

Fund Manager's Commentary

In April-2023, the domestic government bond market rallied amidst a bull flattening of the yield curve as the global economic outlook continued to moderate. Markets began to price-in the end of global central banks' rate hike cycles. In particular, front-end of the Malaysian Government Securities ("MGS") yield curve fell by 6-8 bps MoM while belly to long-end of the curve plunged 16-26 bps MoM. Meanwhile, corporate bonds continued its strong outperformance, leading to narrower credit spreads as domestic real money investors reached for yield especially on the longer end of the credit curves.

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.

Investment Objective

The Fund seeks to generate regular income by investing in fixed income securities whilst carefully considering capital preservation on behalf of its investors.

Benchmark

12-month Malayan Banking Berhad Fixed Deposit Account Rate

Distribution Policy

Subject to availability of income, distribution will be on monthly basis.

Cumulative Fund Returns (%)

	YTD 31/12/2022 To 30/4/2023	1 Month 31/3/2023 To 30/4/2023	3 Months 31/1/2023 To 30/4/2023	6 Months 31/10/2022 To 30/4/2023
Fund	2.73	0.60	1.35	4.34
Benchmark	0.94	0.23	0.69	1.41

Cumulative Fund Returns (%)

	1 Year 30/4/2022 To 30/4/2023	Since Commencement 29/07/2020 To 30/4/2023
Fund	6.49	4.27
Benchmark	2.57	5.94

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.

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

Key Facts

Launch Date	28-Jul-20
Fund Type	Wholesale – Fixed Income
Year End	31 March
Fund Size	MYR 266.18 million
Units in Circulation	272.01 million
NAV per Unit	MYR 0.9786
Transaction cut-off time	Daily; 4:00 pm
Redemption Period	T + 3 business days

Sales charge
Nil

Management fee
Up to 0.25% per annum of the NAV of the Fund.

Trustee fee
Up to 0.03% per annum of the NAV of the Fund with a minimum of RM12,000.00 per annum.

Calendar Year Returns (%)

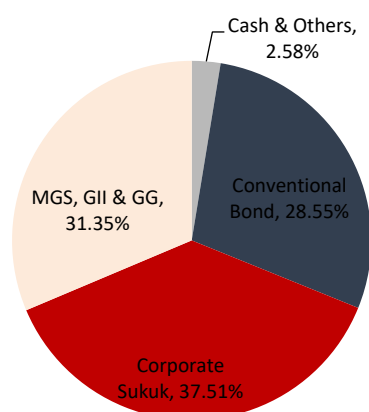
	2022	2021	2020
Fund	1.83	-1.02	0.71
Benchmark	2.24	1.85	0.79

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. Calendar year returns for 2020 are measured from its commencement date of 29 July 2020.

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

Asset Allocation*



*Presented as a % of NAV as at 28 Apr 2023

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

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

Distribution By Financial Year

	2022
Distribution (RM)	0.0326
Distribution Yield (%)	3.39

Top Holdings*

Government of Malaysia	22.24%
GENM Capital Berhad	13.40%
Malayan Banking Berhad	9.21%

Rating Profile*

NR (MGS, GII & GG)	31.35%
AAA	7.09%
AA1	43.75%
AA2	5.75%
AA3	9.47%

Sector Breakdown*

Public Administration	29.34%
Financial	24.28%
Consumer Discretionary	17.15%
Transportation and Storage	15.18%
Real Estate	7.56%
Energy and Utilities	3.92%

Disclaimer:

This marketing material was prepared by Nomura Asset Management Malaysia Sdn. Bhd. (Registration No. 200601028939 (748695-A)) ("NAMM") based on data available to NAMM as of 30 April 2023 for information purposes only and is not intended as an offer, solicitation or recommendation with respect to the purchase or sale of any particular investment. This marketing material has not been reviewed by the Securities Commission Malaysia ("SC"). Nomura Ringgit Bond Fund 2 ("Fund") is a wholesale fund offered to Sophisticated Investors based on the definition as set out in the Securities Commission Malaysia's Guidelines on Unlisted Capital Market Products Under the Lodge and Launch Framework. Before investing in the Fund, investors are advised to read and understand the contents of the Fund's Information Memorandum dated 10 April 2023 ("IM") and Product Highlights Sheet ("PHS") which highlights the key features and risks of the Fund. Both the IM and PHS have been lodged with the SC but it should not be taken to indicate that SC recommends the Fund. SC takes no responsibility for the contents of the IM, the PHS and this marketing material; makes no representations as to their accuracy or completeness; and expressly disclaims all liability arising from, or in reliance upon the whole or any part of their contents. Though the information contained herein has been obtained from sources believed in good faith to be reliable upon the issuance date, NAMM reserves the right to make changes or corrections to the information herein at any time without notice. Copies of the IM and PHS can be obtained from our office and application for units can only be made on receipt of an application form referred to and accompanying a copy of the IM. Among others, investors should be aware: i) of the risks and costs involved in investing in the Fund; ii) that the price of units (in the Fund) and distributions payable (if any) may go down as well as up; and iii) that past performance of the Fund and target fund (if any) should not be taken as an indication of its future performance. Investors should make their own risk assessment and seek professional advice, where necessary.