



Investment Objective

To achieve capital preservation over the medium term while providing a stable long term and secured income return by investing primarily in a portfolio of investment grade fixed income securities.

Investor Profile

The fund is suitable for investors who seek a stable income stream and have a medium to long term investment horizon.

Investment Strategy & Approach

The Managers employ a rigorous and structured investment approach in evaluating the various bond investments and their credit risks. The fund will be invested in the Malaysian government securities, money market instruments and private debt securities with a minimum rating of A3 by RAM or its equivalent.

Fund Manager

Affin Hwang Asset Management Bhd

Fund Details

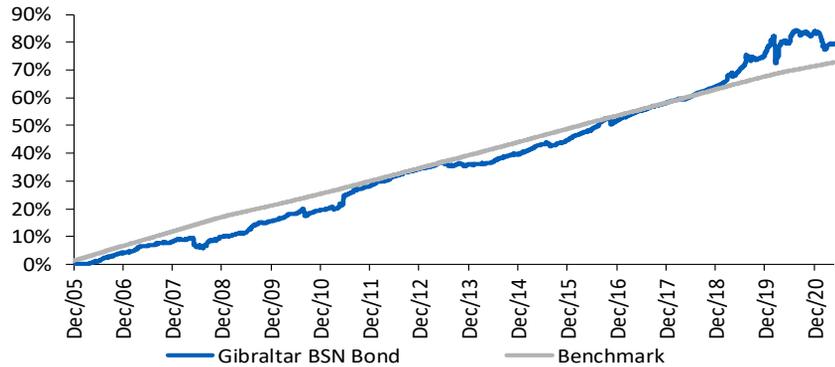
Unit NAV RM0.8528
 Fund Size RM32.3 million
 Inception Date 29 September 2005
 Management Fee 1.00% per annum

Top 5 Holdings

LPPSA 5.1% 6.5%
 IJM Land 5.65% 6.4%
 GII 3.422% 6.3%
 GII 4.467% 6.3%
 PTP 3.95% 4.7%

Data as at 31 May 2021

Cumulative Performance Since Inception as at 31 May 2021



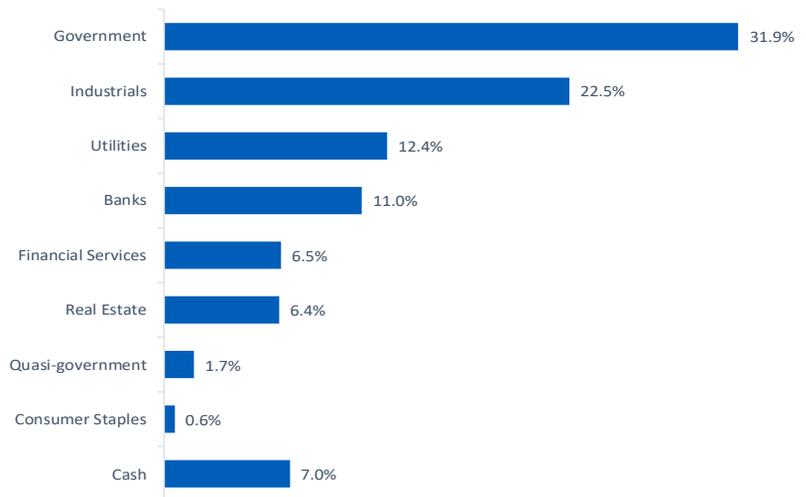
Performance Table as at 31 May 2021

	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since inception
Fund	0.1%	-0.5%	-1.5%	-2.2%	-0.7%	12.4%	21.4%	79.5%
Benchmark	0.3%	0.9%	1.7%	1.4%	3.4%	12.6%	22.0%	72.7%

- Benchmark: 1-year Maybank FD rates + 150 bps
- Source: Bloomberg & Gibraltar BSN Life Bhd

Past performance is not indicative of future performance and the performance of the fund is not guaranteed.

Portfolio Composition as at 31 May 2021



Source: Affin Hwang Asset Management



Manager's Comment

The Fund has appreciated by 77.6% since inception on 29th Sept 2005 or by 3.8% compounded annual return.

Market Review

In the month of May, US Treasury yields traded range bound despite improving economic data and inflation concerns. The US Federal Reserve continued to reinforce loose and accommodative policies, and have acknowledged the higher inflation but expect it to be transitory.

Locally, MGS yields moved higher after the announcement of a full nationwide lockdown as market sentiment turned weak. Meanwhile, credit spreads tightened during the month due to strong demand and corporate bond valuations have turned less attractive vs the previous month.

Market Outlook

We believe major central banks are unlikely to raise rates anytime soon and will take a wait-and-see approach to see sustainability of economic data and inflation trend amidst downside risks. Bank Negara Malaysia (BNM) and the Ministry of Finance (MoF) are expected to revise the 2021 GDP growth and fiscal deficit target as a result of the full-scale lockdown.

We have a trading stance for government bonds and aim to buy on dips should valuations turn attractive. In the corporate bond space, we continue to favor short to mid-term tenure from the primary market for yield pick up while being mindful of credit selection with preference towards good quality credits. We are also cautious on duration and look to stay short to neutral at this front (0.90x to 1.0x benchmark duration).

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