



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.

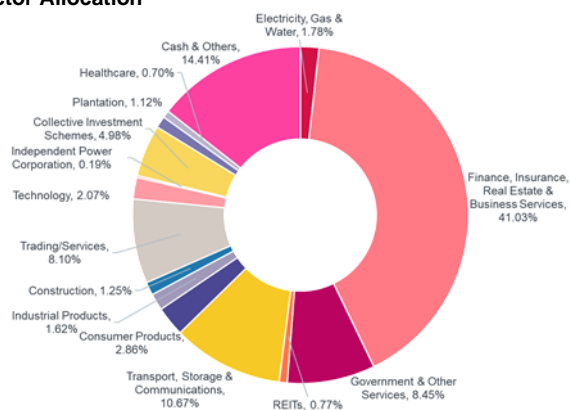
Fund Details

Unit NAV (30 November 2022)	: RM 1.1549
Fund Size (30 November 2022)	: RM 70.8 million
Fund Currency	: Ringgit Malaysia
Fund Launch	: May 16, 2013
Fund Inception	: June 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.

Top Five Holding

1.	BPMB IMTN 3.180% 11.10.2030	6.35%
2.	FIDELITY-G CORP BD FD-YACUSD	4.98%
3.	CIMB THAI 4.150% 06.07.2029	4.90%
4.	SPORTS TOTO 5.25% 30.6.2026	3.52%
5.	CCB IMTN 3.920% 28.03.2025	3.46%

Sector Allocation



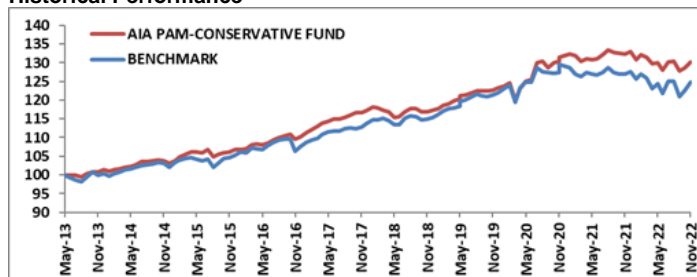
Risk

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	1.13%	-1.68%	6.15%	11.53%	30.11%
Index	1.86%	-1.56%	2.98%	10.79%	24.90%
Excess	-0.73%	-0.12%	3.16%	0.74%	5.20%

Source: AIA Pension and Asset Management Sdn. Bhd., Bloomberg at 30 November 2022.
^ Cumulative returns. The performance is calculated on NAV-to-NAV basis.

Market Review

Malaysian Government Securities ("MGS") yield curve steepened in November 2022, with the longer end of the curve seeing steeper declines, amid remarks by various United States ("US") Federal Reserve ("Fed") officials that the central bank could soon moderate the pace of interest rate increases. This raised expectations of a downshift in the quantum of the Fed's rate hike in the December Federal Open Market Committee ("FOMC") meeting to 50 bps as compared to 75 bps previously. During the month, Bank Negara Malaysia ("BNM") had decided to raise the Overnight Policy Rate ("OPR") by 25 bps for the fourth consecutive time to 2.75% at the November's Monetary Policy Committee ("MPC") meeting. Malaysia recorded a solid 3Q22 GDP growth of 14.2% YoY (2Q22: +8.9%), attributed to robust domestic demand and lower base effect arising from the negative growth in 3Q21.

The FBMKLCI ("Index") rallied by 1.95% MoM to close at 1,488.80 pts on 30 November 2022. The Index underperformed the MSCI Asia Ex Japan Index, which rallied 11.57%, MoM, in Malaysia Ringgit ("MYR") terms over the same period. Foreign investors stayed net sellers of Malaysian equities, amounting to MYR0.3 billion in November 2022, while local institutions stayed net buyers with MYR0.1 billion.

Market Outlook

Major central banks have reiterated their hawkish tone amid global recessionary concerns due to persistently high inflation, reflecting the broadened effects of supply chain disruptions, sanctions and energy shocks. With positive outlook on domestic growth and elevated core inflation for 2023, BNM would most likely continue its normalization cycle on a measured and gradual basis, unless demand-driven data suggests otherwise.

Generally, global equities will remain volatile as investors continue to assess the US inflationary outlook and the risk of overtightening by the Fed. Domestically, supporting the local market is; (1) the recovery in corporate earnings from the reopening of the economy, (2) the absence of the 2022 prosperity tax; and (3) potentially lower risk premium due to better political stability from the formation of a unity government. We look for opportunities to rebuild our position on any weaknesses. Downside risks to the market could stem from the Fed's over-tightening of rates, deterioration in global energy disruption, prolonged 'zero-COVID' policy in China, US hard landing, and cautious policy reforms introduced following the formation of a unity government in Malaysia.



Disclaimer

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, 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.