

FUND OBJECTIVE

To achieve medium to long term capital appreciation through investments primarily in Malaysian bonds

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	30.19 million units (28 February 2015)
Fund Size	RM 35.46 million (28 February 2015)
Unit NAV	RM 1.1747 (28 February 2015)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	12 month FD
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long term investment horizon Want a diversified portfolio of fixed interest securities Are looking for a less volatile investment but can accept lower returns
Fees	<ul style="list-style-type: none"> Management fee: 1.0% p.a. Switching Fee: 3 free fund switches per policy year

ASSET ALLOCATION

Bonds/ Debentures	80% - 98%	Cash	Up to 20%
----------------------	-----------	------	-----------

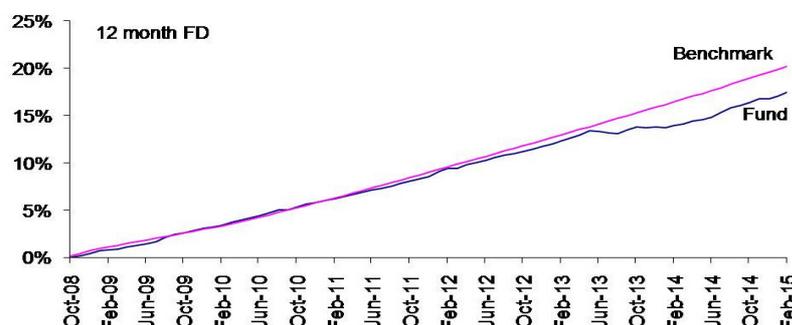
WHERE THE FUND INVESTS

Corporate Bond	93.93%
Government Bond	-
Short Term Paper	-
Cash	6.07%
Total	100.00%

TOP 10 HOLDINGS

Berjaya Land Bhd	4.750% 15/12/2017	14.30%
AMMB Hldg Bhd	4.30% 08/08/2017	14.08%
UEM Sunrise Bhd	4.6% 13/12/2018	8.57%
Amlslamic Bank Bhd	4.40% 30/09/2021	5.77%
HSBC Bank Malaysia Bhd	4.35% Due 6/28/2017 JD28	5.73%
Perbadanan Kemajuan N.Selangor	4.35% 28/10/2016	5.72%
UniTapah Sdn Bhd	4.900% 12/06/2018	5.72%
Hong Leong Bank Bhd	4.35% 05/05/2021	5.72%
Teknologi Tenaga Perlis	4.51% 31/01/2020	5.70%
First Resources Ltd	4.30% 08/12/2017	5.68%

PERFORMANCE RECORD



NAV TO NAV

%	MTD	YTD	1-Year	3-Year	Since Inception
Fund*	0.32	0.62	3.10	7.40	17.48
Benchmark	0.27	0.53	3.22	9.71	20.19

*Calculation of past performance is based on NAV-to-NAV

Notice: Past performance of the fund is not an indication of its future performance which may differ. The fund performance is not guaranteed.

FUND'S MANAGER COMMENTS

The Fund's performance for the month of February was 0.32% as compared to its benchmark of 0.27%.

Sovereign bond yields bull steepened in February following demand for the Malaysian Government Securities on the back of the dovish comments from the U.S Fed President Janet Yellen and monetary easing by regional central banks. Meanwhile, trading volume for corporate bonds fell in February due to the holiday shortened month. Most of the trades were centered on government guaranteed issuances. This was not helped by the smaller new corporate issuance during the month. Credit spreads widened for the short end while the longer end saw credit compression.

During the month, we also saw central bank governor Tan Sri Dr Zeti commented that that the Ringgit was undervalued and expected the currency to reflect underlying fundamentals. Also, she added that the current monetary policy remains accommodative. We opine that Bank Negara is likely to keep the Overnight Policy Rate ("OPR") stable on the back of moderating global and domestic growth prospects and softening oil prices.

With the support in the sovereign bonds, we expect credit spread to tighten as players switch into higher yielding corporate bonds as alternative to sovereign bond. As such, we aim to be fully invested and neutral benchmark duration with concentration on selective corporate bonds from the primary and secondary market with higher yields for better yield enhancement.

Disclaimer:

The benchmark performance is not a guide to future performances which may differ. The performance of the fund is not guaranteed. The value of the fund will fluctuate and may fall below the amount of premiums paid and the fund value depends on the actual performance on the underlying investment.

Any income distribution from the underlying assets of the investment-linked fund will be automatically reinvested into the respective investment-linked fund. The policy owner's total number of units will not change as a result of the reinvestment.