

Product Highlights Sheet dated 30 September 2021

Manulife Dragon Growth Fund

Responsibility Statement

This Product Highlights Sheet has been reviewed and approved by the directors and/or persons approved by the Board of Manulife Investment Management (M) Berhad and they collectively and individually accept full responsibility for the accuracy of the information. Having made all reasonable inquiries, they confirm to the best of their knowledge and belief, that there are no false or misleading statements, or omission of other facts which would make any statement in the Product Highlights Sheet false or misleading.

Statement of Disclaimer

The Securities Commission Malaysia has authorized the issuance of *Manulife Dragon Growth Fund* ("the Fund") and a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia.

The authorization of the Fund and lodgment of this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Fund or assumes responsibility for the correctness of any statement made or opinion or report expressed in this Product Highlights Sheet.

The Securities Commission Malaysia is not liable for any non-disclosure on the part of the Manulife Investment Management (M) Berhad, the Manager responsible for the Fund and takes no responsibility for the contents of this Product Highlights Sheet. The Securities Commission Malaysia makes no representation on the accuracy or completeness of this Product Highlights Sheet, and expressly disclaims any liability whatsoever arising from, or in reliance upon, the whole or any part of its contents.

Please note that this Fund is not offered for sale to any U.S. person. If you are a non-Malaysian, your subscription may be restricted by your home country's law or regulation. Please observe and comply with your home country's restrictions, if any. If in doubt, please consult a professional adviser.

This product highlights sheet only highlights the key features and risks of this Fund. Investors are advised to request, read and understand the prospectus of the Fund before deciding to invest.

Brief Information on the Product

1. What is the Fund about?

The Fund is a feeder fund that seeks to achieve capital appreciation over medium to long-term period (i.e. a period of three (3) to five (5) years).

Note: Any material change to the Fund's investment objective would require unit holders' approval.

Product Suitability

2. Who is the Fund suitable for?

The Fund is suitable for investors who:

- seek capital appreciation;
- are willing to accept higher level of risk; and
- have a medium to long-term investment horizon.

Key Product Features

3. What am I investing in?

Fund Category	Feeder Fund	
Investment Strategy and Policy	<p>The Fund will invest at least 95% of the Fund's net asset value ("NAV") in Share class AA of the Manulife Global Fund-Dragon Growth Fund (the "Target Fund"), and the remaining NAV of the Fund will be in liquid assets such as cash, money market instruments (including fixed income securities which have remaining maturity period of less than 365 days) and/or placement of deposits with financial institutions for liquidity purposes.</p> <p>The Fund's portfolio will be closely monitored and rebalanced from time to time to ensure that the Fund's asset is allocated in accordance with its prescribed asset allocation.</p>	
Asset Allocation	<u>Asset Class</u> Target Fund Liquid assets such as cash, money market instruments and/or placement of deposits with financial institutions for liquidity purposes	<u>Allocation (% of the Fund's NAV)</u> At least 95% Remaining NAV of the Fund
Performance Benchmark	MSCI AC Zhong Hua NR USD Index	
Base Currency	U.S. Dollar ("USD")	
Currency Class(es)	RM-Hedged Class	USD Class
Launch Date	3 November 2016 <i>Note: The Fund was launched as a wholesale fund and is subsequently converted to a retail unit trust scheme on 30 September 2021 following the approval obtained from unit holders at a unit holders' meeting.</i>	3 November 2016
Financial Year End	31 December	
Distribution Policy	Distribution of income, if any, is incidental	

Target Fund's Information

Name of Target Fund	Manulife Global Fund – Dragon Growth Fund
Management Company of Target Fund	Manulife Investment Management (Ireland) Limited
Investment Manager of Target Fund	Manulife Investment Management (Hong Kong) Limited
Domicile Country	Luxembourg
Regulatory Authority of the Target Fund	Commission de Surveillance du Secteur Financier
Date of Establishment	20 December 1996
Name of Share Class	Share class AA, which is denominated in USD
Investment Objective	The Target Fund aims to achieve capital growth by investing at least 70% of its net assets in a diversified portfolio of equity and equity

	related securities of public companies which are listed in Hong Kong and/or, although not listed in Hong Kong, are listed on a stock exchange in any other jurisdiction and have substantial business interests in Hong Kong and/or China. Such equity and equity related securities include common stocks, preferred stocks and depository receipts.
Investment Policy and Strategy	<p>While the Target Fund will invest in accordance with its investment objective and strategy, subject to applicable laws and regulations, the Target Fund is not otherwise subject to any limitation on the portion of its net assets that may be invested in any one country or sector and in issuers of any market capitalisation. Hence, the Target Fund may invest more than 30% of its net assets in issuers located in any of the People's Republic of China and Hong Kong. The Target Fund's investments may be denominated in any currency.</p> <p>The Target Fund may invest directly in certain China A-Shares listed on the Shanghai Stock Exchange or the Shenzhen Stock Exchange via Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect (collectively, "Stock Connect"). In any event where the Target Fund invests in China A-Shares, it is expected that the Target Fund will not hold more than 30% of its net assets in China A-Shares.</p> <p>It is not the intention of the Target Fund to invest more than 10% of its net assets in securities issued, or guaranteed, by any single sovereign (including the relevant government, public or local authority) which has a credit rating that is below investment grade (i.e. below Baa3 by Moody's Investors Service or BBB- by Standard & Poor's or Fitch Ratings).</p>

4. Who am I investing with?

Manager	Manulife Investment Management (M) Berhad
Trustee	HSBC (Malaysia) Trustee Berhad

Key Risks

5. What are the key risks associated with this 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 NAV.

Manager Risk

This risk refers to the day-to-day management of the Fund by the Manager which will impact the performance of the Fund. For example, investment decisions undertaken by the Manager, as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed of the Fund, relevant law or guidelines due to factors such as human error or weaknesses in operational process and systems, may adversely affect the performance of the Fund.

Target Fund Manager Risk

The Target Fund (which the Fund invests in) is managed by Manulife Investment Management (Hong Kong) Limited. It is important to note that the Manager has no control over investment management techniques and operational controls of the Target Fund. Thus,

mismanagement of the Target Fund (i.e. breach of its prescribed investment restriction due to human error) may negatively affect the Fund (as an investor of the Target Fund). Should such a situation arise, the Manager may propose to invest in other alternative collective investment scheme that is consistent with the investment objective of the Fund provided always that the approval of the unit holders has been obtained.

Currency Risk

You should be aware that currency risk is applicable to class(es) which is in a different currency than the base currency (i.e. USD). The impact of the exchange rate movement between the base currency and the currency denomination of the respective class(es) may result in a depreciation of the value of your holdings.

As for a hedged class, the class itself provides mitigation to the currency risk arising from the difference between the currency denomination of the class and the base currency. For this purpose, the Manager engages the Trustee to perform currency hedging for hedged class of the Fund, using currency forward contracts on a monthly rollover basis to passively hedge against currency risk. While we aim to fully hedge the currency risk for a hedged class, you should note that it may not entirely eliminate currency risk.

In addition, you should note that as a result of hedging, a hedged class will not be able to enjoy the full benefits of the currency movement in the event a favourable movement of the currency denomination of the hedged class against the base currency. You should also note that hedging incurs costs, in which will impact the NAV of a hedged class.

Country Risk

Investments of the Fund (i.e. the Target Fund, which is domiciled in Luxembourg) may be affected by changes in the economic and political climate, restriction on currency repatriation or other developments in the law or regulations of Luxembourg. For example, the deteriorating economic condition of that country may adversely affect the value of the investments undertaken by the Fund. This in turn may cause the NAV of the Fund or prices of units to fall.

Liquidity Risk

Liquidity risk refers to a security which could not be transacted in a timely manner. In the context of the Fund (which invests in the Target Fund), liquidity risk is associated with the Target Fund's ability to meet the Fund's redemption request in a timely manner. If the Target Fund fails to meet the Fund's redemption request, it may jeopardize the Fund's ability to meet its own unit holders' redemption request.

Withholding Tax Risk

Certain income of the Target Fund may be subject to withholding taxes, and any such taxes will reduce the return on the investments held by the Target Fund. In addition, the Target Fund (through the Management Company of the Target Fund or its agents) may need to receive certain information from an investor for it to avoid certain withholding taxes. In particular, the Foreign Account Tax Compliance Act adopted in the U.S. will require the Target Fund (or the Management Company of the Target Fund) to obtain certain identifying information about its investors and potentially provide that information to the United States Internal Revenue Service. Subject to certain transition rules, investors that fail to provide the Target Fund, the Management Company of the Target Fund or their agents with the requisite information will be subject to a 30% withholding tax on distributions to them and on proceeds from any sale or disposition or caused the entire Fund to be subject to a 30% withholding tax on income receivable from the Target Fund or on proceeds from any sales or disposition of the Fund. In addition, units held by such investors may be subject to compulsory redemption. Any withholding taxes imposed on the Target Fund could affect the return of investments held by the Fund.

Specific Risks associated with the Target Fund

- Emerging Markets Risks
- Political and Regulatory Risks
- Natural Resources Sector Risk
- Currency Risk
- Liquidity and Volatility Risks
- Swing Pricing Risk
- Taxation Risk
- Financial Derivative Instruments Other Than for Investment Purpose
- Mainland China Investment Risks
- Mainland China Tax
- Risks associated with Investments via Stock Connect

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

Fees and Charges

6. What are the fees and charges involved?

Charges when buying units of the Fund's Class

Charges when buying units of the Fund's Class			
Sales Charge	Distributors	Maximum Sales Charge*	
		RM-Hedged Class	USD Class
	Unit Trust Consultant	Up to 5.50% of NAV per unit of the Class	
	Manager		
	Institutional Unit Trust Scheme Adviser ("IUTA")		
*The sales charge is non-negotiable. However, the Manager may at its discretion charge a lower sales charge from time to time.			
Redemption Charge	Nil		
Switching Fee	Subject to the conditions on switching as set out in the prospectus of the Fund.		
Transfer Fee	RM3.00 per transfer		

Fees incurred when investing in the Fund

Management fee	Up to 1.80% per annum of NAV of the Fund
Trustee fee	0.04% per annum of NAV of the Fund (including local custodian fees excluding foreign custodian fees and charges)

All fees and charges (e.g. sales charge, switching fee, transfer fee, management fee, trustee fee and any other relevant fees and/or charges, where applicable) may be subject to any tax that may be introduced by the Government of Malaysia from time to time.

	RM-Hedged Class	USD Class
Minimum initial investment	RM 1,000.00	USD 1,000.00
Minimum additional investment	RM 100.00	USD 100.00
Cut-off time	<ul style="list-style-type: none">▪ 3.00 p.m. for walk-in transactions or any other time that may be determined by the Manager, and▪ 4.00 p.m. for online transactions*.	

* Online transactions include purchase of units and switching between fund/class denominated in RM only. Online transactions are not applicable for redemption of units currently. You may refer to our online tool for latest updates.

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

Valuation and Exiting from Investment

7. How often are valuations available?

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

8. How can I exit from this investment and what are the risks and costs involved?

Redeeming an investment

Unit holders may redeem part or all of their investments at any time by completing a "Redemption Form" which is available from 8.45 a.m. to 5.30 p.m. at the office of the Manager and its branches.

	RM-Hedged Class	USD Class
Payment of redemption proceeds from the date on which the request to redeem is received by the Manager	Within nine (9) business days	Within ten (10) business days
	There is no redemption charge levied on the redemption of units.	
Minimum redemption amount	500 units	
Minimum holding/ balance	1,000 units	
Cut-off time	<ul style="list-style-type: none"> 3.00 p.m. for walk-in transactions or any other time that may be determined by the Manager, and 4.00 p.m. for online switching (for RM-Hedged Class only). 	

Cooling-off period

The cooling-off period is only applicable to any individual investing for the first time in any unit trust funds managed by the Manager and excludes staff of the Manager and persons registered with a body approved by the SC to deal in unit trust funds. You have the right, within six (6) business days from the day of the receipt by the Manager of your application form, to call for a withdrawal of your investment. A full refund of the money initially invested (including the sales charge, if any) will be refunded to you within 10 calendar days from the receipt of the application for cooling-off by the Manager.

Withdrawal proceeds will only be paid to you once the Manager has received the cleared payments for the original investment.

For purchase/redemption transaction made with IUTAs, the transaction is subject to the terms and conditions of the respective IUTAs. Also, if you invest in units through an IUTA which adopts the nominee system of ownership, you will not be considered as a unit holder under the Fund's deed, and you may consequently not have all the rights ordinarily exercisable by a unit holder (including but not limited to the right to call for a unit holders' meeting and to vote thereat and the right to have your particulars appearing in the Fund's register of unit holders).

Fund Performance

9. Average Total Return for Financial Year Ended 31 December 2020

Basis of calculation

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

Returns (%)		1-Year	3-Year
Manulife Dragon Growth Fund	RM-Hedged Class	40.34	12.69
	Benchmark	25.13	8.15
	USD Class	40.41	12.51
	Benchmark	25.13	8.15

The commencement date of the RM-Hedged Class and USD Class was on 9 December 2016 and 16 February 2017 respectively.

Returns in USD (%)	1-Year	3-Year
Target Fund	42.30	13.02
Benchmark	25.13	8.15

10. Annual Total Return for Financial Year Ended 31 December

Basis of calculation

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

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

Returns (%)		2017*	2018	2019	2020
Manulife Dragon Growth Fund	RM-Hedged Class	45.50	(15.50)	20.66	40.34
	Benchmark	43.88	(16.25)	20.71	25.13
	USD Class	42.40	(15.89)	20.59	40.41
	Benchmark	34.39	(16.25)	20.71	25.13

For the financial year ended 31 December 2020, the Fund's RM-Hedged Class return increased by 40.34%, while the Fund's USD Class return increased by 40.41%, compared with its benchmark return which increased by 25.13%.

* since commencement to 31 December 2017.

Returns in USD (%)	2016*	2017	2018	2019	2020
Target Fund	(3.16)	55.55	(16.56)	21.58	42.30
Benchmark	(2.51)	49.35	(16.25)	20.71	25.13

* period from 13 December 2016 (inception date of the share class AA) to 31 December 2016.

PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE.

11. Portfolio Turnover Ratio and Income Distribution per unit

Financial Year End (FYE)	2018	2019	2020
Portfolio Turnover Ratio ("PTR")	0.32	0.16	0.88

The PTR for FYE2020 is 0.88 times and was higher than FYE2019 mainly due to the increase in trading activities.

	2018		2019		2020	
Manulife Dragon Growth Fund	RM-Hedged Class	USD Class	RM-Hedged Class	USD Class	RM-Hedged Class	USD Class
Gross distribution per unit (sen)	-	-	-	-	-	-
Net distribution per unit (sen)	-	-	-	-	-	-
Given the Fund's investment objective, the Fund is not expected to pay any distribution. Distributions, if any, will be incidental and will vary from period to period depending on market conditions and performance of the Fund.						

Contact Information

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

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

Manulife Investment Management (M) Berhad

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

Customer Service Hotline : 03-2719 9271
 General Line : 03-2719 9228
 Fax : 03-2094 7654
 Email : MY_CustomerService@manulife.com
 Website : www.manulifeinvestment.com.my

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

Securities Industries Dispute Resolution Center (SIDREC)

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

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

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

Consumer & Investor Office

Securities Commission Malaysia

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

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

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

Legal, Secretariat & Regulatory Affairs

**Federation of Investment Managers
 Malaysia**

19-06-1, 6th Floor, Wisma Tune
 No. 19, Lorong Dungun
 Damansara Heights
 50490 Kuala Lumpur.

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