



**FEDERATION OF MALAYSIAN UNIT TRUST MANAGERS**  
( Company No. 272577 - P )

**INVESTMENT MANAGEMENT STANDARD**

<b>REFERENCE NO</b>	<b>: FMUTM/IMS(R&amp;D)-005</b>
<b>DATE ISSUED</b>	<b>: 17 OCTOBER 2006</b>
<b>EFFECTIVE DATE</b>	<b>: 17 JANUARY 2007</b>

**UNIT TRUST SCHEMES WITH FOREIGN PORTFOLIO:  
T+2 PUBLICATION OF SCHEME PRICES, FEES AND CHARGES IN NEWSPAPERS**

**1.0 APPLICATION AND EFFECTIVE DATE**

- 1.1 This Investment Management Standard for Unit Trust Schemes with Foreign Portfolio: T+2 Publication of Scheme Prices, Fees and Charges in Newspapers is made pursuant to Article 63 of the Memorandum of Association and shall come into force on or after 17 January 2007.

**2.0 BACKGROUND**

- 2.1 Clause 14.06 of the Guidelines on Unit Trust Funds (Guidelines) stipulated that Unit Trust Management Companies (UTMCs) must publish daily

- a) unit selling price;
- b) unit repurchase price;
- c) unit Net Asset Value (NAV);
- d) the management fee;
- e) the sales charge; and
- f) the redemption charge

of each and every Unit Trust Schemes (Schemes) managed by the UTMCs in at least one national Bahasa Melayu newspaper and one national English newspaper.

- 2.2 Clause 14.06 also required that the unit prices and NAV published should be the latest notified to the trustee under Clause 11.11(1) of the Guidelines. The publication of unit selling and repurchase price is however not required for Schemes with a limited offer period or closed-ended in nature, where there are no sales or repurchases after the initial offer period.

- 2.3 Currently, most of the Schemes invested in local markets are able to publish the unit prices and NAV as well as fees and charges in the newspaper on the next business day (T+1) except for Schemes invested in overseas markets located in time zones that are significantly different than Malaysia.
- 2.4 For Schemes invested overseas, the valuation point may be extended to 5:00 pm of the next business day of Bursa Malaysia to accommodate markets that are still open after 5:00 pm due to different time zones. Daily unit prices and NAV of these Schemes are hence not available in time for the publication in the newspaper on the next business day (T+1) but are instead published on the next following business day (T+2).

### **3.0 OBJECTIVES**

- 3.1 This Investment Management Standard aims to standardize the publication of the daily unit prices and NAV for all Schemes with foreign portfolio in the newspaper on the next following business day (T+2).

### **4.0 STANDARDIZING T+2 PUBLICATION OF UNIT PRICES AND NAV IN NEWSPAPERS**

- 4.1 For Schemes invested overseas, the valuation point may be extended to 5:00 pm the next business day of Bursa Malaysia to accommodate markets that are still open after 5:00 pm the same business day due to different time zones.
- 4.2 For Schemes with foreign portfolio, UTMCs must publish:
- a) unit selling price;
  - b) unit repurchase price;
  - c) unit Net Asset Value;
- in newspapers at the next following business day of Bursa Malaysia (T+2), together with other information on fees and charges as required by Clause 14.06 of the Guidelines.
- 4.3 In addition, UTMCs are required to comply with the relevant requirements stipulated under any other regulatory requirements, where applicable.
- 4.4 UTMCs are encouraged to disseminate the latest unit prices and NAV as soon as the information is available through other communication channels such as Website and customer service center. The information disseminated to other communication channels may include, if so decided by the UTMCs, information on fees and charges of the Schemes, such as management fee, sales charge and redemption charge.

**5.0 EFFECTIVE DATE**

- 5.1 This Investment Management Standard shall come into force on the date as specified in Clause 1.0 of this Standard Note but earlier adoption of this Investment Management Standard is permitted and encouraged.

**6.0 APPLICABILITY**

- 6.1 This Investment Management Standard shall be applicable to all Schemes with foreign portfolio.

**7.0 EXCEPTIONS**

- 7.1 Notwithstanding Clause 6.1, this Investment Management Standard is not applicable to funds with relevant exemption for Clause 14.06 of the Guidelines duly granted by the SC.

**8.0 DISCLOSURES**

- 8.1 In addition to the disclosures as required under the Guidelines and any other regulatory requirements, sufficient disclosures should be made in the prospectus on the extended fund valuation point, if applicable and its impact on the timing of prices published in the newspapers. And where relevant, the availability of latest prices on members' Website and/ or customer service centre should be disclosed in the prospectus.

**9.0 SYSTEMS AND CONTROLS**

- 9.1 There shall be well defined policies and procedures, controls as well as proper records in place to ensure that the unit prices and NAV as well as other information on fee and charges provided are accurate and consistent.
- 9.2 All pertinent records should be maintained and made available for checking and audit verification purposes.