

Nomura Ringgit Bond Fund 2

June 2025

Fund Manager's Commentary

Despite the downward shift in the UST curve, owing to expectations for the upcoming tariff announcements by the US administration alongside elevated geopolitical tensions arising from the Israel-Iran war, the domestic bond market was relatively stable over the month. Save for 10Y MGS 07/35 which rallied 6 bps MoM, the rest of the MGS curve ended the month between -1 to +2 bps MoM.

Strategy-wise, we have taken the opportunity to take profit and reinvest the portfolio to improve the credit quality of the portfolio. We endeavour to increase our holdings of corporates to better return for the portfolio. We currently see better value in the roll down in the belly of the curve and are concerned on the risk of a weakness in the market in the medium term.

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 31/12/2024 To 30/6/2025	1 Month 31/5/2025 To 30/6/2025	3 Months 31/3/2025 To 30/6/2025	6 Months 31/12/2024 To 30/6/2025
Fund	2.71	0.33	1.45	2.71
Benchmark	1.23	0.20	0.61	1.23

Cumulative Fund Returns (%)

	1 Year 30/6/2024 To 30/6/2025	3 Year 30/6/2022 To 30/6/2025	Since Commencement 29/7/2020 To 30/6/2025
Fund	4.70	16.73	15.38
Benchmark	2.54	8.45	12.38

Calendar Year Returns (%)

	2024	2023	2022	2021
Fund	4.35	6.06	1.83	-1.02
Benchmark	2.67	3.01	2.24	1.85

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.

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 274.26 million
Units in Circulation	272.01 million
NAV per Unit	MYR 1.0083
Transaction cut-off time	Daily; 4:00 pm
Redemption Period	T + 3 business days

Sales charge

Nil

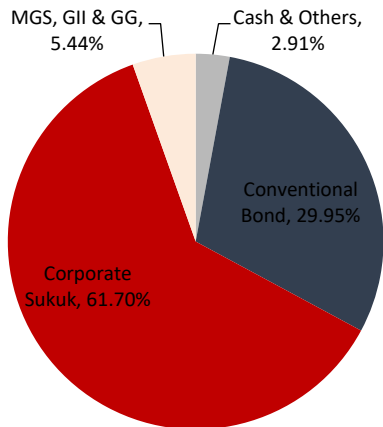
Management fee

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.

Asset Allocation*



*Presented as a % of NAV as at 30 Jun 2025

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

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

Top Holdings*

GENM Capital Berhad	9.48%
Malayan Banking Berhad	9.19%
Sabah Development Bank Berhad	7.41%

Rating Profile*

NR (MGS, GII & GG)	5.44%
AAA	9.48%
AA1	43.95%
AA2	4.72%
AA3	29.76%
A1	3.73%

Sector Breakdown*

Financial	35.15%
Real Estate	15.68%
Consumer Discretionary	15.14%
Transportation and Storage	10.44%
Industrials	10.28%
Energy and Utilities	4.93%
Public Administration	3.61%
Cash & Others	2.91%
Health Care and Social Work	1.87%

Distribution By Financial Year

	2025	2024	2023	2022
Distribution (RM)	0.0342	0.0300	0.0290	0.0326
Distribution Yield (%)	3.42	3.02	2.98	3.39

Disclaimer:

Based on the Fund's portfolio returns as at 31 May 2025, the Volatility Factor (VF) for the Fund is 1.34 and is classified as "Very Low" (Source: Refinitiv Lipper). "Very Low" includes funds with VF that are above 0.00 but not more than 4.715. The VF means there is a possibility for the Fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Refinitiv Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The Fund's portfolio may have changed since this date and there is no guarantee that the Fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

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 June 2025 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 and the First Supplementary Information Memorandum dated 15 February 2024 ("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.