

AVIAN DIVIDEND FUND

("the Fund")

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Avian Capital Sdn. Bhd. 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 this Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The relevant information and document in relation to the Avian Dividend 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 offering document has not been registered with the Securities Commission Malaysia.

The lodgement of this offering document 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 offering document.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the [fund management company or operator] responsible for the said fund and takes no responsibility for the contents in this offering document. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this offering document, 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 Avian Dividend Fund. Investors are advised to request, read and understand the information memorandum before deciding to invest.

1. What is Avian Dividend Fund?

The Fund is a mixed fund managed by Avian Capital Sdn. Bhd. The Fund aims to provide recurring income and to achieve medium to long term* capital appreciation.

** medium to long term means a period of 3 years and above.*

2. Fund Suitability

The Fund is suitable for Sophisticated Investors* who:

- wish to gain exposure to the equity and fixed income markets;
- seek recurring income with stable investment returns
- seek potential capital growth; and
- have a medium to long term investment horizon.

** Please refer to the definition of "Sophisticated Investors" in the information memorandum for more details.*

3. Investment Objective

The Fund aims to provide a recurring income and aims to achieve medium to long term capital growth.

4. Key Product Features

Fund Type	Income and Growth
Fund Category	Global Mixed Asset
Investment Strategy	<p>The Fund invests in global equities and fixed income instruments ranging between 0% and 100% for either asset class. In managing the Fund, the Manager may opt to invest in the investments either directly or via collective investment schemes.</p> <p>The Fund invests in equities which offer or have the potential to offer attractive dividend yields and reasonable medium to long-term capital appreciation. In its stock selection, the Fund will seek to invest in companies that have well-defined dividend payout policies or have the potential to pay dividends within the next 12 months</p> <p>In addition, the Fund could also invest in equities which the Manager believe could, in the medium term, potentially start paying high dividends or substantially increase the existing dividend payouts.</p> <p>When selecting fixed income instruments, the Fund will aim for high yielding instruments. Selection will also depend largely on the credit quality of the issuers, as well as criteria such as the ability to meet their financial obligations, displays healthy cash flow, the collateral type, value, claims priority, as well as issuances that offer the highest safety for timely payment of interest and capital.</p> <p>The Fund may invest in other asset classes depending on prevailing market conditions. These asset classes would range from money market instruments, deposits and/or collective investments schemes (including but not limited to exchange-traded funds (ETFs) (including inverse ETFs)).</p> <p>The Fund, under adverse market condition, may adopt temporary defensive position to protect the NAV of the Fund by placing majority of the Funds in liquid assets such as money market instruments and deposits.</p>

Reference Benchmark	<p>Absolute return of 5% per annum.</p> <p><i>The risk profile of the Fund is different from the risk profile of the reference benchmark.</i></p> <p><i>This is not a guaranteed return and is only a measurement of the Fund's performance.</i></p> <p><i>The Fund may or may not achieve 5% of the Fund's NAV per annum growth rate in any particular financial year but targets to achieve this growth over the long term.</i></p>
Launch Date	24 October 2024
Manager	Avian Capital Sdn. Bhd.
Annual Management Fee	Up to 1.50% per annum of the NAV of the Fund.
Performance Fee	<p>A ten per cent (10%) performance fee will be chargeable on the appreciation in the NAV per Unit over and above the Hurdle Value during a particular Performance Period.</p> <p>For the benefit of the Unit Holders, the Manager imposes a Hurdle Rate and High-Water-Mark ("HWM") requirement, in which the Fund's performance have to exceed before the Manager is eligible to charge a performance fee.</p> <p>The Hurdle Value is determined by adjusting the Hurdle Rate, which is equivalent to the Reference Benchmark of the Fund, to the closing NAV per unit on the last Business Day of the preceding financial year, after subtracting any income distribution declared.</p> <p>During the inception year of the Fund, which the closing NAV per unit on the last Business Day of the preceding financial year is not available, the Hurdle Value will be determined by adding the Hurdle Rate (adjusted proportionately to the calendar days remaining after the initial offer period) to the initial offering price.</p> <p>Meanwhile, the HWM is determined by the highest financial year-end NAV per unit achieved during the history of the Fund, after subtracting all income distribution declared afterwards.</p> <p>The performance fee is calculated and adjusted on a daily basis and is only payable to the Manager at the end of each financial year if the NAV per Unit is above the Hurdle Value and HWM at the end of the particular financial year.</p> <p>If the Manager's appointment is terminated during a Performance Period, the performance fee in respect of the then current Performance Period will be calculated and paid as though the date of termination were the end of the relevant Performance Period.</p>

Sales Charge	Up to 1.50% of the NAV per unit (net of bank charges). The Manager reserves the right to waive or reduce the sales charge from time to time at its absolute discretion.
Repurchase Charge	Up to 1.00% of the NAV per unit. The Manager may at its absolute discretion reduce or waive the repurchase charge imposed on any investor from time to time.
Switching Fee	One (1) free switch per account per calendar year. Subsequent switching will be charged RM100 per transaction. The Manager reserve the discretion to waive the switching fees.
Transfer Fee	Not available, unless by operations of law or under the provision of the Deed.
Trustee	Maybank Trustees Berhad
Trustee Fee	Up to 0.05% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), subject to a minimum fee of RM12,000 per annum.
Minimum Initial Investment[^]	MYR50,000
Minimum Additional Investment[^]	MYR10,000
Minimum Holdings[^]	50,000 units
Minimum Repurchase Amount[^]	10,000 units. If the unit holdings of a unit holder are, after a repurchase request, below the minimum holdings of units for the Fund, a request for full repurchase is deemed to have been made and the Manager will pay the repurchase proceeds to the unit holder.
<i>[^] or such other amount or number of units as may be determined by the Manager at its discretion.</i>	
Distribution Policy	<p>The Fund aims to distribute a portion of its returns to the unit holders of the Fund. Distributions, if any, will be declared annually. The source of income, if any, for the purpose of distribution shall be derived from net realised income.</p> <p>The Manager may, in consultation with the Trustee, determine whether a distribution may be made out of the capital of the Fund. For the avoidance of doubt, capital distribution includes any distribution paid out of unrealised income or unrealised gains of the Fund.</p>

5. Asset Allocation

- Minimum of 0% to a maximum of 100% of its NAV will be invested in equities and equity related securities;
- Minimum of 0% to a maximum of 100% of its NAV will be invested in fixed income securities money market instruments and/or deposits;
- Minimum of 0% to a maximum of 100% of its NAV will be invested in Collective Investment Schemes (including but not limited to real estate investment trusts (“REITs”) and exchange-traded funds (“ETFs”) including inverse ETFs); and
- Minimum of 0% to a maximum of 10% of its NAV will be invested in derivatives and embedded derivatives.

6. Key Risks

Specific Risks

(a) Stock Specific Risk

Prices of a particular stock may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such stock will adversely affect the Fund’s NAV.

(b) Currency Risk

As the investments of the Fund may be denominated in currencies other than the base currency of the Fund, any fluctuation in the exchange rate between the base currency of the Fund and the currencies in which the investments are denominated may have an impact on the value of these investments. Investors should be aware that if the currencies in which the investments are denominated depreciate against the base currency of the Fund, this will have an adverse effect on the NAV of the Fund in the base currency of the Fund and vice versa. Investors should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.

(c) Country Risk

Investments of the Fund in any countries 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 countries in which the Fund invests in. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the NAV of the Fund or prices of units to fall.

(d) Equity-related Securities Risk

The risk of investing in equity-related securities is generally higher than their underlying equities. The pricing of the equity-related securities will depend on the price movements of their underlying equities. Any change to the pricing of the underlying equities would either positively or negatively impact the value of the equity-related securities hence impacting the NAV of the Fund.

(e) Credit/Default/Counterparty Risk

This risk refers to the inability of the issuers to fulfil their financial obligations to the Fund in a timely manner. This risk concerns the Fund’s investment in equity-related securities, derivatives, embedded derivatives, fixed income securities and money market instruments. To reduce this risk, the Manager emphasizes on stringent credit selection process in selecting issuers and maintain monitoring mechanism to manage this risk.

(f) Tactical Asset Allocation Fund Risk

The Fund is a tactical asset allocation fund where the strategies employed shifts the asset mix of the Fund between equities and equity-related securities, fixed income securities, money market instruments, deposits and collective investment schemes depending on the prevailing market outlook. The Manager's investment decision on the asset allocation may adversely affect the Fund's performance if the assessment concluded by the Manager is not consistent with the market outlook.

(g) Derivatives Risk

The Fund may utilise derivatives mainly for hedging purposes. The NAV of the Fund will be impacted by the valuation of the derivatives. These include, but are not limited to, price movement of the underlying assets, volatility of the underlying assets, interest rate levels and the correlation of the underlying assets. Any change in the aforesaid factors would either positively or negatively impact the valuation of the derivatives hence impacting the NAV of the Fund.

(h) Collective Investment Schemes Risk

Investing in collective investment schemes may be more costly to the Fund than if the Fund had invested in the underlying investments directly as the Fund will indirectly be paying the fees and expenses of the collective investment schemes. The Fund's investments in ETFs may subject the Fund to additional risks (such as risks related to the changes in the constituent securities of the index that the ETF is tracking which may result in the rise or fall of the price of the ETF or cessation of the index that the ETF is tracking which may result in the termination of the ETF) than if the Fund would have invested directly in the constituent securities of the index. Any adverse price movements of such ETFs will adversely affect the Fund's NAV.

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

For more details, please refer to section 4 of the information memorandum for the general risks of investing in the Fund.

7. Valuation of Investment

The Fund will be valued at the end of every business day. If the foreign market in which the Fund is invested in is closed for business on the business day, the Manager will value the investment based on the latest available price as at the day the particular foreign market was last opened for business.

Unit holders will be able to obtain the price of a unit for a particular valuation day from avian-capital.com within five (5) business days after the Fund's valuation day. The price of a unit would also be made available upon request by the unit holders.

8. Exiting from Investment

Submission of Repurchase Request	The cut-off time for repurchase of units shall be at 4:00 pm on a business day.
Payment of Repurchase Proceeds	Repurchase proceeds will be paid out within ten (10) business days from the day the repurchase request is received by the Manager.

Remittance of Repurchase Proceeds	The Manager shall remit the repurchase proceeds to the unit holder's banking account.
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9. Contact Information

- I. For internal dispute resolution, you may contact:

Clients Servicing Personnel

Tel : 03- 3850 8825
 Email : support@avian-capital.com
 Website : avian-capital.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) phone to : 03-2276 6969
 b) via email to : info@sidrec.com.my
 c) 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 (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) phone to : 03-6204 8999
 b) via fax to : 03-6204 8991
 c) via email to : aduan@seccom.com.my
 d) via the online complaint form available at sc.com.my
 e) via letter to : Consumer & Investor Office Securities Commission Malaysia
 No. 3, Persiaran Bukit Kiara, Bukit Kiara
 50490 Kuala Lumpur