

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	29.97 million units (31 January 2016)
Fund Size	RM 36.19 million (31 January 2016)
Unit NAV	RM 1.2077 (31 January 2016)
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.
Taxation	8% of annual investment income

ASSET ALLOCATION

Bonds/ Debentures	80% - 98%	Cash	Up to 20%
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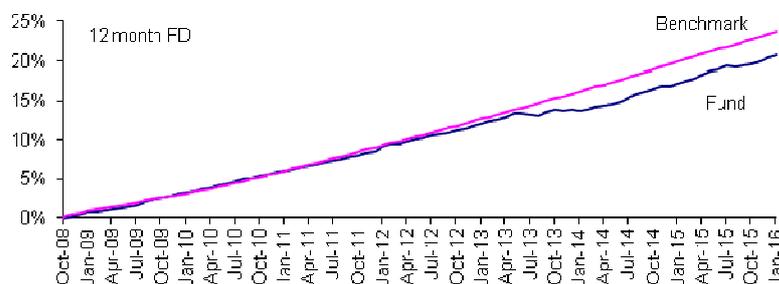
WHERE THE FUND INVESTS

Corporate Bond	96.63%
Government Bond	-
Short Term Paper	-
Cash	3.37%
Total	100.00%

TOP 10 HOLDINGS

AMMB Hldg Bhd	4.30%	08/08/2017	14.06%
Prominic Bhd	5.05%	05/05/2061	14.01%
Berjaya Land Bhd	4.750%	15/12/2017	13.95%
Krung Thai Bank PCL	5.100%	4/7/2025	11.12%
UEM Sunrise Bhd	4.6%	13/12/2018	8.34%
Bumitama Agri Ltd	5.25%	18/03/2019	5.73%
Tanjung Bin Power Sdn Bhd	4.66%	14/08/2020	5.66%
UniTapah Sdn Bhd	4.900%	12/06/2018	5.59%
Teknologi Tenaga Perlis	4.51%	31/01/2020	5.54%
Temasek Eksklusif Sdn Bhd	4.620%	20/11/2019	4.17%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	0.35	0.35	0.98	1.17	3.13	7.80	20.77
Benchmark	0.27	0.27	0.80	1.61	3.25	9.86	23.76

*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 January 2016 was 0.35% as compared to its benchmark of 0.27%.

Malaysian Government Securities ("MGS") rallied in January 2016 along with the Government Investment Issues ("GII") as investors took up positions after staying sidelined during the December 2015 month. Demand for MGS was strong as onshore real money extended out the curve to search for relative yield pickup after Bank Negara cut the Statutory Reserve Requirement and as the Government assured that fiscal consolidation remains on track in meeting the budget deficit of 3.1% in 2016.

Meanwhile, the policy actions by major central banks last month had a bearish bias indicating that we are still in an easing cycle. As such, the market has priced in a more gradual pace of the hiking cycle by the Federal Reserve in 2016.

Currently, we believe the sovereign market to range bound in view of limited downside on yields. For Corporate Bonds, credit condition is expected to be stable over the short to medium term on the back of resilient economy and stable interest rate environment. However, there would be large PDS issuances in the coming months as new toll road bonds expected to flush the market. As such, we expect Corporate Bond yields to be pressured in the near-term but credit spreads to tighten once market sentiment improves and the large issuances are out of the way. We aim to participate in primary issuances and have a preference for corporate bonds for 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.