

Product Highlights Sheet dated 22 January 2024

## Manulife Cash Management Fund

### Responsibility Statement

This Product Highlights Sheet has been reviewed and approved by the directors and/or persons approved by the Board of Manulife Investment Management (M) Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, 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 the issuance of *Manulife Cash Management Fund* (“the Fund”) and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

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

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

Please note that this Fund is not offered for sale to any U.S. (“United States of America”) person. If you are a non-Malaysian, your subscription may be restricted by your local law or regulation. Please observe and comply with such local restrictions, if any. If in doubt, please consult a professional adviser.

Please note that the Fund may declare distribution out of capital and may result in capital erosion. The distributions are achieved by forgoing the potential for future capital growth and this cycle may continue until all capital is depleted.

**This product highlights sheet only highlights the key features and risks of this Fund. Investors are advised to request, read and understand the prospectus of the Fund before deciding to invest.**

### Brief Information on the Product

#### 1. What is the Fund about?

The Fund is a money market fund that aims to provide regular income\* while maintaining capital stability.

\*Income distribution (if any) will be reinvested as additional units of the Fund.

Note: Any material change to the Fund’s investment objective would require unit holders’ approval.

### Product Suitability

#### 2. Who is the Fund suitable for?

The Fund is suitable for investors who:

- are conservative and seek capital stability;
- have short-term investment horizon (a period of not more than 365 days); and
- seek regular income.

### Key Product Features

#### 3. What am I investing in?

|                                       |  |
|---------------------------------------|--|
| <b>Fund Category</b>                  | Money Market   |
| <b>Investment Strategy and Policy</b> | <p>The Fund aims to achieve its objective by investing at least 90% of its net asset value (“NAV”) in money market instruments, debt securities with a remaining maturity of not more than 397 days, deposits and/or short-term debt securities or short-term money market instruments that have a maturity period of not more than two years if it is issued or guaranteed by, either a government, government agency, central bank or supranational. The balance of the Fund’s NAV will be invested in high quality debt securities with maturity periods exceeding 397 days but not longer than 732 days, which is equivalent to approximately 2 years. These longer dated investments are subject to a cap of 10% of the NAV of the Fund. The Fund’s investment must be traded under the rules of an eligible market and must not contain embedded derivative.</p> <p>The Fund will be actively managed to provide regular income returns while maintaining capital stability.</p> <p>The investment strategy is confined to instruments of short duration in order to provide liquidity and to mitigate the impact of fluctuations in interest rate on the Fund’s performance.</p> <p>Selection of investments will also undergo a credit evaluation process that entails an assessment of the credit risk factor of the issuer and also the structure of the instruments, whilst also taking into consideration other factors, such as liquidity and credit spread of the instruments.</p> |

|                              |   |  |
|------------------------------|---|--|
|                              | <p>The Manager intends to invest in high quality debt securities from quality investment grade issues with a minimum top two short-term rating (including gradation and subcategories) of P2 (or equivalent) by RAM Rating Services Berhad (“RAM”) and/or of MARC-2 by Malaysian Rating Corporation Berhad (“MARC”) or minimum top three long-term rating (including gradation and subcategories) of A3 (or equivalent) by RAM and/or A- by MARC, and/or from a recognised credit rating agency. Should any of the instruments of the Fund or issuers, as applicable, fall below the aforementioned credit ratings, the Manager will seek to dispose of the respective investment instruments and replace them with those which are of their respective minimum credit rating stated above.</p> <p>The Manager will ensure there is sufficient liquidity to meet repurchase requests.</p> |  |
| <b>Asset Allocation</b>      | <p><u>Asset Class</u></p> <p>Money market instruments, debt securities with a remaining maturity period of not more than 397 days, deposits and/or short-term debt securities or short-term money market instruments that have a maturity period of not more than two years if it is issued or guaranteed by, either a government, government agency, central bank or supranational</p> <p>High quality debt securities with maturity periods exceeding 397 days but not longer than 732 days, which is equivalent to approximately 2 years</p>   | <p><u>Allocation (% of the Fund’s NAV)</u></p> <p>Minimum 90%</p> <p>Maximum 10%</p> |
| <b>Performance Benchmark</b> | <p>Maybank 1-month Fixed Deposit rate (obtainable via <a href="http://www.maybank2u.com">www.maybank2u.com</a>).</p> <p>Note: The performance benchmark above is only used as a reference for investment performance comparison purpose. Investing in the Fund is not the same as the placement of a deposit in the Maybank 1-month fixed deposits. There are investment risks involved and the Fund’s investments and returns are not protected or guaranteed. Hence, the Fund’s risk profile is higher than the Maybank 1-month fixed deposit.</p>  |  |
| <b>Base Currency</b>         | Ringgit Malaysia (RM)   |  |
| <b>Launch Date</b>           | 25 March 2013   |  |
| <b>Financial Year End</b>    | 31 October  |  |
| <b>Distribution Policy</b>   | <p>Subject to availability of income, the Fund will distribute income on a monthly basis.</p> <p>Any distribution of income can only be made from realised gains, realised income and/or capital**.</p> <p>**The Fund is allowed to distribute income out of capital to achieve the investment objective of the Fund to provide income at regular interval as per the distribution policy of the Fund.</p>  |  |

#### 4. Who am I investing with?

|                |   |
|----------------|---|
| <b>Manager</b> | Manulife Investment Management (M) Berhad |
| <b>Trustee</b> | HSBC (Malaysia) Trustee Berhad            |

### Key Risks

#### 5. What are the key risks associated with this Fund?

##### 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.

##### 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 NAV.

##### Liquidity Risk

Liquidity risk refers to the ease of liquidating an asset depending on the asset’s volume traded in the market. If the Fund holds assets that are illiquid, or are difficult to dispose of, the value of the Fund and investments of the unit holders will be negatively affected when it has to sell such assets at unfavourable prices.

##### Loan or Financing Risk

This risk occurs when investors take a loan/ financing to finance their investment. The inherent risk of investing with borrowed/ financed money includes investors being unable to service the loan repayments/ financing payments. 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 NAV per unit as compared to the NAV per unit at the point of purchase, towards settling the loan/ financing.

Please note that loan/ financing is discouraged.

##### Suspension/Deferment of Redemption Risk

The Manager may, in consultation with the Trustee and having considered the interests of investors, suspend the dealings in units of the Fund due to exceptional circumstances such as when the market value or fair value of a material portion of the Fund’s assets cannot be determined. No application will be dealt with when suspension of dealing in units are triggered and this will limit the unit holder’s right to freely redeem their units in the Fund.

For the purpose of liquidity risk management, the Fund may defer redemption to the next business day if the total net redemption received is more than 10% of the NAV of the Fund on a particular business day. When such redemption limit is triggered, it may jeopardise the Fund's ability to meet unit holders' redemption request and may lead to a delay in repayment of redemption proceeds to investors. Unit holders who are impacted by deferment of redemption are subject to the risks inherent to the Fund which unit holders invested in until the redemption request is processed.

#### Credit and Default Risk

Credit risk relates to the creditworthiness of the issuers of the fixed income instruments and their expected ability to make timely payment of interest and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the fixed income instrument. In the case of rated fixed income instruments, this may lead to a credit downgrade.

Default risk relates to the risk that an issuer of a fixed income instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the fixed income instruments. This could adversely affect the value of the Fund. Such risk can be mitigated through credit analysis and having regular updates on the business profile and the financial position of the issuer or counterparty of the fixed income instruments.

#### Interest Rate Risk

Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income instruments. When interest rates rise, fixed income instruments prices generally decline, and this may lower the market value of the Fund's investment in fixed income instruments. The reverse may apply when interest rates fall. In order to mitigate interest rate risk, the Manager will need to manage the fixed income portfolio taking into account the coupon rate and time to maturity of the fixed income instruments.

The rates for deposits are normally fixed during the specific and agreed tenure. Hence, any changes in the prevailing level of interest rates will not impact the earlier deposit rates that have been agreed between the Manager and the financial institutions. However, in the event of rising interest rates, the Fund will lose the opportunity to earn higher interest during the specific tenure.

## Fees and Charges

### 6. What are the fees and charges involved?

#### Charges when buying units of the Fund

|                   |  |                      |
|-------------------|--|----------------------|
| Sales Charge      | Distributors                                     | Maximum Sales Charge |
|                   | Unit Trust Consultant                            |                      |
|                   | Manager  |                      |
|                   | Institutional Unit Trust Scheme Adviser ("IUTA") |                      |
| Redemption Charge | Nil  |                      |
| Switching Fee     | Not applicable                                   |                      |
| Transfer Fee      | RM3.00 per transfer                              |                      |

#### Fees incurred when investing in the Fund

|                |  |
|----------------|--|
| Management fee | Up to 0.50% per annum of NAV of the Fund |
| Trustee fee    | Up to 0.04% per annum of NAV of the Fund |

All fees and charges (e.g. sales charge, switching fee, transfer fee, management fee, trustee fee and any other relevant fees and/or charges), where applicable, may be subject to any tax that may be introduced by the government of Malaysia from time to time.

|                               |  |
|-------------------------------|--|
| Minimum initial investment    |  |
| Walk-in/ Hardcopy application | RM50,000   |
| Online application            | -  |
| Minimum additional investment |  |
| Walk-in/ Hardcopy application | RM10,000   |
| Online application            | -  |
| Cut-off time                  | ▪ 2.00 p.m. or any other time that may be determined by the Manager. |

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

## Valuation and Exiting from Investment

### 7. How often are valuations available?

The valuation of the Fund is carried out daily at the end of the business day. Funds with exposure to foreign investments shall be valued at or before 5.00 p.m. on the next business day (or T+1) because of the time difference between Malaysia and the country(ies) where the funds invest in. The NAV per unit of the Fund will be published upon valuation conducted. However, delay may occur in updating the NAV per unit of the Fund. The latest prices will be available on the Manager's website at [www.manulifeim.com.my](http://www.manulifeim.com.my) or FIMM's website. Alternatively, unit holders may contact the Manager's Customer Service Hotline.

## 8. How can I exit from this investment and what are the risks and costs involved?

### Redeeming an investment

Unit holders may redeem part or all of their investments at any time by completing a “Redemption Form” which is available from 8.45 a.m. to 5.30 p.m. at the office of the Manager and its branches. There is no redemption charge levied on the redemption of units. Redemption proceeds will be paid within seven (7) business days from the date on which the redemption request is received by the Manager at or before the cut-off time.

Unit holders should note that redemption limit or suspension of dealing in units of the Fund may be imposed as part of liquidity risk management. These circumstances may lead to delay in payment of redemption proceeds to you. For more information, please refer to the Transaction Information section of the Fund’s prospectus.

|                                  |  |
|----------------------------------|--|
| <b>Minimum redemption amount</b> | 20,000 units   |
| <b>Minimum holding/ balance</b>  | 20,000 units   |
| <b>Cut-off time</b>              | ▪ 3.00 p.m. or any other time that may be determined by the Manager. |

### Cooling-off period

The cooling-off period is only applicable to any individual investing for the first time in any unit trust funds managed by the Manager and excludes staff of the Manager and persons registered with a body approved by the SC to deal in unit trusts. You have the right, within six (6) business days from the day of the receipt by the Manager of your application form, to call for a withdrawal of your investment. The money invested will be refunded to you subject to the conditions as set out in the prospectus of the Fund.

Withdrawal proceeds will only be paid to you once the Manager has received the cleared payments for the original investment.

For purchase/ redemption transaction made with IUTAs, the transaction is subject to the terms and conditions of the respective IUTAs. Also, if you invest in units through an IUTA which adopts the nominee system of ownership, you will not be considered as a unit holder under the Fund’s deed, and you may consequently not have all the rights ordinarily exercisable by a unit holder (for example, the right to call for a unit holders’ meeting and to vote thereat, and the right to have your particulars appearing in the Fund’s register of unit holders).

## Fund Performance

### 9. Average Total Return for Financial Year Ended 31 October 2023

#### Basis of calculation

Average Total Return = Annualised Total Return  
 =  $[(1 + \text{Total return for the period})^{(\text{Actual no. of days in a year} \div \text{No. of days during the period})} - 1] \times 100\%$

| Returns in RM (%)             | 1-Year | 3-Year | 5-Year | 10-Year |
|-------------------------------|--------|--------|--------|---------|
| Manulife Cash Management Fund | 2.92   | 2.11   | 2.29   | 2.66    |
| Benchmark                     | 2.53   | 1.91   | 2.19   | 2.63    |

### 10. Annual Total Return for Financial Year Ended 31 October

#### Basis of calculation

Annual Total Return =  $\frac{(\text{NAV}_t - \text{NAV}_{t-1})}{\text{NAV}_{t-1}}$  NAV<sub>t</sub> denotes NAV at the end of the period.  
 NAV<sub>t-1</sub> denotes NAV at the beginning of the period.

| Returns in RM (%)             | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 | 2023 |
|-------------------------------|------|------|------|------|------|------|------|------|------|------|
| Manulife Cash Management Fund | 2.78 | 3.19 | 3.26 | 2.91 | 2.97 | 2.92 | 2.21 | 1.58 | 1.81 | 2.92 |
| Benchmark                     | 3.04 | 3.15 | 3.10 | 2.95 | 3.10 | 3.04 | 2.18 | 1.50 | 1.72 | 2.53 |

For the financial year ended 31 October 2023, the Fund’s return increased by 2.92%, compared with its benchmark return which increased by 2.53%.

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

### 11. Portfolio Turnover Ratio and Income Distribution per Unit

| Financial Year End (FYE)   | 2021  | 2022  | 2023  |
|--|-------|-------|-------|
| Portfolio Turnover Ratio (“PTR”)   | 19.47 | 17.47 | 26.97 |
| The PTR for FYE2023 is 26.97 times and was higher than FYE2022 mainly due to the increase in trading activities. |       |       |       |
| Gross distribution per unit (sen)  | 2.07  | 1.85  | 2.59  |
| Net distribution per unit (sen)  | 2.07  | 1.85  | 2.59  |
| Distribution was reinvested into additional units in the Fund at the NAV per unit on the distribution date.      |       |       |       |

## Contact Information

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

- i) For internal dispute resolution, you may contact us:

**Manulife Investment Management (M) Berhad**  
13th Floor, Menara Manulife  
No. 6, Jalan Gelenggang  
Damansara Heights  
50490 Kuala Lumpur.

Customer Service Hotline : 03-2719 9271  
General Line : 03-2719 9228  
Email : [MY\\_CustomerService@manulife.com](mailto:MY_CustomerService@manulife.com)  
Website : [www.manulifeim.com.my](http://www.manulifeim.com.my)

- ii) 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):

**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.

Phone : 03-2282 2280  
Fax : 03-2282 3855  
Email : [info@sidrec.com.my](mailto:info@sidrec.com.my)

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

**Consumer & Investor Office**  
**Securities Commission Malaysia**  
No. 3, Persiaran Bukit Kiara  
Bukit Kiara  
50490 Kuala Lumpur.

Phone : 03-6204 8999 (Aduan Hotline)  
Fax : 03-6204 8991  
Email : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)  
Online complaint form available at [www.sc.com.my](http://www.sc.com.my)

- iv) Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

**Legal, Secretariat & Regulatory Affairs**  
**Federation of Investment Managers Malaysia**  
19-06-1, 6th Floor, Wisma Tune  
No. 19, Lorong Dungun  
Damansara Heights  
50490 Kuala Lumpur.

Phone : 03-7890 4242 (Press 3)  
Fax : 03-2093 2700  
Email : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)  
Online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)