



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

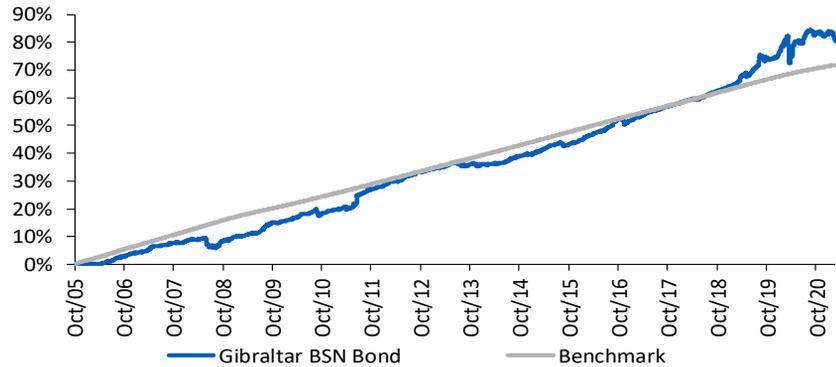
Unit NAV RM0.8572
 Fund Size RM32.4 million
 Inception Date 29 September 2005
 Management Fee 1.00% per annum

Top 5 Holdings

LPPSA 5.1% 6.7%
 IJM Land 5.65% 6.4%
 GII 4.467% 6.4%
 GII 3.422% 6.4%
 PTP 3.95% 4.8%

Data as at 28 February 2021

Cumulative Performance Since Inception as at 28 February 2021



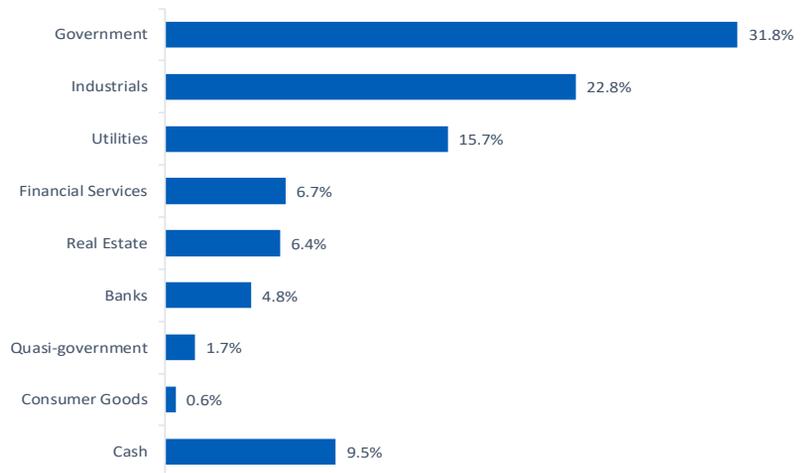
Performance Table as at 28 February 2021

	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since inception
Fund	-1.6%	-1.0%	-1.9%	-1.7%	-0.3%	13.5%	23.4%	80.5%
Benchmark	0.3%	0.8%	1.7%	0.5%	3.5%	13.0%	22.3%	71.9%

- 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 28 February 2021



Source: Affin Hwang Asset Management



Manager's Comment

The Fund has appreciated by 80.5% since inception on 29th Sept 2005 or by 3.9% compounded annual return.

Market Review

In February, benchmark U.S. Treasury (UST) yields spiked to their highest since the pandemic began due to growth optimism, inflation concerns and large UST supply. The 10-year UST yield was up 34bps at 1.40% and touched as high as 1.52% - the highest in a year. As a result, the local bond market took a beating. Government bonds' curve bear steepened, tracking the synchronized yield surge globally, and compounded by the announcement of unconditional i-Sinar withdrawal.

PDS primary offerings were muted in February as the rise in yields have dented issuers interests. Meanwhile, Malaysia's 4Q2020 GDP shrank to -3.4% year-on-year (3Q2020: -2.6%) as CMCO 2.0 came into effect in mid-Oct 2020 to early-Dec 2020. Elsewhere, inflation remained in negative territory with CPI declining by 0.2% year-on-year in January 2021 (Dec 2020: -1.4%).

Market Outlook

On the global front, we view the global growth and inflation expectations are being reshaped by vaccine rollouts and fiscal stimulus. Rising yields will inevitably weight on Ringgit bonds due to (i) higher global government bond supply, (ii) weaker demand as investors remained sidelined and (iii) reaching the tail end of the global rate cut cycle. Against this backdrop, we expect global bond yields curve, to bear-steepen.

We also expect higher PDS issuances in coming months as issuers are expected to tap the market post BNM's decision to maintain the OPR. With this in mind, we target a short-to-neutral duration to cushion any impact of rising yields. We also prefer to deploy cash into primary issuances which has higher yields.

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.gibraltarbnsn.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.