BERJAYA
BERJAYA MUTUAL

PRODUCT HIGHLIGHTS SHEET

BM BOND FUND 1

DATE OF ISSUANCE
23 MAY 2024

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors and/or authorised committee and/or persons approved by the Board of Directors of Berjaya Mutual Sdn Bhd (formerly known as Inter-Pacific Asset Management Sdn Bhd) and they have collectively and individually accepted full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, there are no false or misleading statements, or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The relevant information and document in relation to BM Bond Fund 1 ("Fund"), including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The Securities Commission Malaysia has not authorised or recognised the Fund, and a copy of this Product Highlights Sheet has not been registered with the Securities Commission Malaysia. The lodgement of this Product Highlights Sheet should not be taken to indicate that the Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed, or report contained in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of Berjaya Mutual Sdn Bhd (formerly known as Inter-Pacific Asset Management Sdn Bhd) who is responsible for the said Fund and takes no responsibility for the contents in 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.

!	**YOU SHOULD NOT MAKE PAYMENT IN CASH TO OR ISSUE A CHEQUE IN THE NAME OF A SALES REPRESENTATIVE.**

THIS PRODUCT HIGHLIGHTS SHEET ("PHS") ONLY HIGHLIGHTS THE KEY FEATURES AND RISKS OF THIS UNLISTED CAPITAL MARKET PRODUCT. WE RECOMMEND THAT YOU READ THIS PRODUCT HIGHLIGHTS SHEET TOGETHER WITH THE INFORMATION MEMORANDUM DATED 23 MAY 2024. INVESTORS ARE ADVISED TO REQUEST, READ AND UNDERSTAND THE INFORMATION MEMORANDUM BEFORE DECIDING TO INVEST.

FUND INFORMATION

Name of Fund	BM Bond Fund 1
Fund Category	Wholesale fixed income fund (close-ended)
Fund Type	Income
Launch Date	23 May 2024
Financial Year End	31 May
Offer Period	Up to forty-five (45) calendar days from the launch date or when the desired fund size as determined by the Manager has been reached, whichever earlier.
Offer Price	RM1.0000
Base Currency	RM
Commencement Date	Within fourteen (14) Business Days after the end of Offer Period or such earlier date as may be determined by the Manager in the event the Manager determine that it is in the best interest of the Unit Holders to commence investments for the Fund.
Maturity Date	The maturity date is on the day immediately preceding the third (3rd) anniversary of the Commencement Date. If the maturity date falls on a weekend or a public holiday, the maturity date shall be the immediate following Business Day. If the Fund is terminated earlier in accordance with the provisions of the Deed, maturity date shall mean the date of such early termination.

PRODUCT SUITABILITY

The Fund is suitable for Sophisticated Investors who:

- have medium term investment horizon;
- are not planning to access their investment capital in the next three (3) years;
- want an exposure primarily in fixed income securities; and/or
- have medium risk tolerance.

INVESTMENT OBJECTIVE

The Fund seeks to maximize total return for investors primarily through investments in fixed income securities.

Any material change to the investment objective of the Fund would require the approval of Unit Holders.

INVESTMENT POLICY & STRATEGY

The Fund seeks to achieve its investment objective by investing in a portfolio of primarily fixed income securities. The Fund will invest a minimum of 80% of its NAV in rated/unrated fixed income securities and a maximum of 20% in cash and/or cash equivalents. The Manager may also invest in a single issuance/issuer and/or issuance issued by a related party issuer. In order to maximize the total return, the Fund may invest up to 100% of its NAV in unrated fixed income securities for yield enhancement.

As this is a close-ended fund, the Manager will purchase the fixed income securities with the intention of holding them through the tenure of the Fund or until maturity. However, the Manager reserves the right to deal with the fixed income securities in the best interest of the Unit Holders, such as:

(i) in the event of a credit rating downgrade or during market upheavals where the Manager is of the opinion that trading of the fixed income securities is required to protect the investment return of the Fund. Nevertheless, the Manager can continue to hold the fixed income securities despite a credit rating downgrade if immediate disposal of such fixed income securities would not be in the best interest of the Unit Holders; or

(ii) where the Manager deems that the trading of fixed income securities is necessary to provide the targeted investment return in order to achieve the objective of the Fund.

In addition, for fixed income securities that mature prior to the Maturity Date, the Manager will seek to reinvest into other fixed income securities for the remaining period to the Maturity Date. However, in the event that the Manager is not able to find suitable replacement, the Manager will invest in money market instruments. As such, Unit Holders should note that during this period of time, the Fund's investment may deviate from the stipulated investment strategy.

PERFORMANCE BENCHMARK

12-Month Maybank Fixed Deposit rate.

TRANSACTION INFORMATION

Minimum Initial Investment	RM250,000 or such other amount as the Manager may at its discretion deem appropriate.
Minimum Additional Investment	Multiples of RM100,000 or such other amount as the Manager may at its discretion deem appropriate. Additional investment is only allowed within the Offer Period.
Minimum Holding of Units	100,000 Units or such other amount as the Manager may at its discretion deem appropriate.
Minimum Redemption of Units	100,000 Units or such other number of Units, either greater than or less than 100,000 Units, as the Manager may at its discretion deem appropriate. If the Units in a Unit Holder's account are less than the minimum holding of Units after a redemption application is made, all Units in the Fund held by the Unit Holder will be redeemed automatically.
Conditions for Redemption	Unit Holders may redeem their investments in the Fund on any Business Day. There is no limit as to the frequency of redemption. Unit Holders may redeem their investments in the Fund by completing the prescribed withdrawal transaction form or in such other manner as the Manager may accept and returning it to the Manager on or before the cut-off time of 4.00 p.m. on any Business Day. Any redemption request received by the Manager after 4.00 p.m. will be treated as having been made on the next Business Day.
Payment of Redemption Proceeds	Redemption proceeds pursuant to any redemption made will be paid to the Unit Holders within seven (7) business days of receipt of the redemption request by the Manager.
Transfer Facility	Not applicable.
Switching Facility	Not applicable.

FEES AND CHARGES

Sales Charge	Nil.
Repurchase Charge	Nil.
Transfer Fee	Not applicable.
Switching Fee	Not applicable.
Management Fee	0.30% per annum.
Trustee Fee	0.05% per annum.

All fees and charges payable to the Manager and the Trustee are subject to any applicable tax which may be imposed by the government or other authorities from time to time.

GENERAL RISKS OF INVESTING IN THE FUND

Fund Management Risk	Fund management 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 incorrect view of the market or any non-compliance with internal policies, investment mandate of the Fund, relevant laws 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 a risk which generally affects all types of investments. The Fund will be affected by the fluctuation in the performance of the financial markets, caused by changing conditions as a result of global, regional or domestic economic conditions, political developments and/or governmental policies which will in turn affect the value of the Fund.
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 will be negatively affected when it has to sell such assets at unfavourable prices.
Performance Risk	Performance risk refers to the absence of a guarantee in relation to the investment returns or on distribution to the investors.
Inflation Risk	Inflation risk refers to 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.
Loan/Financing Risk	Loan/Financing 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/financing repayments. In the event Units are used as collateral, an investor may be required to top-up the investors' existing instalment if the price of Units fall below 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/financing.
Risk of Non-compliance	Risk of non-compliance 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 govern 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 of 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

Credit/Default Risk	Credit risk relates to the creditworthiness of the issuers of the fixed income securities and money market 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 securities and money market instruments. In the case of rated fixed income securities and money market instruments, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a fixed income security and money market 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 securities and money market instruments, which could affect the value of the Fund.
Interest Rate Risk	Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income securities and money market instruments. When interest rates rise, fixed income securities and money market instruments prices will generally decline, and this may lower the market value of the Fund's investment in fixed income securities and money market instruments and vice versa. In order to mitigate interest rate risk, we will need to manage the fixed income portfolio taking into account the interest or coupon rate and time to maturity of the fixed income securities and money market instruments.

Concentration Risk	As the Fund is allowed to invest 100% of its NAV in a single issuer/issuance, the value of investments may be affected more by the credit and stability of one issuer as compared to diversified investments with multiple issuers.
Non-Commencement Risk	Non-commencement risk refers to the risk that the Fund does not commence after the Offer Period. At any time before the Commencement Date, the Manager reserves the right not to commence the Fund if the Fund size is deemed uneconomical to proceed with the Fund by the end of the Offer Period.

DISTRIBUTION POLICY AND MODE OF DISTRIBUTION

Distribution, if any, will be on annual basis and is subject to the availability of realized income received from investment.

All income distribution shall be paid out to the investor within twenty (20) calendar days from the distribution ex-date.

PARTIES INVOLVED

Manager	Berjaya Mutual Sdn Bhd (Formerly known as Inter-Pacific Asset Management Sdn Bhd) *Registration No. 199001013139 (204709-U)*
Trustee	AmanahRaya Trustees Berhad *Registration No. 200701008892 (766894-T)*

VALUATION OF THE ASSETS OF THE FUND

Fixed income securities	For rated and non-rated fixed income securities and commercial papers, valuation shall be determined each day by using fair value prices quoted by a bond pricing agency registered with the Securities Commission Malaysia. If the Manager is of the view that the price quoted by the bond pricing agency differs from the market price by more than 20 basis points, the Manager may use the market price, provided that the Manager records the basis for not using the bond pricing agency price, obtain the necessary internal approvals for not using the bond pricing agency price and keep an audit trail of all the decisions and basis for adopting the market price.
Deposits	Deposits placed with financial institutions will be valued each day by reference to the principal value of such investments and the profit accrued thereon for the relevant period.
Any other instruments	Fair value as determined in good faith by the Manager, on methods or bases which have been verified by the auditors of the Fund and approved by the Trustee.

EXITING FROM THE FUND

Unit Holders may redeem their investments by completing the prescribed application/ transaction form or such other manner as the Manager may accept and returning it to the Manager on or before the cut-off time of 4.00 p.m. on any Business Day. The application/ transaction form is available at the office of the Manager. Any redemption request received by the Manager after 4.00 p.m. will be treated as having been made on the next Business Day.

Redemption proceeds will be paid to the Unit Holders within seven (7) Business Days of receipt of the redemption request by the Manager.

The minimum redemption of Units is 100,000 Units or such other number of Units, either greater than or less than 100,000 Units, as the Manager may at its discretion deem appropriate.

ADDITIONAL DISCLOSURE

Placement Fee	The Manager may earn a fee from a related party that issues fixed income security, should the Manager purchase fixed income security from the related party. The fee is up to 0.50% of the nominal amount of the fixed income security purchased by the Manager for the Fund. The Manager has in place relevant controls to ensure that there is no conflict of interest in this respect, which includes obtaining the Trustee's prior approval for earning such a fee and conducting proper research and due diligence on the fixed income security to be purchased.

ASSISTANCE AND DISPUTE

1. For internal dispute resolution, you may contact us:

   Berjaya Mutual Sdn Bhd
   (Formerly known as Inter-Pacific Asset Management Sdn Bhd)
   West Wing, Level 13
   Berjaya Times Square
   No. 1 Jalan Imbi
   55100 Kuala Lumpur

   Tel. No. : 03-2117 1888
   Fax. No. : 03-2142 6029
   Email : enquiry_ipam@interpac.com.my
   Website : www.interpac-asset.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):

   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

   Tel. No. : 03-2282 2280
   Fax. No. : 03-2282 3855
   Email : info@sidrec.com.my

3. You can also 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:

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

   Tel. No. : 03-6204 8999
   Fax. No. : 03-6204 8991
   Email : aduan@seccom.com.my
   Online complaint form is available at:
   www.sc.com.my

4. Or alternatively to Federation of Investment Managers Malaysia's Complaints Bureau:

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

   Tel. No. : 03-7890 4242
   Fax. No. : 03-2093 2700
   Email : complaints@fimm.com.my
   Online complaint form is available at:
   www.fimm.com.my

APPENDIX: GLOSSARY

Bursa Malaysia	The stock exchange managed and operated by Bursa Malaysia Securities Berhad.
Business Day	A day on which the Bursa Malaysia is open for trading and/or banks in Kuala Lumpur are open unless otherwise provided for in the Information Memorandum.
Commencement Date	Within fourteen (14) Business Days after the end of Offer Period or such earlier date as may be determined by the Manager in the event the Manager determines that it is in the best interest of the Unit Holders to commence investments for the Fund.
Deposit(s)	As per the definition of "deposit" in the Financial Services Act 2013 and "Islamic deposit" in the Islamic Financial Services Act 2013.
Financial Institution	Means any of the following: (i) licensed bank; (ii) licensed investment bank; (iii) licensed Islamic bank; or (iv) development financial institution;
Fund	BM Bond Fund 1
Information Memorandum	The information memorandum of this Fund, including any supplemental information memorandum thereto.
Licensed Bank	Has the meaning assigned to it in the Financial Services Act 2013.
Licensed Investment Bank	Has the meaning assigned to it in the Financial Services Act 2013.
Licensed Islamic Bank	Has the meaning assigned to it in the Islamic Financial Services Act 2013.
Manager/Berjaya Mutual	Berjaya Mutual Sdn Bhd (formerly known as Inter-Pacific Asset Management Sdn Bhd) *Registration No. 199001013139 (204709-U)*
Net Asset Value or NAV	The value of all the Fund's assets less the value of all the Fund's liabilities at the valuation point.
NAV per Unit	The Net Asset Value divided by the number of Units in circulation at the valuation point.
Securities Commission or SC	The Securities Commission Malaysia established under the Securities Commission Malaysia Act 1993.
Sophisticated Investor	Refers to any person who: a) is determined to be a sophisticated investor under the Guidelines on Categories of Sophisticated Investors issued by the SC and as amended, substituted or replaced from time to time; b) acquires any capital market product specified under the Guidelines on Unlisted Capital Market Products under the Lodge and Launch Framework where the consideration is not less than RM250,000 or its equivalent in foreign currencies for each transaction whether such amount is paid for in cash or otherwise as stated in the SC Technical Note No.1/2024; or c) any other category(ies) of investors as may be permitted by the SC from time to time.
Trustee	AmanahRaya Trustees Berhad *Registration No. 200701008892 (766894-T)*
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.
Unit Holder(s)	Sophisticated Investor(s) for the time being registered as the holder of Units in the Fund, including a joint holder.