



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

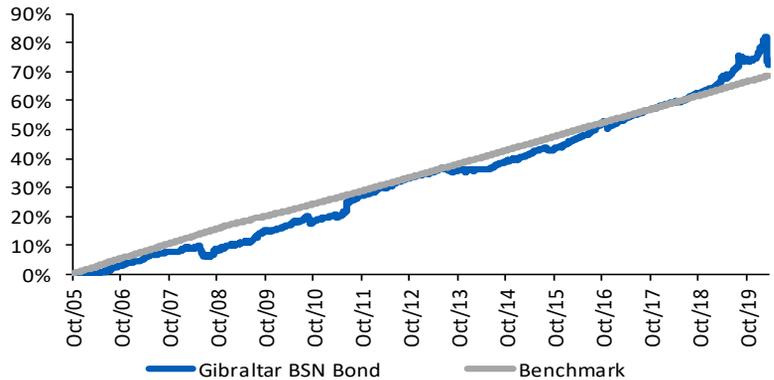
Unit NAV RM0.8259
 Fund Size RM30.3 million
 Inception Date 29 September 2005
 Management Fee 1.00% per annum

Top 5 Holdings

LPPSA 5.1% 7.1%
 YTL Power International 4.99% 6.9%
 IJM Land 5.65% 6.7%
 Prasarana Malaysia 5.23% 5.4%
 MGS 4.369% 5.3%

Data as at 31 March 2020

Cumulative Performance Since Inception as at 31 March 2020



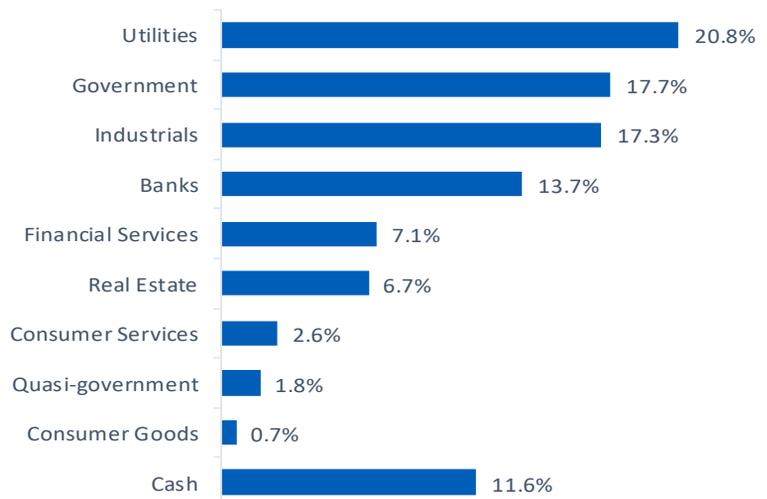
Performance Table as at 31 March 2020

	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since inception
Fund	-4.0%	-0.8%	-0.3%	-0.8%	3.7%	13.2%	23.0%	73.9%
Benchmark	0.4%	1.1%	2.2%	1.1%	4.6%	14.1%	23.5%	68.5%

- 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 March 2020



Source: Affin Hwang Asset Management



Manager's Comment

The Fund has appreciated by 73.9% since inception on 29th Sept 2005 or by 3.9% compounded annual return.

Market Review

The local bond market sold off in March due to the lower global oil prices coupled with the Covid-19 virus outbreak. The selloff in March wiped any gains from the first two months of 2020 as foreign investors exited the domestic market while domestic investors faced tight liquidity pressures. Investors were also concerned on the fiscal deficit due to the larger than expected stimulus coupled with lower global oil prices.

In March, Bank Negara Malaysia also cut its statutory reserve ratio ("SRR") by 100 bps to 2.00%, releasing RM30billion into the banking system, as the economy grapples with a coronavirus outbreak and plunging oil prices. This was the second reduction in SRR in four months, and it came just weeks after the bank slashed its key interest rate to 2.50%. Bank Negara also announced a six month moratorium on all loan repayments to assist individuals, SMEs and corporations experiencing temporary financial constraints due to the Covid-19 outbreak.

Market Outlook

Amidst the severity of the Covid-19 pandemic, the case for global central banks to remain dovish has grown even stronger. Further stimulus package may be announced if the current economic stimulus is insufficient to defend the economic impact of the pandemic. We do not discount the scenario that Bank Negara may further cut the Overnight Policy Rate by at least 25 bps in the next Monetary Policy Committee meeting on 5th May or sooner.

On the corporate bond segment, we expect new primary issuances to be on hold as investors continue to remain side lined due to market volatility.

Based on the above, we favor a slightly short to neutral duration to minimize the impact of rising yields. We aim to re-enter the market once the market stabilizes and purchase yields at a higher rate.

For Internal Use Only

Disclaimer

This report is for information only and is purely a product summary. Please refer to the product fact sheet available at www.gibraltarsbn.com for further details. This report shall not be reproduced, copied, circulated or forwarded either in part or otherwise to any persons howsoever without the prior written consent of Gibraltar BSN Life Berhad. The opinions and information contained herein are based on the latest available data which is believed to be reliable. It is not to be construed as an offer, invitation or solicitation to buy or sell any securities or financial instruments covered by this report. Gibraltar BSN Life Berhad does not warrant the accuracy of anything stated herein in any manner whatsoever and no reliance upon such statement by anyone shall give rise to any claim whatsoever against Gibraltar BSN Life Berhad and/or its associated persons. Gibraltar BSN Life Berhad and/or its associated persons may from time to time have an interest in the securities or financial instruments mentioned by this report. Past Performance of the Funds mentioned in the Report is not an indication of its future performance. Investors/policy holders should rely on their own evaluation to assess the merits and risks of the investment. In considering to invest in an investment-linked fund, investors/policy holders who are in doubt on the action to be taken should consult a professional adviser. Investors/Policy holders have to take note that investments can fluctuate in value and values may fall as well as rise and an investor/policy holder may not get back the amount invested.