

## PRODUCT HIGHLIGHTS SHEET BOSWM DYNAMIC INCOME FUND

### RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors or authorised committee or persons approved by the Board of BOS Wealth Management Malaysia Berhad ("BOSWM MY") 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 BOSWM Dynamic Income Fund and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorisation of the BOSWM Dynamic Income Fund and lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the BOSWM Dynamic Income 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 BOSWM MY, responsible for the BOSWM Dynamic Income 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.

### PRODUCT HIGHLIGHTS SHEET

**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.**

### BRIEF INFORMATION ON THE PRODUCT

#### 1. What Is This Product About?

<b>Product Type</b>	Unlisted unit trust fund (open-ended)
<b>Manager</b>	BOS Wealth Management Malaysia Berhad 199501006861 (336059-U)
<b>Trustee</b>	CIMB Commerce Trustee Berhad 199401027349 (313031-A)

### PRODUCT SUITABILITY

#### 2. Who Is This Product Suitable For?

The Fund is suitable for investors who are seeking income<sup>□</sup> (in the form of income distribution) and potential capital growth.

<sup>□</sup> Income is in reference to the Fund's distribution, which could be in the form of cash or units.

**Unit prices and distributions payable, if any, may go down as well as up. The investor may not get back the full amount invested and the principal amount invested may be at risk.**

**Please note that if you are a US Person, you are not eligible to subscribe to the Fund. We reserve the right to return your investment without advance notice if we become aware that you are a US Person who holds any Class(es) of the Fund.**

## KEY PRODUCT FEATURES

### 3. (a) What Am I Investing In?

<b>Fund Category</b>	Fixed income
<b>Fund Type</b>	Growth and income
<b>Base Currency</b>	MYR
<b>Financial Year End</b>	30 June
<b>Distribution</b>	<b>Class BOS MYR</b> Declaration of income distribution (if any) is at least once a year.
<b>Issuance Date</b>	2 October 2019
<b>Initial offer price (Class BOS MYR)</b>	RM1.0000

*Note: The initial offer price provided above is only for your reference. Please note that the Fund will have a daily NAV per unit which will be published at our website.*

#### INVESTMENT OBJECTIVE

The Fund aims to deliver total return for its Unit Holder(s).

#### Notes:

- Any material change to the investment objective of the Fund would require Unit Holders' approval.
- 'total return' refers to income (in the form of income distribution) and potential capital growth.

#### INVESTMENT POLICY AND STRATEGY

The Fund adopts a conservative investment approach, where the stability of the Fund's NAV per unit is the top priority. Nevertheless, the Fund is not a passive fund as it may engage in active trading and dynamically adjust its portfolio to achieve its investment objective. Investment decision will be guided by the Manager's outlook on interest rate by taking into account various factors, such as inflation expectation, monetary policies as well as economic growth.

The Fund is expected to invest majority of its NAV in investments (i.e. fixed income securities\*, money market instruments and term deposits) with shorter-term maturity (i.e. up to 3 years), while the balance will be invested in investment with longer-term maturity (i.e. more than 3 years). Having said that, it will be up to the Manager to decide on the Fund's allocation between the investments with shorter-term and longer-term maturity. Take for example, if the market condition permits (i.e. optimistic outlook), the Manager may seize the opportunity to hold more of the investments with longer-term maturity in order to obtain higher yield.

On the selection of rated fixed income securities, the Fund will only purchase those with a minimum long-term credit rating of single 'A' rated by RAM (or an equivalent<sup>1</sup> long-term credit rating rated by other global or domestic bond-rating agencies<sup>2</sup>). Should the long-term credit rating of the fixed income securities held by the Fund is being downgraded, the Manager shall have full discretion to decide whether to hold or to sell the fixed income securities, but should not increase its holdings in such fixed income securities as long as their long-term credit rating is below the minimum long-term credit rating as mentioned above.

The Fund may opt to purchase unrated fixed income securities if the Manager is convinced that the purchase of such unrated fixed income securities is not expected to contribute significantly to the volatility of the Fund's NAV per unit. For efficiency and diversification purposes, the Fund may utilise collective investment scheme(s) to gain exposure in fixed income securities, and may have exposure in financial derivatives instruments for hedging purpose.

The Fund adopts a dynamic portfolio management where the Manager may adjust the Fund's exposure actively between different permitted investments for the purpose of optimising its risk-adjusted return.

**Note: The Fund is neither a capital guaranteed fund nor a capital protected fund.**

#### Asset Allocation

Up to 100% in fixed income securities (i.e. corporate bonds, securities and instruments issued or guaranteed by governments and central banks), money market instruments and/or term deposits.

The balance, if any, in cash (i.e. cash kept at the Fund's trust account).

\* Comprised of corporate bonds, securities and instruments issued or guaranteed by governments and central banks.

<sup>1</sup> By having their own proprietary rating systems and methodologies, credit rating granted by the respective credit rating agencies may vary. It will be up to the Manager to determine the equivalency of the credit rating granted by the respective credit rating agencies.

<sup>2</sup> Refers to S&P, Moody's, Fitch, MARC and any other credit rating agencies approved by the relevant regulators.

**Performance Benchmark**

Maybank Overnight Deposit Rate.

Note:

- The performance benchmark is for comparison purpose only. You are advised that the risk profile of the Fund is different from the risk profile of the performance benchmark. It is available from the website: [www.maybank2u.com.my](http://www.maybank2u.com.my) on a daily basis. It will also be published as a comparison against the Fund's total return at least on a monthly basis in our publications and on our website.

**3. (b) Who Am I Investing With?**

<b>Manager</b>	BOS Wealth Management Malaysia Berhad 199501006861 (336059-U)
<b>Trustee</b>	CIMB Commerce Trustee Berhad 199401027349 (313031-A)
<b>Trustee's Delegate</b>	CIMB Bank Berhad 197201001799 (13491-P)
<b>Auditors</b>	PricewaterhouseCoopers PLT ('PWC') (LLP0014401-LCA & AF 1146)
<b>Tax Advisers</b>	Ernst & Young Tax Consultants Sdn Bhd 198901002487 (179793-K)

**4. What Are The Possible Outcomes Of My Investment?**

- The quantum of potential returns of the Fund would depend on the Fund's asset allocation decisions and performance of the underlying investments of the Fund.
- This is a non-guaranteed Fund and the investor may not get back the full amount invested and the principal amount invested may be at risk. Returns are also not fixed or guaranteed.

**KEY RISKS**

**5. What Are The Key Risks Associated With This Product?**

The following are the general risks associated with the **Fund**:

- Inflation risk** – Inflation risk refers to the risk that an investor's investment in a unit trust 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.
- Market risk** – Market risk refers to the possibility that an investment in a unit trust fund will lose value because of a general decline in the financial markets, due to economic, political and/or other factors, which will result in a decline in the fund's net asset value.
- Manager risk** – This risk refers to the day-to-day management of a fund by its 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.
- Regulatory risk** – Regulatory risk arises when a change of law(s) has a negative impact on a unit trust fund. For example, if capital controls are abruptly introduced and applicable to the fund (that is established to invest in foreign countries), then the fund may have difficulty to place its investments in foreign countries. Such constraint may render the fund to be no longer operational in the way that it was originally intended.

The following are the specific risks associated with the **Fund**:

- Interest rate risk** – Interest rate risk refers to the impact of interest rate changes on the valuation of fixed income securities. When interest rates rise, fixed income securities prices generally decline and this may lower the market value of the Fund's investment in fixed income securities. 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 securities. The change in interest rate environment may also have implication on the interest rates offered by term deposits and money market instruments. In a low interest rate environment, the Fund may have to accept term deposits and money market instruments that offer low interest rate. This will result in lower return for the Fund.
- Credit & default risk** – Credit risk relates to the creditworthiness of the issuers of the fixed income securities and/or Financial Institutions of the money market instruments and deposits 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. In the case of rated fixed income securities, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a fixed income securities and/or Financial Institutions 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. Both credit and default risk could adversely affect the value of the Fund should the Fund invest in fixed income securities which are subsequently downgraded and/or their issuers defaulting in payments or failing to make payments in a timely manner.

- **Country risk** – The Fund may invest in foreign investment and it 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 country in which the Fund invests in. For example, the deteriorating economic conditions of a country may adversely affect the value of the investments undertaken by the Fund in that country. This in turn may cause the NAV or NAV per unit of a Class to fall.
- **Currency risk** – As the Fund may consist of investments denominated in foreign currencies (i.e. non-MYR), the Fund will be exposed to currency risk. As a multi-class fund, currency risk is applicable at two levels:

**a) Currency risk at the Fund's portfolio level**

The impact of the exchange rate movement between the base currency of the Fund and the currency of its underlying investments may result in a depreciation of the value of the investments as expressed in the base currency of the Fund; and

**b) Currency risk at the class level**

The impact of the exchange rate movement between the base currency of the Fund and the currency of the respective Class(es) may result in a depreciation of the investor's holdings as expressed in the base currency of the Fund.

*Note: Currency risk at the class level is not applicable to any Class(es) which are offered in the currency of MYR.*

The Manager may utilise derivatives for currency hedging purpose. Currency hedging at the Fund's portfolio level (if any) is subject to the Manager's discretion. As for the respective Class(es), currency hedging (if any) depends on their respective currency hedging feature. For the avoidance of doubt, Class BOS MYR does not feature currency hedging.

- **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, which may subsequently lead to investment loss to its unitholders. The Manager may (in consultation with the Trustee) seek temporary financing to meet redemption request, considering which is in the best interests of Unitholders before consider the suspending the dealing in the Fund's units. Please refer to Section 6.4 Suspension of Dealing in Units of the Prospectus for more details.

It is important to note that in the event of suspension, Unit Holders will not be able to liquidate their investment in the Fund, resulting delay in receiving redemption proceeds.

***The investment manager exercises diligence in minimising the above risks to the Fund. However, it is not always possible to cover all investment risks in spite of best efforts as financial markets can be highly unpredictable. Investors are encouraged to consult their advisers such as financial/tax consultants, lawyers or bankers for a further understanding of these risks.***

## FEES AND CHARGES

### 6. What Are The Fees And Charges Involved?

<b>Sales Charge</b>	Up to 2.00% of the Fund's NAV per unit of the Class
<b>Annual Management Fee</b>	Up to 0.50% p.a. of the NAV of the Class
<b>Annual Trustee Fee</b>	0.04% p.a. of the NAV of the Fund calculated and accrued on a daily basis, subject to a minimum of RM8,400 p.a. (excluding foreign custodian fee and charges).  The annual trustee fee is payable on a monthly basis.
<b>Redemption Charge</b>	There is no redemption charge imposed on unitholders of the Fund.
<b>Switching Fee</b>	Switching transaction may be subjected to the applicable difference in sales charge between the fund to be switched from and the fund to be switched into. Please refer to the Prospectus for the terms and conditions of the switching facility of the Fund.
<b>Transfer Fee</b>	There is no transfer fee imposed on unitholders of the Fund.

## VALUATIONS AND EXITING FROM INVESTMENT

### 7. How Often Are Valuations Available?

- The valuation of the Fund's NAV is calculated once at the end of every<sup>3</sup> Business Day. The Fund's NAV attributable to the Class(es) will then be calculated, and the daily NAV per unit of the Class(es) will be published on the next Business Day after the valuation (T+1).

Fund prices will be published on BOSWM MY's website at [www.boswealthmanagement.com.my](http://www.boswealthmanagement.com.my).

### 8. How Can I Exit From This Investment And What Are The Risks And Costs Involved?

- Investors can exit from the investment by completing the transaction form. The duly completed and accepted original transaction form must reach BOSWM MY's head office by 4.00 p.m. on any Business Day. BOSWM MY will repurchase units at the Fund's NAV per unit calculated at the end of that Business Day.
- The investor will receive the prevailing price per unit.
- Transaction forms received after 4.00 p.m. will be treated as having been received on the next Business Day.
- Payments will be made to investors within seven (7) Business Days (from the Business Day the redemption request is accepted).

**Note: If an investor is a first-time investor with BOSWM MY, the investor is entitled to a cooling-off period of six (6) Business Days. The refund for every unit with regards to the cooling-off must be as follows:**

- If the original price of a unit is higher than the price of a unit at the point of exercise\* of the cooling-off right ("market price"), the market price at the point of cooling-off; or
- If the market price is higher than the original price, the original price at the point of cooling-off.
- The cooling-off proceeds (including the sale charge imposed on the day the units were purchased) will be refunded to you within seven (7) Business Days.

\* forward pricing is applicable.

However, this is not applicable to staff of BOSWM MY; and persons registered with a body approved by the Securities Commission Malaysia to deal in unit trusts.

## FUND PERFORMANCE FOR THE FINANCIAL YEAR ENDED 30 JUNE

Source of fund performance: Lipper for Investment Management

Source of benchmark performance: Bloomberg & Maybank

### 9. Portfolio Structure

	2024	2023	2022
Fixed Income Securities	35.16%	37.17%	-
Cash & Liquid Assets	64.84%	62.83%	100.00%
Remarks	The fixed income securities allocation of BOSWM Dynamic Income Fund decreased to 35.16% as at 30 June 2024 due to bond maturities coupled with net fund inflows. Gradual increase in the Fund's NAV allowed accumulation of bonds while ensuring sufficient portfolio diversification during the financial year in review.		

### 10. Performance Data

#### Average Annual Return

	1 Year's Period 1.7.2023 To 30.6.2024	3 Years' Period 1.7.2021 To 30.6.2024	Since Inception 2.10.2019 To 30.6.2024
BOSWM Dynamic Income Fund	4.05%	2.79%	2.25%
Maybank Overnight Deposit Rate	1.31%	0.88%	0.80%

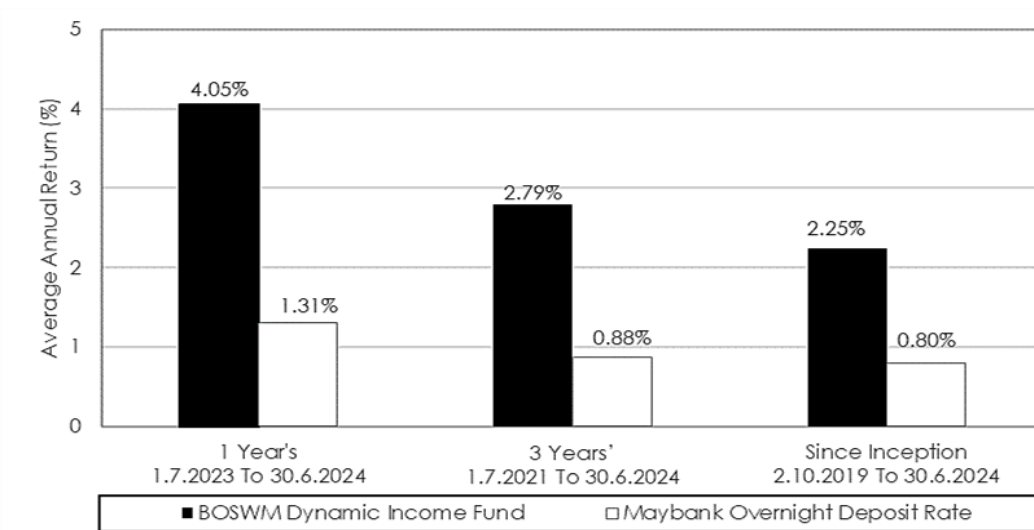
#### Total Annual Return

	1.7.2023 To 30.6.2024	1.7.2022 To 30.6.2023	1.7.2021 To 30.6.2022	1.7.2020 To 30.6.2021	2.10.2019 To 30.6.2020
BOSWM Dynamic Income Fund	4.05%	3.29%	0.83%	-1.55%	1.57%
Maybank Overnight Deposit Rate	1.31%	1.02%	2.02%	1.97%	2.02%

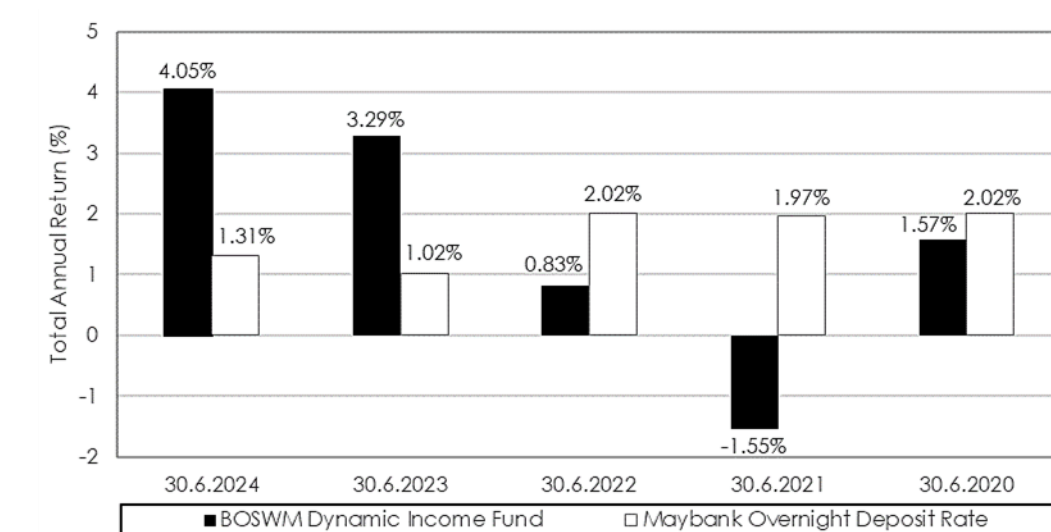
<sup>3</sup> The Fund's valuation point will fall on the next Business Day if the Fund has foreign exposure. Should that be the case, the NAV per unit of the Class(es) will only be published on T+2 Business Days.

**11. Performance Chart**

**Average Annual Return**



**Total Annual Return**



Basis of calculation and assumptions made in calculating the returns:

\* Percentage growth =  $\frac{NAV_t - NAV_{t-1}}{NAV_{t-1}}$

where t = current year  
t-1 = previous year

Note: 3-month Kuala Lumpur Interbank Offered Rate will be replaced by Maybank Overnight Deposit Rate from 16 January 2023 (the Prospectus date) and will apply retrospectively on subsequent publication.

## 12. Distribution

	2024	2023	2022
<b>Gross Distribution Per Unit (sen)</b>	3.20	1.80	-
<b>Net Distribution Per Unit (sen)</b>	3.20	1.80	-

Distribution is in the form of cash and reinvestment of units.

## 13. Unit Split

Not applicable.

## 14. Portfolio Turnover Ratio (PTR)

	2024	2023	2022
<b>PTR (times)</b>	0.20	0.37	-
<b>Remarks</b>	The PTR for the financial year ended 30 June 2024 is lower due to decrease in investing activities.		

**Past performance of the Fund is not an indication of its future performance.**

## CONTACT INFORMATION

### 15. Who Should I Contact For Further Information Or To Lodge A Complaint?

#### Contact Details Of The Manager

<b>Head Office</b>	BOS Wealth Management Malaysia Berhad 199501006861 (336059 – U) 09-02, Level 9, Imazium No. 8, Jalan SS 21/37, Damansara Uptown, 47400 Petaling Jaya, Selangor Tel: 03-7712 3000 E-mail: ContactUs@boswm.com Website: www.boswealthmanagement.com.my
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Please specify the nature of the complaint and the person(s) involved – stating the date, time and place of occurrence.

- (i) For internal dispute resolution, you may contact your Relationship Manager directly or contact us at our contact details above.
- (ii) If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industry Dispute Resolution Corporation (SIDREC):
  - (a) via phone to: 03-2276 6969
  - (c) via e-mail to: info@sidrec.com.my
  - (d) via letter to : Securities Industry Dispute Resolution Center (SIDREC)  
Level 25, Menara Takaful Malaysia,  
No. 4, Jalan Sultan Sulaiman,  
50000 Kuala Lumpur
- (iii) You can also direct your complaint to the Securities Commission Malaysia even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the Securities Commission Malaysia's Consumer & Investor Office:
  - (a) via phone to the Aduan Hotline at : 03-6204 8999
  - (b) via fax to : 03-6204 8991
  - (c) via e-mail 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  
No. 3, Persiaran Bukit Kiara, Bukit Kiara  
50490 Kuala Lumpur
- (iv) Federation of Investment Managers Malaysia's (FIMM) Complaints Bureau:
  - (a) via phone to: 03-7890 4242
  - (b) via e-mail to: complaints@fimm.com.my
  - (c) via online complaint form available at www.fimm.com.my
  - (d) via letter to : Legal & Regulatory Affairs  
Federation of Investment Managers Malaysia  
19-06-1, 6<sup>th</sup> Floor Wisma Capital A  
No.19 Lorong Dungun, Damansara Heights  
50490 Kuala Lumpur

**APPENDIX: GLOSSARY**

**Business Day(s)**

Refers to a day (other than Saturdays, Sundays and public holidays) on which banks in Kuala Lumpur are open for business and a day on which Bursa Malaysia is open for trading in securities.

*Note: The Manager may declare certain Business Days as non-Business Days when deemed necessary, such as in the event of market disruption.*

**Class(es)**

Any class of units (including any new class of units which may be introduced by the Manager on any later dates) representing similar interests in the assets of the Fund.

**Class BOS MYR**

Represents a Class denominated in MYR.

*Note: Different Class(es) may have different features (e.g. income distribution frequency, currency denomination, fees structure, etc.) Kindly read the relevant section(s) of the Prospectus for details.*

**MYR/RM**

Ringgit Malaysia

**NAV**

The value of all the assets of the Fund less the value of all the liabilities of the Fund at a valuation point; where the Fund has more than one Class, there shall be a net asset value of the Fund attributable to each Class.

**NAV per unit**

NAV of the Fund at a particular valuation point divided by the number of units in circulation at the same valuation point; where the Fund has more than one Class, there shall be a NAV per unit for each Class of units; the NAV per unit of a Class at a particular valuation point shall be the NAV of the Fund attributable to that Class of units divided by the number of units in circulation for that Class of units at the same valuation point..

**Unit Holder(s)**

Refers to the registered holder for the time being of a unit of any Class including persons jointly registered.

**US Person**

Refers to:

A. US Onshore Person(s), who are defined as:-

- i. a natural person who is resident in the United States ("US") or who is physically present in the US (regardless whether on a short term or long term basis); or
- ii. a partnership or corporation organized or incorporated under the laws of the US; or
- iii. a partnership or corporation not organized or incorporated under the laws of the US but is beneficially owned by one US Onshore Person or more; or
- iv. an estate of which any executor or administrator is a US Onshore Person or a US Offshore Person; or v. a trust established under the laws of the US; or
- v. a trust\* not established under the laws of the US but any of the settlors or trustees or beneficiaries is a US Onshore Person; or
- vi. an agency or branch of a foreign entity that is located in the US.

For the avoidance of doubt, a representative of a US Onshore Person under (ii) to (vii) is deemed a US Onshore Person for the purpose of the US Persons.

B. US Offshore Person(s), who are defined as:-

- i. a natural person who is a US citizen, US passport holder and/or US green card holder, and is not resident in the US and is not physically present in the US; or
- ii. a partnership or corporation not organized or incorporated under the laws of the US but is beneficially owned by one US Offshore Person or more (and none of them is a US Onshore Person); or
- iii. a trust\* not established under the laws of the US but any of the settlors or trustees or beneficiaries is a US Offshore Person (and none of them is a US Onshore Person); or
- iv. a US Person as defined or identified under the BOS FATCA Policy, US Qualified Intermediaries Policy, Sanctions Policy, and any other internal policies/procedures, but does not meet the definition of a US Onshore Person pursuant to the US Persons section.

For the avoidance of doubt, a representative of a US Offshore Person under (ii) to (iv) is deemed a US Offshore Person for the purpose of the US Persons section.

\* excluding (a) the trust is a discretionary trust where no beneficiary has any fixed legal interest or entitlement in the trust fund; (b) the trust is not subject to primary supervision of any US court; (c) The trust is a non-US trust and is treated as a non-resident alien who is not present in the US for income tax purposes and is subject to US income tax only on its US source income; (d) either the trustee of the trust or a non-US person appointee would reserve investment decision/powers over the trust fund, and no US Person can exercise investment decision/powers over the trust; (e) The trustee is not a US Person; or (e) The beneficiaries comprise non-US Persons and US Persons.