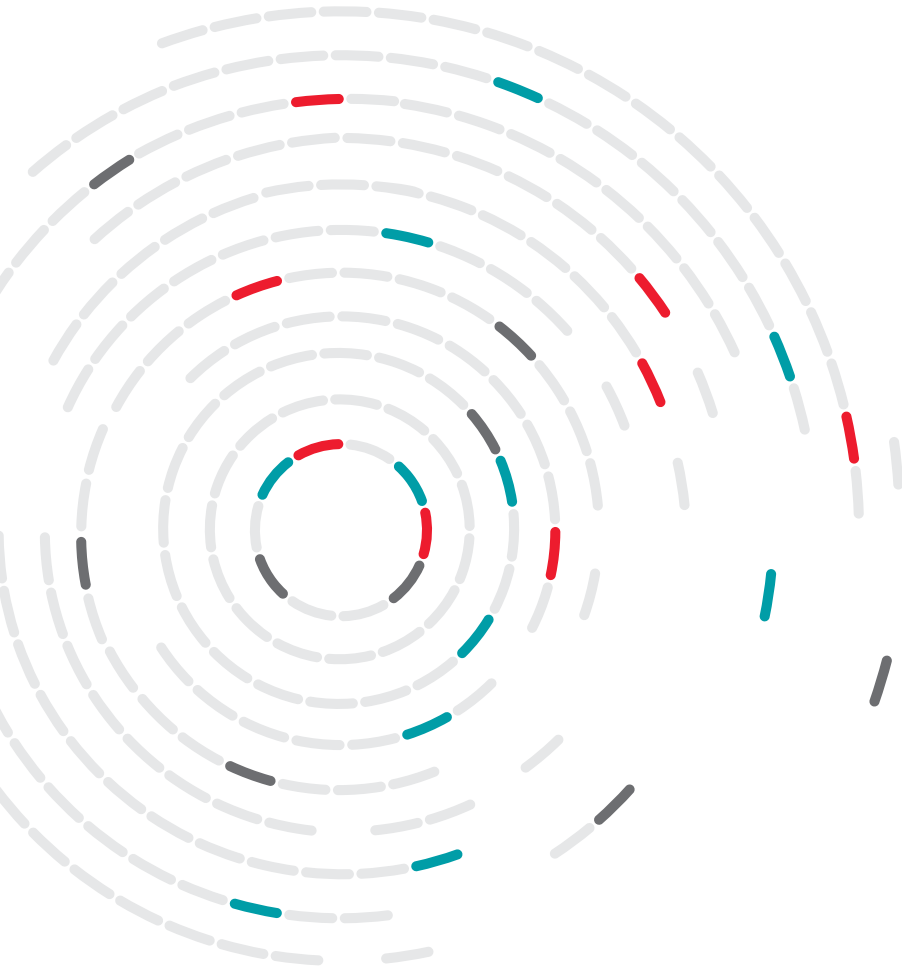


PRUDENTIAL BSN

TAKAFUL

TAKAFULINK DANA EKUITI DINASTI

MASTER FUND FACT SHEET 2022



TAKAFUL & US

Takaful literally means responsibility, guarantee, collective assurance and mutual undertaking. Broadly speaking, takaful is founded on the cooperative arrangement (*Ta'awun*) based on principles of mutuality and solidarity, encompassing the elements of joint indemnity and common interest. Takaful is defined under Section 2 of the Islamic Financial Services Act 2013, to mean an arrangement based on mutual assistance under which takaful participants agree to contribute to a common fund providing for mutual financial benefits payable to the takaful participants or their beneficiaries on the occurrence of pre-agreed events.

Depending on the applicable approved Takaful model, participants' contribution shall be channelled into the relevant segregated funds for investments. Our Funds* are solely invested in Shariah-compliant investments, locally and abroad. Each investment is made after taking into consideration the risk and return involved.

At Prudential BSN Takaful Berhad (PruBSN), we uphold these values through professional practice in order to give the customers everything they need and more. Values that are clearly reflected in each and every one of our transaction. Values that make us a prudent choice.

Through agency and partnership channels, we offer a variety of innovative products that covers you in every aspect of your life. From protection to savings to spiritual fulfilment, each of our product is designed to provide peace of mind for you.

* *Takafulink Funds are Shariah-compliant investment instruments.*

TAKAFULINK DANA EKUITI DINASTI

Features of Fund	
Investment Objective	Takafulink Dana Ekuiti Dinasti (The Fund) aims to provide long-term capital appreciation by investing in Shariah-compliant investments with exposure to the Greater China region.
Investment Strategy & Approach	<p>The Fund seeks to achieve its objective by investing in the Eastspring Investments Dinasti Equity Fund (Target Fund), managed by Eastspring Al-Wara' Investments Berhad.</p> <p>The Target Fund seeks to achieve its objective by investing primarily in Shariah-compliant equities and Shariah-compliant equity-related securities of companies based in the Greater China region which potentially offer attractive long-term value. The Target Fund will invest in markets where the regulatory authority is an ordinary member of International Organisation of Securities Commission (IOSCO). The markets where the Target Fund will invest in include China, Hong Kong and Taiwan. The Target Fund will also invest in Shariah-compliant shares of companies listed in Malaysia, Singapore and the United States of America, where such companies have exposure to the Greater China region.</p>
Asset Allocation	<ul style="list-style-type: none"> • Up to 100% of The Fund's Net Asset Value (NAV) in Target Fund; and • The remaining of The Fund's NAV not invested in the Target Fund will be invested in Islamic money market instruments.
Performance Benchmark	<p>Dow Jones Islamic Market Greater China Index.</p> <p><i>Further information on the benchmark can be obtained from www.bloomberg.com.</i></p>
Fund Manager	Eastspring Al-Wara' Investments Berhad (200901017585 (860682-K))

Fees & Charges	
Asset Management <i>Wakalah</i> Charge	1.5% p.a.
Other Charges, if any	NIL

TAKAFULINK DANA EKUITI DINASTI

Additional Disclosure for Takafulink Dana Ekuiti Dinasti

Takafulink Dana Ekuiti Dinasti feeds into Eastspring Investments Dinasti Equity Fund, which is managed by Eastspring Al-Wara' Investments Berhad (Target Fund Manager).

Please note that there will be 1.5% annual asset management *wakalah* charge at The Fund level and there is no annual asset management *wakalah* charge at the Target Fund level.

Fund Performance

Year	Actual Performance	Benchmark ^{^^}
2022	(26.73%)	(25.56%)
2021	(10.57%)	(11.47%)
2020	37.13%	45.57%
2019	24.24%	23.09%
2018	(16.83%)	(16.12%)
2017	33.66%	30.21%
2016	9.49%	8.51%
2015	18.53%	16.97%
2014	3.74%	9.91%
2013	10.03%	18.04%

^{^^} Benchmark: Dow Jones Islamic Market Greater China Index.

Basis of calculation of past performance:

$$= \frac{\text{NAV* For Year } n}{\text{NAV* For Year } n-1} \% - 100\%$$

* The NAV here is referring to The Fund's Net Asset Value.

Important Note: Past performance of The Fund is not an indication of its future performance. This is strictly the performance of the investment fund, and not the returns earned on the actual contribution paid of the investment-linked takaful product.

TAKAFULINK DANA EKUITI DINASTI

Forward Pricing

Units are created and cancelled at the next pricing date following receipt of contribution or notification of claim respectively.

Risk Factors

Please refer to the detailed Risk Factors listed below:

- **Market Risk**

Market risk refers to potential losses that may arise from adverse changes in market conditions. Market conditions are generally affected by among others, economic and political stability. If the market in which The Fund invests in suffers a downturn or instability due to adverse economic or political conditions, this may adversely impact the market prices of the investments of The Fund.

- **Liquidity Risk**

Liquidity risk refers to two scenarios. The first scenario is where a Shariah-compliant security cannot be sold due to the unavailability of a buyer for that investment. The second scenario is where the investment is thinly traded. This may cause The Fund to dispose the investment at an unfavourable price in the market and may adversely affect participants' investment. Liquidity risk may be mitigated through stringent selection process of liquid securities and active monitoring.

- **Security Risk**

Prices of a particular Shariah-compliant security may fluctuate in response to the circumstances affecting individual companies. As such, adverse price movements of a particular Shariah-compliant security invested by The Fund may adversely affect The Fund's NAV. The Target Fund Manager strives to mitigate the impact of a particular Shariah-compliant security risk through portfolio diversification.

Risk Factors

- **Risk of Non-Compliance**

Non-adherence with laws, rules, regulations, Shariah resolutions, prescribed practices, internal policies and procedures may result in regulatory censure, tarnished reputation, and reduced expansion potential for The Fund. Investment goals may also be affected should the Fund Manager not adhere to the investment mandate. In order to mitigate this risk, the Fund Manager has stringent internal controls and ensures its continuous compliance with laws, rules, regulations, Shariah resolutions, prescribed practices and the Fund Manager's internal policies and procedures.

- **Management Company Risk**

The performance of The Fund depends on the experience, expertise and knowledge of the management company. Should there be lack of any of the above qualities by the management company, it may adversely affect the performance of The Fund.

- **Inflation Risk**

This risk refers to the risk when participants' investment in The Fund may not grow or generate income at a rate that keeps pace with inflation, thus resulting in the participants' decreasing purchasing power even though the investment in monetary terms may have increased.

- **Shariah Status Reclassification Risk**

This is the risk that the Shariah-compliant equity securities currently held in The Fund may be reclassified as Shariah non-compliant in the periodic review of the securities by the Shariah Advisory Council of the Securities Commission or the Shariah Adviser. If this occurs, the Fund Manager will take the necessary steps to dispose of such securities.

Opportunity loss could occur due to the restriction on the Target Fund to retain the excess capital gains derived from the disposal of the reclassified Shariah non-compliant securities. In such an event, the Target Fund Manager is required:

- (i) to dispose of such securities with immediate effect or within one (1) calendar month if the value of the securities exceeds or is equal to the investment cost on the effective date of reclassification of the list of Shariah-compliant securities ("Reclassification") by the Shariah Advisory Council of the Securities Commission or date of review ("Review") by the Shariah Adviser or the Shariah Supervisory Boards of relevant Islamic indices. The Target Fund Manager is allowed to keep dividends received and capital gains from the disposal of the securities up to the effective date of Reclassification or Review. However, any dividends received and excess capital gains from the disposal of the Shariah non-compliant securities after the effective date of Reclassification or Review should be channelled to *baitulmal* and/or charitable bodies approved by the Shariah Adviser;

Risk Factors

- (ii) to hold such securities if their value is below the investment cost on last trading day before the effective date of Reclassification or Review until the total subsequent dividends received (if any) and the market price of the securities is equal to the cost of investment at which time disposal has to take place within one (1) calendar month, capital gains (if any) from the disposal of the securities should be channelled to *baitulmal* and/or charitable bodies approved by the Shariah Adviser; or
- (iii) to dispose of such securities at a price lower than the investment cost which will result in a decrease in the Target Fund's value.

- **Management of Target Fund Risk**

While the Fund Manager exercise due skill and care in selecting the Target Fund(s), it does not have control over the management of these Funds and there is no guarantee that the investment objectives will be met. This may result in participants suffering loss in their investments in the Target Fund(s).

The Target Fund(s) may change its objective and become inconsistent with the objectives of the respective Funds. In such instances, the Fund Manager will replace the corresponding Target Fund(s) with another Islamic collective investment scheme which the Fund Manager considers to be more appropriate in meeting the objectives of the respective Funds. Participants would be notified of such change.

- **Currency Risk**

The Fund will invest in foreign markets, hence, investments will be denominated in foreign currencies. As The Fund is denominated in Ringgit Malaysia, investments in foreign currencies will cause The Fund to be exposed to currency risk. The impact of the exchange rate movement between the base currency of the fund and the currency of the underlying investments may result in a depreciation of the value of the investments as expressed in the base currency of the fund. The Fund does not intend to engage in any currency hedging to mitigate currency risk.

Risk Factors

• Country Risk

The Fund may be affected by risks specific to the countries in which Target Fund invests in. Such risks may be caused by but not limited to changes in each country's economic fundamentals, social and political stability, currency movements and foreign investment policies. These factors may have an impact on the prices of Target Fund's investment in that country and consequently affect The Fund's NAV.

Investments in certain markets may be restricted or controlled. In some countries, direct investments in Shariah-compliant securities may be prohibited and restricted due to regulatory requirements. These limitations may increase transaction costs and adversely affect a security's liquidity and the price in connection with the Shariah-compliant security.

The Fund Manager will constantly monitor and observe the developments in these countries where assets of Target Fund are allocated. In addition, the Target Fund Manager will employ a systematic investment process, which includes regular reviews, to manage and mitigate this risk.

• License Risk

This risk is associated with investments in Shariah-compliant securities listed in a country which requires a license prior to making any investments in the said country. Such license may be revoked/not renewed should the Target Fund Manager breach the relevant regulations of the said country. If this occurs, the Target Fund will have to liquidate all Shariah-compliant securities listed on the exchanges in the said country within a stipulated period. The liquidation may be performed at a loss, hence affecting the NAV of The Fund. This risk would be reduced by the Target Fund Manager diligently observing and complying with the relevant regulations of the said country.

• Islamic Derivative Risk

Islamic derivative risk may be greater than the traditional Shariah-compliant securities. The volatility of the NAV of The Fund may be high when The Fund invests more than 30% of its NAV in Islamic derivatives. Islamic structured products may contain one or more embedded Islamic derivatives, including Islamic options. The value of such Islamic options depends on a variety of market factors, including improvements in the underlying reference index, the variability or volatility of such index, interest rate, foreign exchange rate and other factors. The value of the option may not necessarily change in constant proportion to changes in the underlying reference index. Furthermore, options by their nature will tend to decline in value over time, assuming that all other market factors remain unchanged. These factors affecting the value of the option will also be reflected in the value of the investments in which it is embedded.

Note: The above should not be an exhaustive list of the risks which participants should consider before investing into The Fund. Participants should be aware that an investment in The Fund may be exposed to other risks from time to time. Participants should consult a professional adviser for a better understanding of the risks.

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Risk Management Strategies

The risk management strategies employed by the Fund Manager include the following:

- Monitoring market and economic conditions;
- Monitoring adherence to The Fund’s objectives and investment restrictions and limits;
- Monitoring the performance of The Fund;
- Taking temporary defensive positions, when required; and
- Escalating and reporting investment matters to the investment committee, senior management team, audit committee, Shariah committee and board of directors.

Other Info

Target Market	Participants with high risk tolerance and long-term investment horizon and wish to have investment exposure to the Greater China region.
Basis & Frequency of Unit Valuation	<ul style="list-style-type: none">• Unit pricing is performed daily.• Unit price is calculated based on the market value of the underlying assets of The Fund, divided by the number of units issued.• The Fund does not pay any dividend. All incomes and capital gains are automatically rolled up in its unit price.• Unit price is the single price at which units are created and cancelled.• The unit price of The Fund shall be valued at the end of each business day (Valuation Date). However, as the value of The Fund’s investments at the end of a particular Valuation Date will only be known a business day later, the determination of the unit price of The Fund in respect of a particular Valuation Date shall only be published and made known 2 business days later (T+2).

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Other Info

Exceptional Circumstances

- PruBSN may suspend unit pricing and defer the issuance or redemption of units, or switching to any fund, under this Fund for a reasonable period in exceptional circumstances, such as and including intervening events resulting in temporary closure of any stock exchange or suspension of particular stocks in which The Fund is invested in. In such event, notice for suspension may be published and may be communicated to the Participants upon any request for top-up, switching, redemption or withdrawal to/from any such Takafulink fund.
- PruBSN may suspend unit pricing and certificate transaction if Target Fund Manager suspends subscription to the Target Fund.

Information of the Target Fund

Eastspring Investments Dinasti Equity Fund

Investment Strategy

The Target Fund seeks to achieve its objective by investing primarily in Shariah-compliant equities and Shariah-compliant equity-related securities of companies based in the Greater China region which potentially offer attractive long-term value. These include Shariah-compliant securities of Greater China-based companies listed or to be listed on recognised exchanges of People's Republic of China, Hong Kong and Taiwan, as well as other recognised exchanges such as in Malaysia, Singapore and the United States of America where the regulatory authority is a member of the IOSCO. The Target Fund may also invest in other foreign markets not mentioned above where the regulatory authority is a member of the IOSCO, the Target Fund Manager will invest in such markets upon providing the required notification to the Securities Commission. The Target Fund will adopt a bottom up Shariah-compliant investment approach with no benchmark constraint.

The Target Fund may minimise potential equity downside risk by investing the remainder of the Target Fund's NAV not invested in Shariah-compliant equities and Shariah-compliant equity-related securities into Islamic financial instruments which include but not limited to sukuk and Islamic liquid assets.

Where applicable, the Target Fund shall invest in sukuk with a minimum credit rating of AA3 or P2 by RAM, or its equivalent rating by any other domestic or global rating agencies. Should the credit rating of the sukuk be downgraded by the rating agencies, the Target Fund Manager shall dispose the affected papers in the market.

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Information of the Target Fund

In relation to Islamic structured products, any credit ratings given to issuer of the Islamic structured product and the relevant financial institutions may be subject to suspension, downgrade or withdrawal at any time. In the event any of the rating of the issuer of the Islamic structured product falls below the levels required, the Target Fund Manager shall take necessary actions within 3 months or more as the Target Fund Manager deem necessary. If required, the Target Fund Manager will consult the Trustee and Shariah Adviser. Such actions may include requesting the issuer to unwind, buy-back or close the transaction at a fair value determined on methods or bases which have been verified by the auditor of Target Fund and approved by the Trustee. In taking such an action, capital losses and/or expenses may be incurred by Target Fund.

As for Islamic derivatives instruments, the Target Fund Manager leverage on the synergy of Eastspring Investments affiliates in the Asia region to employ risk management process to ensure accurate and independent assessment of the value of the over-the-counter Islamic derivatives and to ensure that the Target Fund's risk exposure relating to Islamic derivative instruments does not exceed the limits specified herein. The current value of the underlying assets, counterparty risks, market movements and time necessary to liquidate the positions will be taken into consideration.

The Target Fund Manager has obtained the necessary licenses prior to investing in Shariah-compliant securities quoted on the recognised Greater China exchanges, among others, People's Republic of China and Taiwan.

Disclaimer:

This master fund fact sheet has been prepared by Prudential BSN Takaful Berhad ("PruBSN") for general information and illustration purposes only and shall not be construed as the basis for making investment, financial or other decisions. Although the materials used in preparing this presentation are obtained from sources believed to be reliable, PruBSN makes no guarantee on the accuracy and completeness of the information. Any analysis and opinion expressed are subject to change without notification. Past performance is no guarantee of future results. Viewers are advised to contact PruBSN or its agents for further and better particulars and information pertaining to the products offered by us. PruBSN and any of its related affiliates hereby disclaim any liability of whatsoever nature should viewers suffer losses merely relying on the information contained herein.

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For All. For Life

Prudential BSN Takaful Berhad is a registered Takaful Operator under the Islamic Financial Services Act 2013 and is regulated by Bank Negara Malaysia.

Prudential BSN Takaful Berhad 200601020898 (740651-H)
Level 13, Menara Prudential, Persiaran TRX Barat, 55188 Tun Razak Exchange, Kuala Lumpur.

Customer Service: +603 2775 7188

E-mail: customer@prubsn.com.my

www.prubsn.com.my



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