by the Management Company prudently and in good faith;
- the value of any cash on hand or on deposit, bills, demand notes and accounts receivables, prepaid expenses, dividends and interests matured but not yet received shall be represented by the par-value of these assets, except however if it appears that such value is unlikely to be received. In the latter case, the value shall be determined by the Management Company by deducting a certain amount to reflect the true value of such investments;
- the value of the units in any open-ended unit trust or shares or participations in open-ended mutual funds shall be the actual net asset value for such units, shares or participations as of the relevant valuation point, or valued based on the market value under the condition that this valuation reflects the most adequate price. If the latter is not the case, such units, shares or participations shall be valued at the estimated net asset value as of such valuation point, or if no such estimated net asset value is available they shall be valued at the last available actual or estimated net asset value provided that if events have occurred which may have resulted in a material change in the net asset value of such units, shares or participations since the date on which such actual or estimated net asset value was calculated, the value of such units, shares or participations may be adjusted in order to reflect, in the reasonable opinion of the Management Company, such change;
- the value of securities, interests or units of a closed-end fund which is listed on any Recognised Market and regularly traded thereon will be based on the current market value or if no market value is available at its last closing price on the relevant dealing day of the Target Fund or at the last available closing price under the condition that this valuation reflects the most adequate price;
- the value of futures, forward and options contracts, not traded on a Recognised Market, shall mean their net value determined, pursuant to the policies established in good faith by the Management Company in a fair and reasonable manner, on a basis consistently applied for each such contracts. The value of futures, forward and options contracts traded on a Recognised Market shall be based upon the last available settlement prices of such contracts on such Recognised Market; provided that if a futures, forward or options contract could not be liquidated on the day with respect to which the net asset value is being determined, the basis for determining the value of such contract shall be such value as the Management Company may deem fair and reasonable; and
- any other property forming part of the Authorised Investments shall be valued at fair market value, as determined in good faith pursuant to procedures established by the Management Company.

#### 4.8 SUSPENSION OF DEALINGS OF THE TARGET FUND

The Management Company or the trustee of the Target Fund may, with the prior written approval of the other, at any time suspend the issue of units of the Target Fund and right of unit holders of the Target Fund or class of units of the Target Fund to require the realisation of units of the Target Fund or class of units of the Target Fund and the calculation of the net asset value of the Deposited Property of the Target Fund or class of units of the Target Fund under the following circumstances:

- any period when any Recognised Market, on which any Authorised Investments forming part of the Deposited Property of the Target Fund for the time being are listed or dealt in, is closed (otherwise than for ordinary holidays) or during any period which dealings on any such Recognised Market are restricted or suspended;
- the existence of any state of affairs in which, in the opinion of the Management Company and/or the trustee of the Target Fund, the calculation of the net asset value of the Deposited Property during such period, may prejudice the interests of the unit holders of the Target Fund or class of units of the Target Fund as a whole;
- any breakdown in the means of communication normally employed in determining the value of any Authorised Investments forming part of the Deposited Property of the Target Fund or the current value of such Authorised Investments on the Recognised Market or when for any reason the prices or value of any of such Authorised Investments cannot be promptly and accurately ascertained (including any period when the fair value of a material portion of the Authorised Investments cannot be determined);
- during any period when the transfer of funds which will or may be involved in the realisation of any Authorised Investments forming part of the Deposited Property of the Target Fund or in the payment for such Authorised Investments cannot, in the opinion of the Management Company with notification to the trustee of the Target Fund, be effected promptly at normal rates of exchange;
- where the Target Fund is a feeder fund or fund of funds, during any period when dealings in the units or shares of the Underlying Entity or Underlying Entities are restricted or suspended;
- any period when the business operations of the Management Company (or its duly authorised agents) or the trustee of the Target Fund in relation to the operation of the Target Fund or the Amundi Premia are substantially interrupted or closed as a result of or arising from pestilence, acts of war, terrorism, insurrection, revolution, civil unrest, riots, strikes or acts of God;
- any 48-hour period (or such longer period as the Management Company and the trustee of the Target Fund may agree) prior to the date of any meeting of unit holders of the Target Fund (or any adjournment thereof); or
- any period where dealing of units of the Target Fund is suspended pursuant to any order or direction of the Monetary Authority of Singapore or any other regulatory authority.

In addition, the issue of units of the Target Fund may be suspended during any period when remittance of money for purposes of payment of such units cannot be effected for any reason whatsoever.

Any payment for any units of the Target Fund or class of units of the Target Fund realised before the commencement of any such suspension but for which payment has not been made before the commencement thereof may, if the Management Company so determines, be deferred until immediately after the end of such suspension. Provided the requisite approvals are obtained, such suspension shall take effect forthwith upon the declaration in writing thereof by the Management Company to the trustee of the Target Fund, and shall terminate on the business day of the Target Fund following the first business day of the Target Fund on which the condition giving rise to the suspension shall have ceased to exist (and such cessation having been confirmed in writing by the Management Company to the trustee of the Target Fund).

#### 4.9 REALISATION OF UNITS OF THE TARGET FUND

Units of the Target Fund may be realised (by a unit holder of the Target Fund) in accordance with the terms set out in the Singapore Information Memorandum.

The Management Company may, with a view to protect the interests of all unit holders of the Target Fund and with approval of the trustee of the Target Fund, limit the total number of units of the Target Fund which unit holders of the Target Fund may realise on any dealing day of the Target Fund to 10% of the total number of units of the Target Fund in issue (disregarding any units of the Target Fund which have been agreed to be issued for the particular dealing day of the Target Fund) or such other percentage of the total number of units of the Target Fund in issue as the Management Company may, in consultation with the trustee of the Target Fund, determine. Such limitation shall be applied pro rata to all unit holders of the Target Fund who have validly requested realisations on such dealing day of the Target Fund. Any units of the Target Fund not realised shall be realised on the next dealing day of the Target Fund, subject to the same limitation. Requests for realisations which have been carried forward from an earlier dealing day of the Target Fund shall be dealt with in priority to later requests.

**Note: Investors should note that if the Fund's redemption request is deferred or suspended by the Target Fund, there may be a delay in the payment of proceeds to the Unit Holders and the Manager may also suspend the purchase and/or redemption of Units of the Fund as long as the Target Fund is suspended. Please refer to Section 6.5 "Redemption of Units" of this Information Memorandum for more information.**

#### 4.10 FEES CHARGED BY THE TARGET FUND

##### *Direct Fees charged by the Target Fund*

###### **Subscription fee:**

No subscription fee is charged for investments in the OU class of the Target Fund.

###### **Realisation fee:**

Nil.

##### *Indirect Fees Charged to the Target Fund (based on unswung net asset value of the Target Fund)*

###### **Management fee:**

No annual management fee is charged for investments in the OU class of the Target Fund.

###### **Trustee fee:**

The amount of the remuneration payable to the trustee of the Target Fund shall be net of all applicable goods and services tax imposed in Singapore or elsewhere and shall be up to 0.04% per annum of the net asset value of the Deposited Property (subject to a minimum fee of USD8,000 per annum for the first year and USD10,000 per annum thereafter).

The trustee's fee of the Target Fund shall be paid to the trustee of the Target Fund exclusive of any deduction, withholding or other payment required on account of tax or otherwise (which shall be borne by the Target Fund) to the extent that such trustee's fee of the Target Fund shall be a net sum equal to what the trustee of the Target Fund would have received and retained as the trustee's fee of the Target Fund had no such deduction, withholding or other payment, been required or made.

Other fees include:

- custodian fee;



- administration fee;
- audit fees;
- tax filing fees; and
- Foreign Account Tax Compliance Act /Common Reporting Standard filing fees.

#### **4.11 DISTRIBUTION POLICY FOR THE TARGET FUND**

Dividends will be distributed to unit holders of the Target Fund at the absolute discretion of the Management Company. In respect of the Target Fund, if interest income and/or capital gains are insufficient, dividends may be distributed out of the capital attributable to the relevant class of units of the Target Fund. The declaration and/or payment of distributions (whether out of interest income, capital gains and/or capital) may have the effect of lowering the net asset value of the relevant class of units of the Target Fund.

The Management Company currently intends to make quarterly distributions at such rate as the Management Company may determine at its discretion for each class of units of the Target Fund. There is no guarantee, assurance and/or certainty that the Management Company's intention to make such periodic payouts will be achieved.

#### **4.12 SWING PRICING OF THE TARGET FUND**

On dealing days when the Management Company believes that trading in the Target Fund's units will require significant purchases or sales of portfolio investments, it may adjust the Target Fund's net asset value to more closely reflect the actual prices of the underlying transactions, based on estimated dealing spreads, costs, and other market and trading considerations. In general, the net asset value of the Target Fund will be adjusted upward when there is strong demand to buy units of the Target Fund and downward when there is strong demand to realise units of the Target Fund.

Such adjustment may be carried out when the aggregate net subscriptions or net realisations in units of the Target Fund exceeds a pre-determined threshold set by the Management Company from time to time and if the Management Company considers it in the best interest of the unit holders of the Target Fund. The Management Company will notify the trustee of the Target Fund of the application of such adjustment.

The rate of adjustment may vary over time and will not normally exceed 5% of the net asset value per unit of the Target Fund. Subject to applicable laws and regulations, the Management Company may, in consultation with the trustee of the Target Fund, temporarily apply an adjustment exceeding this limit from time to time when there are extreme market conditions and if necessary to protect the interests of unit holders of the Target Fund. In such a case, the Management Company will notify affected unit holders of the Target Fund.

As the Target Fund will be closed to subsequent subscriptions after the initial offer period of the Target Fund (unless the Management Company, in its absolute discretion and without issuing any prior notice to existing unit holders of the Target Fund, determines to re-open a particular class or classes of units of the Target Fund to subsequent subscriptions), in practice after the initial offer period of the Target Fund (except during the re-opened period) only downward price adjustment may be triggered for realising investors in the relevant circumstances. In such case, the amount of realisation proceeds (or the number of units of the new class of the Target Fund) received by the unit holders of the Target Fund will decrease.

## CHAPTER 5: FEES, CHARGES AND EXPENSES

### *Expenses directly incurred by Unit Holders.*

#### **5.1 SALES CHARGE**

Up to 3.00% of the Offer Price of the respective Class will be imposed by the Manager.

Note:

The Manager reserves the right to waive and/or reduce the sales charge from time to time at its absolute discretion.

Investors may negotiate for a lower sales charge through the sales and promotional campaigns from time to time or alternatively, investors may negotiate with their preferred distributors for a lower sales charge. Investment through the distributors shall be subject to their respective terms and conditions.

#### **5.2 REDEMPTION CHARGE**

Nil. However, the Target Fund's swing pricing policy would be applicable.

Please refer to Section 4.12 of this Information Memorandum for the Target Fund's swing pricing policy.

#### **5.3 TRANSFER FEE**

Nil.

#### **5.4 SWITCHING FEE**

Nil.

#### **5.5 OTHER CHARGES**

Charges, for instance bank charges, telegraphic charges and courier charges, are borne by the Unit Holders in order to execute transaction on behalf of the Unit Holders.

### *Expenses indirectly incurred by Unit Holders.*

With the creation of multi-class in this Fund, the indirect fees and/or expenses for the Fund are apportioned based on the size of the Class relative to the entire Fund. A multi-class ratio ("MCR") is therefore calculated by taking the value of a Class (before income and expenses) for a particular day and dividing it with the value of the Fund (before income and expenses) for that same day. This apportionment is expressed as a ratio and calculated as a percentage.

Please see the illustration under Section 6.2 of this Information Memorandum for more information.

#### **5.6 MANAGEMENT FEE**

The Manager is entitled to the management fee of up to 0.60% per annum of the NAV of the Fund, calculated and accrued daily and payable monthly to the Manager. This fee is calculated using the base currency of the Fund and is apportioned to each Class based on the MCR.

Please note that the example below is for illustration only:

Assuming the NAV of the Fund (before deducting the management fee and trustee fee) for a particular day is USD20,000,000 with a management fee of 0.60% per annum, then the accrued management fee for that day would be:-

$$\frac{\text{USD20,000,000} \times 0.60\%}{365 \text{ days}} = \text{USD328.77 per day}$$

Total management fee payable = USD328.77

*Note: In the event of a leap year, the computation will be based on 366 calendar days.*

## 5.7 TRUSTEE FEE

The Trustee is entitled to a fee of 0.02% per annum of the NAV of the Fund, subject to a minimum fee of RM12,000 per annum (excluding foreign custodian fees and charges). The trustee fee is calculated and accrued daily and payable monthly to the Trustee. This fee is calculated using the base currency of the Fund and is apportioned to each Class based on the MCR.

Please note that the example below is for illustration only:

Assuming that the NAV of the Fund is USD20,000,000 for the day, the accrued trustee fee for that day would be:-

$$\frac{\text{USD20,000,000} \times 0.02\%}{365 \text{ days}} = \text{USD10.96 per day}$$

Total trustee fee payable = USD10.96

*Note: In the event of a leap year, the computation will be based on 366 calendar days.*

## 5.8 OTHER EXPENSES

The following is a list of the expenses which are directly related and necessary to the operation and administration of the Fund:

- audit fees;
- commission or fees paid to brokers/dealers;
- sub-custodian fees and charges;
- tax adviser's fee;
- taxes and other duties imposed by the government and/or other authorities;
- valuation fees incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;
- cost for modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;
- costs incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;
- fees, charges, costs and expenses relating to the preparation, printing, posting, registration and lodgement of documents and reports which the Manager and/or the Trustee may be obliged to prepare, print, post, register and/or lodge in relation to the Fund by virtue of any relevant law; and
- any other expenses allowed under the Deed.

All Fund expenses are apportioned to each Class based on the MCR.

**Please refer to Section 4.10 of this Information Memorandum for the fees charged by the Target Fund.**

## **5.9 REBATES AND SOFT COMMISSION**

The Manager will not retain any rebates or otherwise share in any commission from any dealer in consideration for direct dealings in the investments of the Fund. Accordingly, any rebates and shared commissions will be directed to the account of the Fund.

**Notwithstanding the aforesaid, the Manager may receive goods or services by way of soft commissions provided always that the goods or services are of demonstrable benefit to the Fund or Unit Holders in the form of research and advisory services that assist in the decision-making process relating to the Fund's investments. Any transaction carried out by or on behalf of the Fund shall be executed on terms which are the best available for the Fund.**

## **5.10 TAX**

The Manager, the Trustee and other service providers may impose any tax in addition to any fees and/or charges in respect of any Units, and the Unit Holder and/or the Fund (as the case may be) shall pay all such tax as may be applicable.

Investors should be aware that all fees, charges and expenses referred to or quoted in this Information Memorandum and the Deed are subject to any tax.

## CHAPTER 6: TRANSACTION INFORMATION

### 6.1 VALUATION POINT

The Fund will be valued on every Business Day (T) except during the Offer Period.

The Fund adopts a forward pricing basis which means that the price of a Unit will be calculated based on the NAV of the Unit at the next valuation point.

The Fund adopts the single pricing policy for any transactions. Under this regime, both the Selling Price of Units and the Redemption Price of Units are fixed at the Offer Price during the Offer Period. After the Offer Period, the Redemption Price will be the NAV per Unit of the Fund as at the next valuation point after the redemption request is received by the Manager.

As the value of the Fund's investment in the Target Fund at the close of a Business Day will only be determined at the end of the following Business Day (T+1) to cater for the foreign securities or instruments of the Target Fund, the valuation of the Units in respect of a particular Business Day can only be carried out 2 Business Days later (T + 2).

Accordingly, if requests for redemption are received before the cut-off time of 12.00 p.m. on a Business Day, say, Tuesday, the price of the Units in respect of the requests will be calculated based on the valuation of the Units done on Thursday. Similarly, requests for redemption received after 12.00 p.m. on Tuesday will be taken as transactions received on Wednesday as the dealing cut-off time on a Business Day is 12.00 p.m., therefore, the price of the Units in respect of the requests will be calculated on the valuation of the Units done on Friday. The NAV per Unit will be available at 6.00 p.m. on the day following the valuation which resulted in the said prices.

The price of Units will be made available through the Manager's website at [www.amundi.com.my](http://www.amundi.com.my) and any other service provider's website. Alternatively, Unit Holders may contact the distributor or the Manager directly during business hours to obtain the latest price of the Fund or any information with regards to the service provider's website.

### 6.2 COMPUTATION OF NAV OF THE FUND AND NAV PER UNIT OF THE CLASS(ES)

The valuation of the Fund will be performed in the Fund's base currency i.e. USD. As such, all assets that are not denominated in USD will be converted to USD for valuation purposes. The foreign exchange rate used for this purpose shall be based on the bid exchange rate quoted by Reuters at 4.00 p.m. (United Kingdom time) which is equivalent to 11.00 p.m., on the same day or 12.00 a.m. midnight (Malaysian time), or such other time that is consistent with the industry best practices.

NAV of the Fund is determined on every Business Day at the valuation point by deducting the value of the Fund's liabilities from the value of the Fund's assets. The liabilities are inclusive of the management fee and trustee fee.

The NAV per Unit of a Class is the NAV of the Fund attributable to a Class divided by the number of Units in circulation for that particular Class, at the same valuation point.

Illustration on Computation of NAV of the Fund and NAV per Unit of the Class:

		<b>Fund Total (Base currency: USD)</b>	<b>RM Class</b>	<b>USD Class</b>
<b><u>Offer Period (T Day)</u></b>				
Subscription amount received	A		RM 40,000,000.00	USD 10,300,000.00
Offer Price	B		RM 1.0000	USD 1.0000
Units in Circulation	$C=A/B$		40,000,000.00	10,300,000.00
Foreign exchange ("FX") translation on T Day	D		0.23	1
Value of the Fund ( <b>USD</b> )	$E=A*D$	USD 19,500,000.00	USD 9,200,000.00	USD 10,300,000.00
<b><u>T+1 Day</u></b>				
Opening Value of the Fund	E	USD 19,500,000.00	USD 9,200,000.00	USD 10,300,000.00
Multi-class Ratio (MCR)	F	100%	47%	53%
Add: Income [proportioned based on MCR]	G	USD 1,000,000.00	USD 471,794.87	USD 528,205.13
Less: Expenses [proportioned based on MCR]	H	-USD 500,000.00	-USD 235,897.44	-USD 264,102.56
NAV before management fee and trustee fee for the day	$I=E+G-H$	USD 20,000,000.00	USD 9,435,897.44	USD 10,564,102.56
Less: Management fee of the day (0.60% per annum of the NAV of the Fund) [proportioned based on MCR]	$J=I*0.60\%/365$	-USD 328.77	-USD 155.11	-USD 173.66
Less: Trustee fee of the day (0.02% per annum of the NAV of the Fund) [proportioned based on MCR]	$K=I*0.02\%/365$	-USD 10.96	-USD 5.17	-USD 5.79
NAV of the Fund	$L=I-J-K$	USD 19,999,660.27	USD 9,435,737.15	USD 10,563,923.12
Units in Circulation	C		40,000,000.00	10,300,000.00
NAV per Unit in base currency ( <b>USD</b> )	$M=L/C$		USD 0.2359	USD 1.0256
FX translation on T+1 Day	N		0.25	1
NAV per Unit in Class currency	$O=M/N$		RM0.9436	USD 1.0256

Note:

- 1) Based on the assumption that the Offer Period is from 10<sup>th</sup> August 2020 to 25<sup>th</sup> August 2020.
- 2) The MCR is derived based on the size of the Class relative to the entire Fund. The MCR is calculated by taking the value of a Class (before income and expenses) for a particular day divided by the value of the Fund (before income and expenses) for the same day. The apportionment is expressed as a ratio and calculated as a percentage.

### 6.3 PRICING OF UNITS

#### **Selling Price**

The Selling Price of a Unit is the Offer Price of the respective Class.

For illustration purposes, we assume the following in relation to the RM Class:

- (i) Amount invested by investor : RM1,000,000
- (ii) Offer Price of RM Class : RM1.0000
- (iii) Sales charge : 3.00% of the Offer Price of RM Class

Total Units allotted for the investment	=	$\frac{\text{Amount invested}}{\text{Offer Price of RM Class}}$
	=	$\frac{\text{RM1,000,000}}{\text{RM1.0000}}$
	=	1,000,000 Units

Total amount paid by Unit Holder	=	Amount invested + Sales charge
		RM1,000,000 + RM30,000
	=	RM1,030,000

### **Redemption Price**

The Redemption Price of a Unit shall be the Offer Price during the Offer Period and thereafter, the NAV per Unit of the respective Class at the valuation point. For illustration purposes, we assume the Unit Holder wants to redeem 250,000 Units for the RM Class.

- (i) Number of Units redeemed : 250,000 Units
- (ii) Redemption Charge : Nil (subject to the swing pricing policy of the Target Fund)
- (iii) NAV per Unit : RM1.0000

Redemption Price per Unit	=	RM1.0000
Redemption Proceeds	=	Units to redeemed x Redemption Price (subject to the swing pricing policy of the Target Fund)
	=	250,000 x RM1.0000
	=	RM250,000

## 6.4 APPLICATION FOR UNITS

Investors may subscribe by completing and executing the subscription application and delivering the said application and payments (either by cheque or telegraphic transfer) to the Manager before 4.00 p.m. (Malaysia Time) on any Business Day during the Offer Period only. The minimum initial investment for RM Class and USD Class is as follows:

<b>RM Class</b>	<b>USD Class</b>
RM10,000 or such other amount as the Manager may prescribe from time to time.	USD5,000 or such other amount as the Manager may prescribe from time to time.

The minimum additional investment for RM Class and USD Class is as follows:

<b>RM Class</b>	<b>USD Class</b>
RM1,000 or such other amount as the Manager may prescribe from time to time.	USD1,000 or such other amount as the Manager may prescribe from time to time.

No Units will be issued unless and until the application and the relevant payments have been received in cleared funds by or on behalf of the Fund by the subscription deadline. Subscriptions will be processed on every Business Day during the Offer Period. Subscriptions received within the deadline will be processed based on the Offer Price. No Units will be available for purchase after the expiry of the Offer Period.

## 6.5 REDEMPTION OF UNITS

Unit Holders may make requests for redemption on any Business Day by giving a redemption application to the Manager by 12.00 p.m. (Malaysia time). The redemption amount payable to Unit Holders will be determined by the NAV per Unit on the relevant Business Day. Redemption applications received after the redemption deadline will be processed on the following Business Day. The Manager reserves the right to suspend redemptions in certain circumstances, such as where the Manager considers it to be in the interests of Unit Holders as a whole, or where sufficient interests in the underlying investments cannot be realised.

The minimum redemption amount for each Class shall be 1,000 Units or such other amount as the Manager may prescribe from time to time. In the case of a partial redemption, if a redemption request results in a Unit Holder holding less than 10,000 Units for RM Class, or 5,000 Units for USD Class (the minimum holding requirement), the Unit Holder will be required to redeem all the remaining Units held by the Unit Holder in the Fund.

In normal circumstances, the Manager will make payment of redemption proceeds within 12 Business Days of receipt of a duly completed redemption application. Redemption proceeds will be paid to the Unit Holder's segregated personal or corporate banking account.

Unit Holders should note that the time taken to pay the redemption proceeds to the Unit Holders (i.e. 12 Business Days) may be extended or delayed if:

- (i) the Target Fund is suspended\*; or
- (ii) the Target Fund receives redemption requests which amounts to more than 10% of the number of units or of the assets of the Target Fund.

Should any of the above events occur, the Manager may not be able to pay the redemption proceeds to the Unit Holders within 12 Business Days. The redemption payment period in such circumstances shall not exceed 15 Business Days from the receipt of the completed redemption application by the Manager.



*Note:*

*\*During the period when the Target Fund is suspended, the Management Company will not accept any subscriptions and/or redemptions and the calculation of the Target Fund's net asset value will be suspended. In accordance with the provisions in the Deed, the Manager may also suspend the purchase and/or redemption of Units of the Fund as long as the Target Fund is suspended.*

## **6.6 SWITCHING OR TRANSFER OF UNITS**

### ***Transfer of Units***

The Fund will not have any transfer facility.

### ***Switching between Classes / funds***

The Fund will not have any switching facility.

## **6.7 POLICY ON ROUNDING ADJUSTMENTS**

The calculation of the NAV per Unit and redemption of Units will be rounded to the nearest 4 decimal places.

## **6.8 ERROR IN PRICING**

Subject to any relevant law, if there is an error in the valuation and/or pricing of the Fund and/or NAV per Unit of the Fund, the Manager will take immediate remedial action to correct the error. Rectification shall, where necessary, extend to the reimbursements of money as follows if the error is, at or above the significant threshold of 0.5% of the NAV per Unit:

- (a) if there is an over pricing in relation to the redemption of Units, the Manager shall reimburse the Fund; and
- (b) if there is an under pricing in relation to the redemption of Units, the Fund shall reimburse the Unit Holder or former Unit Holder.

The Manager retains the discretion whether or not to reimburse if the error is below 0.5% of the NAV per Unit or where the total impact on an individual account is less than RM10.00 or an equivalent denomination in the currency that a particular Class is denominated as the reprocessing costs might be greater than the adjustment amount.

## **6.9 PERIODIC REPORTING TO UNIT HOLDERS**

Unit Holders will receive the following statements and reports in a financial year:

- Confirmation of investment statements detailing his investment, which will be sent within 10 Business Days from the date monies are received by the Manager for investment in the Fund. This confirmation will include details of the Units purchased and the purchase price;
- Monthly statements of account which shows the balance of Unit Holders' investments and all transactions made during the month, distribution details and investment value;
- Quarterly reports containing information of the Fund, a report on the Fund's performance and financial statements for the accounting period. The quarterly reports will be dispatched to all Unit Holders within 2 months from the close of each financial quarter;
- An annual report containing information of the Fund, a report on the Fund's performance, audited financial statements for the accounting period and auditor's report. The annual report will be dispatched to all Unit Holders within 2 months from the close of each financial year.

#### **6.10 DISTRIBUTION POLICY**

The Fund will distribute income quarterly, subject to the availability of income.

***Investors in Malaysia intending to invest in foreign currencies are required to have a foreign currency account with any financial institution in Malaysia as all transactions relating to the foreign currencies will be made by telegraphic transfers. Investors investing in this Fund must comply with the relevant BNM Foreign Exchange Administration rules and notices (“FEA Rules”), where applicable. Investors are advised to seek professional advice on the FEA Rules before making any investment decisions.***

## **CHAPTER 7: THE PEOPLE BEHIND THE MANAGER**

### **7.1 BACKGROUND OF THE MANAGER**

Amundi Malaysia is a holder of a Capital Markets Services Licence for the regulated activity of fund management issued by the SC under the CMSA and provides professional investment services for clients looking to invest in the fixed income and equity markets within Malaysia and globally.

Amundi Malaysia was licensed since August 2008 as a foreign fund management company under the Special Scheme\* and became the 4<sup>th</sup> foreign fund management company to enter the market through a 100 % foreign owned company.

*\*The Special Scheme is part of SC's efforts under the Capital Market Masterplan to broaden the participation and accelerate growth of the investment management industry by approving foreign fund management companies to operate in Malaysia and be able to provide a greater range of services and product choice for local investors.*

### **7.2 DUTIES AND RESPONSIBILITIES OF THE MANAGER**

The Manager is responsible for the sales and management of the Fund. It also has a duty to ensure that the general administration of the Fund is done in accordance with the provisions of this Information Memorandum and the Manager's internal policies. In fulfilling its responsibility, the Manager undertakes, among others, the following functions:

- Monitoring the Target Fund and the Management Company;
- Maintaining proper records for the Fund and the register of Unit Holders;
- Calculating the amount of income for cash distributions/unit splits to Unit Holders;
- Providing sales, marketing and customer service support to Unit Holders;
- Ensuring compliance with internal procedures and all relevant laws.

### **7.3 ROLE OF THE INVESTMENT MANAGEMENT TEAM**

The fund management team undertakes the following key functions:

- Formulates, establishes and implements investment strategies and policies;
- Continually review and monitor the success of these strategies and policies using predetermined benchmarks towards achieving a proper performance for the Fund;
- Ensure investment guidelines and regulations are complied with.

## CHAPTER 8: THE TRUSTEE

### **About SCBMB Trustee Berhad**

SCBMB Trustee Berhad (“STB”), a company incorporated in Malaysia under the Companies Act 1965 on 13 June 2012 and registered as a trust company under the Trust Companies Act 1949. Its business address is at Level 23, Equatorial Plaza, Jalan Sultan Ismail, 50250 Kuala Lumpur.

STB’s trustee services are supported by Standard Chartered Bank Malaysia Berhad (“SCBMB”), a subsidiary of Standard Chartered PLC, financially and for other various functions including but not limited to compliance, legal, operational risks and internal audit.

### **Experience in Trustee Business**

STB has been registered and approved by the SC on 18 February 2013 to act as trustee for unit trust schemes approved or authorized under the Capital Markets and Services Act 2007. STB has suitably qualified and experienced staff in the administration of unit trust funds who have sound knowledge of all relevant laws. STB is the appointed trustee for twenty-one (21) wholesale funds, seventeen (17) unit trust funds and appointed custodian for eight (8) private mandate funds.

### **Roles, Duties and Responsibilities of the Trustee**

The Trustee’s main functions are to act as trustee and custodian of the assets of the Fund and to safeguard the interest of Unit Holders of the Fund. In performing these functions, the Trustee has to exercise due care and vigilance and is required to act in accordance with the provisions of the Deed, the laws and all relevant guidelines.

The Trustee also assume an oversight function on the management company by ensuring that the management company performs its duties and obligations in accordance with the provisions of the Deed, the laws and all relevant guidelines.

### **Trustee’s Responsibility Statement**

The Trustee has given its willingness to assume the position as trustee of the Fund and all the obligations in accordance with the Deed, all relevant laws and all relevant guidelines.

### **Trustee’s Obligation**

The Trustee’s obligation in respect of monies paid by an investor for the application of Units arises when the monies are received in the relevant account of the Trustee for the Fund and the Trustee’s obligation is discharged once it has paid the redemption amount to the Manager.

### **Trustee’s Disclosure of Material Litigation and Arbitration**

As at LPD, the Trustee is not engaged in any material litigation and arbitration, including those pending or threatened, and is not aware of any facts likely to give rise to any proceedings which might materially affect the business and/or financial position of the Trustee or any of its delegates.

### **Trustee’s Delegate**

The Trustee has appointed Standard Chartered Bank (Malaysia) Berhad (SCBMB) as custodian of the quoted and unquoted assets of the Fund. The custodian provides custody services to domestic, foreign, retail and institutional investors. The assets are registered in the name of the Trustee to the order of the Fund and held through the custodian’s wholly owned subsidiary and nominee company Cartaban Nominees (Tempatan) Sdn Bhd.

SCBMB was incorporated on 29 February 1984 in Malaysia under the Companies Act 1965 as a public limited company and is a subsidiary of Standard Chartered PLC (the holding company of a global banking group). SCBMB was granted a license on 1 July 1994 under the Banking and Financial Institutions Act, 1989 (now known as the Financial Services Act 2013). SCBMB has been providing custody services for more than twenty (20) years and has been providing sub-custody services to local investors in Malaysia since 1995.

The roles and duties of SCBMB as the trustee's delegate inter alia are as follows:

1. to act as custodian for the local and selected cross-border investment of the fund(s) and to hold in safekeeping the assets of the fund(s);
2. to provide corporate action information or entitlements arising from the underlying assets and to provide regular reporting on the activities of the invested portfolios;
3. to maintain proper records on the assets held to reflect the ownership of the assets belong to the respective client;
4. to collect and receive for the account of the clients all payments and distribution in respect of the assets held.

The custodian acts only in accordance with instructions from the Trustee.

The Trustee may have related party transactions involving or in connection with the Fund in the following events:

1. where the Fund invests in the products offered by SCBMB and any of its group companies (e.g. money market placement, etc.);
2. where the Manager appoints SCBMB to perform its back office functions (e.g. fund accounting and valuation);
3. where the Manager utilized the services offered by SCBMB (e.g. sukuk brokerage services, etc.); and
4. where the Trustee has delegated its custodian functions for the Fund to SCBMB.

The Trustee will rely on the Manager to ensure that any related party transactions, dealings, investments and appointments are on terms which are the best that are reasonably available for or to the Fund and are on an arm's length basis as if between independent parties. While the Trustee has internal policies intended to prevent or manage conflicts of interests, no assurance is given that their application will necessarily prevent or mitigate conflicts of interests. The Trustee's commitment to act in the best interests of the Unit Holders of the Fund does not preclude the possibility of related party transactions or conflicts.

## **CHAPTER 9: RIGHTS AND LIABILITIES OF UNIT HOLDERS**

### **9.1 RIGHTS OF UNIT HOLDERS**

As a Unit Holder of the Fund, and subject to the provisions of the Deed, you have the right to:

- receive distributions of income, if any, from the Fund;
- participate in any increase in the value of the Units;
- call for Unit Holders' meetings and to vote for the removal of the Trustee or the Manager through a Special Resolution;
- to receive monthly statements, quarterly and annual reports on the Fund; and
- to enjoy such other rights and privileges as provided for in the Deed.

No Unit Holder shall be entitled to require the transfer to him of any of the assets of the Fund or be entitled to interfere with or question the exercise by the Trustee, or the Manager on the Trustee's behalf, of the rights of the Trustee as the registered owner of such assets.

### **9.2 LIABILITIES OF UNIT HOLDERS**

- No Unit Holder is liable for any amount in excess of the purchase price paid for the Units as determined pursuant to the Deed at the time the Units were purchased.
- A Unit Holder shall not be under any obligation to indemnify the Manager and/or the Trustee in the event that the liabilities incurred by the Manager and/or the Trustee in the name of or on behalf of the Fund pursuant to and/or in the performance of the provisions of the Deed exceed 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.

## **CHAPTER 10: POWER TO CALL FOR A UNIT HOLDERS' MEETING**

### **10.1 POWER TO CALL FOR A UNIT HOLDERS' MEETING**

A Unit Holders' meeting may be called by the Manager, Trustee and/or Unit Holders. Any such meeting must be convened in accordance with the Deed.

The Unit Holders may apply to the Manager to summon a meeting for any purpose including without limitation, for the purpose of:

- (a) Requiring the retirement or removal of the Manager;
- (b) Requiring the retirement or removal of the Trustee;
- (c) Considering the most recent financial statements of the Fund;
- (d) Giving to the Trustee such directions as the meeting thinks proper; or
- (e) Considering any matter in relation to the Deed,

provided always that the Manager shall not be obliged to summon such a meeting unless a direction has been received from not less than fifty (50) or one-tenth (1/10) of all the Unit Holders of the Fund or all the Unit Holders of a particular Class, whichever is less.

Every question arising at any Unit Holder's meeting shall be decided in the first instance by a show of hands unless a poll be demanded or, if it be a question which under the Deed requires a Special Resolution, in which case a poll shall be taken. On a voting by show of hands every Unit Holder who is present or by proxy shall have one vote.

The quorum for a meeting of Unit Holders of the Fund is five (5) Unit Holders, whether present in person or by proxy, provided always that if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders of the Fund shall be two (2) Unit Holders, whether present in person or by proxy; if the meeting has been convened for the purpose of voting on a Special Resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty-five per centum (25%) of the Units in circulation of the Fund or a particular Class, as the case may be, at the time of the meeting.

### **10.2 TERMINATION OF THE FUND**

The Fund shall automatically terminate on the Maturity Date. The Manager may, in its sole discretion and without first obtaining the consent of the Unit Holders, terminate the Fund at any time prior to the Maturity Date if the assets under management of the Target Fund is below USD10,000,000 or if the Manager and the Trustee jointly deem it appropriate to do so in the interest of the Unit Holders.

The Fund may be terminated or wound up subject to a Special Resolution being passed at a Unit Holders' meeting to terminate or wind up the Fund.

### **10.3 TERMINATION OF A CLASS**

A Class may be terminated if a Special Resolution is passed at a meeting of Unit Holders of that Class to terminate the Class provided always that such termination does not prejudice the interests of any other Class.

## **CHAPTER 11: ADDITIONAL INFORMATION**

### **11.1 UNCLAIMED MONEYS**

Any unpresented payments will be filed with and paid to the Registrar of Unclaimed Moneys after the lapse of one (1) year from the date of payment in accordance with the requirements of the Unclaimed Moneys Act 1965.

### **11.2 ANTI-MONEY LAUNDERING POLICIES**

Application for Units must be accompanied by proper identification documents for our verification. In the event of a delay or failure by investors in producing any information or documents required for verification, the Manager may refuse to accept the application for Units of the Fund. All investors will be checked against various reliable sources for money laundering information. Any cases which are suspicious will be reported to the compliance officer of the Manager who will then report the matter to the SC and BNM.

Money laundering is a process intended to conceal the benefits derived from unlawful activities which are related, directly or indirectly, to any serious offence so that they appear to have originated from a legitimate source.

The Anti-Money Laundering, Anti-Terrorism Financing and Proceeds of Unlawful Activities Act 2001 ("AMLA") is the act that provides for the offence of money laundering and also the measures to be taken for the prevention of money laundering and terrorism financing offences. The Financial Intelligence and Enforcement Department of BNM has been established to carry out the functions as the competent authority under the AMLA. All market intermediaries carrying on regulated activities under the CMSA must comply with the relevant SC guidelines and requirements under the AMLA.

Subject to any regulatory restrictions, compliance with the Manager's policy as well as Amundi group's policy on prevention of money laundering and terrorism financing, the Manager shall not be liable for the investor's loss resulting from such compliance except in the case of negligence, wilful default or fraud of the Manager or its delegated parties.

### **11.3 ENQUIRIES**

All enquiries about the investment should be directed in writing to:

**Amundi Malaysia Sdn Bhd**

Level 29, Integra Tower,

The Intermark,

348, Jalan Tun Razak,

50400 Kuala Lumpur.

Telephone number: 603 - 2716 1688

Facsimile number: 603 - 2716 1699

E-mail: [customercare-my@amundi.com](mailto:customercare-my@amundi.com)

### **11.4 U.S. TAXATION CONSIDERATIONS**

The U.S. Foreign Account Tax Compliance provisions of the Hiring Incentives to Restore Employment Act ("FATCA") aims to reinforce the fight against U.S. tax avoidance by the Tax "U.S. Persons" holding accounts in foreign countries.



Pursuant to FATCA, any non-U.S. financial institution (foreign financial institution or “FFI”) either has certain reporting obligations with respect to certain incomes of Tax U.S. Persons or is required to withhold tax at the rate of thirty per centum (30%) on (i) certain U.S. source income (including, among other types of income, dividends and interests), (ii) gross proceeds from the sale or disposition of U.S. assets of a type that produce dividends and interest, (iii) foreign passthru payments made to certain FFIs, that do not comply with FATCA and to any investor (unless otherwise exempt from FATCA) that does not provide identification information with respect interests used by a participating FFI.

The Model 1 intergovernmental agreement (“IGA”) intended to be executed by Malaysia and the U.S.A. includes rules on an automatic exchange of information between U.S. and Malaysia tax authorities and eliminates, under certain circumstances, the withholding obligation for the Malaysia FFIs which are deemed to be FATCA compliant. The U.S. Treasury has agreed that Malaysia remains on the U.S. Treasury IGA list and continues to be treated as if it has an IGA in effect.

The Manager and/or the Fund respect the obligations set forth by the IGA for a reporting FFI and, as such, will be registered with the U.S. Inland Revenue Service (“IRS”) as a FFI reporting Model 1.

Therefore, by investing (or continuing to invest) in the Fund, investors shall be deemed to acknowledge that:

- (i) Amundi Malaysia Sdn Bhd, as a FFI based in Malaysia, and the Fund both have or will have the FATCA compliant status of “Reporting FFIs” under the Malaysia IGA. Amundi Malaysia Sdn Bhd has been registered with the U.S. Internal Revenue Service and will act as “Sponsoring entity” on behalf of the Fund, on FATCA compliance purposes;
- (ii) in order to comply with applicable tax provisions, the Fund’s FATCA status requires additional identification information from its investors with regard to their own current status under FATCA. Any investor should self-certify its FATCA status to the Manager, its delegated entity or its approved distributors and would do so in the forms prescribed by the FATCA regulations in force in the relevant jurisdiction (in particular through the W8, W9 or equivalent filling forms) to be renewed regularly or provide the Manager, its delegated entity or its approved distributors with its Global Intermediary Identification Number (“GIIN”) number if the investor is a FFI. The investors will inform the Manager, its delegated entity or its approved distributors of a change of circumstances in their FATCA status immediately in writing;
- (iii) as part of its reporting obligations, the Manager, the Trustee and/or the Fund may be required to disclose certain confidential information (including, but not limited to, the investor’s name, address, tax identification number, if any, and certain information relating to the investor’s investment in the Fund, self-certification, GIIN number or other documentation) that they have received from (or concerning) their investors and automatically exchange information as outlined above with the Malaysia tax authority or other authorized authorities as necessary to comply with FATCA, related IGA or other applicable law or regulation. The investors are also informed that the Manager and/or the Fund will respect the aggregation rule as prescribed by the applicable IGA;
- (iv) those investors that either have not properly documented their FATCA status as requested or have refused to disclose their FATCA status within the tax legally prescribed timeframe may be classified as “recalcitrant” and be subject to a reporting by the Manager and/or the Fund towards tax or governmental authorities above;
- (v) in order to avoid the potential future issue that could arise from the “Foreign Passthru payment” mechanism that could apply as from 1 January 2017 and prevent any withholding tax on such payments, the Manager, its delegated entity or its approved distributors reserve the right to prohibit for sale the units in the Fund, as from this date, to any Non-Participating FFI (“NPFFI”), particularly whenever it is considered legitimate and justified by the protection of the general interests of the investors in the Fund. Although the Manager and/or the Fund will attempt to satisfy any obligations imposed on it to avoid the imposition of this withholding tax, no assurance can be given that the Manager and/or the Fund will be able to satisfy these obligations, nor that a FFI not complying with FATCA could indirectly affect the Fund, even if the Fund satisfies its FATCA obligations. If the Fund becomes subject to a withholding tax as a result of FATCA, the return of all investors may be materially affected. Moreover, the Fund may reduce the amount payable on any distribution or redemption to an investor that fails to provide the Fund with the requested information or is not compliant with FATCA; and

- (vi) the Manager may impose restrictions on the unit holding of any investor that would be in violation of any law or regulation, or when the presence of the investor in the Fund could lead to adverse consequences for the Fund or other investors, including but not limited to FATCA sanctions. The Manager (in consultation with the Trustee) may take other appropriate action (such as compulsorily redeem Units) at its discretion and in accordance with the Deed.

The foregoing does not purport to be a complete analysis of all relevant tax rules and considerations, nor does it purport to be a complete listing of all potential tax risks inherent in purchasing or holding units of the Fund or tax advice. Each investor should consult its own professional advisors on the possible tax and other consequences of buying, holding, selling or redeeming units under the laws of the jurisdictions to which it is subject, including with regard to the applicability of FATCA and any other reporting and withholding regime to their investments in the Fund.

### **Common Reporting Standard ("CRS")**

The CRS was developed by the Organisation for Economic Co-operation and Development to put a global model of automatic exchange of information into practice for the purpose of tax compliance. It sets out the financial account information to be exchanged, the financial institutions required to report, the different types of accounts and taxpayers covered, as well as common due diligence procedures to be followed by financial institutions.

Under the CRS, Malaysian Financial Institutions (MYFIs) are required to collect and report to the Inland Revenue Board of Malaysia (IRBM), financial account information of non-residents. IRBM will exchange this information with the participating foreign tax authorities of those non-residents.

Malaysia has committed to exchange the CRS information from year 2018 and would also be receiving financial account information on Malaysian residents from other countries' tax authorities. This will help ensure that residents with financial accounts in other countries are complying with their domestic tax laws and act as a deterrent to tax evasion.

CRS obligations are imposed on MYFIs through the operation of the Income Tax (Automatic Exchange of Financial Account Information) Rules 2016, Income Tax (Automatic Exchange of Financial Account Information) (Amendment) Rules 2017 and Labuan Business Activity (Automatic Exchange of Financial Account Information) Regulations 2018 (collectively the "CRS Rules and Regulations").

In connection with the CRS Rules and Regulations, the Manager and/or the Fund may require investors, from time to time, to provide inter alia information in relation to their identity and tax residence of their account (and controlling persons, if any), account details, reporting entity, account balance/value and income/sale or redemption proceeds. This information and other Data (as defined below) may be reported to the Malaysian and other relevant tax authorities in accordance with the paragraphs relating to the PDPA (as defined below), including for the purpose of complying with applicable tax laws and regulations such as the CRS Rules and Regulations.

You should consult your own professional advisors on the possible tax and other consequences of the CRS and its CRS Rules and Regulations.

## **11.5 PERSONAL DATA PROTECTION**

For the purposes of the Personal Data Protection Act 2010 of Malaysia ("PDPA"), the investor consents and acknowledges that personal data provided by the investor to the Manager and/or the Trustee (as defined below) (whether directly or through his/her appointed agent or distributor), or otherwise collected by or on behalf of a Recipient (as defined below) in connection with the subscription for Units (as defined below), including any personal data relating to third party individuals (e.g. beneficial owners, directors or authorised signatories of investors who are not individuals) (the "Data") may be held by the Manager, the Trustee and/or their related corporations (as defined under Section 7 of the Companies Act 2016 (Act. 777) of Malaysia) (each a "Recipient"), and/or any third party engaged by a Recipient to provide administrative, computer or other services. Each of the foregoing persons may collect, use, disclose, process and maintain such Data for the following purposes and other purposes in connection

with the administration, operation, processing or management of the Units of the Fund, including but not limited to (i) maintaining the register of Unit Holders, (ii) processing applications for subscriptions, redemptions and switching of Units and payments to Unit Holders, (iii) monitoring late trading and market timing practices, (iv) complying with applicable anti-money laundering rules and regulations, (v) tax identification for the purpose of complying with the FATCA and any other applicable tax laws and regulations, (vi) complying with any legal, governmental, or regulatory requirements of any relevant jurisdiction (including any disclosure or notification requirements), (vii) complying with the requirements or directions of any regulatory authority, (viii) providing client-related services, including providing customer support, communicating with and disseminating notices and reports to individuals purporting to be investors or purporting to represent investors, (ix) identity verification, and (x) to exercise or enforce the rights of a Recipient under contract or pursuant to applicable laws and regulations.

Where an investor provides to a Recipient personal data relating to third party individuals, that investor warrants that the prior consent of such third party individual, which will allow a Recipient to collect, use and disclose that personal data in the manner and for the purposes described, has been obtained, and consents and acknowledges to all such collection, use and disclosure on behalf of that third party individual.

Subject to applicable laws and regulations, such Data may be transferred to our Head Office in France. All such Data may be retained after Units held by the relevant Holder have been redeemed. The Data collected may be maintained for such period of time which may be required under applicable laws and as otherwise needed to fulfil the purposes set out above. All individual investors have a right of access and of rectification of the Data in cases where such Data is incorrect or incomplete.

An investor should be aware that if the investor refuses to consent to the collection, use, and disclosure of the Data, the Manager (whether directly or through the appointed agent or distributor) is entitled to reject any application to subscribe to Units submitted by the investor. If an investor, after consenting to the collection, use and disclosure of his Data, subsequently withdraw his consent by giving a notice in writing to the Manager (whether directly or through the appointed agent or distributor), the Manager (whether directly or through the appointed agent or distributor) will not allow the investor to continue holding Units of the Fund and will request the investor to submit a request for redemption together with his notice of withdrawal of consent. Please note that the notice of withdrawal of consent shall not prevent the Manager from using or disclosing the Data for the purposes of complying with any legal, governmental or regulatory requirements of any relevant jurisdiction.

You should seek professional advice to ascertain (a) the possible tax consequences, (b) the legal requirements applicable to you; (c) any foreign exchange restrictions or exchange control requirements which you may be subjected under the laws of your citizenship, residence or domicile or (d) any restrictions or requirements under any regulations and the terms and conditions thereunder (as the same may be modified or supplemented from time to time), which may be relevant to the subscription, holding or disposal of Units in the Fund. You should inform yourselves of and observe all such laws and regulations in any relevant jurisdiction that may be applicable to you.

**You should also consider the risks of investing in the Fund which are summarised under the Key Data section and set out in detail under Chapter 2 of this Information Memorandum. You may wish to seek advice from a financial adviser regarding the suitability of the Fund before making a commitment to purchase Units in the Fund.**