

Investment Objective

To provide a steady income and capital growth over a medium to long-term period by investing in a portfolio of Shariah-approved securities.

Fund Details

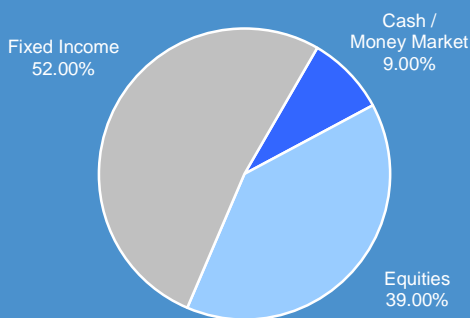
Fund Size	RM31,350,011
Unit NAV @ 31/10/2020	RM2.9113
Valuation Frequency	Daily
Fund Manager	Affin Hwang Asset Management Berhad
Fund Management Fee	1.25% p.a.
Launch Date	25 Sep 2006

Portfolio Composition and Holdings

Top Five Holdings

Securities	% Holding
GII 4.13% (09.07.2029)	10.4%
Perbadanan Kemajuan N Selangor 5% (10.08.2021)	6.4%
GULF Investment Corp 5% (11.12.2020)	6.3%
BGSM Management Sdn Bhd 7.10% (28.12.2022)	5.1%
Lafarge Cement Sdn Bhd 5% (11.12.2020)	4.7%

Portfolio Composition by Category of Investment



Fund Performance*

Total Return (%)	1 Month	3 Month	6 Month	1 Year	3 Year	5 Year	YTD	Since Inception
Fund	(0.61)	(1.75)	22.73	24.57	20.51	35.91	24.01	191.09
Benchmark	(0.52)	(2.31)	8.95	5.66	4.27	11.27	4.83	83.68

Annualised Return (%)	1 Year	3 Year	5 Year	YTD	Since Inception
Fund	24.50	6.41	6.32	29.37	7.87
Benchmark	5.64	1.40	2.16	5.81	4.40

Calendar Year Return (%)	2019	2018	2017	2016
Fund	3.03	-7.95	14.67	0.03
Benchmark	3.75	-5.19	7.01	-1.12

*Calculation of performance is based on NAV-to-NAV basis including fund distribution(s), if any. Also, performance for 1-, 3-, 6-months and 1-, 3-, 5-years is based on the fund's performance for the respective preceding period.

Fund Performance vs Benchmark From 26 September 2006 to 31 October 2020



Benchmark : 50% in KLSI + 50% in 12 month fixed deposit Maybank Mudharabah-General Investment (GIA) Account.

Fund Strategy

The Fund will focus on achieving its objective by investing in a balanced portfolio consisting Shariah-compliant fixed income instruments, i.e. investment grade Islamic debt securities and Islamic money market instruments and Shariah-compliant equities.

The Fund's investment in Islamic debt securities would consist of government and corporate Sukuk. The selection of Sukuk will depend largely on but not limited to the credit ratings of issuances and issuers strong creditability in meeting their financial obligations. The fund manager hold the option of investing into other fixed income assets such as Islamic money market instruments and/or Islamic deposits.

For the Shariah-compliant equity investments, the fund manager is selective in its strategy by focusing on quality stocks with strong cash flows, and stocks giving attractive dividend yields or the potential to do so. The fund manager will also take tactical investments in selected situational stocks with strong fundamentals.



Market Outlook

For domestic bond market, renewed foreign inflows on the back of higher real yields from investing in MYR bonds is an added point. Amid the current ultra-low interest rates environment in advanced economies, investors hunting for real yields will continue to persist in the emerging Asia space. However, supply pressure remains a key concern among both local and foreign investors. The latest budget announcement suggests similar gross and net supply in 2021 versus 2020.

At the same time, further book opening of Primary PDS could also absorb more interest from real money investors given the yield pickup that it offers. Total YTD Corporate bond issuance stood almost MYR70bn, while the total gross supply for 2020 is still expected to be around MYR95bn.

Over the medium term, we still believe that the current low interest rate environment, ample liquidity pool and flight to safe haven assets amidst

economic uncertainties would be supportive of the domestic bond market.

For equity, we expect market volatility to persist, but with a positive bias. As we enter the tail end of 2020, we expect the market to gradually start pricing in a recovery scenario, in conjunction with the announcements of vaccine trial results, scheduled in the next two months. However, the shift from pandemic beneficiaries to recovery beneficiaries will likely be a bumpy as the market digests developments.