

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	29.99 million units (30 June 2015)
Fund Size	RM 35.67 million (30 June 2015)
Unit NAV	RM 1.1891 (30 June 2015)
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	<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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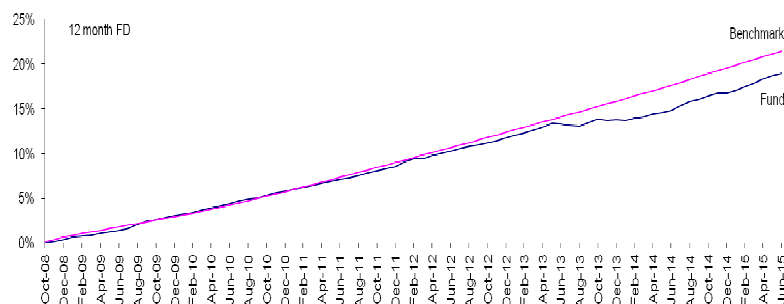
WHERE THE FUND INVESTS

Corporate Bond	90.78%
Government Bond	-
Short Term Paper	-
Cash	9.22%
Total	100.00%

TOP 10 HOLDINGS

AMMB Hldg Bhd	4.30%	08/08/2017	14.22%
Prominic Bhd	5.05%	05/05/2061	14.20%
Berjaya Land Bhd	4.75%	15/12/2017	14.08%
UEM Sunrise Bhd	4.60%	13/12/2018	8.49%
Teknologi Tenaga Perlis	4.51%	31/01/2020	5.77%
Tanjung Bin Power Sdn Bhd	4.66%	14/08/2020	5.73%
UniTapah Sdn Bhd	4.90%	12/06/2018	5.68%
Hong Leong Bank Bhd	4.35%	05/05/2021	5.66%
First Resources Ltd	4.30%	08/12/2017	5.63%
Golden Assets Intl Fin Ltd	4.75%	03/08/2018	5.62%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	1.84	0.18	0.88	1.84	3.57	7.84	18.91
Benchmark	1.61	0.27	0.80	1.61	3.27	9.76	21.47

*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 June 2015 was 0.18% as compared to its benchmark of 0.27%.

The sovereign bonds sell-off continued into June taking cue from the massive correction in the global bond market. The government yield curve marginally bear steepened as a result with 7-year and above yields traded higher. Credit spreads narrowed following the initial sell-off in the government bonds but subsequently widened as market re-priced the corporate bond market. However, the credit spreads have yet to widen to its previous month's closed. The announcement by Fitch to maintain Malaysia's sovereign rating at A- with outlook revised to stable from negative was seen as a surprised as most investors had expected a rating downgrade. There was a brief rally to the sovereign market but not sustainable as market seems to set aside the Fitch announcement and concentrated on the potential rate hike in the U.S and the Greek saga.

The next Monetary Policy Meeting is on 9th July 2015. We expect Bank Negara Malaysia to keep its Overnight Policy Rate unchanged at 3.25% and to reiterate that current monetary policy stance remains accommodative. Market is expected to continue trading range bound while waiting for a clearer view of the path of global interest rates going forward.

We prefer lower rated primary issuances for yield enhancement and expect to take profit on high grade sukuk and switch into repriced primary or secondary issuances.

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.