

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	28.59 million units (31 July 2014)
Fund Size	RM 32.98 million (31 July 2014)
Unit NAV	RM 1.1536 (31 July 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"> 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

- Management Fee: 1.000% p.a.
- Switching Fee: 3 free fund switches per policy year

ASSET ALLOCATION

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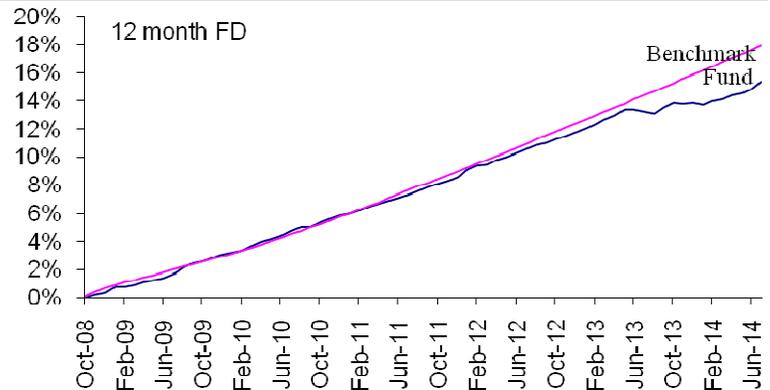
WHERE THE FUND INVESTS

Corporate Bond	90.12%
Government Bond	0%
Short Term Paper	0%
Cash	9.88%
Total	100.00%

TOP 10 HOLDINGS

Tanjung Bin Energy Issuer Berhad	4.87%	6.24%
Tanjung Bin Power Sendirian Berhad	4.66%	6.19%
Am Islamic Bank Berhad	4.40%	6.18%
Golden Assets International Financial Limited	4.75%	6.18%
HSBC Bank Malaysia Bhd	4.35% Due 28/6/2017 JD28	6.15%
Hong Leong Bank Berhad	4.35%	6.14%
Kuala Lumpur Kepong Berhad	3.88%	6.14%
Perbadanan Kemajuan N.Selangor	4.35%	6.13%
Gulf Investment Corp	4.52%	6.11%
Teknologi Tenaga Perlis	4.51%	6.11%

PERFORMANCE RECORD



NAV TO NAV

%	MTD	YTD	1-Year	3-Year	Since Inception
Fund*	0.48	1.35	1.92	7.51	15.36
Benchmark	0.28	1.81	3.11	9.59	17.95

*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 MANAGER'S COMMENTS

The Fund's performance for the month of July was 0.48% outperformed its benchmark by 0.20%.

The sovereign yield curve shifted lower on the long end in July showing a case of bull-flattening as market players continued to prefer longer duration instruments as they believe that US policy rates will remain low in the near term. Trading volume for corporate bonds was higher in July with RM10.97 billion traded, 28.6% higher than previous month's RM8.5 billion. Trading was mainly on the high investment grade such as government-guaranteed ("GG") and AAAs.

The Monetary Policy Committee ("MPC") meeting on 10 July saw Bank Negara Malaysia ("BNM") raising its overnight policy rate ("OPR") by 25 bps to 3.25. The tone of BNM MPC's statement reveals that there is still room for another rate hike but indicated that they will need to continue monitoring the risk of destabilizing financial imbalances and the strength of the domestic growth before continuing with its rate normalisation cycle.

Taking into consideration of cautious investor sentiment alongside with expectations of a potential rate hike in the second half of this year, we incline to be cautious and will continue to maintain a trading stance on government securities and overweight corporate bonds with focus on higher rated issues.

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.