

Manulife Shariah PRS NESTEGG Series consisting of:

- **Manulife Shariah PRS-Growth Fund**
- **Manulife Shariah PRS-Moderate Fund**
- **Manulife Shariah PRS-Conservative Fund**
- **Manulife Shariah PRS-Global REIT Fund**

Responsibility Statement

This Product Highlights Sheet (“**PHS**”) has been reviewed and approved by the directors and/or persons approved by the Board of Manulife Investment Management (M) Berhad (the “**Provider**”) 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, there are no false or misleading statements, or omission of other facts which would make any statement in the PHS false or misleading.

Statement of Disclaimer

The Securities Commission Malaysia has approved *Manulife Shariah PRS NESTEGG Series* (the “**Scheme**”) and authorized *Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund, Manulife Shariah PRS-Conservative Fund and Manulife Shariah PRS-Global REIT Fund* (referred to as the “**Fund**” individually or “**Funds**” collectively), and a copy of this PHS has been lodged with the Securities Commission Malaysia.

The approval and authorisation, as well as the lodgement of this PHS, should not be taken to indicate that the Securities Commission Malaysia recommends the Scheme or the Funds of the Scheme, or assumes responsibility for the correctness of any statement made or opinion or report expressed in this PHS.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Provider, who is responsible for the Scheme and the Funds of the Scheme, and takes no responsibility for the contents of this PHS. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this PHS, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

This PHS only highlights the key features and risks of the Scheme and the Funds of the Scheme. Members are advised to request, read and understand the Disclosure Document and any other supplemental disclosure document(s) before deciding to contribute into the Scheme/ Fund.

Brief Information on the Product

1. What is the Scheme and what are the Funds under the Scheme?

Manulife Shariah PRS NESTEGG Series (the “**Scheme**”) is a private retirement scheme (“**PRS**”) which is a voluntary investment scheme designed to facilitate accumulation of retirement savings. There are three (3) core funds and one (1) non-core fund under the Scheme, each catered for individuals with different risk profiles, namely:

- Manulife Shariah PRS-Growth Fund;
- Manulife Shariah PRS-Moderate Fund;
- Manulife Shariah PRS-Conservative Fund; and
- Manulife Shariah PRS-Global REIT Fund.

Manulife Investment Management (M) Berhad (the “**Provider**”) is the PRS Provider of the Scheme and the Funds of the Scheme. The Funds have been certified as being Shariah-compliant by the Shariah Adviser.

Product Suitability

2. Who are these Funds suitable for?

Generally, these Funds are suitable for members who:

- seek an additional retirement savings scheme other than a mandatory retirement scheme;
- are not statutorily obliged to contribute to a mandatory retirement scheme;
- seek to invest in a Shariah-compliant investment; and/or
- are employers who wish to contribute on behalf of their employees having the characteristics mentioned below:

Manulife Shariah PRS-Growth Fund	Manulife Shariah PRS-Moderate Fund	Manulife Shariah PRS-Conservative Fund	Manulife Shariah PRS-Global REIT Fund
This Fund is suitable for members who have a moderate to high risk appetite and seek capital appreciation on their contributions.	This Fund is suitable for members who have a moderate risk appetite, seek capital appreciation on, and distribution of units from their contributions.	This Fund is suitable for members who have a low risk appetite and seek regular distribution of units from their contributions.	This Fund is suitable for members who seek investment exposure mainly through a diversified portfolio of REITs globally and seek a sustainable distribution of units and potential capital growth on their contributions over medium to long-term (means the period of three(3) to five (5) years)

Key Product Features

3. What am I contributing in?

Fund name	Manulife Shariah PRS-Growth Fund	Manulife Shariah PRS-Moderate Fund	Manulife Shariah PRS-Conservative Fund	Manulife Shariah PRS-Global REIT Fund
Fund category	Core (Growth)	Core (Moderate)	Core (Conservative)	Feeder Fund (Islamic REITs)
Investment objective	The Fund aims to facilitate accumulation of retirement savings* by providing capital growth over the long-term.	The Fund aims to facilitate accumulation of retirement savings* through a combination of income# and capital growth over the long-term.	The Fund aims to provide steady returns whilst preserving* capital.	The Fund aims to provide regular income# and capital appreciation by investing in one Islamic collective investment scheme, which invests mainly in Islamic REITs.
	*Please note that these Funds are neither capital guaranteed nor capital protected, therefore, a member's capital is neither guaranteed nor protected. #Income declared will be reinvested in the form of additional units issued to members.			
Investment policy and 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 net asset value ("NAV") in Shariah-compliant equities and/or Shariah-compliant 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 International Organization of Securities Commissions ("IOSCO"); ▪ Islamic derivatives; and ▪ Islamic collective investment schemes ("CIS") which invest in Shariah-compliant equities and/or Shariah-compliant equity-related securities. <p>That part of the Fund's NAV not invested in Shariah-compliant equities and/or Shariah-compliant 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 Rating Services Berhad ("RAM") (or equivalent rating by Malaysian Rating Corporation Berhad ("MARC")); ▪ government sukuk, Islamic treasury bills and other government approved or guaranteed sukuk; ▪ Islamic deposits with financial institutions; ▪ Islamic money market instruments such as 	<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 Shariah-compliant 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 ▪ Islamic CISs which invest in Shariah-compliant equities and/or Shariah-compliant equity-related securities. <p>That part of the Fund's NAV not invested in Shariah-compliant equities and/or Shariah-compliant 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 	<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 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 Shariah-compliant 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 securities, Islamic treasury bills, Bank Negara Malaysia monetary 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 ▪ Islamic CISs which 	<p>The Fund will invest at least 95% of the Fund's NAV in the Manulife Shariah Global REIT Fund ("Target Fund"), while the balance will be invested in Islamic liquid assets such as Islamic money market instruments and placement of Islamic deposits with financial institutions for liquidity purposes.</p> <p>The Fund's portfolio will be closely monitored and rebalanced from time to time to ensure that the Fund's asset is allocated in accordance with its prescribed asset allocation.</p> <p>If the Provider is of the opinion that the Target Fund no longer meets the Fund's objective, the Provider will, in the interest of the members, seek the Scheme Trustee's consultation and subject to the Member's approval, replace the Target Fund with another Islamic collective investment scheme of a similar objective.</p>

Fund name	Manulife Shariah PRS-Growth Fund	Manulife Shariah PRS-Moderate Fund	Manulife Shariah PRS-Conservative Fund	Manulife Shariah PRS-Global REIT Fund
	<p>Islamic negotiable instruments and Islamic accepted bills; and</p> <ul style="list-style-type: none"> Islamic CISs which invest in sukuk and/or Islamic money market instruments. <p>Further, the Fund may invest up to 30% of the Fund's NAV in foreign Shariah-compliant equities of companies which are domiciled in /listed in/ or have significant operations* in the Asia-Pacific markets, which include, but not limited to Australia, China, Hong Kong, India, Indonesia, Japan, New Zealand, the Philippines, Singapore, South Korea, Thailand, Taiwan, and Vietnam.</p> <p>*Significant operations means the revenue, earnings, production facilities, assets and/or investments of a company are based in/ derived from the Asia Pacific region. The level of significance will be determined by the Fund Manager on a case-by-case basis based on his/ her research and judgement.</p> <p>For the allocation of sukuk, the Fund may, for a period of 5 years from 23 July 2018 or until all three (3) core Funds reach RM25 million respectively (whichever is earlier), invest in Shariah-compliant Sukuk CISs managed by the Provider up to 70% of the Fund's NAV in a single Shariah-compliant sukuk CIS.</p>	<ul style="list-style-type: none"> Islamic CISs which invest in sukuk and/or Islamic money market instruments. <p>Further, the Fund may invest up to 30% of the Fund's NAV in foreign Shariah-compliant equities of companies which are domiciled in /listed in/ or have significant operations* in the Asia-Pacific markets, which include, but not limited to Australia, China, Hong Kong, India, Indonesia, Japan, New Zealand, the Philippines, Singapore, South Korea, Thailand, Taiwan, and Vietnam.</p> <p>*Significant operations means the revenue, earnings, production facilities, assets and/or investments of a company are based in/ derived from the Asia Pacific region. The level of significance will be determined by the Fund Manager on a case-by-case basis based on his/ her research and judgement.</p> <p>For the allocation of sukuk, the Fund may, for a period of 5 years from 23 July 2018 or until all three (3) core Funds reach RM25 million respectively (whichever is earlier), invest in Shariah-compliant Sukuk CISs managed by the Provider up to 60% of the Fund's NAV in a single Shariah-compliant sukuk CIS.</p>	<p>invest in Malaysian sukuk and/or Islamic money market instruments.</p> <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.</p> <p>Shariah-compliant equities and/or Shariah-compliant equity-related securities would include the following:</p> <ul style="list-style-type: none"> Shariah-compliant securities of companies listed on Bursa Malaysia; Shariah-compliant warrants arising from corporate exercises; and Islamic CISs which invest in Malaysian Shariah-compliant equities and/or Shariah-compliant equity-related securities. <p>The Fund may, for a period of 5 years from 23 July 2018 or until all three (3) core Funds reach RM25 million respectively (whichever is earlier), invest in Shariah-compliant Sukuk CISs managed by the Provider up to 80% of the Fund's NAV in a single Shariah-compliant Sukuk CIS.</p>	
Asset allocation	<ul style="list-style-type: none"> 30% to 70% of the Fund's NAV in Shariah-compliant equities and/or Shariah-compliant equity-related securities; and the remainder in sukuk, Islamic money market instruments and Islamic deposits with financial institutions. 	<ul style="list-style-type: none"> 40% to 60% of the Fund's NAV in Shariah-compliant equities and/or Shariah-compliant equity-related securities; and the remainder in sukuk, Islamic money market instruments and Islamic deposits with financial institutions. 	<ul style="list-style-type: none"> Minimum 80% of the Fund's NAV in Malaysian sukuk, Islamic money market instruments and Islamic deposits with financial institutions of which a minimum of 20% of the Fund's NAV will be invested in Islamic money market instruments; and Maximum 20% of the Fund's NAV in Malaysia Shariah-compliant equities and/or Shariah-compliant equity-related securities. 	<ul style="list-style-type: none"> At least 95% of the Fund's NAV will be invested in the Target Fund; and Balance of the Fund's NAV in Islamic liquid assets such as Islamic money market instruments and placement of Islamic deposits with financial institutions for liquidity purposes.
	Note: The Provider will ensure that there is sufficient liquidity for the Funds to meet redemption requests.			
Benchmark	60% FTSE Bursa Malaysia EMAS Shariah Index +	50% FTSE Bursa Malaysia EMAS Shariah	Maybank 12-month Islamic fixed deposit-i	IdealRatings® Global REITs Islamic Select

Fund name	Manulife Shariah PRS-Growth Fund	Manulife Shariah PRS-Moderate Fund	Manulife Shariah PRS-Conservative Fund	Manulife Shariah PRS-Global REIT Fund
	40% Maybank 12-month Islamic fixed deposit-i rate.	Index + 50% Maybank 12-month Islamic fixed deposit-i rate.	rate.	Malaysia Index
	Note: Members should be aware that the risk profile of the Funds is not the same as the risk profile of its benchmark.			
Base currency	Ringgit Malaysia ("RM")			
Launch date	Class A & Class B: 24 July 2013			Class C: 29 November 2019
	Class C: 28 April 2016			
Initial offer price	RM0.5000 per unit			
Financial year end	31 August			31 January
Distribution policy	Income distribution is incidental and if any, will be automatically reinvested and distributed as additional units of the Fund.	Income will be distributed once a year, if any, and will be automatically reinvested and distributed as additional units of the Fund.		Semi-annually, if any. All distributions, if any, will be automatically reinvested and distributed as additional units of the Fund.

Target Fund's Information of Manulife Shariah PRS-Global REIT Fund

Name of Target Fund	Manulife Shariah Global REIT Fund
Manager of Target Fund	Manulife Investment Management (M) Berhad
Domicile Country	Malaysia
Regulatory Authority of the Target Fund	Securities Commission Malaysia
Date of Establishment	12 March 2019
Investment Objective	The investment objective of the Target Fund is to provide regular income and capital appreciation by investing in Islamic REITs.
Investment Policy and Strategy	<p>To achieve its investment objective, the Target Fund will invest a minimum of 70% to a maximum of 98% of its net asset value in listed Islamic REITs globally. A minimum of 2% up to a maximum of 30% of its net asset value will be in Islamic liquid assets, which comprise of Islamic money market instruments and Islamic deposits with financial institution(s).</p> <p>The Target Fund will invest in different REITs sectors, including but not limited to commercial, industrial and residential.</p> <p>The countries/ markets that the Target Fund may invest in include, but are not limited to United States, United Kingdom, Ireland, Spain, Japan, Australia, Singapore, Hong Kong, China and South Korea, where the regulatory authority is an ordinary or associate member of the IOSCO.</p> <p>The investment opportunity of individual holdings will be made after reviewing the macroeconomic trends and REITs market outlook of the respective countries. The investment manager of the Target Fund will target REITs that have historically generated regular income and also expect to generate future income with the potential for capital growth. In evaluating suitability of a REIT, the investment manager of the Target Fund will review key attributes including, but not limited to, the underlying property of the REIT, performance of the REIT's manager, and its rental yield.</p> <p>The Target Fund is actively managed and the trading strategy will depend on market opportunities and interest rate expectations.</p> <p>The Target Fund may employ Islamic hedging instruments for hedging purposes.</p> <p>The investment manager of the Target Fund may take temporary defensive positions that may be inconsistent with the Target Fund's investment strategy prescribed above in response to adverse market conditions, economic, political or any other condition. In such circumstances, the investment manager of the Target Fund may allocate up to 100% of the Target Fund's net asset value into cash, Islamic money market instruments and/or Islamic deposits.</p>

4. Who am I investing with?

Provider/ Fund Manager	Manulife Investment Management (Malaysia) Berhad
Scheme Trustee	CIMB Islamic Trustee Berhad
Shariah Adviser	ZICO Shariah Advisory Services Sdn Bhd

5. How does the Scheme work?

You can choose the Fund(s) you would like to contribute in according to your risk profile. However, if you have not selected a Fund of your choice, your contributions will be automatically allocated for the purchase of units in a core fund depending on your age at the time of contribution (i.e. “Default Option”) as shown in the following table:

Before 1 March 2021:

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

If your contribution is allocated to the Default Option, and provided no written notification to the contrary is given to us, the first contribution made by or for you within 30 days before you reach the age of **40** years or **50** years, as the case may be, shall be allocated for the purchase of units in the Manulife Shariah PRS-Moderate Fund or Manulife Shariah PRS-Conservative Fund, respectively.

With effect from 1 March 2021:

Name of Fund	Age at time of contribution
Manulife Shariah PRS-Growth Fund	Below 45 years of age
Manulife Shariah PRS-Moderate Fund	45 to below 55 years of age
Manulife Shariah PRS-Conservative Fund	55 years of age and above

If your contribution is allocated to the Default Option, and provided no written notification to the contrary is given to us, the first contribution made by or for you within 30 days before you reach the age of **45** years or **55** years, as the case may be, shall be allocated for the purchase of units in the Manulife Shariah PRS-Moderate Fund or Manulife Shariah PRS-Conservative Fund, respectively.

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

Cooling-off right

You may exercise your cooling-off right within six (6) business days from the date of receipt of your application to contribute into a PRS for the first time. However, once you have exercised your cooling-off right, the cooling-off right will no longer be available for contributions made in other PRS.

Note: Cooling-off right is not applicable to the staff of a PRS provider, persons registered with a body approved by the Securities Commission Malaysia to deal in PRS, and an employer contributing on behalf of the employee.

Sub-accounts A and B

As the Scheme is designed for you to accumulate savings for your retirement needs, all contributions made by you will be channelled into two (2) sub-accounts:

- 70% of the units of each Fund in Sub-account A; and
- 30% of the units of each Fund in Sub-account B, of which you are allowed to withdraw before attaining the retirement age of fifty-five (55) years. This is subject to payment of tax penalty of 8% (or such other applicable tax penalty) of the amount withdrawn, which will be deducted by the PRS Provider.

A contribution made by an employer on your behalf will be maintained in Sub-account A only.

Transfer your Fund(s) to another private retirement scheme operated by another PRS provider

You may request for withdrawal of units of the Fund held by you and then transfer the proceeds of such withdrawal to another PRS operated by another PRS provider one (1) year after the date of your first contribution to the Scheme. Thereafter, you are allowed to perform one (1) transfer every calendar year on a per PRS provider basis. You may also consolidate all your contributions from the Funds managed by us to be transferred to another fund managed by another PRS provider. For avoidance of doubt, the withdrawal proceeds from a Fund cannot be split into two (2) or more funds:

- If the withdrawal proceeds are realised from withdrawal of units in Sub-account A, such withdrawal proceeds will be used to create units in your Sub-account A of the other PRS fund operated by another PRS provider; and
- If the withdrawal proceeds are realised from withdrawal of units in Sub-account B, such withdrawal proceeds will be used to create units in the member's Sub-account B of the other PRS fund operated by another PRS provider.

Please note that transfer to another PRS operated by another PRS provider is not permitted for conditionally vested units. For the avoidance of doubt, transfer of units of the Fund to another individual or member is not allowed.

Multiple classes of units

The core funds of the Scheme have 3 classes of units: Class A, Class B and Class C. The non-core fund of the Scheme has 1 class of Unit: 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 a member holding Class A units of a Fund, the Class A units of such Fund held by a member will automatically be converted into Class B units of such

Fund at no cost to the member. Accordingly, any subsequent contributions by or on behalf of the member after the said 10th anniversary will be utilised towards the purchase of Class B units 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 PRS operated by the Provider.

The details and differences of the classes of units of the Funds are explained in the Disclosure Document.

Switching

Switching of vested units and/or conditionally vested units in a Fund may only be done with the units of any other Funds within the Scheme or funds in another PRS 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 allowed to switch your vested units and/or conditionally vested units from Class C units to Class A or Class B units.

Key Risks

6. What are the key risks associated with these Funds?

Stock/ Security specific risk

Prices of a particular Shariah-compliant stock or Islamic REITs 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 or REITs will adversely affect the Funds' NAV.

Credit and default risk

Credit risk relates to the creditworthiness of the issuers of the sukuk and Islamic money market instruments and their expected ability to make timely payment of profit and/or principal. Any adverse situations faced by the issuer may impact the value as well as liquidity of the sukuk and Islamic money market instrument. In the case of rated sukuk, this may lead to a credit downgrade. Default risk relates to the risk that an issuer of a sukuk either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the sukuk. This could adversely affect the value of the Funds. Such risk could be mitigated through vigorous credit analysis and having regular updates on the business profile and the financial position of the issuer or counterparty of the instruments.

Islamic Collective Investment Schemes (CISs) risk

As the Funds may invest in other Islamic CISs, the Funds are exposed to the risk faced by the Islamic CIS that the Funds invest. Any adverse effect suffered by the Islamic CIS such as an event of default in its underlying investments may cause the NAV of the Islamic CIS to drop and as a result of which may also affect the performance of the Funds. This risk is mitigated by investing in more than one Islamic CIS.

Country risk

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

Currency risk

As the investments of the Funds may be denominated in currencies other than the base currency of the Funds (e.g. Malaysian Ringgit), any fluctuation in the exchange rate between the base currency 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, this will have an adverse effect on the NAV of the Funds in the base currency 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. Hedging may be applied to mitigate the currency risk. However, investors are unable to enjoy upside from any currency appreciation.

Risk considerations for investing in Islamic Hedging Instruments, Islamic Structured Products and Shariah-compliant Warrants

Subject to the permitted investments of the respective Funds, the Provider may invest in Islamic hedging instruments, Islamic structured products and Shariah-compliant warrants. The Provider may use Islamic hedging instruments such as Islamic swap, Islamic forward and Islamic futures to hedge against adverse movements in currency exchange rates. This involves special risks, including but not limited to:

- the risk of loss from default by the counterparty, typically as a consequence of insolvency or failed settlement; and
- the risk of the supply and demand factors in the derivatives market and in other related markets impacting the liquidity of the derivatives market adversely, which in turn would adversely affect the derivatives pricing and the Fund;

The Provider may also use Islamic structured products linked to the performance of certain securities, indices, interest rates or currency exchange rates. Islamic structured products are subject to risks associated with the underlying market or security, and may be subject to greater volatility than direct investments in the underlying market or security. Islamic structured products may entail the loss of principal and/or profit payments as a result of movements in the underlying market or security.

The Provider will only enter into Islamic hedging transactions and Islamic structured products where the counterparty is a Islamic financial institutions with a minimum long-term credit rating by any domestic or global rating agency which indicates strong capacity for timely payment of financial obligations. In the event where the counterparty or issuer's rating falls below the minimum required or it ceases to be rated, the Provider will liquidate its holdings within

six months or sooner, unless the Scheme Trustee considers it to be in the best interest of the members to do otherwise.

Shariah-compliant equity-related securities may comprise Shariah-compliant warrants, which confer investor the right but not obligated to subscribe an underlying securities of the issuing company at a pre-determined price (exercise price), quantity and expiry period. Shariah-compliant warrants will expire and value will diminish if they are not exercised by expiration date or if they are out-of-the-money (the exercise price is higher than the current market price of the underlying securities). Prices of Shariah-compliant warrants are extremely volatile and it may not always be possible to dispose all in short period of time.

All investment in Islamic hedging instruments and Shariah-compliant warrants will be closely monitored.

Reclassification of Shariah status risk

This refers to the risk that the currently held Shariah-compliant equities/securities in the portfolio of the Fund may be reclassified to be Shariah non-compliant in the periodic review of equities/securities by the Shariah Advisory Council of the Securities Commission Malaysia ("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/securities in accordance with the advice from the SACSC, the Shariah Adviser and/or the Shariah Board of the relevant Islamic indices.

There may be opportunity loss to the Funds due to the Funds not being allowed to retain the excess capital gains derived from the disposal of the Shariah non-compliant equities/securities. The value of the Funds may also be adversely affected in the event of a disposal of Shariah non-compliant equities/securities at a price lower than the investment cost.

Specific Risks associated with the Target Fund of Manulife Shariah PRS-Global REIT Fund

- Stock/ security specific risk
- Country risk
- Risk considerations for investing in Islamic Hedging Instruments, Islamic Structured Products and Shariah-compliant Warrants
- Reclassification of Shariah status risk
- Credit and default risk
- Currency risk
- Risks associated with investment in REITs
- Taxation risk

Please refer to the Fund's Disclosure Document for further details on specific risks associated with the Target Fund.

It is important to note that investments of the Funds carry risks and that 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 Replacement Disclosure Document and Supplemental Disclosure Documents, or consult a professional adviser.

Fees, Charges and Transaction Information

7. What are the fees and charges involved?

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

Fees directly incurred and payable to the PPA

PPA account opening fee	RM10.00 (one-off)*
PPA annual fee	RM8.00 per annum. No annual fee will be charged during the 1st 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*. This withdrawal fee is applicable if you want to withdraw from your Sub-account B.
PPA transfer fee (to another PRS provider)	RM25.00 for each transfer*. This transfer fee is applicable if you want to transfer to a PRS operated by another PRS provider.

*Subject to any other circumstances as may be specified by the PPA.

Fees and charges directly incurred and payable to the Provider

Fund name	Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund and Manulife Shariah PRS-Conservative Fund			Manulife Shariah PRS-Global REIT Fund
Fund class	Class A	Class B	Class C	Class C
Sales charge	Nil.			A sales charge of up to 3.00% of NAV per unit will be imposed.
Redemption charge	A redemption charge will be imposed at the following rates: <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. 			No redemption charge will be imposed on the redemption of Class C units.

Fund name	Manulife Shariah PRS-Growth Fund, Manulife Shariah PRS-Moderate Fund and Manulife Shariah PRS-Conservative Fund			Manulife Shariah PRS-Global REIT Fund
Fund class	Class A	Class B	Class C	Class C
	The redemption charge will be retained by the Provider. The Provider has the discretion to waive the redemption charge. <i>Please note that a redemption charge is applicable upon any withdrawal from the Scheme (except for upon a member reaching retirement age of fifty-five (55) years, permanent departure of a member from Malaysia or withdrawals due to a member's death, permanent total disablement, serious disease or mental disability, healthcare purpose or housing purpose).</i>			
Switching fee (between Funds of the Scheme or between a Fund of the Scheme and any other fund in another PRS operated by the Provider)	<p>Members may switch:</p> <ul style="list-style-type: none"> between Funds of the Scheme; between a Fund of the Scheme and any other fund in another scheme operated by the Provider; and from Class A or Class B units to Class C units. <p>However, <u>switching from Class C units to Class A or Class B units is not allowed.</u></p> <p>No switching fee will be imposed on the first 12 switching transactions made during a calendar year. For each subsequent switching transaction made during the same calendar year, the Provider will impose the following fee on the member:</p> <ul style="list-style-type: none"> RM25.00 per switch between Funds of the Scheme or between a Fund of the Scheme and any other fund in another scheme operated by the Provider. 3% of the amount switched out from Class A or Class B units to Class C units. <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>For each subsequent switching transaction made within the same class of units between Funds of the Scheme and between a Fund of the Scheme and any other fund in another PRS operated by the Provider during the same calendar year, a switching fee of RM25.00 will be imposed by the Provider on the member.</p>
Transfer fee	<ul style="list-style-type: none"> No transfer fee will be imposed on a request to transfer to another PRS operated by another PRS provider. 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. 		A transfer fee of RM25.00 will be imposed on a request to transfer to another PRS operated by another PRS provider.	

Fees indirectly incurred and paid by the Funds

Annual management fee	Fund Class	Manulife Shariah PRS-Growth Fund	Manulife Shariah PRS-Moderate Fund	Manulife Shariah PRS-Conservative Fund	Manulife Shariah PRS-Global REIT Fund
	Class A	1.80% 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.	1.20% per annum of the NAV attributable to this Class of units of the Fund.	Not applicable.
	Class B	1.50% per annum of the NAV attributable to this Class of units of the Fund.	1.25% per annum of the NAV attributable to this Class of units of the Fund.	1.00% per annum of the NAV attributable to this Class of units of the Fund.	
	Class C	1.50% per annum of the NAV attributable to this Class of units of the Fund.	1.25% per annum of the NAV attributable to this Class of units of the Fund.	1.00% per annum of the NAV attributable to this Class of units of the Fund.	Up to 1.80% per annum of the NAV attributable to this Class of units of the Fund.
Annual trustee fee	0.025% per annum of the NAV of the Fund. The annual trustee fee does not include any foreign sub-custodian fees and charges (if any).				
PPA administration fee	0.04% per annum of the NAV of the Fund. The PPA administration fee will be charged by the Administrator to the Fund.				

You can also compare the fees and charges of other private retirement schemes by visiting the PPA's website at www.ppa.my. All fees and charges payable to the Provider, Scheme Trustee and PPA are subject to tax as may be imposed by the Government of Malaysia from time to time, at the prevailing rate.

Increase in fees and charges

Fees and charges payable to us	Fees and charges payable to the Fund
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 replacement/ 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 replacement/ supplemental disclosure document.	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 replacement/ 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 replacement/ supplemental disclosure document.

Transaction details

Cut-off time	12.30 p.m. on a business day.
Minimum initial contribution	RM100 or such lower amount as the Provider may decide from time to time.
Minimum additional contribution	RM100 or such lower amount as the Provider may decide from time to time.
Minimum switching amount	200 units or such other lower amount as the Provider may decide from time to time.
Minimum holding balance	100 units or such other lower amount as the Provider may decide from time to time. Please note that the minimum holding refers to the total number of units of each Fund in your Sub-account A.
Minimum withdrawal	200 units or such other lower amount as the Provider may decide from time to time.
Minimum transfer amount	200 units or such other lower amount as the Provider may decide from time to time.

YOU SHOULD NOT MAKE PAYMENT IN CASH TO A PRS CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A PRS CONSULTANT.

8. How often are valuations available?

The valuation of the Funds are carried out daily at the end of the business day. The Funds' NAV per unit will be available on the Provider's website: www.manulifeinvestment.com.my.

Retirement and Pre-Retirement Withdrawal

9. Retirement withdrawal

You may fully or partially withdraw from both Sub-accounts A and B without incurring any tax penalty after reaching the retirement age of fifty five (55) years or any other age as may be specified by the Securities Commission Malaysia.

10. Pre-retirement withdrawal

Pre-retirement withdrawal from Sub-account A is not allowed. You may fully or partially withdraw from Sub-account B under the following circumstances:

- the first request for withdrawal from one or more PRS (including the Scheme) may only be made after one year has elapsed from the date the first contribution to the Scheme by or for you (vested units);
- subsequent requests for partial withdrawals from one or more PRS (including the Scheme) may only be made once in each following calendar year; and
- the withdrawal amount will be subject to a tax penalty of 8% by the Inland Revenue Board of Malaysia, which will be deducted by the Provider from the withdrawal amount prior to paying out the withdrawal proceeds from the Scheme.

11. Withdrawal due to permanent departure from Malaysia

Aside from (9) and (10) above, in the event of your permanent departure from Malaysia, you can only perform a full withdrawal and the tax penalty will not be applicable.

12. Withdrawal due to permanent total disablement, serious disease and/or mental disability

Aside from (9) and (10) above, in the event of you being certified by a medical practitioner as having permanent total disablement, serious disease or mental disability, you can only perform a full withdrawal and the tax penalty will not be applicable.

13. Withdrawal due to death

Aside from (9) and (10) above, in the event of your death, full or partial withdrawals may be requested by your nominee, executor or the trustee or administrator of your estate and the tax penalty will not be applicable.

14. Withdrawal for healthcare purposes / housing purposes (from Sub-account B only)

Aside from (9) and (10) above, you can perform full or partial withdrawals (from Sub-account B only) and the tax penalty on the withdrawal amount will be waived. For avoidance of doubt, withdrawal for healthcare purposes can be made for a member's own healthcare purposes or a member's immediate family's healthcare purposes. Please refer to PPA's website at www.ppa.my or Schedule J of the Guidelines on Private Retirement Schemes issued by Securities Commission Malaysia for the list of illnesses.

15. Payment of withdrawal proceeds

Upon receiving a complete withdrawal request from you or authorization from PPA, we will pay the withdrawal proceeds (after deducting any applicable redemption charge and/or tax penalty) to you within 10 calendar days. We will only accept withdrawal requests submitted by you or the PPA (for withdrawals due to death, permanent total disablement, serious disease and/or mental disability). We will only pay the withdrawal proceeds directly to you or in the event of death, proceeds will be paid either to your nominee, executor, trustee or administrator of your estate.

16. 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 2025. 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.

Pre-retirement withdrawals from Sub-account B will be subject to a tax penalty of 8% by the Inland Revenue Board of Malaysia, which will be deducted by the Provider from the withdrawal amount prior to paying out the withdrawal proceeds from the Scheme. However, withdrawals upon reaching the retirement age, or due to death, permanent departure from Malaysia, permanent total disablement, serious disease or mental disability, healthcare or housing will not be subject to any tax.

Fund Performance

17. Average Total Return for Financial Year Ended 31 August 2020

Basis of calculation

$$\text{Average Total Return} = \frac{\text{Annualised Total Return}}{= [(1 + \text{Total return for the period})^{(\text{Actual no. of days in a year} \div \text{No. of days during the period})} - 1] \times 100\%}$$

Returns in RM (%)		1-Year	3-Year	5-Year
Manulife Shariah PRS-Growth Fund	Class A	13.21	2.48	4.26
	Class C	13.68	3.15	N/A
	Benchmark	7.75	2.09	3.12
Manulife Shariah PRS-Moderate Fund	Class A	13.67	3.26	4.34
	Class C	14.08	3.90	N/A
	Benchmark	6.97	2.29	3.16
Manulife Shariah PRS-Conservative Fund	Class A	3.69	2.96	2.64
	Class C	4.03	3.60	N/A
	Benchmark	2.64	3.05	3.14

Manulife Shariah PRS-Global REIT Fund was launched on 29 November 2019 and the Target Fund was launched on 12 March 2019. Hence, the fund performance is not available.

18. Annual Total Return for Financial Year Ended 31 August

Basis of calculation

$$\text{Annual Total Return} = \frac{(\text{NAV}_t - \text{NAV}_{t-1})}{\text{NAV}_{t-1}}$$

NAV_t denotes NAV at the end of the period.
NAV_{t-1} denotes NAV at the beginning of the period.

Returns in RM (%)		2014	2015	2016	2017	2018	2019	2020
Manulife Shariah PRS-Growth Fund	Class A	10.76*	(4.14)	8.08	5.92	(3.11)	(1.88)	13.21
	Benchmark	4.61*	(6.91)	6.58	2.84	1.71	(2.92)	7.75
	Class C	N/A	N/A	1.55**	6.78	(2.35)	(1.14)	13.68
	Benchmark	N/A	N/A	1.51**	2.84	1.71	(2.92)	7.75
For the financial year ended 31 August 2020, the Fund's Class A return increased by 13.21% while Class C return increased by 13.68%, compared to its benchmark return which increased by 7.75%.								
Manulife Shariah PRS-Moderate Fund	Class A	7.98*	(3.02)	7.40	4.60	(1.99)	(1.18)	13.67
	Benchmark	4.41*	(5.24)	6.06	2.90	2.00	(1.89)	6.97
	Class C	N/A	N/A	1.79**	5.45	(1.23)	(0.44)	14.08
	Benchmark	N/A	N/A	1.45**	2.90	2.00	(1.89)	6.97
For the financial year ended 31 August 2020, the Fund's Class A return increased by 13.67% while Class C return increased by 14.08%, compared to its benchmark return which increased by 6.97%.								
Manulife Shariah PRS-Conservative Fund	Class A	0.68*	1.31	4.60	(0.23)	1.19	4.02	3.69
	Benchmark	3.34*	3.39	3.38	3.15	3.25	3.28	2.64
	Class C	N/A	N/A	1.95**	0.50	1.97	4.82	4.03
	Benchmark	N/A	N/A	1.13**	3.15	3.25	3.28	2.64
For the financial year ended 31 August 2020, the Fund's Class A return increased by 3.69% while Class C return increased by 4.03%, compared with its benchmark return which increased 2.64%.								

Manulife Shariah PRS-Global REIT Fund was launched on 29 November 2019 and the Target Fund was launched on 12 March 2019. Hence, the fund performance is not available.

*For the financial period from 14 August 2013 (commencement date) to 31 August 2014.

**For the financial period from 28 April 2016 (commencement date) to 31 August 2016.

PAST PERFORMANCE OF THE FUNDS ARE NOT AN INDICATION OF ITS FUTURE PERFORMANCE.

19. Portfolio Turnover Ratio ("PTR")

Financial Year End (FYE)	2018	2019	2020
Manulife Shariah PRS-Growth Fund	0.72	0.40	1.39
The PTR for FYE2020 was 1.39 times and was higher than FYE2019 mainly due to the increase in trading activities.			
Manulife Shariah PRS-Moderate Fund	0.57	0.57	0.75
The PTR for FYE2020 was 0.75 times and was higher than FYE2019 mainly due to the increase in trading activities.			

Manulife Shariah PRS-Conservative Fund	0.93	0.57	0.79
The PTR for FYE2020 was 0.79 times and was higher than FYE2019 mainly due to the increase in trading activities.			

Note: Manulife Shariah PRS-Global REIT Fund was launched on 29 November 2019. Hence, the information about portfolio turnover ratio is not available.

20. Income Distribution per unit

Financial Year End (FYE)	2018		2019		2020	
Gross distribution per unit (sen)	Class A	Class C	Class A	Class C	Class A	Class C
Manulife Shariah PRS-Growth Fund	1.55	1.60	-	-	-	-
Manulife Shariah PRS-Moderate Fund	1.16	1.20	-	-	-	-
Manulife Shariah PRS-Conservative Fund	0.60	0.61	0.59	0.60	0.60	0.62
Net distribution per unit (sen)	Class A	Class C	Class A	Class C	Class A	Class C
Manulife Shariah PRS-Growth Fund	1.55	1.60	-	-	-	-
Manulife Shariah PRS-Moderate Fund	1.16	1.20	-	-	-	-
Manulife Shariah PRS-Conservative Fund	0.60	0.61	0.59	0.60	0.60	0.62

Distribution was reinvested into additional units in the respective Funds at the NAV per unit on the distribution date.

Note: Manulife Shariah PRS-Global REIT Fund was launched on 29 November 2019. Hence, the information about income distribution is not available.

Contact Information

21. Who should I contact for further information or to lodge a complaint?

- i) For internal dispute resolution, you may contact us:

Manulife Investment Management (M) Berhad

13th Floor, Menara Manulife
No. 6, Jalan Gelenggang
Damansara Heights
50490 Kuala Lumpur.

Tel : 03-2719 9228
Fax : 03-2094 7654
Email : MY_CustomerService@manulife.com
Website : www.manulifeinvestment.com.my

- ii) If you are dissatisfied with the outcome of the internal dispute resolution process, please refer your dispute to the Securities Industries Dispute Resolution Center (SIDREC):

Securities Industries Dispute Resolution Center (SIDREC)

Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar
No. 5, Jalan Bangsar Utama 1
59000 Kuala Lumpur.

Phone : 03-2282 2280
Fax : 03-2282 3855
Email : info@sidrec.com.my

- iii) Even if you have initiated a dispute resolution process with SIDREC, you may also direct your complaint to the SC. To make a complaint, please contact the SC's Consumer & Investor Office:

**Consumer & Investor Office
Securities Commission Malaysia**

No. 3, Persiaran Bukit Kiara
Bukit Kiara
50490 Kuala Lumpur.

Phone : 03-6204 8999 (Aduan Hotline)
Fax : 03-6204 8991
Email : aduan@seccom.com.my
Online complaint form available at www.sc.com.my

- iv) Federation of Investment Managers Malaysia (FIMM)'s Complaints Bureau:

**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.

Phone : 03-2092 3800
Fax : 03-2093 2700
Email : complaints@fimm.com.my
Online complaint form available at www.fimm.com.my