

FWD BOND FUND

September 2025

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 as stable income stream and have a medium to long term investment horizon.

Investment Strategy & Approach The Manager employ a rigorous and structured investment approach in evaluating the various bond investment 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

AHAM Asset Management Berhad

Fund Details

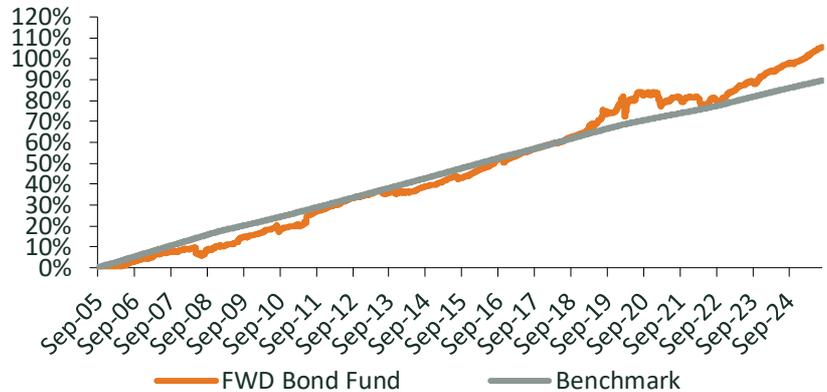
Unit NAV	RM0.9767
Fund Size	RM34.8 million
Inception Date	29 September 2005
Management Fee	1.00% per annum

Top 5 Holdings

LPPSA 2048 5.1%	6.8%
Sabah Credit Corp 2031 4.02%	5.8%
IJM Land 2026 5.65%	5.8%
Gas Malaysia 2029 3.85%	5.2%
Pengurusan Air 2031 4.51%	4.5%

Data as at 31 August 2025

Cumulative Performance Since Inception as at 31 August 2025



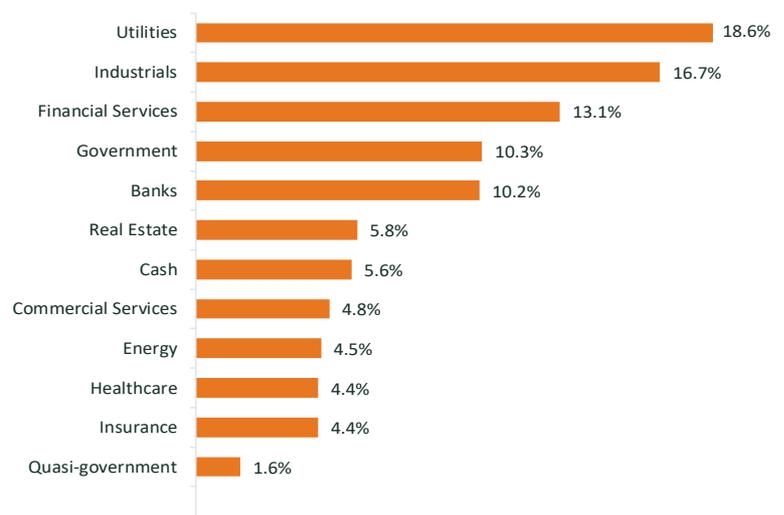
Performance Table as at 31 August 2025

	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since inception
Fund	0.3%	1.2%	2.8%	3.5%	4.2%	13.5%	11.8%	105.6%
Benchmark	0.3%	1.0%	2.0%	2.6%	4.0%	12.5%	19.3%	89.5%

- *Benchmark: 1-year Maybank FD rates + 150 bps*
- *Source: Bloomberg & FWD Insurance Berhad*
- *Past performance is not indicative of future performance and the performance of the fund is not guaranteed.*
- *This is strictly the performance of the investment fund, and not the returns earned on the actual premiums/contributions paid of the investment-linked product.*
- *The above returns are calculated using NAV to NAV prices, with any income or dividends reinvested, according to this formula:*

$$\frac{\text{Net Asset Value Per Unit At Current Period}}{\text{Net Asset Value Per Unit At Previous Period}} - 1$$

Portfolio Composition as at 31 August 2025



Source: AHAM Asset Management Berhad

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Manager's Comment

On a month to date basis, the Fund recorded a return of 0.3%, matching Benchmark's performance.

Market Review

In August, short-end UST yields fell on intensifying rate cut expectations – 2 to 3-year UST priced in a very dovish Fed amid political influence. Inflation expectations and US fiscal concerns kept long-end steep. UST 2-year, 10-year and 30-year ended June at 3.62% (-34 bps), 4.23% (-15 bps) and 4.93% (+3 bps) respectively.

MGS short-term yields fell amid improved domestic liquidity, dovish central banks (globally and regionally) – benefitted 2 to 3-year tenures. Long-end yields continued to be met with persistent demand, despite a heavy duration supply in August. The 3-year, 10-year and 30-year MGS ended August at 3.02% (m/m: -7 bps), 3.40% (m/m: +2 bps) and 3.88% (m/m: -2 bps) respectively. We expect maturities from MGS 9/25 and GII 10/25 to keep bond market supported. Malaysia is on-track for 3.8% fiscal deficit target in 2025 to anchor domestic bond yields.

Market Outlook

With private consumption and domestic investment to sustain Malaysia growth path while navigating trade uncertainties, we expect OPR to remain at 2.75% for 2025, with dovish tilt in 2026. Evolving target subsidy mechanism shall help to keep cost of living in check while reducing fiscal burden. Mild normalisation of credit spreads is expected due to increased primary issuances.

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