



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 70% of its NAV in fixed income instruments and money market instruments, of which a minimum of 10% of the Fund's NAV will be invested in money market instruments. The remainder of the Fund's NAV will be invested in equities and collective investment schemes, of which a maximum of 20% of the Fund's NAV in collective investment schemes. The Fund will invest in local and foreign markets.

Fund Details

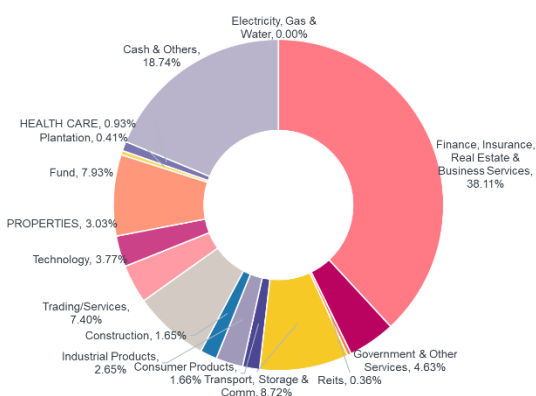
Unit NAV (30 September 2021)	: RM 1.1785
Fund Size (30 September 2021)	: RM 79.77 million
Fund Currency	: Ringgit Malaysia
Fund Launch	: May 16, 2013
Fund Inception	: Jun 05, 2013
Fund Management Charge	: up to 1.50% p.a
Investment Manager	: AIA Pension and Asset Management Sdn. Bhd.
Basis of Unit Valuation	: Net Asset Value (NAV)
Frequency of Unit Valuation	: Daily
Benchmark	: *20% FBMT 100 Index + 10% Maybank Berhad overnight rate + 60% Quant Shop MGS All Bond Index + 10% Bloomberg Barclays Global Aggregate Corporate TR Index Unhedged USD.

*Note: Change of benchmark with effect from 23 February 2021 due to the revised asset allocation as stated in the 2nd replacement disclosure document dated 23 Feb 2021.

Top Five Holding

1.	FIDELITY-G CORP BD FD-YACUSD	7.93%
2.	BPMB IMTN 3.180% 11.10.2030	5.95%
3.	CIMB THAI 4.150% 06.07.2029	4.45%
4.	SPORTS TOTO 5.25% 30.6.2026	3.23%
5.	CCB IMTN 3.920% 28.03.2025	3.15%

Sector Allocation



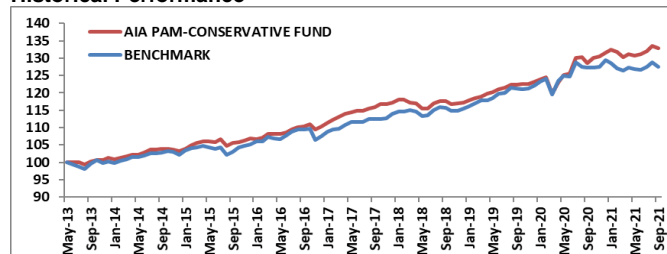
Risk

General investment risks involve market risk, fund manager risk, inflation risk and liquidity risk. Specific risks of the Fund involve credit/default risk, interest rate risk, particular security risk, country risk and currency risk.

Risk Management

Investment Manager aims to reduce investment risks through structured and disciplined investment process, rigorous and disciplined credit research and analysis, portfolio diversification and strict and frequent stock evaluation to minimize company specific risk.

Historical Performance



%	1 Mth	1-Year	^3-Year	^5-Year	^Since Inception
Fund	-0.52%	2.37%	12.84%	20.27%	32.76%
Index	-1.06%	0.06%	10.11%	16.28%	27.39%
Excess	0.54%	2.31%	2.72%	3.99%	5.37%

Source: AIA Pension and Asset Management Sdn. Bhd., Bloomberg at 30 August 2021.

^ Cumulative returns. The performance is calculated on NAV-to-NAV basis.

*Note: Change of performance reporting method from annualised to cumulative returns with effect from July 2020 to provide better clarity and follow common practice by industry players.

Market Review

Malaysian Government Securities ("MGS") yield curve continued to bear-flattened in Sept 2021 in line with global rates movement. Onshore and offshore investors were sellers across the curve as they pare down their positions especially at the front end of the curve. During the month, Bank Negara Malaysia's ("BNM") decided to maintain the Overnight Policy Rate ("OPR") at 1.75% during the Monetary Policy Committee meeting. Foreign funds turned net buyers of MYR debt securities in Aug 2021 with inflows of MYR6.6 billion.

The FBM100 ("Index") dropped by 3.0% Month-on-Month ("MoM"), and underperformed the MSCI Asia Ex Japan Index, which only fell by 1.9% in Malaysian ringgit ("MYR") terms over the same period. Notable news flows during the month include: the tabling of the 12th Malaysian Plan in the Parliament on 27 September 2021 where the government has targeted MYR400 billion worth of development expenditure for 2021-2025; and the announcement on 29 September 2021 that Klang Valley will now move to Phase 3 of the National Recovery Plan effective 1 October 2021.

Market Outlook

Given the economic recovery is partially reflected in the equity market, investors are currently watching the macro data closely to gauge the strength of inflationary pressure and the timing of a QE tapering. Investors will continue monitoring Covid-19 situation following the recent resurgence in positive cases and the emergence of new variants.

We expect Bank Negara Malaysia's policy measures to remain accommodative in the near term. Higher supply of sovereign bonds should be well absorbed by the market, as the additional supply to be concentrated at the short to belly of the curve. Overall, the domestic financial system liquidity remains flushed, which shall remain supportive of the bond market.

This fund fact sheet has not been reviewed by the Securities Commission Malaysia ("SC") and Federation of Investment Managers Malaysia ("FIMM"). The SC and FIMM are not liable for this fund fact sheet and are not in any way associated with this fund fact sheet. The SC and FIMM are not responsible for the contents herein and do not make any representation on the accuracy or completeness of this fund fact sheet, either in whole or in part. A copy of the Second Replacement Disclosure Document dated 23 February 2021 ("Disclosure Document") and the Product Highlights Sheet ("PHS") have been registered and lodged with the SC. The registration of the Disclosure Document and lodgement of the PHS to the SC do not amount to nor indicate that the SC has recommended or endorsed the Private Retirement Scheme ("PRS"). A PHS highlighting the key features and risks of the PRS is available and investors have the right to request for a PHS. Investors are advised to obtain, read and understand the Disclosure Document and the PHS before making a contribution. We suggest that you compare and consider the fees, charges and costs involved prior to making a contribution. The Disclosure Document and the PHS can be obtained from our office, our authorised distributors, consultants or representatives. Any issue of units to which the Disclosure Document relates will only be made on receipt of an application form referred to and accompanying with a copy of the Disclosure Document. The price of units and distributions payable, if any, may go down as well as up. The past performance of the PRS should not be taken as an indication of its future performance. Specific risks and general risks for the PRS are elaborated in the Disclosure Document. Investors are advised to understand the risks involved in the PRS and make your own risk assessment and seek professional advice, where necessary.