



AIA PAM – Conservative Fund

Investment Objective

The Fund seeks to provide returns through income* that is consistent with capital preservation**.

*Income will be reinvested in additional Units in the Fund

** The Fund is neither capital guaranteed nor capital protected

Investment Strategy

The Fund will invest at least 80% of its NAV in fixed income instruments and money market instruments, of which a minimum of 20% of the Fund's NAV will be invested in money market instruments. The remainder of the Fund's NAV will be invested in equities offering a dividend yield above the market average.

The Fund will only invest locally.

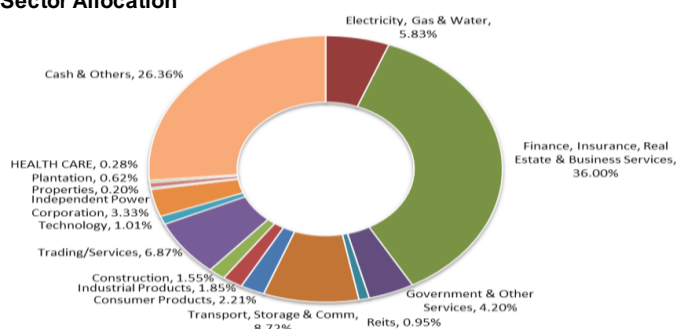
Fund Details

Unit NAV (30 April 2020)	: RM 1.1202
Fund Size(30 April 2020)	: RM 60.16 million
Fund Currency	: Ringgit Malaysia
Fund Launch	: May 16, 2013
Fund Inception	: Jun 05, 2013
Fund Management Charge	: up to 1.50% p.a
Investment Manager	: AIA Pension and Asset Management Sdn. Bhd.
Basis of Unit Valuation	: Net Asset Value (NAV)
Frequency of Unit Valuation	: Daily
Benchmark	: 15% FTSE Bursa Malaysia Top 100 Index + 20% Maybank Berhad overnight rate + 65% Quant Shop MGS All Bond Index

Top Five Holding

1.	SMEMK 3.3 04/23/27	7.63%
2.	CIMBTB 4.15 07/06/29	5.87%
3.	BSTMK 5 ¼ 06/30/26	4.30%
4.	Imtiaj Sukuk II 27/05/22	3.42%
5.	MAYMK 4.13 Perp	3.42%

Sector Allocation



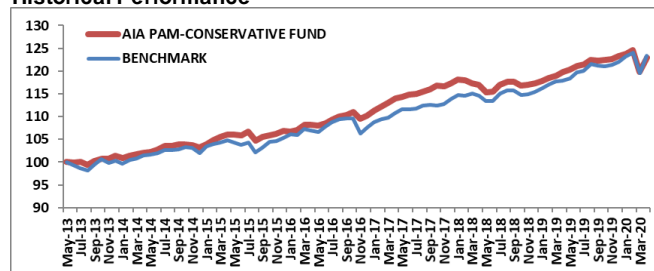
Risk

Investment risk involves the uncertainties relating to the country's economic situation, political condition and also price volatility of stocks held as a result of company specific risk.

Risk Management

The Investment Manager employs structured investment process to minimize market risk. Investment guidelines also prescribe limits in terms of single user limit and strict and frequent stock evaluation to minimize company specific risk.

Historical Performance



%	1 Mth	6 Mths	1-Year	^3-Year	^5-Year
Fund	2.66%	0.41%	2.65%	2.59%	3.01%
Index	3.27%	2.00%	4.69%	3.66%	3.34%
Excess	-0.61%	-1.59%	-2.04%	-1.07%	-0.33%

Source: AIA Pension and Asset Management Sdn. Bhd., Bloomberg as at 30 April 2020. ^ Annualised return

Market Review

Malaysian Government Securities rallied across the curve during the month as FTSE Russell's World Government Bond Index decided to keep Malaysia on its watch list until Sept 2020 and international rating agencies have maintained Malaysia's sovereign rating. The buying interests were further supported by a stronger MYR, which strengthened by 0.44% against the greenback to close the month at MYR4.3022.

The FBM100 grew by 5.6% MoM in April, in tandem with firmer offshore markets on news of the reopening of the US economy in phases. The local Index underperformed the MSCI Asia Ex Japan Index, which went up by 8.5% in MYR terms over the same period. Foreigners were net sellers of the local market with a net outflow of RM2.67 bn in April 2020, bringing total foreign outflow to RM10.3 bn YTD.

Market Outlook

In the near term, we expect global central banks will remain largely accommodative in the monetary policy space while fiscal policy will remain expansionary in support of growth. While the global economies are gradually reopening with slower report of new Covid-19 cases, recovery of economic activities would likely be gradual until an effective vaccination is found, as businesses and individuals would likely to still practise caution or distancing measures for the time being. In the absence of major headwinds ahead, the general tepid economic outlook would remain supportive to the domestic bond market in the near term.

On the equity front, while reopening of economies globally and monetary easing measures taken by Bank Negara Malaysia are positive to equity market, we remain cautious amid concerns over sudden spike in new infections due to the relaxation of movement restrictions. If the situation worsens, the strategy would inevitably turn defensive due to potential downgrades in macro fundamentals and corporate earnings. We continue to look for buying opportunities in companies with good fundamentals and solid balance sheet to weather through this crisis.

Replacement Disclosure Document dated 9 December 2016, First Supplemental Replacement Disclosure Document dated 26 January 2018, Second Supplemental Replacement Disclosure Document dated 11 May 2018, Third Supplemental Replacement Disclosure Document dated 30 July 2018, Fourth Supplemental Replacement Disclosure Document dated 19 October 2018, Fifth Supplemental Replacement Disclosure Document dated 18 January 2019, Sixth Supplemental Replacement Disclosure Document dated 15 April 2019, Seventh Supplemental Replacement Disclosure Document Dated 24 August 2019 and Eighth Supplemental Replacement Disclosure Document dated 14 February 2020 of the AIA Private Retirement Scheme have been registered with the Securities Commission Malaysia, who takes no responsibility for their contents. Copies of the Replacement Disclosure Document, Supplemental Replacement Disclosure Documents and Product Highlights Sheet (collectively known as "Disclosure Document") are available from our office and all authorised agents/distributors of AIA Pension and Asset Management Sdn Bhd and you have the right to request for the Disclosure Document. Please read and understand the contents of the Disclosure Document before making any investment decision. Units are issued upon our receipt and satisfactory processing of a duly completed application form referred to in and accompanying the Disclosure Document. In the event of discrepancy between the fact sheet and the Disclosure Document, the information in the Disclosure Document shall prevail.