



ICD Global Sustainable Fund PROSPECTUS

Manager
SATURNA SDN BHD (Company No. 342171-V)

ADVISOR TO THE MANAGER: Islamic Corporation for the Development of the Private Sector

Trustee
SCBMB Trustee Berhad (Company No. 1005793-T)

This Prospectus is dated 23 June 2017.
The date of constitution of the ICD Global Sustainable Fund is 7 March 2017.

INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS PROSPECTUS. IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER.

FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 7.

RESPONSIBILITY STATEMENTS AND STATEMENTS OF DISCLAIMER

RESPONSIBILITY STATEMENTS

This Prospectus has been reviewed and approved by the directors of Saturna Sdn. Bhd. 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 that would make any statement in this Prospectus false or misleading.

STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia has authorised the ICD Global Sustainable Fund and a copy of this Prospectus has been registered with the Securities Commission Malaysia.

The authorisation of the Fund, and registration of this Prospectus, should not be taken to indicate that Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in this Prospectus.

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

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENT. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

ADDITIONAL STATEMENTS

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in the Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to the Prospectus or the conduct of any other person in relation to the Fund.

The ICD Global Sustainable Fund has been certified as being Shariah-compliant by the Shariah Advisor appointed for the Fund.

In managing the Fund, the Manager may be obliged to comply with the provisions of the Foreign Account Tax Compliance Act ("FATCA") which generally requires the Manager to report certain information in respect of certain investors' accounts, as required by FATCA, to the US Internal Revenue Service (the "IRS"). Withholding tax of 30% may apply to certain US source income (including, among other types of income, dividends and interest) and may apply to gross proceeds from the sale or other disposal of property that can produce US-source dividends or interest (e.g. US stock and securities). In complying with the FATCA provisions, the Manager may be required to withhold 30% of certain payments to its Unit Holders if such Unit Holders do not comply with the provisions of the FATCA. The Manager is registered as Foreign Financial Institution under FATCA and will endeavour to comply with FATCA obligations, as determined by the inter-governmental agreement (IGA) between Malaysia and the US.

Additional information may be required from Unit Holders to comply with obligations under the FATCA. Non provision of such information may result in the Manager having to report such Unit Holders to the Inland Revenue Board of Malaysia, which in turn will provide such information to the IRS. As such, prospective investors should consult their tax advisers on the requirements under FATCA applicable to them before investing in the Fund.

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DEFINITIONS

The following abbreviations or words shall have the following meanings unless otherwise stated:

| | |
|------------------------------------|---|
| Advisor to the Manager/ ICD | Islamic Corporation to the Development of the Private Sector (Member of the Islamic Development Bank Group, Jeddah, Saudi Arabia). |
| AAOIFI | The Accounting and Auditing Organisation for Islamic Financial Institutions |
| Board | The board of directors of the Manager. |
| BURSA Malaysia | The stock exchange managed and operated by Bursa Malaysia Securities Berhad. |
| Business Day | A day on which BURSA Malaysia is open for trading. |
| CMSA | The Capital Markets and Services Act 2007, as amended or modified. |
| Deed | The deed in respect of the Fund and any other supplemental deed that may be entered into between the Manager and the Trustee. |
| Distributors | Licensed securities brokers and investment platforms worldwide with which the Manager has an agreement for the marketing and distribution of Units. |
| Eligible Markets | Markets that are regulated by a regulatory authority, operate regularly, are open to the public and have adequate liquidity for the purposes of the Fund. |
| ESG | The environment, social responsibility and corporate governance. |
| Forward Pricing | The Net Asset Value per Unit for the Fund calculated at the next valuation point after a purchase or redemption request is received by the Manager. |
| Fund | The ICD Global Sustainable Fund. |
| GST | The goods and services tax, which is applicable to any taxable supply of goods or services in accordance with Malaysia's Goods and Services Tax Act 2014. |
| Guidelines | The Guidelines on Unit Trust Funds issued by the Securities Commission Malaysia, as may be amended from time to time. |
| ICD Money Market Fund | Islamic money market fund managed by ICD. |
| Initial Offer Period | The period as prescribed in this Prospectus where Units are offered for sale. |
| Initial Offer Price | The price of Units offered for sale during the Initial Offer Period. |
| Investor or Unit Holder | The person registered pursuant to the Deed as a holder of Units, including a joint holder. |
| LPD | Latest practicable date as at 20 January 2017. LPD is a date whereby the information disclosed remains relevant and current as at the date of the Prospectus. |
| Long-term | A period of more than 3 years. |
| Manager/Saturna/us/our/we | Saturna Sdn. Bhd. (a subsidiary of Saturna Capital Corporation, USA) |
| Net Asset Value or NAV | The value of all the Fund's assets less the value of all the Fund's liabilities at the valuation point. For the purpose of computing the administration fee, distribution fee, performance fee and trustee fee, the NAV is inclusive (that is, before any deduction) of the fees for the relevant day. |
| NAV per Unit | The NAV of the Fund divided by the total number of Units in circulation at the valuation point. |
| Prospectus | This first prospectus in relation to the Fund. |
| Redemption Price | The price payable to a Unit Holder pursuant to a redemption request by the Unit Holder and will be the NAV per Unit of the Fund. |
| SC/ Securities Commission | The Securities Commission Malaysia. |
| Selling Price | The price payable by an Investor or a Unit Holder for the purchase of a Unit of the Fund and will be the NAV per Unit of the Fund. |
| Shariah | Islamic law, originating from the <i>Qur'an</i> (the holy book of Islam), and its practices and explanations rendered by the prophet Muhammad (<i>pbuh</i>) and <i>ijtihad</i> of <i>ulamak</i> (personal effort by qualified Shariah scholars to determine the true ruling of the divine law on matters whose revelations are not explicit). |
| Shariah Advisor | Amanie Advisors Sdn Bhd. |

DEFINITIONS

Shariah requirements

A phrase or expression which generally means making sure that any human conduct must not involve any elements which are prohibited by the Shariah and each element must meet all the necessary conditions required by the Shariah for that element.

Sustainable

The Manager considers issuers with sustainable characteristics to be those issuers that are generally larger, more established, consistently profitable, financially strong and with low exposure to risks in the areas of the environment, social responsibility and corporate governance ("ESG").

Trustee

SCBMB Trustee Berhad.

Unit(s)

A measurement of the right or interest of a Unit Holder in the Fund.

Unit Holder

The person registered as a holder of a Unit or Units including persons jointly registered for the Fund.

US\$

United States Dollar

CORPORATE DIRECTORY

MANAGER

Saturna Sdn Bhd (342171-V)

Registered Office

15B, Jalan Tun Mohd Fuad 3
Taman Tun Dr. Ismail
60000 Kuala Lumpur
Tel No: 03-7726 8128

Business Office

Suite 5.03, 5th Floor
Menara Atlan, 161-B Jalan Ampang
50450 Kuala Lumpur
Tel No: 03-2164 5303
Fax No: 03-2164 5308
Email: info@saturna.com.my
Website: www.saturna.com.my

ADVISOR TO THE MANAGER

Islamic Corporation for the Development of the Private Sector

Registered Office

P.O. Box 54069
Jeddah 21514
Kingdom of Saudi Arabia
Tel No: 966 (12) 646-8174
Fax No: 966 (12) 644-4427
Website: www.icd-ps.org

TRUSTEE

SCBMB Trustee Berhad (1005793-T)

Registered Office

Level 16, Menara Standard Chartered
30, Jalan Sultan Ismail
50250 Kuala Lumpur
Tel No: 03 – 2781 7429 / 03-2721 5047

Business Office

Level 13A, Menara Standard Chartered,
30, Jalan Sultan Ismail,
50250 Kuala Lumpur
Tel No: 03-2721 5047
Fax No: 03-2711 6060

SHARIAH ADVISORS

Amanie Advisors Sdn Bhd
Level 33 Menara Binjai,
No. 2 Jalan Binjai Off Jalan Ampang
50450 Kuala Lumpur
Tel No: 03-2181 8228
Fax No: 03-2181 8219
Website: www.amanieadvisors.com

FUND INFORMATION

Name of the Fund

ICD Global Sustainable Fund

Base Currency

US\$

Fund Category

Shariah-compliant equity fund

Initial Offer Period

21 days from the launch date of the Prospectus

Initial Offer Price

US\$1.00

Investment Objective

The Fund seeks to provide Long-term capital appreciation and income.

Any material change to the investment objective of the Fund requires the Unit Holders' approval.

Investment Policy & Strategy

To achieve its objective, the Fund invests in a diversified global portfolio of Sustainable Shariah-compliant equities. At least 70% of the Fund's NAV will be invested in Sustainable Shariah-compliant equities and up to 30% of the Fund's NAV will be invested in Islamic liquid assets including Islamic money market instruments, Islamic deposits with Islamic financial institutions and collective investment schemes, including ICD Money Market Fund. Asset allocation decisions are continuously made and reviewed based upon global economic and financial trends.

Company investment decisions are primarily made based on value with potential for reasonable and Sustainable growth. The Manager analyses economic growth rates, interest rates, inflation, currencies and government policies. Stock selection criteria include improving fundamentals, dividends and solid growth potential at reasonable valuations. Stock valuation fundamentals considered are sales growth, profit margin, cash generation, earnings per share, return on equity, price earnings ratio and net tangible asset multiples.

The Fund's investments comply with the Shariah requirements of the Shariah Advisory Council of the SC for Malaysian securities as well as the AAOIFI Shariah standards for all other foreign securities.

Sustainable Investing

The Manager considers issuers with Sustainable characteristics to be issuers that generally have larger market capitalization, are consistently profitable, financially strong and with low exposure to risks in the areas of the environment, social responsibility, and corporate governance ("ESG").

The Manager employs Saturna Capital Corporation's ESG rating system to identify issuers that the Manager believes present low ESG risks. The main characteristics of the Sustainable rating system (scale of A to F) are:

Environmental:

- Resource Efficiency (energy, water, inputs, waste productivity)
- Disclosures and Transparency

Social:

- Business Ethics and Products
- Stakeholder Relations (employees, investors, community)

Governance:

- Board Effectiveness
- Conflicts assessments, including compensation

Balance Sheet and Business Experience

Continued on next page.

FUND INFORMATION *(continued)*

Investment Policy & Strategy *(continued)*

Investment Process

Saturna screens over 20,000 global equities monthly to assign rankings on Shariah compliance. The Fund's investments comply with Shariah requirements as prescribed by its Shariah Advisor.

Saturna's industry analysts independently review and rank equities on expected return, maintaining an active recommended list of approximately 400 global equities. The Fund's portfolio manager selects equities to purchase from Saturna's recommended list that meet the Fund's special requirements of (a) Sustainability and (b) Shariah compliance. The Fund normally invests only in dividend-paying Shariah-compliant equities.

The Fund is actively managed, however, the frequency of its trading will depend on market opportunities. The Fund generally invests in investments for the Long-term, with annual portfolio turnover not expected to exceed 30%, given normal circumstances. The annual portfolio turnover is a measurement of how frequent the investments of the Fund are bought and sold by the Manager. The annual portfolio turnover is calculated based on the average sum of investments purchased and the amount of investments sold, over a period of 12 months, divided by the daily average NAV of the Fund for the year.

The Fund's investments are limited to Eligible Markets where the regulatory authority is an ordinary member of the International Organization of Securities Commissions (IOSCO). When investing in foreign markets that require prior permission or approval such as in the form of an investment licence, investor code or investor registration, the Fund shall obtain such necessary permission or approval in order to invest in such markets.

Temporary Defensive Positions

When the Manager considers the market, economic, political and other conditions to be adverse to the Fund, the Manager may adopt a temporary defensive position that may be inconsistent with the Fund's investment strategy. In such circumstances, the Manager may temporarily allocate up to 100% of the Fund's NAV into Islamic money market instruments or placement in Islamic deposits with Islamic financial institutions.

Investors should also be aware that the Manager may from time to time introduce additional class(es) to the Fund by way of replacement or supplementary prospectus. A notification will be sent to all Unit Holders prior to the launch of the additional class(es). Unit Holders' approval is not required if the launch of additional class(es) does not prejudice the interests of the existing Unit Holders.

Risk Factors

All types of investments carry some degree of risks that may have an adverse effect on the price of the investments. Therefore, before making an investment decision, Investors are advised to consider the different types of risks that may affect the Fund. Below are some of the general risks of investing in the Fund and specific risks related to the ICD Global Sustainable Fund.

General Risks of Investing in the Fund

Market Risk

Market risk refers to the possibility that an investment will lose value because of a general decline in financial markets, due to economic, political and/or other factors, which will result in a decline in the Fund's Net Asset Value.

Non-Compliance Risk

The Manager and/or the Trustee may not comply with the provisions set out in the Deed or the law that governs the Fund. The Manager and/or Trustee may not comply with operating procedures whether by oversight or by omission, or the Manager may act fraudulently or dishonestly. Such non-compliance may force the Manager to sell down securities of the Fund at a loss to rectify the non-compliance. To mitigate this risk, the Manager has put in place internal controls to ensure its continuous compliance with laws, rules and regulations, prescribed practices and the Manager's internal policies and procedures.

Performance Risk

A failure of the Manager to display the requisite experience and expertise in making investment decisions for the Fund may jeopardize the Fund's performance. There is no guarantee the Fund will meet its investment objective of Long-term capital growth. Investors should be aware that no guarantee is given that they will receive returns on their investments, or that investors will get back their initial amount invested in full. In order to mitigate this risk, the implementation of internal controls and a structured investment process and operational procedures has been put in place by the Manager.

FUND INFORMATION *(continued)*

General Risks of Investing in the Fund *(continued)*

Operational Risk

Operational risk includes risks that arise from internal process of organisation. These may result from inadequacies or failure in processes, controls or projects due to fraud, unauthorised activities, error, omission, inefficiency, systems failure or from external events. Operational risk may affect the Unit Holder's investment negatively.

The Manager and Trustee have various control mechanisms at different levels throughout the organisation to monitor that the operational policy and procedures are being followed. Operation failure may affect the Unit Holder's investment.

Specific Risks related to the Fund

An investor should consider the specific risks when investing in the Fund; these may include but are not limited to:

Equity Securities Risk

Shariah-compliant equity securities may experience significant volatility in response to economic or market conditions or adverse events that affect a particular industry, sector, or company. Midsize companies may have more limited financial resources, products, or services, and tend to be more sensitive to changing economic or market conditions. The value of a particular Shariah-compliant equity security may also fluctuate in response to activities of individual companies. This risk can adversely affect the prices of equities, which would negatively impact the performance of the Fund. To mitigate this risk, the Manager will conduct rigorous fundamental analysis of the Shariah-compliant equity securities.

Large and Midsize Company Risk

Although the Fund may invest in companies of all sizes, the Funds tend to favor larger companies and, to a lesser extent, midsize companies. Larger companies may have slower rates of growth as compared to smaller, faster growing companies. Midsize companies may have more limited financial resources, products, or services, and tend to be more sensitive to changing economic or market conditions.

Concentration Risk

Investors should be aware of the Fund's possible concentration in a particular industry when investing in this Fund. Should the Fund's investments be concentrated in an industry that underperforms the general market, it could cause the Fund's overall results to suffer more than if the Fund was exposed to a less concentrated portfolio. To maintain diversification and reduce concentration risk, the Fund may invest no more than 25% of the Fund's NAV in any one industry. As investments in major market industries, such as banking and financials, are not available to Islamic investors, the Fund may be subject to a higher level of risk than a more diversified portfolio.

Country Risk

Investments of the Fund in any countries may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of the countries in which the Fund invests. For example, the deteriorating economic condition of such countries may adversely affect the value of the investments undertaken by the Fund in those affected countries. This in turn may cause the Net Asset Value of the Fund or prices of Units to fall. To maintain global diversification and reduce country risk, the Fund may invest no more than 50% of the Fund's NAV in any one country.

Currency Risk

As the investments of the Fund may be denominated in currencies other than the base currency of the Fund, any fluctuation in the exchange rate between the base currency 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 Fund in the base currency and vice versa. Investors should note that any gains or losses arising from the fluctuation in the exchange rate might further increase or decrease the returns of the investment.

Continued on next page.

FUND INFORMATION *(continued)*

Specific Risks related to the Fund *(continued)*

Reclassification of Shariah Status Risk

This risk refers to the risk that the currently held Shariah-compliant equities in the Fund may be reclassified as Shariah non-compliant in the periodic review of the equities by the Shariah Advisory Council of the Securities Commission Malaysia, the Shariah Advisor or the Shariah boards of the relevant Islamic indices. If this occurs, the Manager will take the necessary steps to dispose such equities. There may be opportunity loss to the Fund due to the Fund not being allowed to retain the excess capital gains derived from the disposal of the Shariah noncompliant equities. The value of the Fund may be adversely affected when the Manager disposes of portfolio investments in unfavourable market conditions. Please refer to the Shariah Investment Guidelines on page 12 for the Fund's Shariah methodology on the treatment of gains and losses as a result of the reclassification of Shariah non-compliant equities.

Risk Management Strategies and Techniques

The Manager seeks to manage the above risks by investing:

- In a globally diversified portfolio of Shariah-compliant equities,
- Only in equity securities traded on Eligible Markets,
- No more than 25% of the equity investments of the Fund in any one industry, and
- No more than 50% of the equity investments of the Fund in any one country.

The risk management strategies adopted by the Manager are as follows:

- monitoring adherence to the Fund's investment objective, investment restrictions and limits;
- conduct regular monitoring of market and economic conditions;
- escalating and reporting investment matters to the investment committee, senior management team, risk committee, Shariah Advisor and Board;
- taking temporary defensive positions when appropriate; and
- monitoring the performance of the Fund.

The above list of risks may not be exhaustive. While every care will be taken by the Manager to mitigate the risk, Investors should be aware that investments in the Fund may be exposed to other risks of an exceptional nature from time to time. Events affecting investments cannot always be foreseen and it is not possible to protect investments against all risks.

Investors are recommended to read the whole Prospectus to assess the risks of the Fund and if necessary, they should consult their adviser(s), e.g. their bankers, lawyers, stockbrokers or professional advisers for a better understanding of investment risks.

Asset Allocation

| Limits | Investment instruments |
|--------------------------------|---|
| At least 70% of the Fund's NAV | Sustainable Shariah-compliant equities. |
| Up to 30% of the Fund's NAV | Islamic liquid assets including Islamic money market instruments and Islamic deposits with Islamic financial institutions and collective investment schemes, including ICD Money Market Fund. |

Performance Benchmark

MSCI ACWI Islamic index (US\$) (Source: www.msci.com)

The benchmark is used as a yardstick to assess the performance of the Fund only. The risk profile of the Fund is different from the risk profile of the benchmark.

FUND INFORMATION *(continued)*

Permitted Investments

The Fund is permitted to invest in the following:

- Sustainable Shariah-compliant equities;
- Islamic liquid assets including Islamic money market instruments;
- Islamic deposits with Islamic financial institutions;
- Collective investment schemes, including ICD Money Market Fund; and
- Any other form of investment in line with the objective of the Fund, as may be agreed upon by the Manager and Shariah Advisor.

Investment Restrictions and Limits

The Fund is prohibited from investing in Shariah non-compliant equities, options, derivatives, and equities of companies with high levels of debt (defined as total debt exceeding 30% of market capitalization).

The investment restrictions and limits for the Fund are as follows:

- The value of the Fund's investments in unlisted Shariah-compliant securities must not exceed 10% of the Fund's NAV.
- The value of the Fund's investments in Shariah-compliant ordinary shares issued by any single issuer must not exceed 10% of the Fund's NAV.
- The value of the Fund's investments in transferable Shariah-compliant securities and Islamic money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV.
- The value of the Fund's placement in Islamic deposits with any single institution must not exceed 20% of the Fund's NAV.
- The aggregate value of the Fund's investments in transferable Shariah-compliant securities, Islamic money market instruments and Islamic deposits issued by or placed with any single issuer or institution must not exceed 25% of the Fund's NAV.
- The value of the Fund's investments in transferable Shariah-compliant securities and Islamic money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV.
- The Fund's investments in transferable Shariah-compliant securities (other than debentures) must not exceed 10% of the securities issued by any single issuer.
- The Fund's investments in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to Islamic money market instruments that do not have a predetermined issue size.
- The value of the Fund's investments in units or shares of any collective investment scheme must not exceed 20% of the Fund's NAV.
- The Fund's investments in collective investment schemes must not exceed 25% of the units or shares in any one collective investment scheme.
- The Fund may invest only in Shariah-compliant equity securities traded on Eligible Markets.
- The Fund may invest no more than 25% of the Fund's NAV in any one industry.
- The Fund may invest no more than 50% of the Fund's NAV in any one country.

There are no restrictions and limits imposed on securities or instruments issued or guaranteed by the Malaysian government or Bank Negara Malaysia.

The above investment restrictions and limits must be complied with at all times based on the most up-to-date value of the Fund's investments. However, a 5% allowance in excess of the restrictions or limits is permitted where it is breached through an appreciation or depreciation of the Fund's NAV (whether as a result of an appreciation or depreciation in value of the Fund's investments or as a result of redemption of Units or payment made from the Fund).

The Manager will not make any further acquisitions to which the relevant restriction or limit is violated. Within a reasonable period of three (3) months from the violation date, the Manager shall take all necessary steps to rectify the violation.

Continued on next page.

FUND INFORMATION *(continued)*

Bases for Valuation of the Assets of the Fund

| Investment Instruments | Valuation Basis |
|---|--|
| Sustainable Shariah-compliant securities listed on any exchange | Valuation of securities should be based on market price. However, if: <ul style="list-style-type: none">• A valuation based on the market price does not represent the fair value of the securities, e.g. during abnormal market conditions; or• No market price is available, including in the event of a suspension in the quotation of the securities for a period exceeding fourteen (14) days, or such shorter period as agreed by the Trustee, then the securities should be valued at fair value, as determined in good faith by the Manager based on the methods or bases approved by the Trustee after appropriate technical consultation. |
| Islamic money market instruments | Investments in Islamic money market instruments are valued daily at book cost, meaning cost of acquisition plus accretion of discount. |
| Placement in Islamic deposits | Valuation for Islamic deposits placed with Islamic financial institutions, will be performed by reference to the principal value provided by the Islamic financial institution that issues or provides such investments including profits accrued thereon for the relevant period, if any. |
| Unlisted collective investment schemes | Last published repurchase price. |
| Any other instruments | Fair value as determined in good faith by the Manager, on methods or bases, which have been verified by the auditors of the Fund and approved by the Trustee. |

Shariah Investment Guidelines

The Shariah Advisor monitors the operations and investments of the Fund in accordance with the Shariah investment guidelines. To ensure compliance with Shariah principles, the Shariah Advisor reviews the Fund's operations and investments every month.

The Shariah investment guidelines stipulate that investments in shares of companies identified as morally deficient, such as those related to alcohol, tobacco, gambling, pork processing, and pornography are prohibited. In addition, because Shariah law prohibits the charging of interest (riba), investments in many financial companies are excluded. The Manager provides the Shariah Advisor with a monthly report on the holdings and transactions of the Fund.

Shariah investing requires that companies that do not comply with Shariah law are not considered for purchase. Securities of companies that fail to pass a series of financial ratio filters are also excluded from consideration.

The Fund does not invest in debt instruments and investments that might be considered as speculative, such as derivatives. As the Fund does not speculate, it does not engage in short-term trading and normally holds its investments for several years.

Rules on divestment of Shariah non-compliant securities

In the event the following investment instances occur in the Fund, the Manager shall execute the following rules:

"Shariah-compliant securities" which are subsequently considered "Shariah non-compliant"

This refers to those securities which were earlier classified as Shariah-compliant securities but are subsequently reclassified as Shariah non-compliant. In this regard, if on the date the securities turned Shariah noncompliant, the respective market price of Shariah non-compliant securities exceeds or is equal to the original investment cost, the Manager must liquidate them. Since it is not always feasible to liquidate an entire position in one day, any dividends received and excess capital gains from the disposal of the Shariah noncompliant securities after the date of the announcement at a market price that is higher than the closing price on the date of the announcement shall be recorded for reporting in the annual report in the section on purification.

On the other hand, the Fund is allowed to hold the investment in the Shariah non-compliant securities if the market price of the said securities is below the Fund's original investment costs. It is also permissible for the Fund to keep the dividends received during the holding period until such time when the total amount of dividends received and the market value of the Shariah non-compliant securities held equal the original investment cost. The Fund is allowed to hold such investment until breakeven.

FUND INFORMATION *(continued)*

Shariah Investment Guidelines *(continued)*

“Shariah non-compliant” securities

If the Manager mistakenly invests in Shariah non-compliant securities, the Manager needs to dispose of any Shariah non-compliant securities, within a month of becoming aware of the status of the securities. Any gain made in the form of capital gain or dividend received before or after the disposal of the securities shall be handled in the same manner as purification, detailed in “Purification Guidelines” section below. The Fund has a right to retain only the original investment cost, which may include brokerage fees and other transaction costs. If the disposal of the investment resulted in losses to the Fund, the losses are to be borne by the Manager.

Purification Guidelines

Under the Shariah principles, any income or distribution received by the Fund from investments in its portfolio which relates to income from Shariah non-compliant investments are considered as impure income. This impure income is subject to an income purification process.

Income purification is calculated on two criteria:

- Benefit of riba-based loan (in cases where the companies obtain riba based loans); and
- Haram income, regardless of the sources.

The process of income purification is calculated as follows:

In the case of companies which are involved in **riba-based loans**, purification of the benefit arising out of money obtained through riba-based loans is done as follows:

- Total amount of riba-based loans of the company is divided over the company’s assets;
- The result is then multiplied over total net dividend received by the Fund;
- The result would be total net dividend received by the Fund arising out of riba-based loans; and
- The amount would then be divided into two, capital and labour; capital is to be purified. The portion arising out of capital must be purified because the capital was obtained from Shariah non-compliant source while the portion arising out of the labour is allowed to be kept because the business activities are permissible. Purification of benefit from riba-based loans shall not be carried out when the companies are not paying any dividend. For short-term riba-based loans, purification shall be carried out in accordance with the tenure of the loan over the financial period.

In case of non-permissible or **haram income**, purification must be carried out on the total income regardless of the source of income or whether the company has gained profit or otherwise and whether dividend has been distributed or otherwise. In cases where the actual amount of the non-permissible or haram income could not be obtained, such amount shall be estimated. Purification in this scenario shall be carried out by dividing the total haram income over total shares of the company and multiplied by the average number of shares owned by the Fund during the period. The purification amount would then be pro-rated according to the period of holding. The purification amount shall be deposited into a separate account which is segregated from the account of the Fund. The Manager shall distribute the purification amount to the Unit Holders, pro rata, as soon as possible with consultation of the Shariah Advisor.

The Manager must inform Unit Holders that they are obliged to purify their specific purification amount in accordance with the Shariah principles by channelling it to Baitulmal and/or any charitable bodies.

The Fund’s purification method has been approved by the Shariah Advisor.

FEES, CHARGES AND EXPENSES

No direct fees or charges

The Fund seeks to minimize the expenses of Investors. There is no sales charge, redemption charge, transfer fee and switching fee payable by you.

Indirect fees and expenses

The fees and expenses **indirectly** incurred by you when investing in the Fund are as follows:

Fees payable to the Manager

An **administration fee** of 0.25% per annum of the NAV of the Fund is paid to the Manager. The fee is accrued daily and paid monthly out of the Fund. The Manager's administration duties include the following:

- Maintaining the books and records of the Fund;
- Determining the daily NAV per Unit of the Fund;
- Maintaining Unit Holders' accounts, including the processing of purchases and redemptions;
- Complying with anti-money laundering procedures for all transactions;
- Complying with Foreign Account Tax Compliance Act obligations for United States investors;
- Preparing reports on the Fund, its performance, and investments for Unit Holders;
- Preparing reports for the SC or any other regulator as requested;
- Payment of expenses relating to the issuance and replacement of this Prospectus;
- Payment of expenses relating to the Board;
- Payment of expenses relating to the Shariah Adviser;
- Calculation of purification income;
- Convening meetings of the Unit Holders other than for the benefit of the Manager or Trustee; and
- Other services required in the Deed.

An illustration on how the administration fee is calculated:

$$\text{Administration fee for the day} = \text{NAV} \times 0.25\% / 365$$

Example:

If the NAV of the Fund is US\$20 million, then

$$\begin{aligned}\text{Administration fee for the day} &= \text{US\$20 million} \times 0.25\% / 365 \\ &= \$136.99\end{aligned}$$

A **distribution fee** of 0.25% per annum of the NAV of the Fund is paid to the Manager in relation to the Fund's distribution plan (see page 23). The fee is accrued daily and paid quarterly out of the Fund.

An illustration on how the distribution fee is calculated:

$$\text{Distribution fee for the day} = \text{NAV} \times 0.25\% / 365$$

Example:

If the NAV of the Fund is US\$20 million, then

$$\begin{aligned}\text{Distribution fee for the day} &= \text{US\$20 million} \times 0.25\% / 365 \\ &= \text{US\$136.99}\end{aligned}$$

A **performance fee** of 10% of the gross asset value that cumulatively increases or decreases (excluding subscriptions and redemptions) for each day in the financial year is paid to the Manager. Please note that neither a benchmark nor a high water mark is considered in computation of the performance fee.

In the opinion of the Shariah Advisor of the Fund, taking a percentage of profit is better than charging a flat fee. As such, the Manager receives investment management compensation only from the daily increase in the gross asset value (excluding subscriptions and redemptions) of the Fund. Please note that the higher return of the Fund, the higher the performance fee charged to the Fund. The Manager receives no investment management compensation based on assets.

FEES, CHARGES AND EXPENSES *(continued)*

Fees payable to the Manager *(continued)*

In computing the daily NAV per Unit, the accrued performance fee is included with the other accrued fees as mentioned in this section, namely administration fee (0.25%), distribution fee (0.25%) and trustee fee (0.05%). In total, these fees amount to 0.55% annually.

Illustration of performance fee at the beginning of financial year:

Assuming that on 1st July (day 1), NAV of the Fund is US\$20 million, with 20 million units in circulation at per unit price of US\$1.00. On 2nd July, the gross asset value of the Fund increased by 0.5% and no redemptions or additional subscriptions were made. Computations are rounded to the nearest number (except for the unit price), without showing the GST.

Day 2

| | US\$ |
|--|------------|
| NAV on 1 st July | 20,000,000 |
| Unit price for 20 million units on 1 st July | 1.0000 |
| 0.5% increase in gross asset value on 2 nd July (20,000,000 x 1.005) | 20,100,000 |
| Increased amount of gross asset value (20,100,000 – 20,000,000) | 100,000 |
| Other daily accrued fees (20,100,000 x 0.55%)/365 | (303) |
| Daily performance fee accrual (100,000 x 10%) | (10,000) |
| NAV before subscription/redemption on 2 nd July (20,100,000 – 303 – 10,000) | 20,089,697 |
| Subscription/(redemption) | 0 |
| NAV incorporating subscription/redemption on 2 nd July | 20,089,697 |
| Unit price on 2 nd July (20,089,697 / 20 million units) | 1.0045 |
| Cumulative performance fee accrual | 10,000 |

On 2nd July, the investment value of the Fund increased by US\$100,000 (US\$20,000,000 x 0.5%) compared to the previous day. Performance fee of US\$10,000 charged to the Fund is derived by multiplying the increased amount of gross asset value with 10% (US\$100,000 x 10%).

Day 3

On 3rd July, assuming the gross asset value decreased by 3%, subscription of US\$2 million was received and no redemption was made.

| | US\$ |
|--|------------------|
| NAV on 2 nd July | 20,089,697 |
| Unit price on 2 nd July | 1.0045 |
| 3% decrease in gross asset value on 3 rd July (20,089,697 x 0.97) | 19,487,006 |
| Decreased amount of gross asset value (19,487,006 – 20,089,697) | (602,691) |
| Other daily accrued fees (19,487,006 x 0.55%)/365 | (294) |
| Daily performance fee accrual (-602,691 x 10%) | 60,269 |
| NAV on 3 rd July before subscription/redemption (19,487,006 – 294 + 60,269) | 19,546,981 |
| Unit price before subscription/redemption (19,546,981/20 million unit) | 0.9773 |
| Subscription/(redemption) | 2,000,000 |
| NAV incorporating subscription/redemption on 3 rd July | 21,546,981 |
| No. of unit after additional subscription (20,000,000 + (2,000,000/0.9773)) | 22,046,455 units |
| Unit price on 3 rd July (21,546,981/22,046,455) | 0.9773 |
| Cumulative performance fee accrual (10,000 – 60,269) | (50,269) |

Continued on next page.

FEES, CHARGES AND EXPENSES *(continued)*

Fees payable to the Manager *(continued)*

The investment value of the Fund decreased by US\$602,691 ($\text{US\$20,089,697} \times 0.97$) compared to the previous day. The decrease resulted in the performance fee of US\$60,269 ($\text{US\$} 602,691 \times 10\%$) being added back (reversed) to the Fund. The cumulative performance fee accrual became negative US\$50,269 ($60,269 - 10,000$). Please note that the subscription of US\$2 million is not taken into consideration when the performance fee is computed.

Day 4

On 4th July, assuming no change in gross asset value, redemption of US\$3 million was made and no subscription was received.

| | US\$ |
|---|------------------|
| NAV on 3 rd July | 21,546,981 |
| Unit price on 3 rd July | 0.9773 |
| No change in gross asset value on 4 th July | 21,546,981 |
| Other daily accrued fees ($21,546,981 \times 0.55\%$)/365 | (325) |
| Daily performance fee accrual ($0 \times 10\%$) | 0 |
| NAV on 4 th July before subscription/redemption ($21,546,981 - 325 + 0$) | 21,546,656 |
| Unit price before subscription/redemption ($21,546,656 / 22,046,455$ units) | 0.9773 |
| Subscription/(redemption) | (3,000,000) |
| NAV incorporating subscription/redemption on 4 th July | 18,546,656 |
| No. of unit after redemption $22,046,455 - (3,000,000 / 0.9773)$ | 18,976,773 units |
| Unit price on 4 th July ($18,546,656 / 18,976,773$ units) | 0.9773 |
| Cumulative performance fee accrual [$0 + (-50,269)$] | (50,269) |

On 4th July, investment of the Fund resulted in nil returns, therefore the gross asset value remains at US\$21,546,981 and no performance fee is imposed on the Fund. The redemption of US\$3 million has resulted in number of units reduced by 3,069,682 ($\text{US\$3 million} \div 0.9773$) to 18,976,773. The cumulative performance fee accrual remained at - US\$50,269. Please note that the redemption of US\$3 million is not taken into consideration when the performance fee is computed.

Illustration of performance fee at the end of financial year:

The performance fee is accrued daily, and paid on the last day of the financial year. Assume that the NAV on 29th June is US\$25 million, 20 million units in circulation, priced at US\$1.25 per unit and cumulative amount of performance fee is US\$12,000. On 30th June, the gross asset value of the Fund decreased by 0.5%, no subscriptions and redemptions were received.

| 30 th June (last day of the Fund's financial year) | US\$ |
|---|------------|
| NAV of previous day (29 th June) | 25,000,000 |
| Unit price of previous day (29 th June) | 1.2500 |
| 0.5% decrease in gross asset value on 30 th June ($25,000,000 \times 0.995$) | 24,875,000 |
| Decrease amount of gross asset value ($25,000,000 - 24,875,000$) | (125,000) |
| Other daily accrued fees ($24,875,000 \times 0.55\%$)/365 | (375) |
| Daily performance fee accrual ($-125,000 \times 10\%$) | 12,500 |
| NAV on 30 th June before subscription/redemption ($24,875,000 - 375 + 12,500$) | 24,887,125 |
| Subscription/(redemption) | 0 |
| NAV incorporating subscription/redemption on 30 th June | 24,887,125 |
| Unit price on 30 th June ($24,887,125 / 20$ million units) | 1.2444 |
| Cumulative performance fee accrual ($12,000 - 12,500$) | (500) |

FEES, CHARGES AND EXPENSES (continued)

Fees payable to the Manager (continued)

On 30th June, the investment value of the Fund decreased by US\$125,000 (US\$25,000,000 x 0.5%) compared to the previous day. The decrease resulted in the performance fee of US\$12,500 (US\$ 125,000 x 10%) being added back (reversed) to the Fund. Cumulative performance fee accrual becomes -US\$500 (US\$12,000 – US\$12,500). Hence no performance fee is paid to the Manager for the financial year.

Illustration of performance fee at the beginning of the following financial year:

| 1 st July of the following financial year (first day of financial year) | US\$ |
|--|------------|
| NAV of previous day (30 th June) | 24,887,125 |
| Unit price of previous day (30 th June) | 1.2444 |
| 1% increase in gross asset value on 1 st July (24,887,125 x 1.01) | 25,135,996 |
| Changes in amount of gross asset value (25,135,996 - 24,887,125) | 248,871 |
| Other daily accrued fees (25,135,996 x 0.55%)/365 | (379) |
| Daily performance fee accrual (248,871 x 10%) | (24,887) |
| NAV on 1 st July before subscription/redemption (25,135,996 - 379 – 24,887) | 25,110,730 |
| Subscription/(redemption) | 0 |
| NAV incorporating subscription/redemption on 1 st July | 25,110,730 |
| Unit price on 1 st July (25,110,730/20 million units) | 1.2555 |
| Cumulative performance fee accrual | 24,887 |

On the first day of financial year (1st July of the following year), there is 1% increase on the gross asset value of the Fund. Performance fee is chargeable for this day without carrying forward the cumulative performance fee accrual on 30th June of previous year. The Manager only earns a performance fee at each financial year end when the accrual is positive, but is not obliged to pay the Fund when the accrual is negative. The cumulative accrual starts at zero at the beginning of each financial year. In this illustration, the performance fee at the beginning of the financial year started with US\$24,887.

Fees payable to the Trustee

The Trustee is entitled to a trustee fee of 0.05% per annum of the NAV of the Fund (excluding foreign sub-custodian fees and charges) that is accrued daily and paid monthly.

An illustration on how the trustee fee is calculated:

$$\text{Trustee fee for the day} = \text{NAV} \times 0.05\% / 365$$

Example:

If the NAV of the Fund is US\$10 million, then

$$\begin{aligned}\text{Trustee fee for the day} &= \text{US\$10 million} \times 0.05\% / 365 \\ &= \text{US\$13.70}\end{aligned}$$

Illustration on the impact of fees on the returns of Unit Holder's investment

Assumptions:

Unit Holder A invests into the Fund for 3 years with initial investment amount of US\$100,000, subscribed at US\$1.00 per unit, equivalent to 100,000 units. No redemptions or additional subscriptions were made throughout the 3-year period. The gross investment returns are -10% on year 1, 0% on year 2 and +10% on year 3. The illustrations shown on yearly basis, rounded to the nearest number (except for the unit price) and exclude GST. Other accrued fees, as mentioned in this section, are administration fee (0.25%), distribution fee (0.25%) and trustee fee (0.05%). In total, these fees amount to 0.55% annually.

Continued on next page.

FEES, CHARGES AND EXPENSES *(continued)*

Fees payable to the Manager *(continued)*

Illustration on the impact of fees on the returns of Unit Holder's investment *(continued)*

Year 1

Investment at the beginning of year is US\$ 100,000 equivalent to 100,000 units at US\$ 1.000 per unit. At the end of year 1, with return of -10%, the investment value of Unit Holder A decreases from US\$ 100,000 to US\$ 90,000.

| | US\$ |
|---|---------|
| Initial investment of 100,000 units | 100,000 |
| Sales charge for initial investment | 0 |
| Investment value at the beginning of year | 100,000 |
| investment value at the end of year 1 (100,000 x 0.9) | 90,000 |
| Less: Other accrued fees (90,000 x 0.55%) | (495) |
| Less: Performance fee | 0 |
| Investment value for 100,000 units at the end of year 1 | 89,505 |

At the end of year 1, no performance fee charged because the Fund had a negative return of 10%. The investment value of Unit Holder A reduced from US\$100,000 to US\$89,505.

Year 2

Nil (0%) investment return at the end of year 2.

| | US\$ |
|--|--------|
| Investment value at the beginning of year 2 | 89,505 |
| Investment value at the end of year 2 (0% investment return) | 89,505 |
| Less: Other accrued fees (89,505 x 0.55%) | (492) |
| Less: Performance fee | 0 |
| Investment value for 100,000 units at the end of year 2 | 89,013 |

At the end of year 2, no performance fee charged because the investment return is 0%. The investment value of Unit Holder A reduces from US\$89,505 to US\$89,013 due to deduction of other accrued fees.

Year 3

At the end of year 3 the Fund has positive investment return of 10%.

| | US\$ |
|---|--------|
| Investment value at the beginning of year 3 | 89,013 |
| Investment value the end of year 3 (89,013 x 1.1) | 97,914 |
| Less: Other accrued fees (97,914 x 0.55%) | (539) |
| Less: Performance fee (97,914 – 89,013) x 10% | (890) |
| Investment value for 100,000 units at the end of year 3 | 96,484 |

Performance fee is charged on year 3 because there is an increase in fund's value by 10%.

Please note that all the calculations set out above are for illustration purposes only. It does not provide any indication for the performance of the fund.

FEES, CHARGES AND EXPENSES *(continued)*

Fees payable to the Manager *(continued)*

Fund Expenses

Only expenses directly related and necessary in operating and managing the Fund as provided in the Deed may be paid out of the Fund. These include the following:

- Commissions or fees paid to brokers in effecting dealings in the investments of the Fund;
- Taxes and other duties charged on the Fund by the government and/or other authorities;
- Costs, fees and expenses properly incurred by the auditors appointed for the Fund;
- Costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;
- Costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;
- Costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;
- Costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;
- Costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;
- Costs, fees and expenses incurred in engaging any valuer, advisor or contractor for the benefit of the Fund;
- Costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;
- Costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;
- Costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);
- Remuneration and out of pocket expenses of the independent members of the investment committee of the Fund, unless the Manager decides otherwise;
- Costs, fees and expenses deemed by the Manager to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority;
- (Where the custodial function is delegated by the Trustee) charges and fees paid to sub-custodians taking into custody any foreign assets of the Fund, if any;
- Expenses and charges incurred in connection with the printing and postage for the annual or interim report, tax certificates, reinvestment statements and other services associated with the management of the Fund;
- All costs and expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or warrant or telegraphic transfer; and
- Any tax such as GST and/or other indirect or similar tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses incurred above.
- Expenses related to the issuance of this Prospectus are borne by the Manager.

Expenses related to the issuance of this Prospectus will be borne by the Manager.

Goods and Services Tax

All fees, charges and expenses payable by the Unit Holder are subject to goods and services tax ("GST") at a rate of 6% or such other prescribed rate, and incurred by the Unit Holder indirectly when investing in the Fund. The fees, charges and expenses disclosed are exclusive of GST or any other taxes or duties that may be imposed by the government or other authorities from time to time.

THERE ARE FEES AND CHARGES INVOLVED AND INVESTORS ARE ADVISED TO CONSIDER THEM BEFORE INVESTING IN THE FUND.

TRANSACTION INFORMATION

Valuation Point

The Fund must be valued at least once every Business Day. However, certain foreign markets in which the Fund may invest in have different time zones from that of Malaysia.

Accordingly, the valuation of the Fund will be carried out on the following Business Day when the closing prices of the foreign markets would be available. As such, the daily price of the Units for a particular Business Day will be published one (1) Business Day later.

Currency translation of foreign securities to the Fund's base currency (US\$) shall be based on the bid exchange rate quoted by Bloomberg/Reuters at UK time 4.00 p.m. which is equivalent to 11.00 p.m. or 12.00 a.m. midnight (Malaysian time) on the same day, or such other time as prescribed from time to time by FIMM or any relevant laws.

The Unit price (i.e. NAV per Unit of the Fund) for a Business Day is available from the Manager. To contact manager, please refer to the section on Distributors.

Computation of NAV and NAV per Unit

The NAV of the Fund is determined daily at the valuation point by deducting the value of the Fund's liabilities from the value of the Fund's assets. For the purpose of computing the annual administration fee, distribution fee, performance fee and annual trustee fee, the NAV of the Fund is inclusive of the fees for the relevant day. The NAV per Unit is then determined by dividing the NAV of the Fund by the number of Units in circulation at the valuation point.

An illustration on how the NAV and NAV per Unit is calculated:

| | US\$ |
|--|----------------------|
| Investments | 19,800,000 |
| Add: Other Assets | 300,000 |
| Total Assets | 20,100,000 |
| Less: Liabilities | 100,000 |
| NAV before deducting administration fee, distribution fee and trustee fee for the day | 20,000,000 |
| Less: Administration fee and distribution fee for the day (0.25% + 0.25% per annum) | (273.97) |
| Less: Performance fee* for the day (10% of increased amount of gross asset value (excluding subscription and redemption for the day) | (1,000) |
| Less: Trustee fee for the day (0.05% per annum) | (27.40) |
| Less: GST for administration fee, distribution fee, performance fee and trustee fee 6%** | (78.08) |
| NAV of the Fund | 19,998,620.55 |
| Number of Units in circulation | 19,000,000 units |
| NAV per Unit (rounded to 4 decimal places) | 1.0526 |

* Assuming that the difference of NAV from previous day is US\$10,000, performance fee is $10\% \times \text{US\$}10,000 = \text{US\$}1,000$.

** GST is implemented at a standard rate of 6%. The administration fee, distribution fee, performance fee and trustee fee charged to the Fund are subject to GST as illustrated above.

Rounding Adjustment

The NAV per Unit of the Fund will be rounded up to four decimal places or as agreed between the Manager and Trustee.

Pricing of Units

Single Pricing Regime

The Manager adopts a single pricing regime in calculating a Unit Holder's purchase and redemption of Units. This means that all purchases and redemptions are transacted on a single price. Unit Holders would therefore purchase and redeem Units at NAV per Unit. The Selling Price per Unit and Redemption Price per Unit are based on Forward Pricing.

Selling Price of Units

The Selling Price of a Unit for the Fund is the NAV per Unit of the Fund at the next valuation point after the request to purchase Units is received by the Manager (Forward Pricing). The Manager does not impose any sales charge on the purchase of Units by the Unit Holders.

TRANSACTION INFORMATION *(continued)*

Pricing of Units *(continued)*

Selling Price of Units *(continued)*

Calculation of Selling Price

Illustration – Sale of Units without sales charge

Example:

If an investor wishes to invest US\$10,000.00 in the Fund before 4.00 p.m. on 31 March 2017, and there is no sales charge imposed, the total amount to be paid by the Investor and the number of Units issued to an Investor will be as follows:

Sales charge payable by an Investor = $0 \times \text{US\$}10,000.00 = 0$

The total amount to be paid by an Investor for his or her investment will therefore be: $\text{US\$ } 10,000.00 + 0 = \text{US\$}10,000.00$

Assuming that the NAV per Unit of the Fund on 31 March 2017 = US\$1.0000

The number of Units that will be issued to the Investor will be:

$\text{US\$}10,000.00 \text{ divided by } \text{US\$ } 1.0000 = 10,000.00 \text{ Units}$

INVESTORS ARE ADVISED NOT TO MAKE PAYMENT IN CASH TO ANY INDIVIDUAL AGENT WHEN PURCHASING UNITS OF THE FUND.

Redemption Price of Units

The Redemption Price of a Unit of the Fund is the NAV per Unit at the next valuation point after the redemption request is received by the Manager (Forward Pricing). The Manager does not impose any redemption charge on the redemption of Units by the Unit Holders.

Calculation of Redemption Price

Illustration – Redemption of Units without redemption charge

Example:

If a Unit Holder wishes to redeem 10,000 Units from the Fund before 4.00 p.m. on any Business Day and there is no redemption charge imposed, the total amount to be paid to the Unit Holder will be as follows:

Assuming that the NAV per Unit of the Fund on 31 March 2017 = US\$1.0000

Amount redeemed would be: $10,000 \text{ Units} \times \text{US\$}1.000 = \text{US\$}10,000$

Redemption charge would be: $0 \times \text{US\$}10,000 = 0$

The total amount to be paid to the Unit Holder will be $\text{US\$ } 10,000 - 0 = \text{US\$}10,000.00$

Therefore the Unit Holder will receive US\$10,000.00 as redemption proceeds.

Error in Pricing of Units

Subject to any relevant law, if there is an error in the valuation and/or pricing of the Fund and/or NAV per Unit of the Fund, the Manager will take immediate remedial action to correct the error. Rectification shall, where necessary, extend to the reimbursements of money as follows if the error is, at or above the significant threshold of 0.5% of the NAV per Unit:

- If there is an over valuation and pricing in relation to the purchase and creation of Units, the Fund shall reimburse the Unit Holder;
- If there is an over valuation and pricing in relation to the repurchase of Units, the Manager shall reimburse the Fund;
- If there is an under valuation and pricing in relation to the purchase and creation of Units, the Manager shall reimburse the Fund; and
- If there is an under valuation and pricing in relation to the repurchase of Units, the Fund shall reimburse the Unit Holder or former Unit Holder.

The Manager retains discretion in whether or not to reimburse if the error is below 0.5% of the NAV per Unit or where the total impact on an individual account is less than MYR10.00 or its foreign currency equivalent, if applicable. This is because the reprocessing costs might be greater than the amount of the reimbursement.

TRANSACTION DETAILS

Investors in Malaysia intending to invest in foreign currencies are required to have a foreign currency account with any financial institution in Malaysia as all transactions relating to the foreign currencies will be made by telegraphic transfers. Investors investing in this Fund must comply with the relevant BNM (Bank Negara Malaysia) Foreign Exchange Administration rules and notices ("FEA Rules"), where applicable. Investors are advised to seek professional advice on the FEA Rules before making any investment decisions.

Purchase of Units

Investors can purchase and redeem Units of the Fund at the Manager's business office and the appointed Distributors. Please refer to "List of Distributors" on page 44.

The minimum initial investment is US\$5,000 or such other lower amount as the Manager may decide from time to time. Existing Unit Holders may make minimum additional investments of US\$1,000 or such other lower amount as the Manager may decide from time to time. Investors can obtain the Prospectus and investment forms from the Manager at www.saturna.com.my or from an authorized Distributor.

Any purchase request received (or deemed to have been received) after 4:00 p.m. on any Business Day will be regarded as received on the following Business Day. The cut-off time will be determined based on the time and date stamp made by us.

For first time Investors

Applications by individuals require a copy of the applicant's identity card or passport or other documents of identification.

An application by a Malaysian corporation must be accompanied by a certified true copy of its memorandum and articles of association, certificate of incorporation, form 24, form 44, form 49, the latest audited financial statements of the corporation, board resolution relating to the investment, and a list of their authorized signatories and their respective specimen signatures.

An application by a non-Malaysian corporation must be accompanied by relevant corporate bylaws or charter, the latest audited financial statements of the corporation, board resolution relating to the investment, and a list of their authorized signatories and their respective specimen signatures.

Redemption of Units

Unit Holders may request for redemption of Units by contacting the Manager on any Business Day by completing the redemption request form or such other manner as the Manager may accept. The redemption request form is available at the business office of the Manager and the offices of the authorized Distributors.

Any redemption request received (or deemed to have been received) after 4:00 p.m. on any Business Day will be regarded as received on the following Business Day. The cut-off time will be determined based on the time and date stamp made by us.

There is no minimum redemption amount for redemption of Units and there are no restrictions on the frequency of redemption. There is no minimum holdings for Units.

Redemption proceeds will be paid within three (3) Business Days from the date the Manager receives a complete redemption request form.

Cooling-off Policy

A cooling-off right refers to the right of the Unit Holder to obtain a refund of his/her investment if he/she so requests within the cooling-off period. This is to allow Unit Holders the opportunity to reverse their investment decision that could have been unduly influenced by certain external elements or factors. Individual Investors who are investing in any of the unit trust funds managed by us for the first time may exercise their cooling-off right.

However, the cooling-off right shall not extend to a staff of the Manager and persons registered with a body approved by the SC to deal in unit trusts.

The cooling-off period is for a total of six (6) Business Days commencing from the date the application for Units is received by the Manager. Within the cooling-off period, the refund to the Unit Holders for every Unit held by the Unit Holders shall be the sum of:

- The price of the Units on the day the Units were purchased; and
- Any sales charge imposed on the day the Units were purchased.

In other words, the Unit Holders shall be refunded their "original investment proceeds" within ten (10) days from the date of receipt of the cooling-off notice from the Unit Holders.

TRANSACTION DETAILS *(continued)*

Transfer Ownership of Units

Unit Holders are permitted to transfer their Units by completing the transfer application form and returning it to the Manager. The minimum transfer amount is 1,000 Units. The transferee must also be an Investor, and provide identification documents such as identification card, passport, or other proof of identity.

Requests for transfer of Units will not be allowed if the transfer effective date is less than fourteen (14) Business Days prior to an income distribution declaration date.

Switching Between Funds

Switching is not available for this Fund.

Income Distribution Policy

Subject to availability of income, distribution will be made on a semi-annual basis. All income distribution will be automatically reinvested in the form of additional Units at no additional cost at the date of distribution, unless the Unit Holder specifically requests, in the application or in writing, for distributions to be made in cash via bank transfer. The Units will be reinvested based on the NAV per Unit on the first Business Day following the day the distribution is declared.

Any unclaimed distribution cheques will be automatically reinvested in additional Units at the expiry of the six month validity period for cheques, based on the prevailing NAV per Unit seven (7) Business Days after the validity period of the cheques.

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

Borrowings or Financing

The Fund is not permitted to borrow cash or obtain cash financing or other assets (including the borrowing of securities within the meaning of the Securities Borrowing and Lending Guidelines) in connection with its activities.

Securities Lending

The Fund does not participate in the lending of securities within the meaning of the Securities Borrowing and Lending Guidelines issued by the SC.

Policy on Stockbroking, Rebates and Soft Commissions

The Manager, fund manager, Trustee or Trustee's delegate should not retain any rebate from, or otherwise share in any commission with, any broker or dealer in consideration for directing dealings in the investments of the Fund.

However, soft commissions may be retained by the Manager or the fund manager if:

- (i) the goods and services are of demonstrable benefit to Unit Holders and in the form of research and advisory services that assist in the decision making process relating to the investments of the Fund such as research material, data and quotation services and investment management tools; and
- (ii) any dealing with the broker or dealer is executed on terms which are the most favourable for the Fund.

Distribution Plan

Investors may purchase Units in the Fund directly from the Manager, or from Distributors such as banks, brokerage firms and investment platforms. The Fund pays the Manager 0.25% per annum of its Net Asset Value for its marketing and distribution expenses.

Investors often find it convenient to invest through Distributors, and the Manager has entered into agreements with certain Distributors and investment platforms for the distribution and servicing of Fund investments. The Manager compensates these Distributors and platforms for services to Investors with an annual fee of 0.25% to 0.35% of the Net Asset Value of the Fund based on the total assets serviced by the Distributor. The fee is computed daily and paid by the Manager to Distributors quarterly.

The fee payable to a Distributor is calculated as follows:

| Assets in a Distributor's serviced accounts | Fee paid by Manager |
|---|------------------------------|
| Up to US\$2 million | 0.25% of the NAV in the Fund |
| More than US\$2 million but less than US\$5 million | 0.30% of the NAV in the Fund |
| US\$5 million or greater | 0.35% of the NAV in the Fund |

THE MANAGER

Background Information

The Manager, Saturna Sdn Bhd ("SSB"), was incorporated in Malaysia in April 1995 and began managing client accounts under the name Alpha Asset Management Sdn Bhd. In March 2010, Saturna Capital Corporation acquired ownership of the Manager. Under the CMSA, SSB is a holder of a valid capital markets services licence for Islamic fund management and dealing in securities restricted to unit trust products. SSB has more than 20 years' experience in providing fund management and fund advisory services, for both institutional and retail clients. SSB office is located in Kuala Lumpur, where it advises the public ASEAN Equity Fund, Crescent International Equity Fund (Australia) and private client accounts with a total value exceeding MYR 413 million, as at LPD.

The Manager's parent company, Saturna Capital Corporation is a USA-based investment management and services firm incorporated in 1989. Saturna Capital Corporation manages thirteen mutual fund portfolios, plus dozens of private accounts for individuals, corporations, and other clients. Amana Mutual Funds Trust offers four Shariah-compliant equity public mutual funds managed by Saturna Capital Corporation with US\$3.4 billion in assets. Saturna Capital Corporation is controlled by Mr. Nicholas Kaiser, its chairman, and owned by its present and past employees and their families. It has offices in Bellingham, Chicago, and Henderson, Nevada. For its fiscal year ended June 30, 2016, Saturna Capital Corporation's revenues were US\$35 million and its shareholders' equity exceeded US\$42 million. Additional information is available at www.saturna.com.

Functions, Duties and Responsibilities of the Manager

The Manager is responsible for the investment management and administration of the Fund, servicing Unit Holders, keeping proper records of Unit Holders and the Fund and ensuring compliance with both internal procedures and the rules and regulations of relevant authorities.

Board of Directors

The Manager has an experienced board of directors with background in the financial industry. The Board is responsible for the overall management of Saturna Sdn Bhd, administers corporate governance and supervises compliance with guidelines. The functions of the Board are to elaborate, decide, endorse or resolve all matters pertaining to the Manager and the Fund at the board meetings that are held four times every year or more frequently should the circumstances require.

Board of Directors:

- Nicholas Kaiser** (non-independent)
- Dato' Dr. Lee Chee Kuon** (non-independent)
- Md Noor Bin Hj A.Rahman** (independent)
- Dato' Dr. Vaseehar Hassan Bin Abdul Razack** (independent)
- Monem Salam** (non-independent)

The Investment Committee

The investment committee meets four (4) times a year or as and when circumstance require. The roles and responsibilities of the investment committee include the review of the Fund's investment objective and guidelines, and to ensure that the Fund invests appropriately. The following are the members of the investment committee:

- Monem Salam (non-independent)
- Nicholas Kaiser (non-independent)
- Md Noor A.Rahman (independent)
- Dato' Dr. Vaseehar Hassan Bin Abdul Razack (independent)
- Ahmed Abdul Khalid (non-independent)

THE MANAGER *(continued)*

Fund Management Function

The designated person responsible for the fund management function of the Fund is as follows:

Monem Salam – designated fund manager.

Monem Salam is the President and Executive Director of the Manager as well as a director of Saturna Capital Corporation. He received his degrees from the University of Texas: Bachelor of Arts (Austin) and Master of Business Administration (Dallas). He worked as the Chief Investment Officer for ITG & Associates (Dallas) until 1999, then as a representative with Morgan Stanley (Dallas) until joining Saturna Capital in June 2003. He served as the Director of Islamic Investing and Deputy Portfolio Manager to the Amana Mutual Funds Trust until moving to Kuala Lumpur in 2012 to oversee Saturna Sdn.Bhd. Monem is an Adjunct Professor at IE Business School and speaks at Islamic finance/investment conferences worldwide and he is co-author of 'A Muslim's Guide to Investing and Personal Finance'. Monem has authored the chapter on Islamic investing in both "Contemporary Islamic Finance," "Islamic Capital Markets" and contributes articles to leading Islamic financial magazines. As a mark of recognition of his achievements in Islamic economy, in 2015 the ISLAMICA 500 ranked Monem among 500 of the Islamic world's most prominent and influential leaders. As the President of SSB, Monem is deemed as the Chief Executive Officer of SSB.

Material Litigation

As at LPD, there is no current material litigation and arbitration, including those pending or threatened, and any facts likely to give rise to any proceedings that might materially affect our business and/or financial position.

Other Information

Further information on the Manager and investment committee of the Fund is provided on our website, www.saturna.com.my.

THE ADVISOR TO THE MANAGER

Background Information

The Advisor to the Manager, The Islamic Corporation for the Development of the Private Sector ("ICD") is a multilateral development financial institution and a member of the Islamic Development Bank Group ("IDBG").

ICD was established in 1999 to support the economic development of its member countries through the provision of finance for private sector projects, promoting competition and entrepreneurship, providing advisory services to the governments and private companies and encouraging cross border investments. ICD has an authorized capital of US\$4 billion. Currently, the shareholders of ICD are the IDBG, 53 Islamic countries and five public financial institutions.

ICD fosters sustainable economic growth in its 53 member countries by financing private sector investment, mobilizing capital in the international financial markets, and providing advisory services to business and governments. ICD's financing projects are selected on the basis of their contribution to economic development considering factors such as job creation, Islamic finance development, contribution to exports etc. ICD also provides advisory services to governments and private sector groups on policies designed to encourage the establishment, expansion and modernization of private enterprises, development of capital markets, best management practices and to enhance the role of the market economy. ICD operates to complement the activities of the IDBG in member countries by promoting the development of the private sector.

Functions, Duties and Responsibilities of the Advisor to the Manager

The Advisor to the Manager ("the Advisor") is responsible for advising the Manager on global distribution of the Fund, primarily in the member states of the Organisation of Islamic Cooperation ("OIC"), including ensuring compliance with the rules and regulations of relevant authorities. The Advisor, at its expense, may second their employee to the investment team and attend meetings of the investment committee.

Board of Directors

The Advisor has an experienced board of directors with strong backgrounds in the Islamic financial industry.

The member of the board of directors of the Advisor is as follows:

Dr. Bandar M. H. Hajjar

Chairman of the Board, ICD

Chairman, IDB Group

Khaled Mohamed Al-Aboodi

CEO & General Manager

Abdullah M. A. Al Zaabi

Representing Arab Group

Abdourahmane Cissé

Representing Africa Group

Mohammad Nizam Bin Haji Ismi

Representing Asia Group

Abdul Naser Abuzgai

Representing the Islamic Development Bank

Dr. Abdullah bin Sulaiman al Sakran

Representing Saudi Arabia

Omar Ahmed Al-Somali

Representing the Public Financial Institutions Group

Abdirahman Sharif

Representing the Islamic Development Bank

Dr Hosein Ghazavi Khourasgani

Representing the Islamic Development Bank

Dr. Rami M. S. Ahmad

Representing the Islamic Development Bank

THE SHARIAH ADVISOR

Background

Amanie Advisors Sdn Bhd (“Amanie”) is a Shariah advisory, consultancy, training and research and development boutique for institutional and corporate clientele focusing on Islamic financial services. Amanie is a registered Shariah advisory company for Islamic unit trust with the SC. Amanie also focuses on organizational aspect of the development of human capital in Islamic finance worldwide through providing updated quality learning embracing both local and global issues on Islamic financial products and services. The company is led by Datuk Dr. Mohd Daud Bakar and teamed by an active and established panel of consultants covering every aspect related to the Islamic banking and finance industry, both in Malaysia and the global market. Currently, the team comprises of six (6) fulltime consultants who represent dynamic and experienced professionals with a mixture of corporate finance, accounting, product development, Shariah law and education. Amanie has more than eleven (11) years of experience in advisory role in capital markets including unit trust funds and funds management. As at LPD there are 150 funds which Amanie acts as Shariah adviser.

Roles and Responsibilities

As the appointed Shariah advisers for the Fund, the roles and responsibilities of Amanie are as follows:

- To ensure that the Fund is managed and administered in accordance with Shariah principles. The Shariah Advisor meets with the Manager once in every quarter to discuss and advise Shariah matters relating to the Fund;
- Responsible for monthly review of the Fund’s Shariah compliance report as provided by the compliance officer, and any other report deemed necessary for the purpose of ensuring that the Fund’s investments are in line with Shariah requirements at all time;
- To provide expertise and guidance in all matters relating to Shariah principles, including on the Fund’s Deed and Prospectus, its structure and investment process, and other operational and administrative matters;
- To consult with SC where there is any ambiguity or uncertainty as to an investment, instrument, system, procedure and/or process; and
- To prepare a report to be included in the Fund’s interim and annual reports certifying whether the Fund has been managed and administered in accordance with Shariah principles for the period concerned.

Profile of the Shariah Team

The designated person responsible for Shariah advisory matters relating to the Fund is Datuk Dr. Mohd Daud Bakar. Other consultants are Mohd Zikri Mohd Shairy, Amran Ibrahim and Nur Izzaatirah Rosli. Profile of the Shariah team is as below:

Datuk Dr. Mohd Daud Bakar - Shariah Adviser

Datuk Dr. Mohd Daud Bakar is the Founder and Executive Chairman of Amanie Group that deals with many facets of global Islamic finance from Shariah advisory to structured training to media and to Big Data Analytics. Amanie Advisors, one of the companies under the Group, has presence in ten major cities in the world. He currently sits as a Chairman of the Shariah Advisory Council at the Central Bank of Malaysia, the Securities Commission of Malaysia, the Labuan Financial Services Authority and the International Islamic Liquidity Management Corporation (IILM). He is also a Shariah board member of various financial institutions, including the National Bank of Oman (Oman), Noor Islamic Bank (Dubai), Amundi Asset Management (France), Morgan Stanley (Dubai), Bank of London and Middle East (London), BNP Paribas (Bahrain), Dow Jones Islamic Market Index (New York), First Gulf Bank (UAE), amongst many others.

Prior to this, he was the Deputy Vice-Chancellor at the International Islamic University Malaysia. He received his first degree in Shariah from University of Kuwait in 1988 and obtained his PhD from University of St. Andrews, United Kingdom in 1993. In 2002, he completed his external Bachelor of Jurisprudence at University of Malaya. He has published a number of articles in various academic journals and has made many presentations in various conferences both local and overseas.

Datuk Dr. Daud has been honoured with “The Asset Triple A Industry Leadership Award” at The Asset Triple A Islamic Finance Award 2014 and “Shariah Adviser Award” at The Asset Triple A Islamic Finance Award 2016 for the Best Securitisation Sukuk - Purple Boulevard 450 million ringgit asset-backed ijara Sukuk by The Asset Magazine. He is also being named as the “Most Outstanding Individual”, awarded by His Majesty, the King of Malaysia, in conjunction with the national-level Prophet Muhammad’s birthday 2014. The recent recognition is the “Award of Excellence for Outstanding Contribution for Shariah Leadership & Advisory” at London Sukuk Summit Awards, May 2016. He is currently the 3rd Professorial Chairholder in Islamic Banking and Finance of Tun Ismail Foundation (YTIPNB) by Islamic Science University of Malaysia (USIM) and also sits as a Board Director to Sime Darby Berhad.

Continued on next page.

THE SHARIAH ADVISER *(continued)*

Profile of the Shariah Team

Mohd Zikri Mohd Shairy

Mohd Zikri Mohd Shairy is the Chief Executive Officer of Amanie Advisors, earned his Bachelor of Laws (LL.B) and Master of Comparative Laws from International Islamic University Malaysia. Zikri started his journey in the Islamic banking industry in January 2007 after graduated from his first degree. He served Bank Muamalat Malaysia Berhad and RHB Islamic Bank Berhad as financing executive who based at several branches of the banks. He later joined Shariah Division of Bank Islam in 2009 and led Shariah Risk Management Department since 2011 until January 2015. In the training field, he is an Accredited Training Professional granted by Institute of Leadership & Management, United Kingdom. He delivered a lot of training sessions covering mainly on Shariah governance and Shariah risk management topics for local and international clients.

Amran Ibrahim

Amran Ibrahim is a Consultant with Amanie Advisors, graduated with a Bachelor of Business Administration (Hons) Finance from Mara University of Technology Malaysia. He started his career in November 2004 as an officer in the Business Financing & Investment Department of CIMB Islamic Bank Berhad. He was primarily involved in credit analysis for the preparation of credit proposition and evaluation for the purpose of granting financing facilities. In 2006, he joined Product Development Department and was responsible for research, design, development and launching of competitive Islamic banking products. Amran continued his career in Product Development Department at Bank Islam Malaysia Berhad in May 2010, where he was involved in various aspects of product structuring, development, enhancement and launching of retail banking, corporate banking and trade finance products.

Prior to joining Amanie, he was with Cagamas Berhad, the National Mortgage Corporation of Malaysia as Assistant Vice President in the Islamic Business Department. He was actively involved in the issuance of sukuk as well as designing, conceptualisation and development of new Islamic financial products.

Nur Izzaatirah Rosli

Nur Izzaatirah binti Rosli is a consultant at Amanie Advisors. She graduated from the International Islamic University Malaysia (IIUM) with a Bachelor's Degree of Science Islamic Finance (Hons). Prior to joining Amanie, she was a graduate trainee with Sime Darby Holdings Berhad under the Department of Treasury where she was exposed to Forex transactions and Risk Management System. She has also served at CIMB Bank Berhad as an intern under the CIMB Group Islamic Banking Division.

Currently, she is responsible to deal with the financial and Shariah advisory services such as Shariah stock screening, Shariah monitoring and compliance review to various clients including financial institutions and global asset management companies.

Other Information

Further information on the Shariah Adviser is provided on our website, www.saturna.com.my.

THE TRUSTEE

The Trustee, SCBMB Trustee Berhad (“STB”), a company incorporated in Malaysia under the Companies Act 1965 on 13 June 2012 and registered as a trust company under the Trust Companies Act 1949. Its business address is at Level 13A, Menara Standard Chartered, 30 Jalan Sultan Ismail, 50250 Kuala Lumpur.

STB’s trustee services are supported by Standard Chartered Bank Malaysia Berhad (“SCBMB”), a subsidiary of Standard Chartered PLC, financially and for other various functions including but not limited to compliance, legal, operational risks and internal audit.

Experience in trustee business

STB has been registered and approved by the SC on 18 February 2013 to act as trustee for unit trust schemes approved or authorized under the Capital Markets and Services Act 2007. STB has suitably qualified and experienced staff in the administration of unit trust funds who have sound knowledge of all relevant laws. STB is the appointed trustee for six (6) wholesale funds, one (1) unit trust fund and appointed custodian for eight (8) private mandate funds.

Roles, Duties and Responsibilities of The Trustee

The Trustee’s main functions are to act as trustee and custodian of the assets of the Fund and to safeguard the interest of Unit Holders of the Fund. In performing these functions, the Trustee has to exercise due care and vigilance and is required to act in accordance with the provisions of the Deed, the laws and all relevant guidelines.

The Trustee also assume an oversight function on the management company by ensuring that the management company performs its duties and obligations in accordance with the provisions of the Deed, the laws and all relevant guidelines.

Trustee’s disclosure of material litigation and arbitration

As at LPD, the Trustee is not engaged in any material litigation and arbitration, including those pending or threatened, and is not aware of any facts likely to give rise to any proceedings that might materially affect the business and/or financial position of the Trustee or any of its delegates.

Trustee’s Delegate

The Trustee has appointed Standard Chartered Bank (Malaysia) Berhad (“SCBMB”) as custodian of the quoted and unquoted assets of the Fund. The custodian provides custody services to domestic, foreign, retail and institutional investors. The assets are registered in the name of the Trustee to the order of the Fund and held through the custodian’s wholly owned subsidiary and nominee company Cartaban Nominees (“Tempatan”) Sdn Bhd.

SCBMB was incorporated on 29 February 1984 in Malaysia under the Companies Act 1965 as a public limited company and is a subsidiary of Standard Chartered PLC (the holding company of a global banking group). SCBMB was granted a license on 1 July 1994 under the Banking and Financial Institutions Act, 1989 (now known as the Financial Services Act 2013). SCBMB has been providing custody services for more than twenty (20) years and has been providing sub-custody services to local investors in Malaysia since 1995.

The roles and duties of SCBMB as the trustee’s delegate inter alia are as follows:

- to act as custodian for the local and selected cross-border investment of the Fund and to hold in safekeeping the assets of the Fund;
- to provide corporate action information or entitlements arising from the underlying assets and to provide regular reporting on the activities of the invested portfolios;
- to maintain proper records on the assets held to reflect the ownership of the assets belong to the respective client; and
- to collect and receive for the account of the clients all payments and distribution in respect of the assets held.

The custodian acts only in accordance with instructions from the Trustee.

SALIENT TERMS OF THE DEED

Unit Holders' Rights And Liabilities

A Unit Holder is a person registered in the register as a holder of Units or fractions of Units in the Fund that automatically accord him rights and interest in the Fund.

Unit Holders' Rights

A Unit Holder has the right, amongst others:

- To receive distributions, if any, of the Fund;
- To participate in any increase in the NAV of Units of the Fund;
- To call for Unit Holders' meetings and to vote for the removal of the Trustee or the Manager through special resolution;
- To exercise the cooling-off right;
- To receive annual and interim reports on the Fund; and
- To exercise such other rights and privileges as provided for in the Deed.

A Unit Holder would not, however, have the right to require the transfer to the Unit Holder of any of the investments of the Fund. Neither would a Unit Holder have the right to interfere with or to question the exercise by the Trustee (or the Manager on the Trustee's behalf) of the rights of the Trustee as registered owner of the investments of the Fund.

Unit Holders' Liabilities

As a Unit Holder of the Fund, and subject to the provisions of the Deed, your liabilities would be limited to the following:

- A Unit Holder would not be liable for nor would a Unit Holder be required to pay any amount in addition to the payment for Units of the Fund as set out in this Prospectus and the Deed.
- A Unit Holder shall not be under any obligation to indemnify the Manager and/or the Trustee in the event that the liabilities incurred by the Manager and/or the Trustee in the name of or on behalf of the Fund pursuant to and/or in the performance of the provisions of the Deed exceed the value of the assets of the Fund, and any right of indemnity of the Manager and/or the Trustee shall be limited to recourse to the Fund.

Maximum Fees and Charges Permitted by the Deed

| Fund | Maximum Sales Charge (based on the NAV per Unit of the Fund) | Maximum Redemption Charge (based on the NAV per Unit of the Fund) | Maximum Administration Fee (based on the NAV of the Fund) | Maximum Distribution Fee (based on the NAV of the Fund) | Maximum Trustee Fee (based on the NAV of the Fund) | Performance Fee |
|-----------------------------|---|--|--|--|--|--|
| ICD Global Sustainable Fund | None | None | 0.5% per annum | 0.5% per annum | 0.20% per annum (excluding foreign subcustodian fees and charges) | 10% of the gross asset value that cumulatively increases or decreases (excluding subscriptions and redemptions) for each day in the financial year |

Any increase of the fees and/or charges above the maximum rate stated in the Deed shall require Unit Holders' approval.

SALIENT TERMS OF THE DEED *(continued)*

Unit Holders' Rights And Liabilities *(continued)*

Procedures to Increase the Fees and Charges

Sales Charge

The Manager may not charge a sales charge at a rate higher than that disclosed in the Prospectus unless:

- (a) the Manager has notified the Trustee in writing of and the effective date for the higher charge;
- (b) a supplemental prospectus or replacement prospectus in respect of the Fund setting out the higher charge is registered, lodged and issued; and
- (c) such time as may be prescribed by any relevant law has elapsed since the effective date of the supplemental prospectus or replacement prospectus.

Redemption Charge

The Manager may not charge a redemption charge at a rate higher than that disclosed in the Prospectus unless:

- a) the Manager has notified the Trustee in writing of and the effective date for the higher charge;
- b) a supplemental prospectus or replacement prospectus in respect of the Fund setting out the higher charge is registered, lodged and issued; and
- c) such time as may be prescribed by any relevant law has elapsed since the effective date of the supplemental prospectus or replacement prospectus.

Administration Fee and Distribution Fee

The Manager may not charge an annual administration fee and an annual distribution fee at a rate higher than that disclosed in the Prospectus unless:

- a) the Manager has come to an agreement with the Trustee on the higher rate in accordance with clause 13.1.3 of the Deed;
- b) the Manager has notified the Unit Holders of the higher rate and the date on which such higher rate is to become effective and such time as may be prescribed by any relevant law shall have elapsed since the notice is sent;
- c) a supplemental prospectus or replacement prospectus stating the higher rate is registered, lodged and issued thereafter; and
- d) such time as may be prescribed by any relevant law shall have elapsed since the date of the supplemental prospectus or replacement prospectus.

Trustee Fee

The Trustee may not charge an annual trustee fee at a rate higher than that disclosed in the Prospectus unless:

- a) the Manager has come to an agreement with the Trustee on the higher rate;
- b) the Manager has notified the Unit Holders of the higher rate and the date on which such higher rate is to become effective and such time as may be prescribed by any relevant law shall have elapsed since the notice is sent;
- c) a supplemental prospectus or replacement prospectus stating the higher rate is registered, lodged and issued thereafter; and
- d) such time as may be prescribed by any relevant law shall have elapsed since the date of the supplemental prospectus or replacement prospectus.

Continued on next page.

SALIENT TERMS OF THE DEED *(continued)*

Unit Holders' Rights And Liabilities *(continued)*

Permitted Expenses Payable out of the Fund's Property

Only the expenses (or part thereof) that are directly related and necessary in operating and managing the Fund may be charged to the Fund. These would include (but are not limited to) the following:

- Commissions or fees paid to brokers in effecting dealings in the investments of the Fund, shown on the contract notes or confirmation notes;
- Taxes and other duties charged on the Fund by the government and/or other authorities;
- Costs, fees and expenses properly incurred by the auditors of the Fund;
- Costs, fees and expenses incurred for the valuation of any investment of the Fund by independent valuers for the benefit of the Fund;
- Costs, fees and expenses incurred for any modification of the Deed save where such modification is for the benefit of the Manager and/or the Trustee;
- Costs, fees and expenses incurred for any meeting of the Unit Holders save where such meeting is convened for the benefit of the Manager and/or the Trustee;
- Costs, commissions, fees and expenses of the sale, purchase, insurance and any other dealing of any asset of the Fund;
- Costs, fees and expenses incurred in engaging any specialist approved by the Trustee for investigating or evaluating any proposed investment of the Fund;
- Costs, fees and expenses incurred in engaging any valuer, advisor or contractor for the benefit of the Fund;
- Costs, fees and expenses incurred in the preparation and audit of the taxation, returns and accounts of the Fund;
- Costs, fees and expenses incurred in the termination of the Fund or the removal of the Trustee or the Manager and the appointment of a new trustee or management company;
- Costs, fees and expenses incurred in relation to any arbitration or other proceedings concerning the Fund or any asset of the Fund, including proceedings against the Trustee or the Manager by the other for the benefit of the Fund (save to the extent that legal costs incurred for the defence of either of them are not ordered by the court to be reimbursed by the Fund);
- Costs, fees and expenses deemed by the Manager and the Trustee to have been incurred in connection with any change or the need to comply with any change or introduction of any law, regulation or requirement (whether or not having the force of law) of any governmental or regulatory authority;
- Remuneration and out of pocket expenses of the independent members of the Investment Committee of the Fund, unless the Manager decides otherwise;
- (Where the custodial function is delegated by the Trustee) charges and fees paid to sub- custodians taking into custody any foreign assets or investments of the Fund, if any
- Expenses and charges incurred in connection with the printing and postage for the annual or interim report, tax certificates, reinvestment statements and other services associated with the management of the Fund;
- All costs and expenses associated with the distributions declared pursuant to the Deed and the payment of such distribution including without limitation fees, costs and/or expenses for the revalidation or reissuance of any distribution cheque or warrant or telegraphic transfer; and
- Any tax such as GST and/or other indirect or similar tax now or hereafter imposed by law or required to be paid in connection with any costs, fees and expenses listed above.

SALIENT TERMS OF THE DEED *(continued)*

Unit Holders' Rights And Liabilities *(continued)*

The Manager's Right to Retire

The Manager has the power to retire in favour of some other corporation by giving to the Trustee three (3) months' notice in writing of the Manager's desire so to do, or such other period as the Trustee and the Manager may agree upon, and subject to the fulfillment of the following conditions:

- The retiring Manager shall appoint such corporation by writing under the seal of the retiring Manager as the management company of the Fund in its stead and assign and transfer to such corporation all its rights and duties as management company of the Fund;
- Such corporation shall enter into such deed or deeds as the Trustee may consider to be necessary or desirable to secure the due performance of its duties as management company for the Fund; and
- Upon the payment to the Trustee of all sums due from the retiring Manager to the Trustee hereunder at the date of such retirement, the retiring Manager shall be absolved and released from all further obligations hereunder but without prejudice to the rights of the Trustee or any Unit Holder or other person in respect of any act or omission on the part of the retiring Manager prior to such retirement and the new management company may and shall thereafter exercise all the powers and enjoy all the rights and shall be subject to all the duties and obligations as fully as though such new management company had been originally a party to the Deed.

Removal and Replacement of the Manager

The Manager may be removed by the Trustee on the grounds that:

- The Manager has failed or neglected to carry out its duties to the satisfaction of the Trustee and the Trustee considers that it would be in the Unit Holders' interest to do so after the Trustee has given notice to it of that opinion and the reasons for that opinion, and has considered any representations made by the Manager in respect of that opinion, and after consultation with the relevant authorities and with the approval of the Unit Holders by way of a special resolution;
- Unless expressly directed otherwise by the relevant authorities, if the Manager is in breach of any of its obligations or duties under the Deed or the relevant laws, or has ceased to be eligible to be a management company under the relevant laws; or
- The Manager has gone into liquidation, except for the purpose of amalgamation or reconstruction or some similar purpose, or has had a receiver appointed or has ceased to carry on business.

If any of the above occurs, the Manager shall upon receipt of a written notice from the Trustee cease to be the management company of the Fund by the mere fact that the Manager has received the notice. The Trustee shall, at the same time, by writing, appoint some other corporation already approved by the relevant authorities to be the new management company of the Fund; such corporation shall have entered into such deed or deeds as the Trustee may consider to be necessary or desirable to secure the due performance of its duties as management company for the Fund.

Retirement of the Trustee

Provided always that the Manager has in place a corporation approved by the relevant authorities to act as the trustee of the Fund, the Trustee may retire upon giving twelve (12) months' notice to the Manager of its desire so to do, or such other period as the Manager and the Trustee shall agree, and may by deed appoint in its stead a new trustee approved by the relevant authorities and under any relevant law.

Continued on next page.

SALIENT TERMS OF THE DEED *(continued)*

Unit Holders' Rights And Liabilities *(continued)*

Removal and Replacement of the Trustee

The Manager is obliged to give you notice in writing to consider the removal of the Trustee if the Trustee fails or neglects to carry out its duties as stipulated in the Deed and under the Act. The Manager shall take all reasonable steps to replace the Trustee as soon as practicable after becoming aware that:

- The Trustee has ceased to exist;
- The Trustee has not been validly appointed;
- The Trustee is not eligible to be appointed or act as a trustee under any relevant law;
- The Trustee has failed or refused to act as trustee in accordance with the provisions and covenants of the Deed or any relevant law;
- A receiver has been appointed over the whole or a substantial part of the assets or undertaking of the Trustee and has not ceased to act under the appointment;
- A petition has been presented for the winding up of the Trustee (other than for the purpose of and followed by a reconstruction, unless during or following such reconstruction the Trustee becomes or is declared to be insolvent); or
- The Trustee is under investigation for conduct that contravenes the Trust Companies Act 1949, the Trustee Act 1949, the Companies Act 2016 or any relevant law.

The Trustee may be removed and another trustee may be appointed by special resolution of the Unit Holders at a duly convened meeting of which notice has been given to the Unit Holders in accordance with the Deed.

Termination of The Fund

The Fund may be terminated or wound up should the following events occur:

- The SC has withdrawn the authorization of the Fund pursuant to section 256E of the Act;
- A special resolution is passed at a meeting of Unit Holders to terminate or wind up the Fund, following occurrence of events stipulated under section 301(1) of the Act and the court has confirmed the resolution, as required under section 301(2) of the Act; and
- A special resolution is passed at a meeting of Unit Holders to terminate or wind up the Fund.

Power to Call for A Meeting

The Manager, Trustee and/or Unit Holders may call a Unit Holders' meeting. Any such meeting must be convened in accordance with the Deed and/or the Guidelines.

The Unit Holders may apply to the Manager to summon a meeting for any purpose including without limitation, for the purpose of:

- Requiring the retirement or removal of the Manager;
- Requiring the retirement or removal of the Trustee;
- Considering the most recent audited financial statements of the Fund;
- Giving to the Trustee such directions as the meeting thinks proper; or
- Considering any matter in relation to the Deed,

Provided always that the Manager shall not be obliged to summon such a meeting unless a direction has been received from not less than fifty (50) or one-tenth (1/10) of all the Unit Holders of the Fund, whichever is the lesser number.

Every question arising at any meeting shall be decided in the first instance by a show of hands unless a poll is demanded or if such question requires a special resolution under the Deed, in which case a poll shall be taken. On a show of hands every Unit Holder who is present or by proxy shall have one vote.

The quorum for a meeting of Unit Holders of the Fund is five (5) Unit Holders, whether present in person or by proxy, provided always that if the Fund has five (5) or less Unit Holders, the quorum required for a meeting of the Unit Holders of the Fund shall be two (2) Unit Holders, whether present in person or by proxy; if the meeting has been convened for the purpose of voting on a special resolution, the Unit Holders present in person or by proxy must hold in aggregate at least twenty five per centum (25%) of the Units in circulation of the Fund at the time of the meeting.

RELATED-PARTY TRANSACTIONS AND CONFLICT OF INTEREST

Conflicts of Interest

Manager

The Manager has adopted a detailed Code of Ethics, which governs the actions of all its employees. The Manager, its directors, and any of its delegates including the investment committee members, will at all times act in the best interest of the Unit Holders of the Fund and will not conduct itself in any manner that will result in a conflict of interest or potential conflict of interest. The Code of Ethics of Saturna Sdn Bhd regulates its employees' securities dealings. Declaration of securities trading is required from all employees to ensure that there is no conflict of interest between the employees' securities trading and the execution of the employees' duties to the Fund.

In the unlikely event that Saturna Sdn Bhd faces a conflict with respect to its duties to the Fund and its duties to other funds that it manages, Saturna Sdn Bhd is obliged to act in the best interests of all its investors and will seek to resolve any conflicts fairly and in accordance with the Deed.

The Manager shall not act as principal in the sale or purchase of any securities or investments to or from the Fund. The Manager shall not make any investment for the Fund in any securities, properties, or assets in which the Manager or its officers have financial interest or from which the Manager or its officers derive benefit, unless the Trustee approves the investment prior to the transaction.

The Code of Ethics of Saturna Sdn Bhd regulates the securities dealings of its directors, investment committee members and employees. The policies and procedures for securities dealing requires that the abovementioned parties to report their securities holdings and securities dealings on a periodical basis. Employees are required to obtain clearance from compliance department before dealing their own securities. Holding of directorship and interest in any company shall also require to be reported. Compliance department reviews the securities trading to control and monitor such conflict of interest positions between personal securities dealing and securities traded for the Fund and other clients of the Manager.

As at LPD, none of the Manager's directors or substantial shareholders has any direct or indirect interest in any other corporations carrying on a similar business as the Manager, except as otherwise disclosed below:

- Mr. Nicholas Kaiser is a director and the controlling shareholder of Saturna Capital Corporation. The Manager is a wholly owned by Saturna Capital Corporation.
- Mr. Monem Salam is also a director and shareholder of Saturna Capital Corporation.

Advisor to the Manager

The Advisor to the Manager may have related party transactions involving or in connection with the Fund in the following events:

- Where the Fund invests in the products offered by ICD and any of its group companies (e.g. ICD Money Market Fund, etc.);
- Where an Investor makes his investment through ICD.

When an investment is made through ICD, ICD is deemed to be acting as a Distributor of the Fund. Distributors are compensated as set forth under the Distribution Plan on page 23.

SCBMB Trustee Berhad

The Trustee may have related party transactions involving or in connection with the Fund in the following events:

- Where the Fund invests in the products offered by Standard Chartered Bank Malaysia Berhad ("SCBMB") and any of its group companies (e.g. money market placement, etc.);
- Where the Manager utilised the services offered by SCBMB (e.g. sukuk brokerage services, etc.); and,
- Where the Trustee has delegated its custodian functions for the Fund to SCBMB.

The Trustee will rely on the Manager to ensure that any related party transactions, dealings, investments and appointments are on terms which are the best that are reasonably available for or to the Fund and are on an arm's length basis as if between independent parties. While the Trustee has internal policies intended to prevent or manage conflicts of interests, no assurance is given that their application will necessarily prevent or mitigate conflicts of interests. The Trustee's commitment to act in the best interests of the Unit Holders of the Fund does not preclude the possibility of related party transactions or conflicts.

Interests in the Fund

Subject to any legal requirement, the Trustee, Manager, Advisor to the Manager or any related corporation thereof, or any officers, directors or employees of any of them, are encouraged to invest in the Fund. The directors of the Manager, the Advisor to the Manager and of the Trustee will receive no payments from the Fund other than distributions that they may receive as a result of investment in the Fund. No fees other than the ones set out in this Prospectus have been paid to any promoter of the Fund, or the Trustee (either to become a Trustee or for other services in connection with the Fund).

Advisors

The auditors, Shariah Advisor, tax advisors and solicitors have confirmed that they do not have any existing or potential conflict of interest with the Manager and/or the Fund.

TAX ADVISER'S LETTER

Taxation adviser's letter in respect of the taxation of the unit trust and the unit holders (prepared for inclusion in this Prospectus)

15 February 2017

Saturna Sdn Bhd
Suite 5.03, 5th Floor
Menara Atlan
161-B Jalan Ampang
50450 Kuala Lumpur

Dear Sirs,

ICD GLOBAL SUSTAINABLE FUND TAXATION OF THE FUND AND UNIT HOLDERS

This letter has been prepared for inclusion in the Prospectus which incorporates the investment information relating to ICD Global Sustainable Fund ("the Fund").

The Fund's Permitted Investments are primarily in Shariah-compliant equities and Islamic liquid assets from Malaysia and outside Malaysia. Accordingly, there may be tax implications in the relevant tax jurisdictions with regards to the profits or gains from the investment and disposal of those investments. The scope of this letter is to address on the taxation implications in Malaysia.

1. TAXATION OF THE FUNDS

1.1 Taxable income

The taxation of the Fund, a unit trust scheme is governed principally by Sections 61 and 63B of the Malaysian Income Tax Act, 1967 ("MITA"). Further, the Inland Revenue Board of Malaysia ("IRBM") has issued the Public Ruling 7/2014: Unit Trust Funds - Part II – Taxation of Unit Trusts dated 4 November 2014 to explain the tax treatments for Unit Trust Fund. The Fund's Trustee is SCBMB Trustee Berhad, which is a resident in Malaysia for tax purposes. As the trustee is a tax resident in Malaysia, the Fund is also regarded as a Malaysian tax resident.

The income of the Fund in respect of dividends, interest or profits from deposits and other investment income derived from or accruing in Malaysia is liable to income tax unless specifically exempted under the law. In this respect, any gains or profits received, in lieu of interest, for transactions conducted in accordance with the principles of Shariah, will be treated as interest and be accorded the same treatment as if they were interest in accordance with Section 2(7) of the MITA. Under Section 2(7) of the MITA, any reference to interest shall apply, mutatis mutandis, to gains or profits received and expenses incurred, in lieu of interest, in transaction conducted in accordance with the principles of Shariah. The income tax rate applicable to the Fund is 24%.

1.2 Exempt income / Non-taxable income

(a) Profits from the realization of investments

Gains from sale of investments will not be treated as income of the Fund and hence, are not subject to income tax [Section 61(1) of the MITA].

(b) Dividend income

Dividends received by the Fund from other Malaysian entities which are tax exempted are not subject to income tax. This includes dividends distributed under the single tier tax system [Paragraph 12B, Schedule 6 of the MITA].

(c) Interest income

Interest income received by the Fund from the following are exempt from income tax:

- (i) Any savings certificates issued by the Government [Paragraph 19 to Schedule 6 of the MITA];
- (ii) Securities or bonds issued or guaranteed by the Government [Paragraph 35(a) to Schedule 6 of the MITA];
- (iii) Debentures or sukuk, other than convertible stock, approved or authorized by, or lodged with, the Securities Commission [Paragraph 35(b) to Schedule 6 of the MITA];
- (iv) Bon Simpanan Malaysia issued by Bank Negara Malaysia [Paragraph 35(d) to Schedule 6 of the MITA];
- (v) Deposits with banks or financial institutions licensed under the Banking and Financial Services Act 2013 or the Islamic Financial Services Act 2013, or any development financial institution prescribed under the Development Financial Institutions Act 2002 [Paragraph 35A to Schedule 6 of the MITA];

TAX ADVISER'S LETTER *(continued)*

1. TAXATION OF THE FUNDS *(continued)*

1.2 Exempt income / Non-taxable income *(continued)*

(c) Interest income *(continued)*

- (vi) Islamic securities (including sukuk) originating from Malaysia, other than convertible loan stock issued in any currency other than Ringgit and approved or authorized by, or lodged with, the Securities Commission, or approved by the Labuan Financial Services Authority [Paragraph 33B(1) to Schedule 6 of the MITA];
- (vii) Bonds and securities issued by Pengurusan Danaharta Nasional Berhad [Income Tax (Exemption) (No.5) Order 2001];
- (viii) Sukuk Issued which had been issued by the Malaysia Global Sukuk Inc [Income Tax (Exemption) (No.31) Order 2002];
- (ix) Sukuk Ijarah, other than convertible loan stock, issued in any currency by 1Malaysia Sukuk Global Berhad [Income Tax Act (Exemption) Order 2010]; and
- (x) Sukuk Wakala, other than convertible loan stock, issued in any currency by Wakala Global Sukuk Berhad [Income Tax (Exemption) (No. 4) Order 2011].

(d) Discount income or profit derived

Tax exemption is given on discounts income received on the securities and debentures mentioned in items 1.2 (c) (ii) to (iv) above [Paragraph 35(a) to Paragraph 35(d) to Schedule 6 of the MITA].

(e) Foreign sourced income

Dividends, profits and other income from investments derived from sources outside Malaysia and received in Malaysia by the Fund are exempted from Malaysian income tax [Paragraph 28 to Schedule 6 of the MITA]. However, such income may be subject to tax in the country from which the income is derived.

1.3 Deductibility of expenses

Section 33(1) of the MITA allows expenses incurred “wholly and exclusively in the production of gross income” to be deductible against the gross income, e.g. interest incurred on a loan to finance investments can be deducted against the dividend income or interest income from that investment.

In addition, Section 63B allows partial deduction for other non-direct expenses known as “permitted expenses”. “Permitted expenses” comprise the manager’s remuneration, charges for maintenance of register of unit holders, share registration expenses, secretarial, audit and accounting fees, telephone charges, printing and stationery costs and postage. The amount deductible is calculated based on the formula below:

$$A \times \frac{B}{4C}$$

where: A is the total of the permitted expenses incurred for that basis period;

B is gross income consisting of dividends, interest and rent chargeable to tax for that basis period; and

C is the aggregate of the gross income consisting of dividend and interest (whether such dividend or interest is exempt or not) and rent, and gains made from the realisation of investments (whether chargeable to tax or not) for that basis period.

Provided that the amount of deduction to be made shall not be less than 10% of the total permitted expenses incurred for that basis period. Dividend income is deemed to include income distributed by a unit trust for the purpose of calculating the above deduction.

Should the deduction exceed the income assessable to tax, the excess is not allowed to be carried forward for offset against the income of future years of assessment.

Continued on next page.

TAX ADVISER'S LETTER *(continued)*

1. TAXATION OF THE FUNDS *(continued)*

1.4 Real Property Gains Tax ("RPGT")

Capital gains from disposals of chargeable assets, such as real properties or shares in real property companies will be subject to real property gains tax ("RPGT").

With effect from 1 January 2014, capital gains arising from the disposal of real properties or shares in real property companies would be subject to RPGT as follows:

- (a) Gains arising from disposals made within 3 years from the date of acquisition of the chargeable assets are subject to RPGT at the rate of 30%;
- (b) Gains arising from disposals made between the 4th year from the date of acquisition of the chargeable assets are subject to RPGT at the rate of 20%;
- (c) Gains arising from disposals made between the 5th year from the date of acquisition of the chargeable assets are subject to RPGT at the rate of 15%; and
- (d) Gains arising from disposals made after 5 years from the date of acquisition of the chargeable assets are subject to RPGT at the rate of 5%.

[Schedule 5 of the Real Property Gains Tax Act 1976]

1.5 Goods and Service Tax ("GST")

Pursuant to the Goods and Services Tax (Exempt Supply) Order 2014, the issuance of any units under a trust fund is determined as exempt supplies. The Fund, being a trust fund, will be making exempt supplies and hence it is not required to be registered for GST purposes.

In respect of any GST expenses paid by the Fund on management fees, trustee fees and other expenses, the 6% input tax which may be incurred are generally not claimable or recoverable by the Fund.

2. TAXATION OF UNIT HOLDERS

2.1 Distribution of taxable income

The general provisions under the MITA are applicable to income received by unit holders. In addition, the tax treatments for unit holders are explained in the IRBM's Public Ruling 5/2013 – Taxation of Unit Holders of Unit Trust Funds dated 23 May 2013. Unit holders will be taxed on their share of the total taxable income of the Fund distributed to them. This income distribution carries with it a tax credit for the tax paid by the Fund on its taxable income. This tax credit may be utilised by the unit holders to set off the tax payable by them pursuant to Section 110(9A) of the MITA. The tax authorities will refund any excess of tax credit over tax chargeable to the unit holders.

Distributions of income from the Fund received by individuals and other non-corporate unit holders who are residents in Malaysia for tax purposes will be taxed at graduated rates from 1% to 28%. Individuals and other non-corporate unit holders who are not resident in Malaysia, will be subject to tax at the non-resident rate applicable of 28% on the distributions of income received.

Corporate unit holders, whether resident or not resident in Malaysia, will be subject to tax at the corporate tax rate of 24% on the distributions of income from the Fund received by them. For small and medium scale companies with a paid-up capital of RM2.5 million and below (SME), the corporate tax rate of 18% is applicable on chargeable income of up to RM500,000 and 24% on the amount exceeding RM500,000. However, a company with a paid-up capital of not exceeding RM2.5 million will not qualify as a SME under the following circumstances:

- (i) more than 50% of the paid up capital in respect of ordinary shares of the company is directly or indirectly owned by a "related company";
- (ii) more than 50% of the paid up capital in respect of the ordinary shares of the "related company" is directly or indirectly owned by the first mentioned company; or
- (iii) more than 50% of the paid up capital in respect of the ordinary shares of the first mentioned company and the "related company" is directly or indirectly owned by another company.

"Related company" is defined as a company which has a paid-up capital exceeding RM2.5 million in respect of ordinary shares at the beginning of the basis period for a year of assessment.

TAX ADVISER'S LETTER *(continued)*

2. TAXATION OF UNIT HOLDERS

2.2 Distribution of tax exempt income

Distributions of tax exempt income by the Fund from gains from realisation of investments, exempted interest/discount income, exempted dividends including single tier dividends and foreign sourced income, will be exempted from tax in the hands of the unit holders.

2.3 Unit splits and sale, transfer or redemption of units

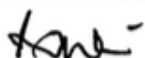
Unit splits issued by the Fund is not taxable in the hands of the unit holders. Any gains realised by unit holders (other than dealers in securities, insurance companies or financial institutions) from the sale, transfer or redemption of the units are treated as capital gains and thus, will not be taxable.

However, the gains realized by a person trading or dealing in securities, insurance companies or financial institutions are generally regarded as business income and are subject to income tax.

We hereby confirm that, as at the date of this letter, the statements made correctly reflect our understanding of the tax position under the current Malaysian income tax legislation and the related interpretation and practice thereof, all of which are subject to change, possibly on a retrospective basis. In addition, unit holders are advised to seek professional advice on their respective tax positions.

Yours faithfully

Crowe Horwath KL Tax Sdn Bhd



Poon Yew Hoe

Executive Director, Tax

Crowe Horwath KL Tax Sdn Bhd has given its consent to the inclusion of the taxation adviser's letter in the form and context in which it appears in this Prospectus and has not withdrawn such consent before the date of issue of this Prospectus.

ADDITIONAL INFORMATION

Keeping Track of the Daily Prices of Units

A Unit Holder can track the performance of their Units by checking the Unit prices with Manager and Internet price providing services such as Bloomberg. Contact Information of Manager can be found under the Distributor Section of this prospectus.

As the Fund has exposure to investment in foreign markets, the NAV per Unit for a particular Business Day will be published one (1) Business Day later.

Reports relating to the Fund

Unit Holders will be informed of the Fund's performance through the audited annual reports and unaudited interim reports. The reports will be sent to the Unit Holders within 2 months after the close of the financial year-end or interim period. The financial year end of the Fund is 30th June.

The Fund's annual report is available upon request.

Customer Information Service

Investors can seek the assistance of our marketing personnel on queries or issues relating to the Fund or this Prospectus at the Manager's business office, during business hours from 9.00 a.m. to 5.00 p.m. (Malaysian time) from Monday to Friday (refer to the *Corporate Directory* section on page 6 for contact details). Unit Holders may also send an e-mail for their enquiries.

Alternatively, for lodging a complaint, Investors can contact FIMM Complaints Bureau via:

Phone: 03-2092 3800
Fax: 03-2093 2700
Email: complaints@fimm.com.my
Online complaint form: www.fimm.com.my
Letter: Legal, Secretarial & Regulatory Affairs
Federation of Investment Managers Malaysia
19-06-1, 6th Floor, Wisma Tune, No. 19, Lorong Dungun
Damansara Heights, 50490 Kuala Lumpur

Should an individual or a sole proprietor investor be dissatisfied with the outcome of the internal dispute resolution process, he may refer his dispute to the Securities Industry Dispute Resolution Center (SIDREC) via:

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

The investor can also direct his complaint to the SC even if he has initiated a dispute resolution process with SIDREC. To make a complaint, he may contact the SC's Investor Affairs & Complaints Department via:

Phone: 03 – 6204 8999
Fax: 03 – 6204 8991
Email: aduan@seccom.com.my
Online complaint form: www.sc.com.my
Letter: Investor Affairs & Complaints Department
Securities Commission Malaysia
No. 3 Persiaran Bukit Kiara, Bukit Kiara
50490 Kuala Lumpur

ADDITIONAL INFORMATION *(continued)*

Deed

The deed of the Fund is dated 7 March 2017.

Unclaimed Moneys Policy

Any presented cheques will be filed with and paid to the Registrar of Unclaimed Moneys after the lapse of one (1) year from the date of payment in accordance with the requirements of the Unclaimed Moneys Act 1965. A Unit Holder will have to liaise directly with the Registrar of Unclaimed Moneys to claim their moneys.

Foreign Account Tax Compliance Act

Foreign Account Tax Compliance Act (FATCA) is the United States of America (US) tax legislation that enables the Internal Revenue Service (IRS) to identify and collect tax from US entities that invest in assets through non-US entities. The Manager is registered as Foreign Financial Institution (FFI) under FATCA and will endeavour to comply with FATCA obligations, as determined by the inter-governmental agreement (IGA) between Malaysia and the US.

Under FATCA obligations, the Fund will need to disclose information about certain investors to the Malaysian Inland Revenue Board and/or IRS. US entity (i.e. resident or citizen), for tax purposes, will need to declare US status to the Manager. The Manager may request certain additional information not contained in our application form.

APPROVALS AND CONDITIONS

The SC has, via its letter dated 27 March 2017, authorised the establishment of the Fund. The terms and conditions imposed by the SC in its letter dated 27 March 2017 and the status of compliance are as follows:

| No. | Details of the terms and conditions imposed | Status of compliance |
|-----|--|---|
| 1. | <p>Terms</p> <p>In relation to the authorisation of the Fund, the fee structure of the Fund ("Fee Structure") is as follows:</p> <p>(a) There is no upfront sales charge;</p> <p>(b) Fees payable to Saturna comprise the following:</p> <p>(i) An administration fee of up to 0.25% per annum of the Fund's NAV;</p> <p>(ii) A distribution fee of up to 0.25% per annum of the Fund's NAV; and</p> <p>(iii) A performance fee of up to 10% of the gross asset value that cumulatively increases or decreases (excluding subscription and redemption) for each day in the financial year. Saturna will only earn a performance fee at each financial year end when the accrual is positive, but is not obliged to pay the Fund when the accrual is negative. The cumulative accrual starts at zero at the beginning of each financial year.</p> | Complied. Please refer to the Fees, Charges and Expenses section. |
| 2. | <p>Conditions</p> <p>Saturna is to obtain SC's prior approval for any material revision to the Fee Structure which would prejudice the interest of the Unit Holders of the Fund.</p> | Noted and to be complied with. |

DOCUMENTS AVAILABLE FOR INSPECTION

Copies of the following documents are available for inspection at the Manager's registered office or such other place as the SC may determine, during normal business hours:

- The Deed;
- The Prospectus and supplementary or replacement prospectus, if any;
- The latest annual and interim reports of the Fund;
- Each material contract disclosed in the Prospectus and, in the case of contracts not reduced into writing, a memorandum which gives full particulars of the contracts (if any);
- The audited financial statements of the Manager and the Fund for the current financial year (where applicable) and for the last three financial years or if less than three years, from the date of incorporation or commencement;
- All reports, letters or other documents, valuations and statements by any expert, any part of which is extracted or referred to in the Prospectus. Where a summary expert's report is included in the Prospectus, the corresponding full expert's report should be made available for inspection;
- Writ and relevant cause papers for all material litigation and arbitration disclosed in the Prospectus (if any); and
- All consents given by experts disclosed in the Prospectus.

DISTRIBUTORS

Manager

Saturna Sdn Bhd
Suite 5.03, 5th Floor, Menara Atlan
161-B Jalan Ampang
50450 Kuala Lumpur
Tel: 03-2164 5303
Fax: 03-2164 5308
Email: info@saturna.com.my
Website: www.saturna.com.my

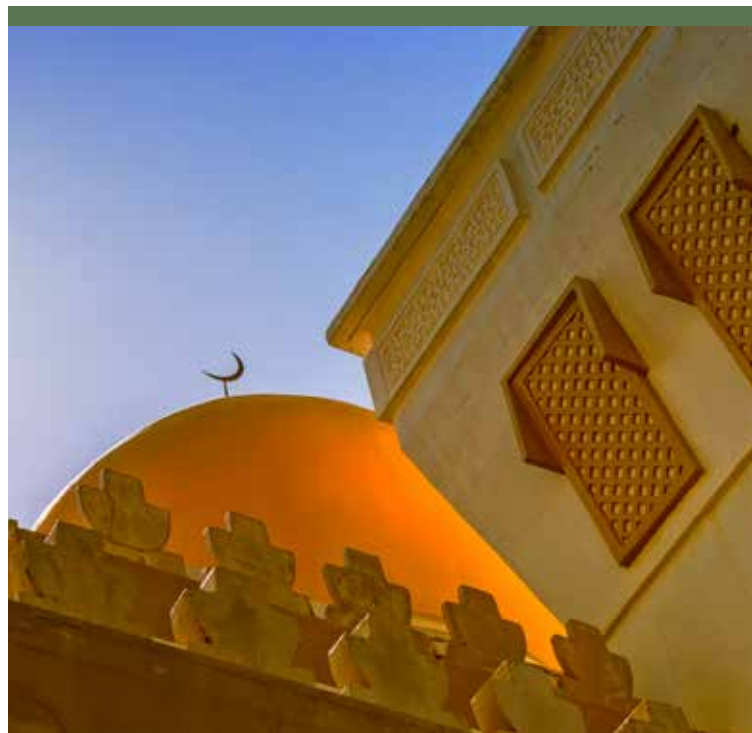
Advisor to the Manager

Islamic Corporation for the
Development of the Private Sector
P.O. Box 54069
Jeddah 21514
Kingdom of Saudi Arabia
Tel: 966 (12) 646-8174
Fax: 966 (12) 644-4427
Website: www.icd-ps.org

Institutional Unit Trust Advisers

Phillip Mutual Berhad
B-2-7, Block B, Level 2 Unit 7,
Megan Avenue II,
No. 12, Jalan Yap Kwan Seng,
50450 Kuala Lumpur
Tel: 03-2783 0300
Fax: 03-2166 6417
Website: www.phillipmutual.com

iFast Capital Sdn Bhd
Level 28, Menara Standard Chartered
30, Jalan Sultan Ismail
55100 Kuala Lumpur
Tel: 03-2149 0600
Fax: 03-2142 7718
Website: www.ifastcapital.com.my



ICD GLOBAL SUSTAINABLE FUND

FIRST SUPPLEMENTARY PROSPECTUS

This First Supplementary Prospectus for the ICD Global Sustainable Fund dated 09 November 2021 ("First Supplementary Prospectus") must be read together with the Principal Prospectus for the ICD Global Sustainable Fund dated 23 June 2017 ("Principal Prospectus").

The date of constitution of the Fund is 7 March 2017

Manager

SATURNA SDN BHD (199501012969)

Advisor to the Manager

Islamic Corporation for the Development of the Private Sector

Trustees

SCBMB TRUSTEE BERHAD (201201021301)

ICD GLOBAL SUSTAINABLE FUND IS A QUALIFIED SUSTAINABLE AND RESPONSIBLE INVESTMENT (SRI) FUND UNDER THE GUIDELINES ON SUSTAINABLE AND RESPONSIBLE INVESTMENT FUNDS. INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE CONTENTS OF THIS FIRST SUPPLEMENTARY PROSPECTUS WHICH IS TO BE READ TOGETHER WITH THE PRINCIPAL PROSPECTUS FOR THE FUND.

IF IN DOUBT, PLEASE CONSULT A PROFESSIONAL ADVISER. FOR INFORMATION CONCERNING CERTAIN RISK FACTORS WHICH SHOULD BE CONSIDERED BY PROSPECTIVE INVESTORS, SEE "RISK FACTORS" COMMENCING ON PAGE 8 OF THE PRINCIPAL PROSPECTUS FOR THE FUND.

RESPONSIBILITY STATEMENTS AND STATEMENTS OF DISCLAIMER

RESPONSIBILITY STATEMENTS

This First Supplementary Prospectus has been reviewed and approved by the Directors of Saturna Sdn Bhd (“the Manager”) 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 this First Supplementary Prospectus false or misleading.

STATEMENTS OF DISCLAIMER

The Securities Commission Malaysia has authorised the Fund and a copy of this First Supplementary Prospectus has been registered with the Securities Commission Malaysia.

The authorisation of the Fund, and registration of this First Supplementary Prospectus, should not be taken to indicate that the Securities Commission Malaysia recommends the said Fund or assumes responsibility for the correctness of any statement made, opinion expressed or report contained in this First Supplementary Prospectus.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Manager responsible for the said Fund and takes no responsibility for the contents in this First Supplementary Prospectus. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this First Supplementary Prospectus, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF THE INVESTMENTS. IF INVESTORS ARE UNABLE TO MAKE THEIR OWN EVALUATION, THEY ARE ADVISED TO CONSULT PROFESSIONAL ADVISERS.

ADDITIONAL STATEMENTS

Investors should note that they may seek recourse under the Capital Markets and Services Act 2007 for breaches of securities laws including any statement in the First Supplementary Prospectus that is false, misleading, or from which there is a material omission; or for any misleading or deceptive act in relation to the First Supplementary Prospectus or the conduct of any other person in relation to the Fund.

The Fund has been certified as Shariah-compliant by the Shariah Advisor appointed for the Fund.

In managing the Fund, the Manager may be obliged to comply with the provisions of the Foreign Account Tax Compliance Act (“FATCA”) which generally requires the Manager to report certain information in respect of certain investors’ accounts, as required by FATCA, to the US Internal Revenue Service (the “IRS”). Withholding tax of 30% may apply to certain US source income (including, among other types of income, dividends and interest) and may apply to gross proceeds from the sale or other disposal of property that can produce US-source dividends or interest (e.g. US stock and securities). In complying with the FATCA provisions, the Manager may be required to withhold 30% of certain payments to its Unit Holders if such Unit Holders do not comply with the provisions of the FATCA. The Manager is registered as Foreign Financial Institution under FATCA and will endeavour to comply with FATCA obligations, as determined by the inter-governmental agreement (IGA) between Malaysia and the US.

Additional information may be required from Unit Holders to comply with obligations under the FATCA. Non provision of such information may result in the Manager having to report such Unit Holders to the Inland Revenue Board of Malaysia, which in turn will provide such information to the IRS. As such, prospective investors should consult their tax advisers on the requirements under FATCA applicable to them before investing in the Fund.

Unless otherwise provided in this First Supplementary Prospectus, all the capitalised term used herein shall have the same meanings ascribed to them in the Principal Prospectus dated 23 June 2017.

In summary, this First Supplementary Prospectus is to inform investors that:

- A. The ICD Global Sustainable Fund ("Fund") is qualified as an SRI fund under the guidelines issued by the Securities Commission Malaysia, Guidelines on Sustainable and Responsible Investment Funds ("Guidelines").
- B. There is a change of members in the Board of Directors and the Investment Committee from Nicholas Kaiser to Jane Carten.

The following amendments have been made to reflect the above A and B:

A. Qualification of the Fund as an SRI fund under the SC Guidelines.

1. Insertion of additional disclosure statement that the Fund is qualified SRI fund on the cover page of this First Supplementary Prospectus as follows:

"ICD GLOBAL SUSTAINABLE FUND IS A QUALIFIED SUSTAINABLE AND RESPONSIBLE INVESTMENT ("SRI") FUND UNDER THE SC'S GUIDELINES ON SUSTAINABLE AND RESPONSIBLE INVESTMENT FUNDS."

2. Insertion of "SRI fund" definition in the "Definitions" section as follows:

| | |
|----------|--|
| SRI fund | Sustainable and responsible investment fund. |
|----------|--|

3. Insertion of SRI disclosure after third paragraph under chapter "Fund Information", sub-chapter "Investment Process" of the Principal Prospectus as follows:

As the Fund is a qualified SRI fund, the investments of the Fund will be subject to the integration of ESG methodology. This includes the screening, selection, monitoring and realization of the Fund's investments. The Manager adopts a sustainable rating system based on its own, as well as third party data to identify companies believed to present low risks in ESG. The Manager also uses negative screening to exclude security issuers primarily engaged in higher ESG risk and some non-halal businesses such as alcohol, pornography, weapons, gambling and fossil fuel extraction.

The sustainability aspects of the Fund's portfolio will be reviewed periodically to ensure the investments of the Fund are consistent with the sustainability considerations adopted by the Fund at all times.

If the company that the Fund invests in show persistent deterioration in their ESG factors and becomes inconsistent with the sustainability considerations, the Manager will dispose of the investments within appropriate timeframe as the following:

- if the market price of the Shariah-compliant equities exceeds or is equal to the investment cost, the Shariah-compliant equities will be disposed as soon as practicable.
- if the market price of the Shariah-compliant equities is below the investment cost, the Fund is allowed to hold the Shariah-compliant equities until breakeven.

B. Change of a member in Board of Directors and the Investment Committee.

1. Amendment to members in “Board of Directors” under “The Manager” chapter of the Principal Prospectus. The list of “Board of Directors” is hereby deleted in its entirety and replaced with the following:

“Board of Directors:

- Jane Carten (non-independent)
- Monem Abdul Salam (non-independent)
- Dato’ Dr. Lee Chee Kuon (non-independent)
- Md Noor Bin Hj A.Rahman (independent)
- Dato’ Dr. Vaseehar Hassan Bin Abdul Razack (independent)”

2. Amendment to members in “The Investment Committee” under “The Manager” chapter in the Principal Prospectus.

The members of the investment committee is hereby deleted in its entirety and replaced with the following:

“The following are the members of the investment committee:

- Jane Carten (non-independent)
- Monem Salam (non-independent)
- Ahmed Abdul Khalid (non-independent)
- Md Noor A.Rahman (independent)
- Dato’ Dr. Vaseehar Hassan Bin Abdul Razack (independent)”

3. Amendment to conflict of interest of the Manager under “Related-Party Transactions and Conflict of Interest” chapter in the Principal Prospectus.

The first bullet point of paragraph 5 is hereby deleted in its entirety and replaced with the following:

“Ms Jane Carten is a director of Saturna Capital Corporation, while the Manager is wholly-owned by Saturna Capital Corporation.”

~ End ~

Suite 5-03, 5th Floor, Menara Atlan, 161B, Jalan Ampang, 50450 Kuala Lumpur, Malaysia
 Phone: +603 2164 5303 Fax: +603 2164 5308 Email: info@saturna.com.my Website: www.saturna.com.my

Account Number:

 - -
IMPORTANT NOTE:

1. Please read the latest Prospectus, the Supplementary Prospectus (if any) and Notes on pages 3-4 before completing this Application Form.
2. This Application Form should be circulated together with the Prospectus in accordance with the requirements of the Capital Markets and Services Act 2007.
3. Complete this form in "Block Letter", tick (✓) in the appropriate boxes and delete where applicable.

Fund Name

Investor Type

☐ Currency **USD** ☐ Individual Applicant ☐ Joint Applicant ☐ Corporate Applicant

PART A
PRINCIPAL ACCOUNT HOLDER INFORMATION

 Name (as in NRIC / Passport / Other ID) ☐ Mr ☐ Mrs ☐ Dr ☐ Ms ☐ Mdm

New NRIC Number

Old NRIC / Passport / Others

Date of Birth (ddmmyyyy)

Correspondence Address

Town / City / State

Country

Postal Code

Telephone Number

Mobile Telephone Number

Facsimile Number

Email Address

Tax ID

Country of Tax ID

Details of Bank Account

Bank Name: _____ Account No: _____

Marital Status:

Gender:

Nationality:

Religion:

Race:

☐ Single

☐ Male

☐ Malaysian

☐ Islam

☐ Malay

☐ Indian

☐ Married

☐ Female

☐ Other _____

☐ Other _____

☐ Chinese

☐ Other _____

PART B
JOINT ACCOUNT HOLDER INFORMATION (If Applicable)
Joint Account Holder

Relationship to Principal Account Holder _____

 Name (as in NRIC / Passport / Other ID) ☐ Mr ☐ Mrs ☐ Dr ☐ Ms ☐ Mdm

New NRIC Number

Old NRIC / Passport / Others

Date of Birth (ddmmyyyy)

Telephone Number

Mobile Telephone Number

Facsimile Number

Email Address

Tax ID

Country of Tax ID

Marital Status:

Gender:

Nationality:

Religion:

Race:

☐ Single

☐ Male

☐ Malaysian

☐ Islam

☐ Malay

☐ Indian

☐ Married

☐ Female

☐ Other _____

☐ Other _____

☐ Chinese

☐ Other _____

Signature Conditions: ☐ Either Principal or Joint Account Owner Can Sign ☐ Principal Account Holder Must Sign ☐ All Account Holders Must Sign

PART C

CORPORATE ACCOUNT HOLDER INFORMATION

Name of Corporation / Trust / Co-operative / Foundation (as in Certificate of Incorporation)

Company / Business Registration Number (as in Certificate of Incorporation)

Date of Incorporation (ddmmyyyy)

Principal Business Activities

Place of Incorporation:

☐ Within Malaysia☐ Outside Malaysia

Corporate Status:

☐ Bumiputera Controlled☐ Non-Bumiputera Controlled☐ Non-Malaysian Controlled

Correspondence Address

Town / City / State

Country

Postal Code

Telephone Number

Mobile Telephone Number

Primary Contact Person

Designation

Primary Contact Person Telephone Number

Email Address

Secondary Contact Person (if applicable)

Designation

Secondary Contact Person Telephone Number

Email Address

Type of Entity

☐ Financial Institution ⁽¹⁾ (Please provide relevant FATCA forms)☐ Trust ⁽²⁾ (Please provide relevant FATCA forms)☐ Listed Company

Trading Name/Stock Code _____

Exchange Name _____

☐ Non-Listed Company. Does any US Person/Entity ⁽³⁾ directly or indirectly own more than 10% of the organization?☐ Yes (Please provide FATCA forms)* ☐ No☐ Others _____

(1) Financial institution refers to any organisation that holds a banking, securities, and/or life insurance license. Example of financial institutions include banks, life insurers, custodians, asset managers, and investment funds.

(2) Trust refers to any legal arrangement or structure that holds and controls asset(s) for the benefit of others (i.e., an individual or company that is not the trust or trustee).

(3) US person/entity is defined as one of the following:

* Citizen or resident of the US

* Any estate of which any executor or administrator is a US person

* US partnership or corporation

* Any trust subject to US supervision and substantially controlled by a US person

* If country is United States of America (US), please provide the relevant FATCA forms. Please note that nothing on this form is intended to constitute a tax advice. Please seek independent tax advice or refer to www.irs.gov for more information on the appropriate tax form to be provided.

PART D

INVESTMENT / DISTRIBUTION INSTRUCTION

I/We wish to invest in the above fund upon the condition of the latest Prospectus and the Supplementary Prospectus (if any) issued together with this Application Form which I/We have read, on becoming a unitholder, I/We agree to be bound by the Provisions of the Deed relating to the fund.

Investment Amount

USD _____

Mode of Payment

☐ Cheque / Bank Draft☐ Debit Account / TT / Bank Transfer

Income Distribution Instruction (if any)

☐ Reinvest☐ Pay by Cheque

Telegraphic Transfer to

Beneficiary's A/C Name: Saturna Sdn Bhd-Client Trust A/C (Resident)

Beneficiary's A/C No: 312194-154228

Beneficiary's A/C Name: Saturna Sdn Bhd-Client Trust A/C (Non-Resident)

Beneficiary's A/C No: 312193-622031

Name of Bank: Standard Chartered Saadiq Berhad

Address: Level 23, Equatorial Plaza, Jalan Sultan Ismail, 50250 Kuala Lumpur

Swift Address: SCBLMYKXXX

Intermediary Bank Information

Name of Bank: Standard Chartered Bank, New York

Swift Address: SCBLUS33XXX

A/C No With Intermediary Bank: 3582088502001

I/We hereby declare that the above information given by me/us are true and accurate and that I/We have not been declared a bankrupt person/s and that the funds invested herein does not contravene the laws of Malaysia including the Anti-Money Laundering and Anti-Terrorism Financing Act 2001. I/We acknowledge that I/We are aware that there are fees and charges that I/We will incur directly or indirectly when investing in the fund.

I/We have read and fully understood the notes and the terms and conditions in this Form and the latest Prospectus, the Supplementary Prospectus (if any) and the investment services rendered (including any amendments as may be in force from time to time).

Principal Account Holder Signature _____

Authorised Signatory(ies) of Corporate Applicant _____

Name: _____

First Joint Account Holder Signature _____

Designation: _____

Second Joint Account Holder Signature _____

Authorised Signatory(ies) of Corporate Applicant _____

Name: _____

Date: _____ Designation: _____

Corporate Applicant
Common Seal / Company Stamp

FOR IUTA DISTRIBUTION ONLY

IUTA Name / Distributor Code _____

UTC Name _____ UTC No. _____

Category of Investor: ☐ Retail ☐ Institutional

Signature: _____ Date: _____

FOR SATURNA USE ONLY

Received by _____

Date _____

Category of Investor ☐ Retail ☐ Institutional

Verified by _____ Date _____

PLEASE READ THESE NOTES BEFORE COMPLETING THE APPLICATION FORM

1. **AUTHORISED PERSON TO SELL**
Please check that the Unit Trust Consultant (UTC) servicing you has a valid authorisation and registration card.
2. **PRINCIPAL APPLICANT**
 - (a) Principal applicant must be an individual of 18 years old and above.
 - (b) Applicant must sign on this application form and enclose a photocopy of his/her NRIC, Passport, or Other ID.
 - (c) For the applicant below 18 years old, opening an account must be joined together with the principal applicant.
3. **JOINT APPLICANT(S)**
 - (a) A joint holder(s) of units, who is/are 18 years of age and above, both or all parties must sign the Application Form. In the case of death of one or both holder(s) of units, the survivor will be the person recognised by the Manager and the Trustee as having any title or interest in such units, except where the units are pledged as collateral to the financial/other institution.
 - (b) A joint holder of units who is below 18 years of age, a photocopy of his/her NRIC, Passport, Birth Certificate, or Other ID is required. In the case of death of the principal unitholder, before the minor attains the age of 18, the estate of the principal unitholder will be recognised by the Manager and the Trustee as having title to or interest in such units except where the units are pledged as collateral to the financial/other institution.
 - (c) For joint holders accounts, all correspondences and payments relating to the units will be sent only to the principal account holder.
 - (d) In the absence of written explicit instructions, Joint Applicant(s) acknowledge that instructions must be given by both of them.
4. **CORPORATE APPLICANT**
 - (a) For a corporate applicant, please fill in the Name of Corporation, Trust, Co-Operative or Foundation, the Company/Business Registration Number as in Certificate of Incorporation and Correspondence Address in full.
 - (b) Enclose a certified copy of Business Registration Certificate (Form 9 & 13), Memorandum & Articles of Association, Form 24, Form 44, Form 49, Board of Directors' Resolution approving investing in Saturna's fund, list of authorised signatories with specimen signatures and latest audited account.
 - (c) The application must be signed by the Authorised Signatory(ies) whose name and designation must be stated. The Company's Common Seal or the Company's Rubber Stamp must be affixed where applicable. If signed under a Power of Attorney, the Attorney should confirm that he/she has notice of revocation of power.
5. **PAYMENT OF INVESTMENT**
 - (a) Payment for investment may be made at our office or any of our IUTA/other distribution branches nearest to you. Payment for investment can be in the form of Cheques, Bank Drafts, Debit Account, Telegraphic Transfer (TT) or Bank Transfer. Payment in the form of Cash will not be accepted.
6. **STATEMENT**
 - (a) A statement will be issued upon receipt and acceptance of the application by the Manager.
 - (b) In the case of joint holders account, all correspondence and payments relating to the Units will be sent to the principal account holder. Statement will be sent by post at Investor's own risk.
7. **REPURCHASE/REDEMPTION OF UNITS**
 - (a) The registered unitholder may sell all or part of the units by completing and signing the Form of Request to Repurchase.
 - (b) The repurchase price shall be based on the NAV per unit determined at the close of the business day on which the completed and valid repurchase request is received by the Manager or any IUTA/other distribution branches.
8. **COOLING-OFF RIGHT**
The right is only given to an investor who is investing in the Saturna family of funds/class of fund for the first time, save and except for a corporation or institution, a staff of that management company, and a person registered with a body approved by the SC to deal in unit trusts.
9. **COOLING-OFF PERIOD**
The cooling-off period of any of the Saturna family of funds/class of fund is within six(6) business days commencing from the date of purchase (i.e., the date on which the Manager receives the application form and the investment amount).
10. **INCOME DISTRIBUTIONS/INSTRUCTIONS**
 - (a) The income from the investment will either be distributed to the registered unitholder's account in the form of units or paid by cheque.
 - (b) The Manager reserves the right to reinvest the distribution for additional units on behalf of unitholder in accordance with the deed of the respective funds/class of fund.
11. **ANTI-MONEY LAUNDERING STATEMENTS**

- (a) The customer is the underlying principal of the account (where applicable);
- No person other than the customer shall have any interest in the account (where applicable); and all monies paid to the Manager from time to time shall come from a legitimate (and not an illegal) source; and
 - The customer agrees to provide all information and documents to verify the customer's identity and also to do all acts whatsoever to assist/enable the Manager to comply with all relevant laws, regulations and rules with regards to Anti-Money Laundering and Anti-Terrorism Financing Act 2001.
 - The customer agrees that the Manager shall not be liable for any reason whatsoever and agrees to indemnify the Manager for any losses whatsoever as a result or in connection with any delay or failure to process any application or transaction if such information or documents requested by the Manager have not been promptly provided by the customer to the Manager.
 - The Manager reserves the right to terminate all relationship(s) with the customer if any documents requested by the Manager are not received and/or if the customer is found to have violated and/or not in compliance with any laws, regulations and rules on Anti-Money Laundering and Anti-Terrorism Financing Act 2001.
- (b) In the event of termination, units will be redeemed and the repurchase price shall be based on the NAV per unit determined at the close of the business day.

12. PERSONAL DATA PROTECTION ACT 2010

- (a) In line with the enforcement of the Personal Data Protection Act 2010, Saturna as a data user shall ensure that the privacy of customers' personal data which have been disclosed or presently being maintained by Saturna ("Personal Data") is protected and safeguarded. Saturna is allowed to collect, store, process and use my Personal Data in accordance with the Privacy Policy set out in the website www.saturna.com.my and disclose and share my Personal Data among group of companies, authorised agents and distributors and service providers (who have agreed to keep all personal information confidential) for purposes of providing the products and services of Saturna or any other related services and purposes. Provision of Personal Data is mandatory. If the applicant does not allow their Personal data to be used for the purposes as stated above, the application to subscribe to Saturna products and services will be cancelled.
- (b) The applicant has the right to access, update, or make correction to his/her/its Personal Data. The applicant can also restrict and limit the processing of his/her/its Personal Data to be used for any marketing purpose or to be contacted by Saturna or any other agents or distributors for any sales and promotional activities, by informing Saturna in writing or via email to info@saturna.com.my.

13. RIGHTS OF MANAGER

- (a) The Manager reserves the right to accept or reject any application in whole or in part thereof without assigning any reason which is not completed in full and supported by the requested documents and payments.
- (b) All notices and other communications sent by or to the applicant shall be sent at the risk of the applicant. Unless due to willful default or negligence of the Manager, the Manager shall not be responsible for any inaccuracy, interruption, error, delay, or failure in transmission or delivery of any notices via whatever means, or for any equipment failure or malfunction. The Manager shall not be liable for any direct or indirect consequential losses arising from the foregoing.
- (c) The information that you have provided shall be used strictly for our own purpose and shall not be shared with any other parties unless as required by law.

14. FOREIGN ACCOUNT TAX COMPLIANCE ACT ("FATCA")

Subject to compliance with the relevant laws in Malaysia, the Manager is obliged to comply with the United States tax requirements under FATCA. As such, the Manager may be required to provide information relating to its business and its investors to the IRS, and/or to local tax or other government authorities. It is anticipated that the Manager may also be required to comply, from time to time, with equivalent requirements in other countries. In complying with FATCA, the Manager may be required to provide information that identifies the investor, as well as the investor's account information such as, but not limited to, financial information.

15. By signing the application form, I/we hereby consent that the information provided herein and any other information relating to my/our account/s from time to time may be disclosed by the Manager or its affiliates or authorised agents to the United States IRS and/or such other tax or other government authority of any country, in order to enable the Manager to comply with its obligations as described in clause 15 above.

Thank you for reading this note. For further information please contact or write to the Manager.

Saturna Sdn Bhd
Suite 5-03, 5th Floor
Menara Atlan
161B, Jalan Ampang
50450 Kuala Lumpur

Tel: +603 2164 5303
Fax: +603 2164 5308
Website: www.saturna.com.my
E-mail: info@saturna.com.my

UNIT TRUST LOAN FINANCING RISK DISCLOSURE STATEMENT

You should assess if loan financing is suitable for you in light of your objectives, attitudes to risk, and financial circumstances. You should be aware of the risks, which would include the following:

1. The higher the margin of financing (that is, the amount of money you borrow for every ringgit of your own money that you put in as deposit or down payment), the greater the potential for losses as well as gains.
2. You should assess whether you have the ability to service the repayments on the proposed loan. If your loan is a variable rate loan, and if interest rates rise, your total repayment amount will be increased.
3. If unit prices fall beyond a certain level, you may be asked to provide additional acceptable collateral or pay additional amounts on top of your normal installments. If you fail to comply within the time prescribed, your units may be sold to settle your loan.
4. Returns on unit trusts are not guaranteed and may not be earned evenly over time. This means that there may be some years where returns are high and other years where losses are experienced. Whether you eventually realise a gain or loss may be affected by the timing of the sale of your units. The value of units may fall just when you want your money back even though the investment may have done well in the past.

The brief statement cannot disclose all the risks and other aspects of loan financing. You should therefore carefully study the terms and conditions before you decide to take a loan. If you are in doubt with respect to any aspect of the Risk Disclosure Statement or the terms of the loan financing, you should consult the institution offering the loan.

Investing in a unit trust fund with borrowed money is more risky than investing with your own savings.

ACKNOWLEDGEMENT OF RECEIPT OF RISK DISCLOSURE STATEMENT

I acknowledge that I have received a copy of this Unit Trust Loan Financing Risk Disclosure Statement and understand its contents.

Signature

Full Name (Please Print)

Date