

## 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	27.66 million units (31 January 2014)
Fund Size	RM 31.44 million (31 January 2014)
Unit NAV	RM 1.1368 (31 January 2014)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	12 month FD

Risk Profile	Suitable for investors:
	<ul style="list-style-type: none"> <li>Have a medium to long term investment horizon</li> <li>Want a diversified portfolio of fixed interest securities</li> <li>Are looking for a less volatile investment but can accept lower returns</li> </ul>
	Fees
	<ul style="list-style-type: none"> <li>Management Fee: 1.000% p.a.</li> <li>Switching Fee: 3 free fund switches per policy year</li> </ul>

## ASSET ALLOCATION

Bonds/ Debentures	75% - 98%	Cash	Up to 25%
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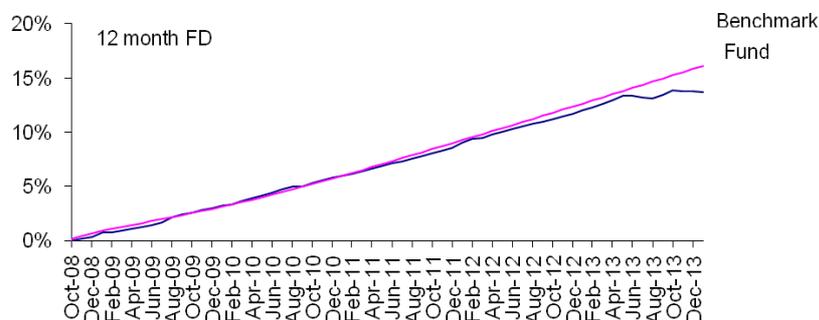
## WHERE THE FUND INVESTS

Corporate Bond	77.16%
Government Bond	3.24%
Short Term Paper	6.31%
Cash	13.29%
Total	100.00%

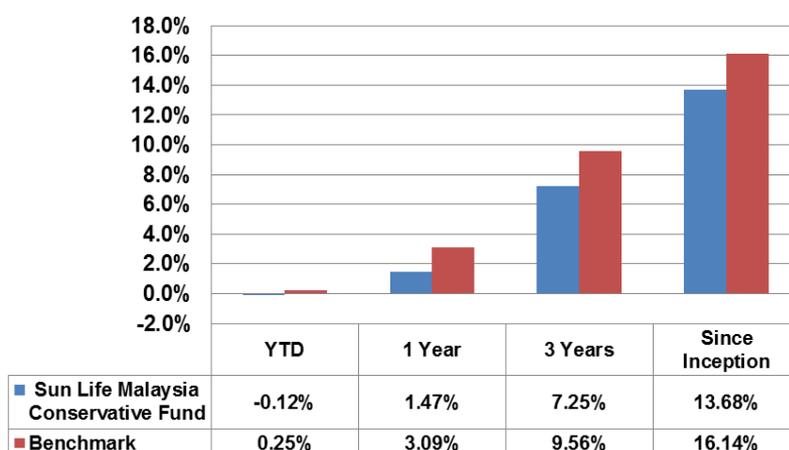
## TOP 10 HOLDINGS

Tanjung Bin Energy Issuer Berhad	4.87%	15/03/2019	6.58%
Tanjung Bin Power Sendirian Berhad	4.66%	14/08/2020	6.52%
Sabah Credit Corp	5.30%	07/05/2014	6.47%
Kuala Lumpur Kepong Berhad Projek	- 3.88%	10/10/2016	6.44%
Perbadanan Kemajuan Negeri Selangor	4.35%	28/10/2016	6.44%
Teknologi Tenaga Perlis	- 4.51%	31/01/2020	6.40%
First Resources Limited	4.30%	08/12/2017	6.37%
Malakoff Corp Berhad	274D	18/04/2014	6.31%
Projek Lebuhraya Usahasama Berhad	- 4.40%	12/01/2022	6.27%
Aman Sukuk Berhad	4.23%	27/07/2027	5.87%

## PERFORMANCE RECORD



## NAV TO NAV



## FUND MANAGER'S COMMENTS

The Fund's performance for the month of January was -0.12% as compared to its benchmark of 0.25%.

Bank Negara Malaysia kept the Overnight Policy Rate unchanged at 3.00% at its January's meeting. During the month, the Malaysian Government Securities yield curve traded higher on the belly of the curve as investors sold off in tandem with the weaker Ringgit.

The volatility in the MGS market is expected to continue with yields likely to trade in a wider range. We expect that the MGS yield curve will show a slight steepening in 2014 as investors shun the long end of the curve. However, smaller gross and net issuances in 2014 will help to support the market as yields become more attractive.

Although credit spreads have widened in January, the spreads are still dealing below the long term average of the past 7 years. Hence, credit spreads are likely to widen as market readjust itself to the higher MGS yields. As such, we prefer the short to mid duration papers and higher coupon corporate bonds to cushion the impact of any rising yields.

### 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.