

Fund Manager's Commentary

In October-22, the domestic yield curve flattened, with the short-end of the yield curve rising while the long end declined as central banks maintained their hawkish stance. In particular, 3Y Government Investment Issue ("GII") 10/25 increased by 7 bps MoM while the 30Y GII 05/52 fell by circa 8 bps MoM. Corporate sukuk issuances saw an uptick as corporates pushed ahead with borrowing to lock in interest rates ahead of rising interest rates. We maintain our expectations of Bank Negara Malaysia to stay on course with its interest rate normalisation pathway in the coming months, noting that the domestic yield curve has to a certain degree priced in multiple Overnight Policy Rate hikes.

Strategy-wise, we see value in the present steepness of the belly of the credit curve, particularly as the 3-7 year portion remains fairly steep, making for an attractive rolldown play.

Cumulative Fund Returns (%)

	YTD 31/12/2021 To 31/10/2022	1 Month 30/9/2022 To 31/10/2022	3 Months 31/7/2022 To 31/10/2022	6 Months 30/4/2022 To 31/10/2022
Fund	-1.16	0.28	-0.39	1.38
Benchmark	1.81	0.21	0.62	1.17

Cumulative Fund Returns (%)

	1 Year 31/10/2021 To 31/10/2022	3 Years 31/10/2019 To 31/10/2022	5 Years 31/10/2017 To 31/10/2022	Since Commencement 5/1/2017 To 31/10/2022
Fund	0.03	7.81	25.97	31.69
Benchmark	2.14	6.98	14.57	17.74

Calendar Year Returns (%)

	2021	2020	2019	2018	2017
Fund	0.83	7.01	10.35	6.07	5.49
Benchmark	1.95	2.50	3.45	3.54	3.32

Source: Refinitiv Lipper

Notes:

Performance data is calculated based on the changes in the Fund's NAV price per unit for the specified length of time and on the assumption that any dividends declared are reinvested into the Fund. Performance figures are presented in cumulative basis, unless indicated otherwise.

The Fund was launched on 7 November 2012. However, there were no units in circulation for the period between 21 March 2016 and 4 January 2017. As such, the Fund's performance figures are only available from 5 January 2017 onwards.

* The Fund was launched as a single class wholesale fund on 7 November 2012. Following the approval obtained from the unit holders at a unit holders' meeting, the Fund was subsequently converted to a unit trust fund and split to Class I and Class R on 1 October 2022. Hence, performance data prior to 1 October 2022 as shown in this material reflects the performance of the Fund as a single class wholesale fund.

FUND'S PAST PERFORMANCE IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE

Investment Objective

The Fund seeks to provide investors with regular income distributions through investments in Islamic deposits, Islamic money market instruments and sukuk.

Benchmark

12-month Malayan Banking Berhad General Investment Account Rate.

Distribution Policy

Distribution of income, if any, is on quarterly basis and may be made from realised gains, realised income and/or out of capital.

Key Facts

Launch Date	07-Nov-12*
Fund Category	Islamic Fixed Income
Year End	31 December
Fund Size	MYR 430.52 million
Class Size	MYR 42.12 million
Units in Circulation (Class R)	39.46 million
NAV per Unit (Class R)	MYR 1.0674
Transaction cut-off time	Daily; 4:00 pm
Redemption Period	T + 3 business days

Sales charge

Nil

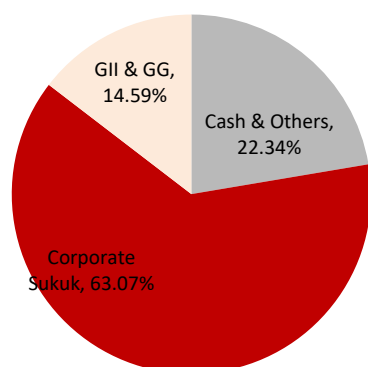
Management fee

Up to 0.40% per annum of the NAV of the Class.

Trustee fee

Up to 0.03% per annum of the NAV of the Fund, subject to a minimum fee of RM12,000 per annum.

Asset Allocation*



*Presented as a % of NAV as at 31 Oct 2022

Percentages may not add up to 100% due to rounding.

Included in 'Cash & Others' are cash on hand and Islamic deposits and other net current assets/liabilities.

Top Holdings*

Government of Malaysia	11.17%
Infracap Resources Sdn Berhad	9.01%
Zamarad Assets Berhad	4.64%

Rating Profile*

NR (GII & GG)	14.59%
AAA	21.61%
AA2	6.97%
AA3	16.19%
A1	10.34%
A2	3.48%
A3	3.58%
BBB2	0.90%

Sector Breakdown*

PUBLIC FINANCE	20.17%
FINANCIAL SERVICES	19.74%
INFRASTRUCTURES AND UTILITIES	15.95%
DIVERSIFIED HOLDINGS	9.09%
PROPERTY AND REAL ESTATE	5.73%
CONSTRUCTION AND ENGINEERING	3.55%
TRANSPORTATION	3.42%

Distribution By Financial Year

	2021	2020	2019
Distribution (RM)	0.0427	0.0486	0.0498
Distribution Yield (%)	3.90	4.31	4.52

Disclaimer:

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