

Manulife Asset Management Services Berhad
(834424-U) (the “Provider”)

Manulife Shariah PRS NESTEGG Series

consisting of

**Manulife Shariah PRS-Growth Fund,
Manulife Shariah PRS-Moderate Fund,
Manulife Shariah PRS-Conservative Fund**

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Manulife Asset Management Services Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable enquiries, 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 approved Manulife Shariah PRS NESTEGG Series and authorized Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund and Manulife Shariah PRS-Conservative Fund, and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The approval and authorization, as well as the lodgement of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Manulife Shariah PRS NESTEGG Series or the Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund and Manulife Shariah PRS-Conservative 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 Manulife Asset Management Services Berhad, the private retirement scheme provider responsible for the Manulife Shariah PRS NESTEGG Series and Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund and Manulife Shariah PRS-Conservative 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.



Manulife Shariah PRS NESTEGG Series (the “Scheme”)

This Product Highlights Sheet is an important document

- It is a summary of the salient information about the Scheme and Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund and Manulife Shariah PRS-Conservative Fund.
- You must not contribute to the Scheme based on this Product Highlights Sheet alone. Please read the Scheme’s disclosure document before deciding to make a contribution. If you do not have a copy, please contact us to ask for one.
- You should not contribute to the Scheme if you do not understand it or are not comfortable with the accompanying risks.

What is the Manulife Shariah PRS NESTEGG Series?

This Scheme is a voluntary investment scheme designed to facilitate accumulation of retirement savings. We have 3 core funds within the Scheme, with each caters for individuals with different risk profiles:

Name of Fund

1. Manulife Shariah PRS-Growth Fund
2. Manulife Shariah PRS-Moderate Fund
3. Manulife Shariah PRS-Conservative Fund

This Product Highlights Sheet (“PHS”) only provides information on the core funds within the Scheme, namely **Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund, and Manulife Shariah PRS-Conservative Fund.**

The trustee of the Scheme is *CIMB Islamic Trustee Berhad*.

What are the benefits of contributing to the Scheme?

- Provides additional savings for retirement
- Provides retirement solution for the self-employed
- Provides investment based on personal risk profile
- Provides all information on investment upfront

How does the Scheme work?

You can choose the Fund(s) you would like to invest according to your risk profile. However, if you have not selected a Fund of your choice, your contributions will be automatically allocated in accordance with the Default Option. Depending on your age at the time of contribution, your contributions will be allocated for the purchase of units in the following core funds:-

Name of Fund	Age at time of contribution
Manulife Shariah PRS-Growth Fund	Below 40 years of age
Manulife Shariah PRS-Moderate Fund	40 – below 50 years of age
Manulife Shariah PRS-Conservative Fund	50 years of age and above

Notwithstanding the table above, and provided no written notification to the contrary has been given to us, the first contribution made by or for you:

- if made within thirty (30) days before you attain the age of forty (40) years, shall be allocated for the purchase of units in the Manulife Shariah PRS-Moderate Fund; and
- if made within thirty (30) days before you attain the age of fifty (50) years, shall be allocated for the purchase of units in the Manulife Shariah PRS-Conservative Fund.

When units are to be purchased with a contribution by an employer on your behalf as its employee, and regardless whether those units are to be vested units or conditionally vested units, you shall have the right to choose the units of the Funds to be purchased if you do not wish the units to be purchased under the default option.

Note: The current retirement age in Malaysia is fifty-five (55) years and this may change to any other compulsory age of retirement from employment, as may be specified under any applicable written law in Malaysia.

Additional Information:

Cooling-off right	<p>You are allowed to exercise your cooling-off right within 6 Business Days from the date of receipt of your application to contribute into a private retirement scheme for the first time.</p> <p>However, once you have exercised your cooling-off right, the cooling-off right is no longer available for contributions made in other private retirement schemes.</p> <p><i>Note: Cooling-off right is not applicable to staff of a private retirement scheme provider and persons registered with a body approved by the SC to deal in private retirement schemes.</i></p>
Your contribution	<p>As the Scheme is designed for you to accumulate savings for your retirement needs, all your vested units will be channeled into two (2) sub-accounts:</p> <ol style="list-style-type: none"> 1) seventy per centum (70%) of the units of each Fund in Sub-account A; and 2) thirty per centum (30%) of the units of each Fund in Sub-account B. <p>A contribution to the Scheme by an employer on your behalf as its employee, if not made subject to a vesting schedule, shall vest in you immediately upon receipt by us. A contribution to the Scheme by an employer on your behalf as its employee, if made subject to a vesting schedule, shall vest in you in accordance with the vesting schedule.</p>
Full Withdrawal	<p>Full withdrawal from Sub-account A is only allowed under the following circumstances:</p> <ol style="list-style-type: none"> (i) you have reached your retirement age*; (ii) following your death; and (iii) permanently departing from Malaysia. <p><i>* Note: Refers to the age of 55 years or where there is any written law applicable to the Member stipulating an age of compulsory retirement.</i></p>
Partial Withdrawal	<p>Partial withdrawal is only allowed from Sub-account B, under the following circumstances:</p> <ol style="list-style-type: none"> (i) the first request for a partial withdrawal from one or more private retirement schemes (including the Scheme) may only be made after one year has elapsed from the date the first contribution to the Scheme by or for the Member has vested in the Member; (ii) subsequent requests for partial withdrawals from one or more private retirement schemes (including the Scheme) may only be made once in each following Calendar Year; and

	<p>(iii) partial withdrawal prior to retirement age* will be subject to a tax penalty of 8% on the withdrawal amount by the inland Revenue Board of Malaysia.</p> <p>Please note that partial withdrawal is not allowed:</p> <ul style="list-style-type: none"> • when a Member has passed away; or • when a Member is departing Malaysia permanently. <p>A Member who has reached the Retirement Age may also request partial withdrawals from the Scheme.</p> <p>For the avoidance of doubts, withdrawals are permitted for vested units only.</p> <p><i>* Note: Refers to the age of 55 years or where there is any written law applicable to the Member stipulating an age of compulsory retirement.</i></p>
<p>Transfer your fund(s) to another private retirement scheme operated by other PRS provider</p>	<p>You may request redemption of units of the Fund(s) held by him and then transfer the proceeds of such redemption to another private retirement scheme operated by another private retirement scheme provider one (1) year after the date of the Member's first contribution to the Scheme.</p> <p>Thereafter, you are allowed to perform one (1) transfer every Calendar Year on a per private retirement scheme provider basis. You may also consolidate all your contributions from the Funds managed by the Provider to be transferred to another fund managed by other private retirement scheme provider. For avoidance of doubt, the redemption proceeds from a Fund cannot be split into two (2) or more funds.</p> <p>If the redemption proceeds are realised from redemption of units in Sub-account A, such redemption proceeds will be used to create units in the Member's sub-account A of the other private retirement scheme operated by another private retirement scheme provider. If the redemption proceeds are realised from redemption of units in Sub-account B, such redemption proceeds will be used to create units in the Member's sub-account B of the other private retirement scheme operated by another private retirement scheme provider.</p> <p>Please note that transfer to another private retirement scheme operated by another private retirement scheme provider is not permitted for conditionally vested units.</p> <p>For the avoidance of doubt, transfer of units of the Fund to another individual or Member is not allowed.</p> <p><i>Note: A transfer fee of RM25.00 (subject to any other circumstances as may be specified by the PPA) will be imposed by the PPA and a Redemption Charge will be imposed by us which rate will depend on the number of years you have contributed to the Scheme for each request to transfer.</i></p>
<p>Switching</p>	<p>You are allowed to switch your vested units and/or conditionally vested units in a Fund with the units of any other Funds within the Scheme or funds in another private retirement scheme operated by the Provider. For Class C units, however, switching of units can only be done within the same class of units; you are not permitted to switch your vested units and/or conditionally vested units from Class C units to Class A or Class B units.</p> <p>The minimum amount for switching is 200 units or such other amount as we may decide from time to time.</p>

What are the Core Funds under the Scheme?

Manulife Shariah PRS-Growth Fund

Investment Objective	<p>The Fund aims to facilitate accumulation of retirement savings* by providing capital growth over the long term.</p> <p><i>* Please note that this is neither a capital guaranteed fund nor a capital protected fund. Therefore, a Member's capital is neither guaranteed nor protected.</i></p>
Fund's Category	Core (Growth)
Investment Strategy	<p>To achieve the objective of the Fund, the Provider will at all times invest a minimum of 30% up to a maximum of 70% of the Fund's NAV in Shariah-compliant equities and/or equity-related securities which would include the following:</p> <ul style="list-style-type: none"> – Shariah-compliant securities of companies listed on Bursa Malaysia and/or any other exchanges of countries regulated by an authority which is a member of the IOSCO; – Islamic derivatives; and – Shariah-compliant collective investment schemes which invest in Shariah-compliant equities and/or other equity-related securities. <p>That part of the Fund's NAV not invested in Shariah-compliant equities and/or equity-related securities will be invested in the following:</p> <ul style="list-style-type: none"> – sukuk and Islamic commercial papers carrying at least A3/P2 rating by RAM (or equivalent rating by MARC); – government sukuk, Islamic treasury bills and other government approved or guaranteed sukuk; – Islamic deposit with financial institutions; – Islamic money market instruments such as Islamic negotiable instruments and Islamic accepted bills; and – Shariah-compliant collective investment schemes which invest in sukuk and/or Islamic money market instruments. <p>Further, the Fund may invest up to 30% of the Fund's NAV at any time in foreign markets such as the Asia Pacific region whenever opportunities arise. The Asia Pacific region would include but are not limited to Australia, Hong Kong, Indonesia, Philippines, Korea, India, Singapore, Taiwan and Thailand. As the Fund will be investing in foreign markets, the Provider intends to enter into Islamic derivative trades solely for hedging purposes to reduce the Fund's exposure to foreign exchange fluctuations; the Islamic derivative trades would not be considered as investments of the Fund but rather a risk-management device.</p> <p>As part of the investment strategy, The Provider will take an opportunistic approach and formulate its asset allocation strategy to ride on the economic cycle. For example, when the economy bottoms-out from a recession, the Provider will search for a clearer evidence of sustainable economic recovery before overweighting on its Shariah-compliant equity asset allocation versus sukuk. Likewise, when the economy has peaked and is heading towards a slow growth period, the Provider will then decide to underweight its Shariah-compliant equity asset allocation versus sukuk.</p>
Asset Allocation	<p>The Provider will invest a minimum of 30% and a maximum of 70% of the Fund's NAV in Shariah-compliant equities and/or equity-related securities; the remainder of the Fund's NAV will be invested in sukuk, Islamic money market instruments and Islamic deposits with financial institutions.</p>

Benchmark	60% FTSE Bursa Malaysia EMAS Shariah index + 40% Maybank 12-month Islamic fixed deposit rate.
Members' profile	<p>The Fund is suitable for Members who:</p> <ul style="list-style-type: none"> • have a moderate to high risk appetite; • seek capital appreciation on their contributions; • seek an additional retirement savings scheme other than EPF; • are not statutorily obliged to contribute to EPF; • are employers who wish to contribute on behalf of their employees having the aforesaid characteristics; and/or • seek to invest in a Shariah-compliant investment. <p>You should be aware that if you did not indicate your selection of Funds, your contributions will be automatically allocated to Manulife Shariah PRS-Growth Fund if you are below 40 years old at the time of contribution.</p>

Manulife Shariah PRS-Moderate Fund

Investment Objective	<p>The Fund aims to facilitate accumulation of retirement savings* through a combination of income# and capital growth over the long term</p> <p><i>* Please note that this is neither a capital guaranteed fund nor a capital protected fund. Therefore, a Member's capital is neither guaranteed nor protected.</i></p> <p><i># Income declared will be reinvested in the form of additional Units issued to Members.</i></p> <p><i>Any material change to the investment objective of the Fund would require Members' approval.</i></p>
Fund's Category	Core (Moderate)
Investment Strategy	<p>To achieve the objective of the Fund, the Provider will at all times invest a minimum of 40% up to a maximum of 60% of the Fund's NAV in Shariah-compliant equities and/or equity-related securities which would include the following:</p> <ul style="list-style-type: none"> – Shariah-compliant securities of companies listed on Bursa Malaysia and/or any other exchanges of countries regulated by an authority which is a member of the IOSCO; – Islamic derivatives; and – Shariah-compliant collective investment schemes which invest in Shariah-compliant equities and/or other equity-related securities. <p>That part of the Fund's NAV not invested in Shariah-compliant equities and/or equity-related securities will be invested in the following:</p> <ul style="list-style-type: none"> – sukuk and Islamic commercial papers carrying at least A3/P2 rating by RAM (or equivalent rating by MARC); – government sukuk, Islamic treasury bills and other government approved or guaranteed sukuk; – Islamic deposit with financial institutions; – Islamic money market instruments such as Islamic negotiable instruments and Islamic accepted bills; and – Shariah-compliant collective investment schemes which invest in sukuk and/or Islamic money market instruments. <p>Further, the Fund may invest up to 30% of the Fund's NAV at any time in foreign markets such as the Asia Pacific region whenever opportunities arise. The Asia Pacific region would include but are not limited to Australia, Hong Kong, Indonesia, Philippines, Korea, India, Singapore, Taiwan and Thailand.</p>

	<p>As the Fund will be investing in foreign markets, the Provider intends to enter into Islamic derivative trades solely for hedging purposes to reduce the Fund's exposure to foreign exchange fluctuations; the Islamic derivative trades would not be considered as investments of the Fund but rather a risk-management device.</p> <p>As the objective of the Fund is to provide a combination of income# and capital growth, the Provider seeks to adopt a balanced approach by investing at an equal portion of the Fund's NAV in sukuk and/or Islamic money market instruments and Shariah-compliant equities and/or equity-related securities. When opportunities arise, this equal apportionment will be varied slightly (i.e. between 40% to 60%) to better benefit the Members of the Fund. With this strategy, Members are able to benefit from the income# which the Fund aims to provide from its investments in sukuk and/or Islamic money market instruments as well as capital growth from its investments in Shariah-compliant equities and/or equity-related securities.</p> <p><i># Income declared will be reinvested in the form of additional Units issued to Members.</i></p>
Asset Allocation	The Provider will at all times invest a minimum of 40% and a maximum of 60% of the Fund's NAV into Shariah-compliant equities and/or equity-related securities; the remainder of the Fund's NAV will be invested in sukuk, Islamic money market instruments and Islamic deposits with financial institutions.
Benchmark	50% FTSE Bursa Malaysia EMAS Shariah index + 50% Maybank 12-month Islamic fixed deposit rate.
Members' profile	<p>The Fund is suitable for Members who:</p> <ul style="list-style-type: none"> • have a moderate risk appetite; • seek capital appreciation on and distribution of Units from their contributions; • seek an additional retirement savings scheme other than EPF; • are not statutorily obliged to contribute to EPF; • are employers who wish to contribute on behalf of their employees having the aforesaid characteristics; and/or • seek to invest in a Shariah-compliant investment. <p>Your should be aware that if you did not indicate your selection of Funds, your contributions will be automatically allocated to Manulife Shariah PRS-Moderate Fund if you are within 40 years to below 50 years old at the time of contribution.</p>

Manulife Shariah PRS-Conservative Fund

Investment Objective	<p>The Fund aims to provide steady returns whilst preserving* capital.</p> <p><i>* Please note that this is neither a capital guaranteed fund nor a capital protected fund. Therefore, a Member's capital is neither guaranteed nor protected.</i></p> <p><i>Any material change to the investment objective of the Fund would require Members' approval.</i></p>
Fund's Category	Core (Conservative)
Investment Strategy	<p>To achieve the objective of the Fund, the Provider will at all times invest a minimum of 80% of the Fund's NAV in Malaysian sukuk and/or Islamic money market instruments of which a minimum of 20% will be invested in Islamic money market instruments and a maximum of 20% of the Fund's NAV in Malaysian Shariah-compliant equities and/or equity-related securities.</p> <p>The sukuk portfolio of the Fund would include the following:</p>

	<ul style="list-style-type: none"> – Malaysian sukuk and Islamic commercial papers carrying at least A3/P2 rating by RAM (or equivalent rating by MARC); – Malaysian government Shariah-compliant securities, Islamic treasury bills, Bank Negara Malaysia notes-i, Malaysian government Islamic negotiable instruments and Cagamas sukuk; – Other obligations issued or guaranteed by the Malaysian government, Bank Negara Malaysia, Malaysian state governments and Malaysian government-related agencies; – Islamic deposit with Malaysian financial institutions; – Islamic money market instruments such as Islamic negotiable instruments and Islamic accepted bills issued by Malaysian financial institutions; and – Shariah-compliant collective investment schemes which invest in Malaysian sukuk and/or Islamic money market instruments. <p>The Fund may also invest up to 5% of the Fund's NAV at any time in sukuk and/or Islamic money market instruments which are rated below A3/P2 by RAM (or equivalent rating by MARC) and/or are unrated. In the event the 5% limit is exceeded whether as a result of a downgrade of any of the sukuk and/or Islamic money market instruments to below A3/P2, an increase in the aggregate value of sukuk and/or Islamic money market instruments which are rated below A3/P2 and/or are unrated, or a decrease in the NAV of the Fund, the Provider will reduce the investments of the Fund to comply with the 5% limit unless, in the opinion of the Scheme Trustee, the disposal of such investments is not in the interest of the Members holding units of the Fund.</p> <p>As part of the investment strategy, Shariah-compliant equity asset allocation between 0% and 20% of the Fund's NAV aims at enhancing the Fund's returns during economy up-cycle and to protect the downside on equities during uncertain periods (for example, during the 2008/2009 Global Financial Crisis). The Fund may go up to 100% sukuk and/or Islamic money market instruments depending on market conditions.</p>
Asset Allocation	The Provider will at all times invest a minimum of 80% of the Fund's NAV in the Malaysian sukuk, Islamic money market instruments and Islamic deposits of which a minimum of 20% of the Fund's NAV will be invested in Islamic money market instruments; the Provider may also invest up to a maximum of 20% of the Fund's NAV in the Malaysian Shariah-compliant equities and/or equity-related securities.
Benchmark	Maybank 12-month Islamic fixed deposit rate.
Members' profile	<p>The Fund is suitable for Members who:</p> <ul style="list-style-type: none"> • have low risk appetite; • seek regular distribution of Units from their contributions; • seek an additional retirement savings scheme other than EPF; • are not statutorily obliged to contribute to EPF; • are employers who wish to contribute on behalf of their employees having the aforesaid characteristic; and/or • seek to invest in a Shariah-compliant investment. <p>You should be aware that if you did not indicate your selection of Funds, your contributions will be automatically allocated to Manulife Shariah PRS-Conservative Fund if you are above 50 years old at the time of contribution.</p>

What are multiple classes of units?

Each of the Funds of the Scheme will have three (3) classes of units: Class A, Class B and Class C.

Class A, Class B and Class C units are distinguished by the amount of sales charge, redemption charge,

switching fee, transfer fee and amount of management fee imposed by the Provider on each of those classes of units.

On the 10th anniversary of the date the first contribution was made by or on behalf of you holding Class A units of the Funds, the Class A units of such Funds held by you will automatically be converted into Class B units of such Funds at no cost to you. Accordingly, any subsequent contributions by or on behalf of you after the said 10th anniversary will be utilised towards the purchase of Class B units of any of the Funds. For the avoidance of doubt, the date the first contribution was made shall be the earliest date the first contribution was made to the Scheme or to any other private retirement scheme operated by the Provider.

The details and differences of the classes of units of the Funds are explained in their respective section.

What are the risks?

Some of the general investment risks involved are:

Capital and Returns Not Guaranteed

Investing in the Fund is not similar to placement in fixed deposits. The capital and returns of the Fund are not guaranteed as they are dependent on the performance of the Fund.

Market risk

Market risk refers to potential losses that may arise from changes in the market prices of the Shariah-compliant investments of the Funds. Prices of Shariah-compliant securities (be it Shariah-compliant stocks or sukuk), fluctuate in response to various factors, for example, events or news that relates to the securities as well as general market or economic conditions.

Provider risk

The performance of the Funds depends on, amongst other things, the knowledge, experience and expertise of the fund managers of the Provider. Lack of any of the aforesaid may adversely affect the performance of the Funds which in turn may affect the investments of a Member through, including but not limited to, the loss of his capital invested in the Funds.

Liquidity risk

Liquidity risk refers to the ease of liquidating a Shariah-compliant investment (be it Shariah-compliant stock or sukuk) at or close to its fair value. There is a risk that the Shariah-compliant investment (be it Shariah-compliant stock or sukuk) held by the Funds cannot be readily sold or converted into cash at or near its fair value due to insufficient trading volume. This, in turn, will adversely affect the value of the Funds. To mitigate liquidity risk, the Provider will ensure that the Funds hold a minimum level of Islamic liquid assets to serve as buffer for meeting redemption requests.

Interest rate risk

The risk refers to how the changes in the interest rate environment would affect the performance of certain Shariah-compliant securities that the Funds invest in.

Generally, there is an inverse relationship between interest rate movement and prices of sukuk and Islamic money market instruments, whereby an increase of interest rate may lower the prices of sukuk and Islamic money market instruments. In addition, sukuk with longer maturity and lower profit rates are more sensitive to interest rate changes. This risk will be mitigated via the management of the duration of the sukuk portfolio.

For investments into Shariah-compliant equities such as Shariah-compliant stocks that pay regular dividends, the profitability of certain Shariah-compliant stocks may be affected by the interest rate movement. For example, companies with borrowings may be required to meet their debt obligations to service higher debt obligations than the company's initial borrowing due to an increase in interest rate, thus affecting or reducing the dividend payout.

Please note that any movement in interest rate will have an impact on the management of the Fund regardless of whether it is a conventional or Shariah-compliant fund. It does not in any way suggest that the Funds will invest in conventional financial instruments.

Inflation risk

The Funds are subject to the risk of a Member's investment not being able to match the inflation rate, thereby reducing the Member's purchasing power even though the investment in monetary terms may have increased in value. Members are advised to take note that the Funds are not designed with the objective of matching the inflation rate of Malaysia.

Non-compliance risk

Non-adherence with laws, rules, regulations, prescribed practices, internal policies and procedures may result in the performance or the management of the Funds being affected. For example, the Provider may not be aware of certain changes in the laws and regulations of a country, such as a ban of foreign investors investing into a particular market, which may result in the Funds having to dispose of its investments prematurely or at a loss. This risk may be mitigated by the Provider having stringent internal controls and ensuring that compliance monitoring processes are undertaken.

Concentration risk

Concentration risk occurs when a portfolio is overweight on a particular Shariah-compliant security, sector or asset class. In a scenario where the Fund invests a substantial portion of their assets in Shariah-compliant securities of a particular sector, the Funds may be subject to greater price volatility or adversely affected by the performance of a particular sector. The risk may be mitigated through the diversification process that the Provider will employ in the management of the Fund.

Risk associated with Default Option

If a Member did not select a Fund under the Scheme, his contributions will be automatically allocated via the default option to a core fund according to his age. When the Member reaches the age of 40 and 50 years, as the case may be, the Provider will automatically switch the Member's investments to another core fund under the Scheme (for further information on default option, please refer to Section 3.3.4 of the Disclosure Document – Default Option). Accordingly, the automatic switch under the default option may result in a Member incurring losses in relation to his investments due to unfavourable market conditions that may result in a decline in the prices of securities of the Fund. This is because, at the point of switching, the unit price of the Fund may be lower than the unit price of the Fund at the time he contributed to the Fund.

This risk can be avoided if the Member had selected the Funds that he intends to invest in from the onset so that his contribution will not be automatically allocated via the Default Option.

Legal and regulatory risk

Legal and regulatory risk occurs when there are changes in the laws and regulations of the countries that the Funds invest in which may impact the investments of the Funds. Further, any changes in the laws and guidelines relating to private retirement schemes may affect the interest and/or right of a Member including but not limited to the Member's ability to access his private pension account.

Risks specific to each Fund

	Manulife Shariah PRS-Growth Fund	Manulife Shariah PRS-Moderate Fund	Manulife Shariah PRS-Conservative Fund
<ul style="list-style-type: none"> <i>Company Specific Risk</i> <p>This is the risk of investing in a specific company. Any changes to the business performance of the company, consumer tastes and demand, lawsuits, competitive operating environment and management practices in a specific company in which the Fund invests in may cause fluctuations in the share price of that company, thus affecting the value of the Fund's investments. This risk is mitigated through the diversification process that the Provider will employ in the management of the Fund.</p>	√	√	√

<p>• <i>Credit/Default Risk</i></p> <p>Investments in sukuk and Islamic money market instruments are subject to the risk of non-payment and/or untimely payment of the principal amount as well as the profit when they fall due. Credit/default risk is assessed based on the issuer's overall ability to meet its obligations when they fall due. An issuer suffering an adverse change in its financial condition could have the credit rating of the sukuk and Islamic money market instruments lowered, leading to greater price volatility of the sukuk and Islamic money market instruments. A downgrade of the credit rating of a sukuk and Islamic money market instruments may also impact the sukuk and Islamic money market instruments' liquidity, making it more difficult to sell and greater volatility on the Fund's valuation.</p>	<p>√</p>	<p>√</p>	<p>√</p>
<p>• <i>Collective investment schemes risk</i></p> <p>As this Fund may invest in other Shariah-compliant collective investment scheme, this Fund is exposed to the risk faced by the Shariah-compliant collective investment scheme that the Fund invests. Any adverse effect suffered by the Shariah-compliant collective investment scheme such as an event of default in its underlying investments may cause the NAV of the Shariah-compliant collective investment scheme to drop and as a result of which may also affect the performance of the Fund. This risk is mitigated by investing in more than one Shariah-compliant collective investment scheme.</p>	<p>√</p>	<p>√</p>	<p>√</p>
<p>• <i>Country Risk</i></p> <p>As this Fund may invest in foreign markets, this Fund will be exposed to the risks applicable to the countries that it invests in. The Provider will give due consideration to the risk factors such as currency stability, political, regulatory, legal and economic environment before any investments are made in the foreign country.</p>	<p>√</p>	<p>√</p>	
<p>• <i>Currency Risk</i></p> <p>This risk is associated with investments denominated in</p>	<p>√</p>	<p>√</p>	

<p>currencies different from the base currency of the Fund. As the Fund is denominated in Malaysian Ringgit, investments in foreign markets will cause the Fund to be exposed to currency risks. When foreign currencies move unfavourably against Malaysian Ringgit, these investments may face currency loss in addition to any capital gains or losses, which may affect the NAV of the Fund, and consequently the unit price of the Fund. Such movements in the foreign currency rates will also impact the amount of income that the Fund may be able to declare.</p>			
<p>• <i>Derivative Risk</i></p> <p>Depending on prevailing market circumstances at a particular point in time, the Provider may choose to use Islamic financial derivatives for hedging and risk reduction purpose to protect the Fund from anticipated detrimental movements in the underlying markets or investments.</p>	√	√	
<p>• <i>Reclassification of Shariah status risk</i></p> <p>This risk refers to the risk that the currently held Shariah-compliant equities in the portfolio of the Fund may be reclassified to be Shariah non-compliant in the periodic review of the equities by the Shariah Advisory Council of the Securities Commission (SACSC), the Shariah Adviser or the Shariah Boards of the relevant Islamic indices. If this occurs, the Provider will take the necessary steps to dispose of such equities in accordance with the advice from the SACSC, the Shariah Adviser and/or the Shariah Board of the relevant Islamic indices.</p>	√	√	√

It is important to note that investment of the Funds carries risks and the above list of risks may not be exhaustive. While every care will be taken by the Provider to mitigate the risk from becoming a reality, you are advised that it is not always possible to protect investments against all risks. Further, different asset classes generally exhibit different levels of risk. If in doubt, you are advised to read the Disclosure Document or consult a professional adviser.

What are the fees and charges?

There are fees and charges involved and you are advised to consider them before contributing to the Scheme.

The fees, charges and expenses shown are exclusive of goods and services tax (GST). All fees, charges and expenses (e.g. PPA account opening fee, PPA annual fee, PPA pre-retirement withdrawal fee, PPA transfer fee, sales charge, redemption charge, switching fee, transfer fee and any other relevant fee), whichever applicable, will be subject to GST and any other taxes that may be introduced by the Government of Malaysia from time to time, at the prevailing rate. The Provider and the Trustee reserve the right to collect from you an amount equivalent to the taxes payable for all fees, charges and expenses, whichever applicable, in accordance with the Goods and Services Tax Act 2014.

What will I be charged by the Manulife Asset Management Services Berhad?

	Class A	Class B	Class C
Sales Charge	<p>A Sales Charge of up to 2.00% of NAV per Unit will be imposed on walk-in contributors.</p> <p>If contributions are made through our authorized Institutional PRS Advisers or PRS consultants, the Sales Charge will be waived.</p> <p>The Sales Charge is negotiable.</p> <div style="border: 1px solid black; padding: 5px;"> <p>Example: How to calculate sales charge payable?</p> <p>For every contribution of RM1000, you will be charged RM29.13.</p> <p><i>Formula: Full Contribution Amount – (Full Contribution Amount / 1.03) = Sales Charge in RM</i></p> <p>Illustration: RM1000 - (RM1000/1.03) = RM29.13</p> </div>		<p>A Sales Charge of up to 3.00% of NAV per Unit will be imposed.</p>
Redemption Charge	<p>A Redemption Charge will be imposed at the following rates:</p> <ul style="list-style-type: none"> • 3.00% of NAV per Unit for withdrawal in the 2nd year after the first contribution to the Scheme; • 2.00% of NAV per Unit for withdrawal in the 3rd year after the first contribution to the Scheme; • 1.00% of NAV per Unit for withdrawal in the 4th year after the first contribution to the Scheme; and • No Redemption Charge will be imposed from the 5th year after the first contribution to the Scheme. 		<p>No Redemption Charge will be imposed on the redemption of Class C Units.</p>
	<p><i>The Redemption Charge will be retained by the Provider.</i></p> <p><i>Please note that a Redemption Charge is applicable upon any withdrawal from the Scheme (except for upon a Member reaching Retirement Age, a Member passing away and a Member permanently departing from Malaysia) or upon any transfer to another private retirement scheme operated by another private retirement scheme provider.</i></p>		
Switching fee (between Funds of the Scheme or	<p>No switching fee will be imposed on the first 12 switching transactions made during a Calendar Year between the Funds of the Scheme or</p>		<p>No switching fee will be imposed on the first 12 switching transactions</p>

<p>between a Fund of the Scheme and any other fund in another private retirement scheme operated by the Provider)</p>	<p>between a Fund of the Scheme and any other fund in another private retirement scheme operated by the Provider.</p> <p>For each subsequent switching transaction made within the same class of Units during the same Calendar Year, a switching fee of RM25.00* will be imposed by the Provider on the Member.</p> <p>For each subsequent switching transaction made from Class A or Class B Units to Class C Units during the same Calendar Year, a switching fee of 3.00%* of the amount switched out will be imposed by the Provider on the Member.</p>	<p>made during a Calendar Year: (1) between the Funds of the Scheme within the same class of Units; or (2) between a Fund of the Scheme and any other fund in another private retirement scheme operated by the Provider within the same class of Units.</p> <p>For each subsequent switching transaction made within the same class of Units during the same Calendar Year, a switching fee of RM25.00* will be imposed by the Provider on the Member.</p>
<p>Transfer fee (to another PRS provider)</p>	<p>The Provider may, at its discretion, waive the switching fee based on the terms and conditions as may be determined from time to time.</p> <p>No transfer fee will be imposed on a request to transfer to another private retirement scheme operated by another private retirement scheme provider.</p> <p>However, a Redemption Charge will be imposed on a Member which rate will depend on the number of years the Member has contributed to the Scheme.</p>	<p>A transfer fee of RM25.00* will be imposed on a request to transfer to another private retirement scheme operated by another private retirement scheme provider.</p>

What will I be charged by the Private Pension Administrator (PPA)?

	Class A	Class B	Class C
PPA Account Opening fee	RM 10.00 (one off)		
PPA Annual Fee	RM 8.00 per annum		
	No annual fee will be charged during the 1 st year of the opening of a private pension account; there will also be no annual fee payable if no contributions are made during a Calendar Year.		
PPA pre-retirement withdrawal fee	RM25.00 for each withdrawal*		
	*subject to any other circumstances as may be specified by the PPA		
	The withdrawal fee is applicable to a Member who wants to withdraw from their Sub-account B.		
PPA transfer PRS Provider fee	RM25.00 for each transfer*		
	*subject to any other circumstances as may be specified by the PPA		
	The transfer fee is applicable to a Member who wants to transfer to another private retirement scheme operated by another private retirement scheme provider.		

What are the key ongoing fees charged to a Fund?

	Class A	Class B	Class C
Management fee	2.25% per annum of the NAV attributable to this Class of units of the Fund	1.50% per annum of the NAV attributable to this Class of units of the Fund	up to 1.50% per annum of the NAV attributable to this Class of units of the Fund
Trustee fee	0.025% per annum of the NAV of the Fund		
	<i>Note: The trustee fee does not include any foreign sub-custodian fees and charges (if any).</i>		
PPA administration fee	0.04% per annum of the NAV of the Fund		
	<i>The PPA administration fee will be charged by the PPA to the Fund.</i>		

Example

Assuming the amount you have in your account for a Class A is RM50,000, the fees that will be deducted on a daily basis are as follows:

Management fee	: (RM50,000 * 2.25%) / 365	= RM3.08
Trustee fee	: (RM50,000 * 0.025%) / 365	= RM0.03
PPA Administration fee	: (RM50,000 * 0.04%) / 365	= RM0.05

You can also compare the fees and charges of other private retirement schemes by visiting the Private Pension PPA's website, www.ppa.my.

How will I be notified of any increase in fees and charges?

Fees and Charges payable to us

You will be notified of any increase in the fees and charges payable to us, such as the sales charge, redemption charge, switching fee and transfer fee, by way of a supplemental disclosure document stating the higher rate and its effective date; the higher fees and charges will be effective 30 days after the date of issuance of the supplemental disclosure document.

Fees and Charges charged to a Fund

You will be notified of any increase in the management fee and trustee fee, which are charged to the Fund, by way of a letter and a supplemental disclosure document stating the higher rate and its effective date; the higher fees and charges will be effective 90 days after the date of issuance of the supplemental disclosure document.

What taxes apply?

As an individual, you will be entitled to a tax relief of up to RM3,000 in respect of contribution made to the Scheme. This is effective from year assessment 2012 until year assessment 2021. You will not be entitled for any deduction on the contributions made by your employer, if any, on your behalf.

Employers are given a tax deduction of up to 19% of the employees' remuneration under Section 34(4) of the MITA for contributions made by the employers to an approved scheme. The tax deduction on contributions made by employers on behalf of employees to a PRS is effective from year assessment 2012.

Withdrawals prior to retirement age from sub-account B, will be subject to a tax penalty of 8% of the amount withdrawn. However, withdrawals upon reaching the retirement age, or death or permanent departure from Malaysia will not be subject to any tax.

Note: Prior to paying out the proceeds of any withdrawal from the Scheme, the Provider will deduct from such proceeds an 8% tax penalty (or such other applicable tax penalty).

How can I keep track of my contribution?

You will/can receive regular updates on the Funds and on your investments through:

- our company's website at www.manulifeinvestment.com.my for information of the Scheme and the Funds of the Scheme;
- the PPA's website at www.ppa.my to access your personal details and information of your account's transaction; your consolidated statement of accounts will be sent to you;
- The NAV per Unit of the Fund will be published daily in at least 2 major newspapers. For example, the NAV per Unit for the Fund for Monday, will be published on Tuesday;
- If you make a contribution on Monday before the cut-off time of 12.30 p.m., your Units will be credited into your account by Tuesday;
- our customer service personnel at our office or at any of our authorized agents' offices listed in the "Corporate Directory" section in the Scheme's Disclosure Document. Alternatively, you may contact us at 1300 13 2323, fax to 03-2092 1025 or email to PRSinfo_MY@manulife.com; and
- the interim and annual reports of the Funds which will be sent to you.

Note: Unit prices and distributions, if any, may go down as well as up.

How do I start contributing?

It is important to understand what you are contributing into. Ask for a copy of the Scheme's Disclosure Document. If in doubt, consult a professional adviser.

Need Advice?

If you have any queries or require further information, please contact our customer service at 03 - 2719 9271 or 1300 13 2323 or email us at PRSinfo_MY@manulife.com. Alternatively, you may contact our regional support centers or our authorized agents listed in the Corporate Directory section of the Disclosure Document.

Account opening

To be eligible as a Member, you must be above the age of 18 years and you are required to have a private pension account with the PPA. You may register for a private pension account by completing the PPA account opening form which can be obtained either from the PPA or any of our regional support centers listed in the "Corporate Directory" section of the Disclosure Document.

You will receive a life-time account number and a password from the PPA upon payment of a one-off account opening fees of RM10.00 to the PPA.

An annual fee of RM8.00 per annum will also be levied by the PPA. This annual fee is not payable during the 1st year of the opening of the private pension account and if no contributions were made during a Calendar Year.

In addition, you will also be required to complete the application form.

The completed PPA account opening form and application form can be handed directly to any of our regional support centers or to your PRS consultants.

Contribution

Contribution can be made by completing the investment form which can be obtained from any of our

regional support centers listed in the "Corporate Directory" section of the Disclosure Document.

Application for units may be made on any Business Day and units will be issued at the NAV per unit as at the next valuation point (i.e. "forward pricing").

The price of units for applications received before 12.30 p.m. (cut off time) will be calculated based on the valuation of the units on the same Business Day subject to the clearance of payment.

Where an application is received after the cut off time, the request will be processed based on the NAV per unit on the following Business Day.

The completed investment form can be handed directly to any of our regional support centers or to your PRS consultants.

Minimum initial and subsequent contributions

Minimum initial contribution: RM100

Minimum subsequent contribution: RM100

How do I lodge a complaint?

- 1) For internal dispute resolution, you may contact us:
 - (a) via phone to : 03 - 2719 9271 / 1300 13 2323
 - (b) via email to : PRSinfo_MY@manulife.com
 - (c) via letter to : Manulife Asset Management Services Berhad
13th floor, Menara Manulife
6, Jalan Gelenggang
Damansara Heights
50490 Kuala Lumpur

- 2) If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries Dispute Resolution Corporation (SIDREC):-
 - (a) via phone to : 03 - 2282 2280
 - (b) via fax to : 03 - 2282 3855
 - (c) via email to : 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

- 3) You can also direct your complaint to Securities Commission Malaysia even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact their Investor Affairs & Complaints Department:
 - (a) via phone to the Aduan Hotline at : 03 - 6204 8999
 - (b) via fax to : 03 - 6204 8991
 - (c) via email to : aduan@seccom.com.my
 - (d) via online complaint form available at : www.sc.com.my
 - (e) via letter to : Investor Affairs & Complaints Department
Securities Commission Malaysia
No 3 Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur

- 4) FIMM's Complaints Bureau:
 - (a) via phone to : 03 - 2092 3800
 - (b) via fax to : 03 - 2093 2700
 - (c) via email to : complaints@fimm.com.my
 - (d) via online complaint form available at : www.fimm.com.my
 - (e) via letter to : 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

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