

Date of Issuance: 5 November 2019

KENANGA GLOBAL UNICORN 2

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.

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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 Unicorn 2 (“KGU2” or the “Fund”)

BRIEF INFORMATION ABOUT THE PRODUCT

1. What is this product about?

The Fund seeks to provide capital appreciation at the end of the Fund’s maturity by investing in the Target Fund.

PRODUCT SUITABILITY

2. Who is this product suitable for?

The Fund is suitable for sophisticated investors who have medium to long term investment horizon and seek growth in their investment.

KEY PRODUCT FEATURES

3. What am I investing in?

Fund Type	Growth (closed-end)
Fund Category	Equity (feeder)
Base Currency	MYR
Class(es) of Units	MYR Class and USD Class
Launch Date	5 November 2019
Offer Period	Up to 45 days from the launch date of the information memorandum Note: Units of the Fund will only be sold during the Offer Period.
Offer Price	MYR 1.0000 and USD 1.0000
Commencement Date	Means within 7 Business Days after the end of the Offer Period or such earlier date as may be determined by us in the event we determine that it is in the best interest of the Unit Holders to commence investments for the Fund.
Maturity Date	The Fund will mature on 31 January 2023 unless the tenure of the Fund is extended for an additional 1 year. The Maturity Date will mirror the expiry date of the charter life of the Target Fund. <i>Note: The charter life of the Target Fund commenced on the Initial Closing Date and will continue until the 3rd anniversary of the Initial Closing Date unless extended by the Target Fund Manager for up to 1 additional 1 year extension period. The Target Fund will be terminated after the end of its charter life.</i> The maturity proceeds from the Target Fund will be paid to the Fund within 1 month from the Target Fund’s receipt of the proceeds from the Target Fund’s investments. Unit Holders will subsequently receive their maturity proceeds within 2 months from the Fund’s receipt of the maturity proceeds from the Target Fund and such maturity proceeds will be converted to the currency denomination of the respective Classes of Units based on the prevailing conversion rate.
Investment Strategy	The Fund will invest up to 100% of the Fund’s NAV in the Target Fund, while any remaining NAV of the Fund will be invested in liquid assets.
Asset Allocation	<ul style="list-style-type: none"> ▪ Up to 100% of the Fund’s NAV to be invested in the Target Fund; and ▪ The balance of the Fund’s NAV to be invested in liquid assets comprising of money market instruments and deposits with financial institutions.
Performance Benchmark	The Fund will be measured against a targeted return of 12% internal rate of return per annum. This is not a guaranteed return and serves as a guide to measure the Fund’s performance. The Fund may or may not achieve 12% internal rate of return per annum in any particular financial year. <i>Note: The risk profile of the Fund is not the same as the risk profile of the performance</i>

	<i>benchmark.</i>	
Minimum Initial Investment (during the Offer Period only)	RM100,000 or such other amount as the Manager may prescribe from time to time.	USD25,000 or such other amount as the Manager may prescribe from time to time.
Minimum Additional Investment (during the Offer Period only)	RM50,000 or such other amount as the Manager may prescribe from time to time.	USD10,000 or such other amount as the Manager may prescribe from time to time.
Distribution Policy	<p>Income distribution (if any) will be on an annual basis, subject to the availability of income**.</p> <p><i>** On an annual basis, subject to the availability of income, or at the end of the charter life of the Target Fund, the Target Fund Manager may declare and determine any distributions payable to the Fund out of the cash proceeds from the sale or disposal of such investments after deducting the necessary costs and expenses attributed thereto. Upon the Fund's receipt of the distributions from the Target Fund within 1 month from the Target Fund's receipt of the proceeds from such investments, the Manager intends to subsequently distribute the distributions as income distribution to the Unit Holders.</i></p>	
4. Who am I investing in?		
Manager	Kenanga Investors Berhad ("Manager")	
Trustee	RHB Trustees Berhad ("Trustee")	
Target Fund Manager	Ericsenz Capital Pte. Ltd., Singapore	
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?	
General Risk related to the Fund	
Market Risks	Market risks refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's NAV.
Management Risks	The performance of the Fund is affected by the experience, expertise and investment strategy of the Target Fund Manager. A lack of experience, knowledge and expertise, as well as poor execution of the investment strategy of the Target Fund may affect the returns of the Fund and may result in a loss of the capital invested.
Performance Risks	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.
Inflation Risks	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 the information memorandum or the deed or the laws, rules, Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework issued by the Securities Commission Malaysia ("SC") 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.
Specific Risks related to the Fund	
Liquidity Risks	This risk refers to the possibility that the investments of the Fund cannot be readily sold or converted into cash as the Fund's investments in the Target Fund can only be redeemed at the sole and absolute discretion of the Target Fund Manager during or at the expiry of the charter life of the Target Fund (as defined in section 4.3 of the information memorandum).
Currency Risks	Also known as currency 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.

	<p>At the Fund level, it will be exposed to non-MYR denominated assets e.g. the Fund's investments in the Target Fund, subscriptions proceeds for USD Class, and liabilities e.g. USD-based expenses of the Fund. These non-MYR denominated exposures are subject to the exchange rate fluctuations against MYR (base currency of the Fund).</p> <p>At the class level, the impact of the exchange rate movement between the base currency of the Fund and the currency of the USD Class may result in an appreciation or depreciation of the Unit Holder's holdings when expressed in the currency of the USD Class.</p> <p>There could also be a potential risk of loss in relation to the MYR Class from fluctuating foreign exchange rates when the redemption proceeds from the Target Fund is converted into MYR based on the prevailing conversion rate.</p>
Country Risks	As the Target Fund is domiciled in Singapore, the Fund is subject to country risk. The Fund's investments in the Target Fund may be adversely affected by political instability as well as exchange controls, changes in taxation, foreign investment policies, restrictions on repatriation of investments and other restrictions and controls which may be imposed by the relevant authorities in Singapore. This in turn may cause the NAV of the Fund to fall.
Concentration Risks	The Fund is exposed to concentration risk as it is investing wholly in one single collective investment scheme i.e. the Target Fund. Hence, the value of the Fund and its performance is fully dependent on the performance of the Target Fund.
Target Fund Manager Risks	As a feeder fund, the Fund invests directly into the Target Fund which is managed by the Target Fund Manager. The Manager has no control over the investment techniques and strategies, operational controls and management of the Target Fund Manager. In the event of any mismanagement of the Target Fund, the Fund, which invests substantially all of its assets into the Target Fund, would be affected adversely so as the performance of the Fund.
Hold to Maturity Risks	Unit Holders is exposed to this risk as Unit Holders are not allowed to redeem any of their Units after the end of the Offer Period until the Maturity Date.

The abovementioned risk factors should not be considered as an exhaustive list of risks. Investors should be aware that an investment in the Fund may be exposed to other risks from time to time. Investors are advised to read and understand the contents of the information memorandum and supplementary information memorandum, if any. If in doubt, please consult a professional adviser.

Note: If your investments are made through an institutional unit trust adviser ("Distributor") which adopts the nominee system of ownership, you would not be deemed to be a unit holder under the deed and as a result, your rights as an investor may be limited. Accordingly, we will only recognize the Distributor as a unit holder of the Fund and the Distributor shall be entitled to all the rights conferred to it under the deed.

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	Up to 5.00% of the Offer Price <i>Note: The sales charge is applicable to all Classes of Units.</i>
Redemption Charge	Nil.
Transfer Fee	N/A
Switching Fee	N/A
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	Up to 1.00% per annum of the NAV of the Fund
Annual Trustee Fee	Up to 0.03% per annum of the NAV of the Fund

All fees and charges payable to the Manager and the Trustee are subject to the applicable tax that is 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?

The Fund will be valued at least once a month on a forward pricing basis and the NAV per Unit will be made available by the Manager within 7 Business Days from the day on which the NAV per Unit of the Fund is determined.

You may obtain the NAV per Unit of the Fund by contacting the Manager directly.

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

No redemption of Units is allowed during the tenure of the Fund. Unit Holders are allowed to fully redeem their Units only on the Maturity Date.

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 (353563-P)
Level 14, 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 Industry Dispute Resolution Center ("SIDREC"):

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|-----|---------------|---|--|
| (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 Securities Commission Malaysia ("SC") even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:

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|-----|--|---|--|
| (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 | : | Consumer & Investor Office
Securities Commission Malaysia
3 Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur |

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

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|-----|--|---|--|
| (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, 6 th Floor, Wisma Tune
No.19, Lorong Dungun
Damansara Heights
50490 Kuala Lumpur |

APPENDIX : GLOSSARY

Business Day	<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 Day as a non-Business Day if it is not a business day in the country of domicile of the Target Fund.</p> <p>Note: In respect of the Target Fund, a business day has the same meaning as ascribed to it in the Offering Documents of the Target Fund dated 16 October 2019 (as the same may be amended or supplemented from time to time) and shall mean a day on which banks in Singapore are open for normal banking business.</p>
Class(es) of Units	Means any class of Units representing similar interests in the assets of the Fund although a class of Units of the Fund may have different features from another class of Units of the same Fund and a "Class of Units" means any one class of Units.
Initial Closing Date	In respect of the Target Fund, the initial closing date for subscriptions is on 31 January 2020 or when a minimum fund size of USD 30 million has been attained (whichever is earlier), or such other date as may be determined by the Target Fund Manager.
Net Asset Value or NAV	Means the value of all the Fund's assets less the value of all the Fund's liabilities at the valuation point. Where the Fund has more than one Class of Units, there shall be a NAV of the Fund attributable to each Class of Units.
NAV per Unit	Means the Net Asset Value attributable to a Class of Units of the Fund at a particular valuation point divided by the number of Units in circulation of the Class of Units at that same valuation point.
Target Fund	Means the Ericsenz-K2 Global Unicorn Fund II.
Target Fund Manager	Refers to Ericsenz Capital Pte. Ltd.
Unit(s)	Refers to 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 and means a unit issued for each Class of Units.
Unit Holder(s)	Refers to sophisticated investor(s) for the time being registered as the holder of Units in the Fund, including a jointholder. In relation to the Fund, means all the unit holders of every Class of Units in the Fund.