

Date of Issuance: 30 June 2020

KENANGA GLOBAL DIVIDEND FUND

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors and/or authorized committee and/or persons approved by the Board of Kenanga Investors Berhad and they have collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The Securities Commission Malaysia has authorised/recognised the issuance of the Kenanga Global Dividend Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the Kenanga Global Dividend Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Kenanga Global Dividend Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

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

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Kenanga Investors

This Product Highlights Sheet only highlights the key features and risks of this unlisted capital market product. Investors are advised to request, read and understand the disclosure documents before deciding to invest.

PRODUCT HIGHLIGHTS SHEET

KENANGA GLOBAL DIVIDEND FUND (“KGDF” or the “Fund”)

BRIEF INFORMATION ABOUT THE PRODUCT

1. What is this product about?

The Fund aims to achieve capital growth by investing in a diversified portfolio of high dividend-yielding equities globally through a Target Fund.

PRODUCT SUITABILITY

2. Who is this product suitable for?

The Fund is suitable for investors who seek long-term capital appreciation, have relatively moderate-risk profiles and can withstand significant short-term volatility, have long-term investment horizon i.e. a minimum of 5 years and seek diversification in foreign markets.

KEY PRODUCT FEATURES

3. What am I investing in?

| | |
|------------------------------|--|
| Fund Type | Growth |
| Fund Category | Feeder |
| Launch Date | 19 March 2007 |
| Investment Strategy | The Fund will invest a minimum of 95% of its NAV in the Target Fund denominated in Euro and domiciled in Luxembourg. The remaining will be invested in liquid assets including money market instruments and deposits with licensed financial institutions. |
| Asset Allocation | Target Fund : minimum 95% of the Fund's NAV Liquid assets in Malaysia : minimum 2% of the Fund's NAV |
| Performance Benchmark | MSCI World Index |

4. Who am I investing in?

| | |
|---|--|
| Fund Manager / Manager | Kenanga Investors Berhad (“Manager”) |
| Trustee | CIMB Commerce Trustee Berhad (“Trustee”) |
| Target Fund Investment Manager | NN Investment Partners B.V. |
| Sub-portfolio Investment Manager | NNIP Advisors B.V. |

5. What are the possible outcomes of my investment

Unit prices for this Fund may go down as well as up. The Fund is exposed to a variety of risks by nature of the investment strategy of the Fund. As such, the Fund does not provide guarantee on the investment amount nor does it guarantee a fixed rate of return.

KEY RISKS

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

Investors are advised to read the Fund's prospectus and understand the risks involved and if necessary, consult a professional adviser for a better understanding of the risks before investing.

General Risk related to the Fund

| | |
|-----------------------|--|
| Market Risk | Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the fund's net asset value. |
| Manager's Risk | This risk refers to the day-to-day management of the fund by the manager which will impact the performance of the fund. For example, investment decisions undertaken by the manager, as a result of an incorrect view of |

| | |
|----------------------------|--|
| | the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the fund. |
| Inflation Risk | This is the risk that investors' investment in the fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce investors' purchasing power even though the value of the investment in monetary terms has increased. |
| Liquidity Risk | Liquidity risk refers to the ease of liquidating an asset depending on the asset's volume traded in the market. If a fund holds assets that are illiquid, or are difficult to dispose of, the value of the fund will be negatively affected when it has to sell such assets at unfavourable prices. |
| Loan Financing Risk | This risk occurs when investors take a loan/financing to finance their investment. The inherent risk of investing with borrowed money includes investors being unable to service the loan repayments. In the event units are used as collateral, an investor may be required to top-up the investors' existing instalment if the prices of units fall below a certain level due to market conditions. Failing which, the units may be sold at a lower net asset value per unit as compared to the net asset value per unit at the point of purchase towards settling the loan. |
| Non-Compliance Risk | This refers to the current and prospective risk to the unit trust fund and the investors' interest arising from non-compliance of regulations imposed by the Capital Markets and Services Act 2007 and the guidelines, deeds, prospectuses and/or manager's internal policies and procedures by the manager. Risk of non-compliance can lead to diminished reputation, reduced franchise value, limited business opportunities and reduced expansion potential for the company. Accordingly, non-compliance may affect the investor's investments by causing a fall in the value of the unit trust fund. |

Specific Risks related to the Fund

| | |
|--|--|
| Political and/or Regulatory Risk | The value of the Fund's investments may be affected by uncertainties such as international political developments, changes in government policies, changes in taxation, restrictions on foreign investment and currency repatriation, currency fluctuations and other developments in the law and regulations of countries in which investments are made. Furthermore, the legal infrastructure and accounting, auditing and reporting standards in certain countries in which investment may be made may not provide the same degree of investor protection or information to investors as would generally apply in major securities markets. |
| Interest Rate Risk | Interest rate risk refers to the impact of interest rate changes on the valuation of debt instruments. When interest rates rise, debt instruments prices generally decline and this may lower the market value of the fund's investment in debt instruments. The reverse may apply when interest rates fall. |
| Reinvestment Risk | Reinvestment risk arises when an issuer of bonds decides to exercise its right to pay principal on an obligation earlier than the expected maturity date, especially during times of declining interest rates. Consequently, the Fund may be unable to regain all of its initial investment and may experience lower returns due to having to reinvest in lower yielding securities. |
| Counterparty Risk | Counterparty risk occurs when a financial institution that has entered into a securities trade defaults on its obligations under the agreement. The Fund may encounter unit price volatility due to this risk arising. |
| Credit and Default Risk | Credit risk relates to the creditworthiness of the issuers of the debt instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the debt instrument. In the case of rated debt instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a debt instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the debt instruments. This could adversely affect the value of the Fund. |
| Country Risk | Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the net asset value of the Fund or prices of units to fall. |
| Currency Risk | As the investments of the Fund may be denominated in currencies other than the base currency, any fluctuation in the exchange rate between the base currency and the currencies in which the investments are denominated may have an impact on the value of these investments. Investors should be aware that if the currencies in which the investments are denominated depreciate against the base currency, this will have an adverse effect on the net asset value of the Fund in the base currency and vice versa. Investors should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment. |
| Stock-Specific Risk | Prices of a particular stock may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such stock will adversely affect the Fund's net asset value. |
| External Fund Manager Risk | The performance of the Fund is dependent on the performance of its Target Fund. The manager of the Target Fund does not report to the investment committee of the Manager. However, the Manager may choose to replace the Target Fund with other collective investment scheme with a similar objective, if in the Manager's view and after consultation with the Trustee, the Manager finds that the Target Fund no longer meet the Fund's investment objective, when acting in the interest of Unit Holders. |
| Collective Investment Scheme Risk | The Fund invests in a foreign collective investment scheme (CIS) which is exposed to price fluctuations in foreign securities that the CIS invest in. This may then affect the unit price of the Fund locally. Please refer to the Fund's prospectus for specific risks associated to the Target Fund for more details. |

Please be advised that if a Unit Holder invests in Units through an institutional unit trust advisers which adopts the nominee system of ownership, the unit holder would not be considered to be a Unit Holder under the deed and consequently not have all the rights ordinarily exercisable by a Unit Holder (for example, the right to call for a Unit Holder's meeting and to vote thereat and the right to have the Unit Holder's particulars appearing in the register of Unit Holders of the Fund).

FEES AND CHARGES

7. What are the fees and charges involved?

The table below describes the charges that you may DIRECTLY incur when you buy or redeem Units of the Fund.

| | | |
|--|--|---|
| Sales Charge | 6.50% of the Fund's NAV per Unit | |
| Redemption Charge & Switching Fee | Up to 90 calendar days after investing and switching into the Fund | More than 90 calendar days after investing and switching into the Fund |
| | 1.0% per Unit of the Fund's NAV | Nil |
| Transfer Fee | Nil | |
| Other Charges | There are no other charges (except charges levied by banks on remittance of money) payable directly by investors when purchasing or redeeming units of the Fund. | |

The table describes the fees that you may INDIRECTLY incur when you invest in Units of the Fund.

| | |
|------------------------------|---|
| Annual Management Fee | 1.80% of the NAV of the Fund per annum. |
| Annual Trustee Fee | 0.08% of the NAV of the Fund per annum. |

All fees and charges payable to the Manager and the Trustee are subject to the goods and services tax/ sales and services tax/ other taxes of similar nature as may be imposed by the government or other authorities from time to time.

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

VALUATIONS AND EXITING FROM INVESTMENTS

8. How often are valuations available?

Valuations are valued daily and you may refer to www.kenangainvestors.com.my for the unit price.

9. How do I exit from this investment and what are the risks and costs involved

Unit Holders may redeem their investments in the Fund on any Business Day by completing the prescribed redemption request form or such other manner as the Manager may accept and returning it to the Manager on any Business Day; the redemption request form is available at the office of the Manager.

Units redeemed during dealing hours (i.e. from 8.30 a.m. to 4.00 p.m.) on any Business Day will be redeemed at the NAV per Unit calculated as at the next valuation point after the request is received (i.e. "forward pricing").

Any redemption request received after the dealing hours on any Business Day will be taken as a redemption request made on the next Business Day.

The minimum redemption amount is 10,000 Units for each transaction or such other lower amount as the Manager in its sole discretion allows.

However, if the redemption request leaves a Unit Holder with less than 10,000 Units (minimum holdings), the Manager reserves the right to liquidate the balance of the Units held in the Unit Holder's account.

Redemption proceeds will be paid within ten (10) days from the date the Manager receives a duly completed redemption request form.

Cooling-Off Right

A cooling-off right is only given to an individual investor who is investing for the first time in any unit trust funds managed by the Manager but shall not include the Manager's staff and a person registered with a body approved by the Securities Commission Malaysia ("SC") to deal in unit trusts.

The cooling-off period shall be within six (6) Business Days from the date the Manager receives the duly completed form. "Cooling-Off Period" or Cooling-Off Right" is not applicable to EPF Member Investment Scheme.

Note: Please read and understand the Fund's prospectus and its supplemental prospectus (if any) before investing in the Fund.

FUND PERFORMANCE

Average Total Returns

The basis of calculating the average total returns is by calculating the growth of the NAV of the Fund at the start point against the NAV of the Fund at the end point of the calculation period of 1 year, 3 years, 5 years and since inception. We take into account and factor in all the distributions and unit splits into the NAV of the Fund for the purposes of the calculations.

| | 1 year 30/04/19 - 30/04/20 (%) Return | 3 years 30/04/17 - 30/04/20 (%) Return | 5 years 30/04/15 - 30/04/20 (%) Return | 10 years 30/04/10 - 30/04/20 (%) Return |
|------------------|---|--|--|---|
| KGDF | -9.48 | -0.43 | 4.04 | 6.03 |
| Benchmark | -2.00 | 3.66 | 7.55 | 9.18 |

Source: Lipper IM

Annual Total Return

| | Financial Year Ended 30 April | | | | | | | | | |
|------------------|-------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| | 2011 (%) | 2012 (%) | 2013 (%) | 2014 (%) | 2015 (%) | 2016 (%) | 2017 (%) | 2018 (%) | 2019 (%) | 2020 (%) |
| KGDF | 1.68 | -3.40 | 12.48 | 19.48 | 10.32 | 0.48 | 21.39 | 0.48 | 5.50 | -9.48 |
| Benchmark | 7.76 | -4.80 | 14.70 | 22.72 | 14.92 | 3.05 | 12.42 | 11.09 | 10.03 | -2.00 |

Source: Lipper IM

1-Year Fund Performance Review

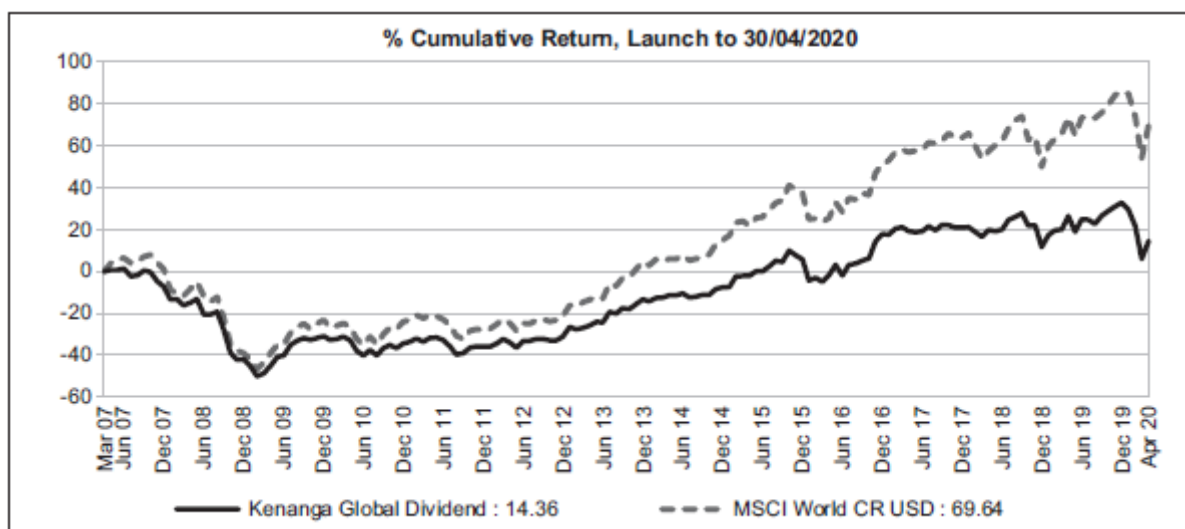
For the financial year ended 30 April 2020, the Fund registered a return of -9.48% underperforming its benchmark which returned -2.00%. The underperformance was due to unfavourable asset allocation and stock selection of the Target Fund.

Target Fund Calendar Year Performance Return (Net %)

| | As at 30 April 2020 (%) | 2019 (%) | 2018 (%) | 2017 (%) | 2016 (%) | 2015 (%) | 2014 (%) | 2013 (%) | 2012 (%) | 2011 (%) | 2010 (%) |
|----------------------------------|----------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| NNGHD (Euro) | -16.18 | 24.09 | -8.42 | 1.05 | 11.80 | 5.21 | 15.29 | 16.58 | 11.16 | -1.27 | 14.88 |
| MSCI World Net (Euro) | -10.25 | 30.02 | -4.11 | 7.51 | 21.45 | 10.42 | 19.50 | 21.20 | 14.05 | -2.38 | 19.53 |

Source: NN Investment Partners B.V

Performance Chart Since Inception



Source: Novagni Analytics and Advisory Sdn Bhd

Portfolio Turnover Ratio (PTR) and Management Expense Ratio (MER)

| | Financial Year Ended 30 April | | |
|--------------------|-------------------------------|------|------|
| | 2020 | 2019 | 2018 |
| PTR (times) | 0.50 | 0.38 | 0.44 |
| MER (%) | 0.65 | 0.57 | 0.92 |

Explanation of significant change in the PTR

PTR is higher against previous financial year mainly due to higher trading activities.

Explanation of significant change in the MER

MER ratio of 0.65% indicates an expense of RM0.0065 for every RM1.00 of the average NAV of KGDF during the financial year ended 30 April 2020. The MER is higher against previous financial year mainly due to lower average fund size during the financial year under review.

Distribution

| Year Ended 30 April 2020 | Year Ended 30 April 2019 | Year Ended 30 April 2018 |
|--|--|--|
| No distribution has been made during the period. | No distribution has been made during the period. | No distribution has been made during the period. |

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

CONTACT INFORMATION**Who do I contact for further information or to lodge a complaint?****1. For internal dispute resolution, you may contact:**

Kenanga Investors Berhad 199501024358 (353563-P)
Level 13, Kenanga Tower, 237, Jalan Tun Razak, 50400 Kuala Lumpur

- (a) General Line No : 03-2172 3123
- (b) Facsimile No : 03-2172 3133
- (c) Customer Service Toll Free No : 1-800 88 3737
- (d) Website : www.kenangainvestors.com.my
- (e) Email : investorservices@kenanga.com.my

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

- (a) via phone to : 03-2282 2280
- (b) via fax to : 03-2282 3855
- (c) via email to : info@sidrec.com.my
- (d) via letter to : Securities Industry Dispute Resolution Center (SIDREC)
Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar
No. 5, Jalan Bangsar Utama 1
59000 Kuala Lumpur

3. You can direct your complaint to the SC even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Investor Affairs & Complaint Department:

- (a) via phone to Aduan Hotline at : 03-6204 8999
- (b) via fax to : 03-6204 8991
- (c) via email to : aduan@seccom.com.my
- (d) via online complaint form available at : www.sc.com.my
- (e) via letter to : Investors Affairs and Complaints Department,
Securities Commission Malaysia
No.3, Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur

4. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

- (a) via phone to : 03-2092 3800
 (b) via fax to : 03-2093 2700
 (c) via email to : complaints@fimm.com.my
 (d) via online complaint form available at : www.fimm.com.my
 (e) via letter to : Legal, Secretarial & Regulatory Affairs
 Federation of Investment Managers Malaysia
 19-06-1, 6th Floor Wisma Tune
 No.19, Lorong Dungun
 Damansara Heights
 50490 Kuala Lumpur

APPENDIX : GLOSSARY

| | |
|---------------------------------------|---|
| Business Day | Means a day on which the Bursa Malaysia is open for trading. |
| Management Expense Ratio (MER) | $\frac{\text{Total annual expenses incurred by the Fund}}{\text{Average NAV of the Fund calculated on daily basis}} \times 100$ <p>This ratio will inform you of the total expenses incurred by the Fund during the year as compared to its average NAV. Total expenses include management fee, trustee fee and expenses incurred for fund administrative services. A low MER indicates the effectiveness of the Manager in managing the expenses of the Fund.</p> |
| MSCI World Index | Means Morgan Stanley Capital International World Index. |
| Net Asset Value (NAV) | Means the total value of the Fund's assets minus its liabilities at the valuation point. In computing the annual management fee and annual trustee fee, the NAV of the Fund should include the management fee and the trustee fee for the relevant day. |
| NAV per Unit | Means the NAV of the Fund divided by its total number of units in circulation. |
| Portfolio Turnover Ratio (PTR) | <p>Refers to the measure of trading activity or how frequently assets within a fund are bought and sold by the Manager. A fund with a 0.5 times portfolio turnover ratio, for example, replaces half of its holdings during the period under review. A fund with a high portfolio turnover rate will typically incur more transaction costs than one with a low portfolio turnover rate.</p> <p>The computation of PTR is as follows :</p> $\text{PTR} = \frac{(\text{Total acquisitions of the Fund} + \text{Total disposals of the Fund}) / 2}{\text{Average NAV of the Fund calculated on a daily basis}}$ |
| Target Fund | Means NN (L) Global High Dividend ("NNGHD"). |
| Unit Holder(s)/ Investor(s) | Means the person for the time being registered under the provisions of the deed as the holder of units and includes the Manager and joint-holder. |