

Retail Sukuk

BROCHURE

EXCHANGE TRADED SUKUK
INVESTMENT FOR EVERYONE

DanaInfra
NASIONAL BERHAD

MORE CHOICES FOR INVESTORS

Traditionally, Bonds and Sukuk are an asset class available only to high net worth individuals and institutional investors. They have always been seen as a hedge in bearish markets and as a source of long term fixed income stream.

Today, this asset class is now available to the general investing public. Exchange Traded Bonds / Sukuk (“ETBS”) can be bought and sold freely on Bursa Malaysia at daily quoted prices. ETBS are fixed income securities issued by companies or governments to raise funds. Sukuk are akin to Bonds but comply with Shariah principles.

DANAINFRA NASIONAL BERHAD

Driving The Nation Forward

Danainfra Nasional Berhad (“Danainfra”) is a special purpose vehicle established on 3 March 2011 with the main purpose of undertaking the funding of infrastructure projects assigned by the Government of Malaysia (“GoM”). The first infrastructure project to be funded by Danainfra is the Klang Valley MRT Project (“MRT Project”).

Danainfra Nasional Berhad had the privilege of being the first Issuer to embark on the first issuance of the Exchange Traded Sukuk which was listed and traded on Bursa Malaysia Berhad (“Bursa Malaysia”) on 8 February 2013. This product is known as Danainfra Retail Sukuk. From time to time, Danainfra will issue Exchange Traded Sukuk for subscription by the public.

Included as part of this Brochure is basic information and Frequently Asked Questions on Danainfra Retail Sukuk.

KLANG VALLEY MRT PROJECT (“MRT PROJECT”)

Towards Greener and More Efficient Mobility

The MRT Project is a proposed three-line Mass Rapid Transit system in the Klang Valley / Kuala Lumpur. It is the newest addition to the urban rail system in the Klang Valley. The first line of this project is the Sungai Buloh - Kajang Line (“SBK Line”), which stretches 51 km with 31 stations. The Government gave the approval for MRT Line 2 to proceed and is currently finalising a preferred alignment. The alignment and implementation of MRT Line 3 will be determined in accordance with the Greater Kuala Lumpur / Klang Valley Land Public Transport Masterplan. These 3 new MRT lines under the Urban Rail Development Plan (“URDP”) will expand the existing coverage of rail based system by KTM Komuter, Light Rail Transit (“LRT”), Monorail and Express Rail Link (“ERL”). For more updated information on MRT Project, kindly refer to www.mymrt.com.my.

FREQUENTLY ASKED QUESTIONS

About Danalnfra Retail Sukuk

WHAT IS DANAINFRA RETAIL SUKUK?

The Danalnfra Retail Sukuk is an ETBS issued by Danalnfra and guaranteed by the GoM.

WHAT ARE THE KEY BENEFITS OF INVESTING IN DANAINFRA RETAIL SUKUK?

The key benefits of Danalnfra Retail Sukuk are as follows:

- Provides investors an opportunity to diversify their investment portfolio
- Profit Payment is guaranteed by the GoM
- Payment of principal / Face Value at maturity is guaranteed by the GoM
- Fixed semi-annual Profit Payment
- Danalnfra Retail Sukuk will be quoted and tradable on Bursa Malaysia
- Danalnfra Retail Sukuk is an approved Shariah-compliant investment

WHY WAS DANAINFRA RETAIL SUKUK CREATED?

Danalnfra Retail Sukuk is created as part of Danalnfra's efforts to broaden its investors base by allowing participation by retail investors in funding the national infrastructure project i.e. the MRT Project, whilst diversifying their investment portfolio in the bond/sukuk market. The issuance of retail sukuk is also part of the initiatives under the Capital Market Masterplan 2 to facilitate greater retail participation in the bond and sukuk market and intended to make available a wider range of investment products for retail investors.

WHAT WOULD THE PROCEEDS OF DANAINFRA RETAIL SUKUK BE UTILISED FOR?

The proceeds of Danalnfra Retail Sukuk will be utilised to finance the construction and development of the MRT Project.

IS INVESTMENT IN DANAINFRA RETAIL SUKUK SECURED?

The principal amount and profit payment of Danalnfra Retail Sukuk is secured as it is guaranteed by the GoM if held to maturity.

WHERE CAN I GET MORE INFORMATION ON THE TERMS OF DANAINFRA RETAIL SUKUK?

A copy of the Knowledge Pack is available and can be downloaded from the website at www.danainfra.com.my.

WHAT WILL BE THE MINIMUM AND MAXIMUM AMOUNT OF SUBSCRIPTION?

The minimum subscription amount is RM1,000. There is no maximum limit for the subscription amount. Subscriptions will be in multiples of RM1,000.

IS DANAINFRA RETAIL SUKUK SHARIAH-COMPLIANT?

Yes, Danainfra Retail Sukuk is a Shariah-compliant investment. CIMB Islamic Bank Berhad as the Shariah adviser ("Shariah Adviser") has issued a Shariah pronouncement in respect of Danainfra Sukuk and the related structure and mechanism and their compliance with Shariah principles.

WHO IS ELIGIBLE TO APPLY FOR DANAINFRA RETAIL SUKUK?

To apply for Danainfra Retail Sukuk, you must be one of the following:

1. A Malaysian citizen who is at least 18 years old as at the closing date of the retail offering with a Malaysian address;
2. A corporation/institution incorporated in Malaysia with majority shareholding (excluding preference shares) held by Malaysian citizens;
3. A superannuation, cooperative, foundation, provident or pension fund established or operating in Malaysia.

Applications from trustees, persons under 18 years of age, sole proprietorship, partnerships or other incorporated bodies or associations, other than corporations, institutions, referred to (2) and (3) above or the trustees thereof will not be accepted.

HOW DO I SUBSCRIBE TO THE DANAINFRA RETAIL SUKUK?

Applications can be made via:

1. ATMs of the following banks:
 - a. AmBank
 - b. CIMB
 - c. Maybank
 - d. RHB
2. Internet Banking facilities of the following:
 - a. CIMB - www.cimbclicks.com.my
 - b. CIMB Investment - www.eipocimb.com
 - c. Maybank - www.maybank2u.com.my
 - d. RHB - www.rhb.com.my
3. Using Application Form
 - a. The Application Form and Envelope obtainable from Malaysian Issuing House Sdn Bhd or selected branches of the following Participating Financial Institutions :
 - AmInvestment Bank Berhad and AmBank (M) Berhad
 - CIMB Investment Bank Berhad and CIMB Bank Berhad
 - Maybank Investment Bank Berhad and Malayan Banking Berhad
 - RHB Bank Berhad
 - b. Submit the form accompanied by the appropriate remittance and photocopy of the relevant documents using the official envelope by post / courier / hand to the following address :

Malaysian Issuing House Sdn Bhd
Level 6, Symphony House
Pusat Dagangan Dana 1
Jalan PJU 1A/46
47301 Petaling Jaya
Selangor Darul Ehsan

OR

P.O.Box 8269
Pejabat Pos Kelana Jaya
46785 Petaling Jaya

All applications will require a CDS account with Bursa Malaysia.

All applications must be completed and received by the closing date of the respective offer.

CAN I MAKE MULTIPLE APPLICATIONS FOR DANAINFRA RETAIL SUKUK?

No, each investor can only submit one application per issuance. Multiple applications will render all your applications void.

HOW MUCH PROCESSING FEE DO I NEED TO PAY IF I APPLY FOR DANAINFRA RETAIL SUKUK?

You have to pay a processing fee of between RM1.00 to RM2.50 per application for the application made via the ATMs or Internet banking of the Participating Financial Institution.

For manual application, the application form is given for free.

HOW OFTEN WILL PROFIT PAYMENTS BE PAID TO THE HOLDERS OF DANAINFRA RETAIL SUKUK?

The Profit Payments will be paid semi-annually.

WHAT WILL HAPPEN TO MY INVESTMENT IN DANAINFRA RETAIL SUKUK SHOULD THE MRT PROJECT FAIL?

In this event, your investment will not be affected as the Profit Payments and Face Value of Danainfra Retail Sukuk are fully guaranteed by the GoM, irrespective of the outcome of the MRT project.

WILL THE PROFIT RATE FLUCTUATE DURING THE TENURE OF THE DANAINFRA RETAIL SUKUK?

No, the Profit Rate per annum will be fixed throughout the tenure of the Danainfra Retail Sukuk.

HOW WILL I GET PAID ON THE COUPON / PROFIT? IS IT SIMILAR TO STOCKS?

Coupon / profit payments will follow the current dividend payment setup for your trading account, either through electronic payment or cheque from the Issuer's paying agent.

The Profit Payment will be credited directly into the bank account of the holders of Danainfra Retail Sukuk as indicated in the CDS account.

For those without details of bank account in the CDS account, a cheque will be mailed to the correspondence address maintained in the CDS account. Kindly refer to Bursa Malaysia's website at www.bursamalaysia.com.my for further details.

FOR MORE INFORMATION,
PLEASE REFER TO THE DANAINFRA
RETAIL SUKUK KNOWLEDGE PACK AT
www.danainfra.com.my

Disclaimer:

The information within this Brochure does not constitute an offer, recommendation or solicitation to buy or sell Danainfra Retail Sukuk. It does not claim to contain any advice or complete information on Danainfra Retail Sukuk, nor is it a substitute for professional investment advice. As such, it is strongly recommended that you seek professional advice with regard to the investment and the risks associated with investing in Danainfra Retail Sukuk.