

FORTRESS VALUE TACTICAL FUND

(“the Fund”)

RESPONSIBILITY STATEMENT

This Product Highlights Sheet has been reviewed and approved by the directors of Fortress Capital Asset Management (M) Sdn Bhd 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 this Product Highlights Sheet false or misleading.

STATEMENT OF DISCLAIMER

The relevant information and document in relation to the Fortress Value Tactical Fund, including a copy of this Product Highlights Sheet has been lodged with the Securities Commission Malaysia under the Lodge and Launch Framework.

The lodgement of the relevant information and document in relation to the Fortress Value Tactical Fund, including this Product Highlights Sheet, should not be taken to indicate that the Securities Commission Malaysia recommends the Fortress Value Tactical 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 Fortress Capital Asset Management (M) Sdn Bhd responsible for the Fortress Value Tactical 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.

This Product Highlights Sheet only highlights the key features and risks of the Fortress Value Tactical Fund. Investors are advised to request, read and understand the information memorandum before deciding to invest.

1. What is Fortress Value Tactical Fund?

The Fund is a mixed assets fund managed by Fortress Capital Asset Management (M) Sdn Bhd. The Fund aims to provide medium to long term* capital appreciation.

** medium to long term means a period of 3 years and above.*

2. Fund Suitability

The Fund is suitable for Sophisticated Investors* who:

- wish to gain exposure to the investment securities globally;
- seek capital growth; and
- have a medium to long term investment horizon.

** Please refer to the definition of “Sophisticated Investors” in the information memorandum for more details.*

3. Investment Objective

The Fund aims to provide medium to long term capital appreciation.

4. Key Product Features

Fund Type	Growth.
Fund Category	Mixed Assets.
Investment Strategy	The Fund aims to achieve its investment objective by investing primarily in global equities and equity related securities. The Fund will invest based on a value driven approach.
Reference Benchmark	Absolute return of 7% per annum. <i>The risk profile of the Fund is different from the risk profile of the reference benchmark.</i> <i>This is not a guaranteed return and is only a measurement of the Fund’s performance.</i> <i>The Fund may or may not achieve 7% of the Fund’s net asset value (“NAV”) per annum growth rate in any particular financial year but targets to achieve this growth over the long term.</i>
Launch Date	17 September 2020
Manager	Fortress Capital Asset Management (M) Sdn Bhd
Annual Management Fee	1.25% per annum of the NAV of the Fund.
Sales Charge	Up to 5.00% of the NAV per unit. The Manager may at its absolute discretion reduce or waive the sales charge imposed on any investor from time to time.

Penalty Charge	Nil.
Switching Fee	SGD10 per switch.
Transfer Fee	SGD10 per transfer.
Trustee	CIMB Commerce Trustee Berhad
Annual Trustee Fee	Up to 0.04% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), subject to a minimum fee of RM18,000 per annum.
Minimum Initial Investment[^]	SGD100,000
Minimum Additional Investment[^]	SGD10,000
Minimum Holdings[^]	20,000 units.
Minimum Redemption Amount[^]	20,000 units. If the unit holdings of a unit holder are, after a redemption request, below the minimum holdings of units for the Fund, a request for full redemption is deemed to have been made and the Manager will pay the redemption proceeds to the unit holder.
[^] or such other amount or number of units as may be determined by the Manager at its discretion.	
Distribution Policy	The Fund is not expected to make distribution. However, incidental distribution may be declared whenever is appropriate. The source of income, if any, for the purpose of distribution shall be derived from realised income and/or gain.

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

5. Asset Allocation

Asset Type	% of the Fund's NAV
Equities, equity-related securities and unlisted securities	0% - 100%
Fixed income securities, money market instruments and/or deposits	0% - 100%
Collective investment schemes (including real estate investment trusts and exchange-traded funds)	0% - 100%
Derivatives and structured products	0% - 20%

6. Key Risks

Specific Risks

- (a) **Stock Specific Risk**

Prices of a particular stock may fluctuate in response to the circumstances affecting individual companies such as adverse financial performance, news of a possible merger or loss of key personnel of a company. Any adverse price movements of such stock will adversely affect the Fund's NAV.
- (b) **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 of the Fund 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 of the Fund, this will have an adverse effect on the NAV of the Fund in the base currency of the Fund and vice versa. Investors should note that any gains or losses arising from the fluctuation in the exchange rate may further increase or decrease the returns of the investment.
- (c) **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 in. 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 NAV of the Fund or prices of units to fall.
- (d) **Equity-related Securities Risk**

The pricing of the equity-related securities will depend on the price movements of its underlying equities. Any change to the pricing of the underlying equities would either positively or negatively impact the value of the equity-related securities hence impacting the NAV of the Fund.
- (e) **Credit/Default/Counterparty Risk**

This risk refers to the inability of the issuers to fulfil their financial obligations to the Fund in a timely manner. This risk concerns the Fund's investment in equity-related securities, fixed income securities, derivatives, structured products and money market instruments. To reduce this risk, the Manager emphasizes on stringent credit selection process in selecting issuers and maintain monitoring mechanism to manage this risk.
- (f) **Tactical Asset Allocation Fund Risk**

This Fund is a tactical asset allocation fund where the strategies employed shifts the asset mix of the Fund between equities and equity-related securities, fixed income securities, money market instruments, deposits and collective investment schemes depending on the prevailing market outlook. The Manager's investment decision on the asset allocation may adversely affect the Fund's performance if the assessment concluded by the Manager is not consistent with the market outlook.
- (g) **Derivatives Risk**

The Fund may invest in derivatives relating to, for example, currencies, securities, indices and interest rates. The performance and valuation of the derivatives depend on factors which include but are not limited to the price movement of the underlying assets, volatility of the underlying assets, interest rate levels and correlation of the underlying assets. Any change in the aforesaid factors would either positively or negatively impact the performance

and valuation of the derivatives hence impacting the NAV of the Fund. Investment in derivatives involve costs, may be volatile, and may involve investment risks that may not be proportionate to the investment amount in the derivatives (leverage effect).

(h) Collective Investment Schemes Risk

Investing in collective investment schemes may be more costly to the Fund than if the Fund had invested in the underlying investments directly as the Fund will indirectly be paying the fees and expenses of the collective investment schemes. Additionally, the Fund's investments in real estate investment trusts ("REITs") will involve many of the same risks associated with direct ownership of real estate, including but not limited to possible declines in real estate's value, increase in interest rates and real estate borrowing costs, changes in property taxes, higher operating expenses, damages from natural or man-made disasters, and fall in market rental rates. The Fund's investments in exchange-traded funds ("ETFs") may subject the Fund to additional risks (such as risks related to the changes in the constituent securities of the index that the ETF is tracking which may result in the rise or fall of the price of the ETF or cessation of the index that the ETF is tracking which may result in the termination of the ETF) than if the Fund would have invested directly in the constituent securities of the index. Any adverse price movements of such REITs and ETFs will adversely affect the Fund's NAV.

Investors are reminded that the risks listed above may not be exhaustive and if necessary, they should consult their adviser(s), e.g. bankers, lawyers, stockbrokers or independent professional advisers for a better understanding of the risks.

For more details, please refer to section 5.1 of the information memorandum for the general risks of investing in the Fund.

Note: If your investments are made through an institutional unit trust adviser ("Distributor") which adopts the nominee system of ownership, you would not be deemed to be a unit holder under the deed and as a result, your rights as an investor may be limited. Accordingly, we will only recognize the Distributor as a unit holder of the Fund and the Distributor shall be entitled to all the rights conferred to it under the deed.

7. Valuation of Investment

The Fund will be valued **daily** at **11:00 am** on the next business day except during the initial offer period. If the foreign market in which the Fund is invested in is closed for business, the Manager will value the investment based on the latest available price as at the day the particular foreign market was last opened for business.

Unit holders will be able to obtain the price of a unit for a particular business day from **www.fortresscapital.com.my** after **2:00 pm** two (2) business days after the Fund's valuation point. The price of a unit would also be made available upon request by the unit holders.

8. Exiting from Investment

Submission of Redemption Request	The cut-off time for redemption of units shall be at 2:00 pm on a business day.
Payment of Redemption Proceeds	Redemption proceeds will be paid out within ten (10) business days from the day the redemption request is received by the Manager.
Remittance of Redemption Proceeds	The Manager shall remit the redemption proceeds to the unit holder's banking account.

9. Contact Information

- I. For internal dispute resolution, you may contact:

Clients Servicing Personnel

Tel : 03-2162 1622

Fax : 03-2166 1622

Email : client.services@fortresscapital.com.my

Website : www.fortresscapital.com.my

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

a. via phone to : 03-2282 2280

b. via fax to : 03-2282 3855

c. via email to : info@sidrec.com.my

d. via letter to : Securities Industry Dispute Resolution Center (SIDREC)
Unit A-9-1, Level 9, Tower A
Menara UOA Bangsar
No. 5, Jalan Bangsar Utama 1
59000 Kuala Lumpur

- III. You can also direct your complaint to the Securities Commission Malaysia (SC) even if you have initiated a dispute resolution process with SIDREC. To make a complaint, please contact the SC's Consumer & Investor Office:

a. via phone to : 03-6204 8999

b. via fax to : 03-6204 8991

c. via email to : aduan@seccom.com.my

d. via the online complaint form available at www.sc.com.my

e. via letter to : Consumer & Investor Office
Securities Commission Malaysia
No. 3, Persiaran Bukit Kiara
Bukit Kiara, 50490 Kuala Lumpur