

# **SIGNATURE CIO BALANCED ("the Fund")**

This Product Highlights Sheet is dated 3 July 2023.

## **RESPONSIBILITY STATEMENT**

This Product Highlights Sheet has been reviewed and approved by the directors of Amundi Malaysia Sdn. Bhd. and they collectively and individually accept full responsibility for the accuracy of the information in this Product Highlights Sheet. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements or omissions of other facts which would make any statement in this Product Highlights Sheet false or misleading.

## **STATEMENT OF DISCLAIMER**

The relevant information and document in relation to the Signature CIO Balanced, including a copy of this Product Highlights Sheet 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 Signature CIO Balanced, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Signature CIO Balanced 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 Amundi Malaysia Sdn. Bhd. who is responsible for the Signature CIO Balanced 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.

**This Product Highlights Sheet only highlights the key features and risks of the Signature CIO Balanced. Investors are advised to request, read and understand the disclosure documents before deciding to invest.**

## 1. What is Signature CIO Balanced?

The Fund is a wholesale feeder fund managed by Amundi Malaysia Sdn. Bhd. The Fund aims to achieve growth through capital appreciation and income accumulation over a medium to long-term period by investing in Amundi Asia Funds – Signature CIO Balanced Fund (“Target Fund”).

The Fund is a multi-class fund comprising and offering for subscription a class of units denominated in United States Dollar (“USD”) (“USD Class”), a class of units denominated in Ringgit Malaysia (“MYR”) which seeks to reduce the effect of currency fluctuations between the currency of the class and the base currency of the Fund (“MYR Hedged Class”), a class of units denominated in Singapore Dollar which seeks to reduce the effect of currency fluctuations between the currency of the class and the base currency of the Fund (“SGD Hedged Class”), a class of units denominated in Australian Dollar which seeks to reduce the effect of currency fluctuations between the currency of the class and the base currency of the Fund (“AUD Hedged Class”) and a class of units denominated in Great Britain Pound which seeks to reduce the effect of currency fluctuations between the currency of the class and the base currency of the Fund (“GBP Hedged Class”).

## 2. Fund Suitability

The Fund is suitable for unit holders who seek to achieve growth through capital appreciation and income accumulation over a medium to long-term investment horizon.

## 3. Investment Objective

The Fund aims to achieve growth through capital appreciation and income accumulation over a medium to long-term period by investing in the Target Fund.

## 4. Key Product Features

<b>Fund Type</b>	Growth.
<b>Fund Category</b>	Feeder fund.
<b>Launch Date</b>	3 July 2023.
<b>Investment Policy and Strategy</b>	<p>The Fund will invest a minimum of 90% of its net asset value (“NAV”) 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 use currency forwards at the class level (where necessary) to reduce the exposure of the relevant class to foreign exchange fluctuations.</p> <p><i>The investment policy and strategy of the Fund will be further elaborated in chapter 1: Fund Information in the master information memorandum.</i></p> <p><i>Please refer to chapter 3: Information on the Target Funds in the master information memorandum for information on the Target Fund and the investment policies and strategies employed by the Target Fund.</i></p>
<b>Manager</b>	Amundi Malaysia Sdn. Bhd.

Management Fee	Up to 0.90% per annum of the NAV of the Fund. The management fee is calculated and accrued on a daily basis and payable monthly.														
Management Company of the Target Fund	Amundi Luxembourg S.A.														
Sales Charge	Up to 5.00% of the NAV per unit of a 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 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.														
Redemption Charge	Nil.														
Switching Fee	Maximum 1.00% of the NAV per unit of a class.														
Transfer Fee	Not applicable.														
Trustee	SCBMB Trustee Berhad.														
Trustee Fee	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 on a daily basis and payable monthly.														
Minimum Initial Investment	<table><tr><th>USD Class</th><th>MYR Hedged Class</th><th>SGD Hedged Class</th><th>AUD Hedged Class</th><th>GBP Hedged Class</th></tr><tr><td>USD1,000*</td><td>RM1,000*</td><td>SGD1,000*</td><td>AUD1,000*</td><td>GBP1,000*</td></tr></table> <i>*or such other amount as the Manager may prescribe from time to time.</i>					USD Class	MYR Hedged Class	SGD Hedged Class	AUD Hedged Class	GBP Hedged Class	USD1,000*	RM1,000*	SGD1,000*	AUD1,000*	GBP1,000*
USD Class	MYR Hedged Class	SGD Hedged Class	AUD Hedged Class	GBP Hedged Class											
USD1,000*	RM1,000*	SGD1,000*	AUD1,000*	GBP1,000*											
Minimum Additional Investment	<table><tr><th>USD Class</th><th>MYR Hedged Class</th><th>SGD Hedged Class</th><th>AUD Hedged Class</th><th>GBP Hedged Class</th></tr><tr><td>USD1,000*</td><td>RM1,000*</td><td>SGD1,000*</td><td>AUD1,000*</td><td>GBP1,000*</td></tr></table> <i>*or such other amount as the Manager may prescribe from time to time.</i>					USD Class	MYR Hedged Class	SGD Hedged Class	AUD Hedged Class	GBP Hedged Class	USD1,000*	RM1,000*	SGD1,000*	AUD1,000*	GBP1,000*
USD Class	MYR Hedged Class	SGD Hedged Class	AUD Hedged Class	GBP Hedged Class											
USD1,000*	RM1,000*	SGD1,000*	AUD1,000*	GBP1,000*											
Minimum Redemption Amount	1,000 units or such other number of units 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 1,000 units in a class (the minimum holding requirement), the unit holder will be required to redeem all the remaining units held by the unit holder in the class.														
Minimum Holding	1,000 units or such other number of units as the Manager may prescribe from time to time.														

<b>Distribution Policy</b>	<p>Incidental. The Manager reserves the right to distribute income and/or out of the Fund's capital at its sole and absolute discretion.</p> <p><b>Unit holders should be aware that distribution out of the Fund's capital has the risk of eroding the capital of the Fund. It may reduce the Fund's capital available for future investment and the Fund's potential for future income generation. Therefore, the greater the risk of capital erosion that exists, the greater the likelihood that, due to capital erosion, the value of future returns would also be diminished.</b></p>
----------------------------	---

## 5. Asset Allocation

- Minimum 90% of the NAV of the Fund will be invested in the Target Fund; and
- Up to 10% of the NAV of the Fund will be invested in liquid assets.

## 6. Key Risks

### Specific Risks Related to the Fund

#### Currency Risk

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 currency 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. subscription proceeds from MYR Hedged Class, and liabilities e.g. MYR-based expenses of the Fund. These non-USD denominated exposures are subject to the currency exchange rate fluctuations against USD (i.e., the base currency of the Fund).

At the class level, the impact of the currency 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 denominated class (e.g. MYR Hedged Class) to track closely the performance of the Target Fund. While currency hedging reduces the impact from the adverse currency exchange rate movements to the non-USD denominated classes, 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 denominated classes 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 denominated classes. 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 denominated classes.

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

### Foreign Country Security Risk

This risk is associated with investments into securities domiciled in another country. The Fund invests in the Target Fund that is domiciled in Luxembourg 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 units 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 and the investment manager, the Manager has no control over the investment technique, knowledge or management expertise of the Management Company and the investment manager. In the event of mismanagement of the investments by the Management Company or the investment manager, 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 and the investment manager will be maintained in the future. Further, unit holders have no direct influence on the Management Company and the investment manager.

***Investors are reminded that the above list of risks may not be exhaustive and if necessary, they should consult their adviser(s), e.g. their bankers, lawyers, stockbrokers or independent professional advisers for a better understanding of the risks.***

*For more details, please refer to section 2.1 and section 2.3 in the master information memorandum for the general risks of investing in the Fund and the specific risks related to the Target Fund.*

*Note: If your investments are made through an institutional unit trust scheme 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.*

## 7. Valuation of Investment

The Fund will be valued on every business day (T).

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.

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).

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.

## 8. Exiting from Investment

Submission of Redemption Request	The cut-off time for redemption of units shall be at <b>4.00 p.m.</b> on any business day.
Payment of Redemption Proceeds	<p>In normal circumstances, the Manager will pay the redemption proceeds within 10 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.</p> <p>Unit holders should note that the time taken to pay the redemption proceeds to the unit holders (i.e. 10 business days) may be extended or delayed if:</p> <ul style="list-style-type: none"><li>(i) the Target Fund is suspended*; or</li><li>(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.</li></ul> <p>Should any of the above events occur, the Manager may not be able to pay the redemption proceeds to the unit holders within 10 business days. The redemption payment period in such circumstances shall not exceed 5 business days from the Fund's receipt of redemption proceeds from the Target Fund.</p> <p><i>Note:</i> <i>*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.</i></p>

## 9. Contact Information

### *I. For internal dispute resolution, you may contact:*

#### **Clients Servicing Personnel**

Tel : 03 - 2716 1688  
Fax : 03 - 2716 1699  
Email : [customercare-my@amundi.com](mailto:customercare-my@amundi.com)

### *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):*

**a.** via phone to : 03 - 2282 2280  
**b.** via fax to : 03 - 2282 3855  
**c.** via email to : [info@sidrec.com.my](mailto: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

### *III. 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:*

**a.** via phone to : 03 - 6204 8999  
**b.** via fax to : 03 - 6204 8991  
**c.** via email to : [aduan@seccom.com.my](mailto:aduan@seccom.com.my)  
**d.** via online complaint form available at [www.sc.com.my](http://www.sc.com.my)  
**e.** via letter to : Consumer & Investor Office  
Securities Commission Malaysia  
3 Persiaran Bukit Kiara  
Bukit Kiara, 50490 Kuala Lumpur

### *IV. Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:*

**a.** via phone to : 03 - 7890 4242  
**b.** via email to : [complaints@fimm.com.my](mailto:complaints@fimm.com.my)  
**c.** via the online complaint form available at [www.fimm.com.my](http://www.fimm.com.my)  
**d.** via letter to : Legal, Secretarial & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor, Wisma Tune  
No. 19, Lorong Dungun  
Damansara Heights  
50490 Kuala Lumpur