



AIA PAM – Growth Fund

Investment Objective

The Fund seeks to provide returns through capital growth.

Investment Strategy

The Fund will invest in local and foreign equities with a bias towards equity with potential for growth. The Fund will also invest at least 30% of its NAV in local fixed income instruments with a minimum credit rating of “BBB3” or “P2” by RAM or equivalent rating by MARC.

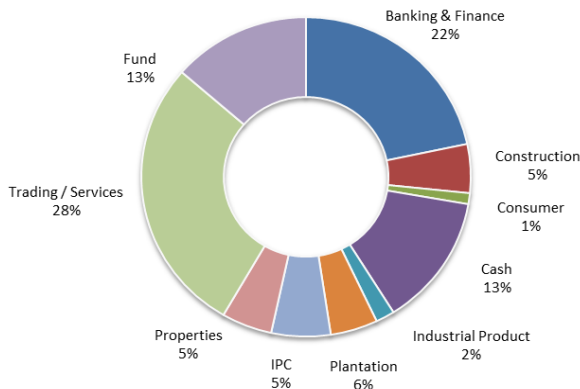
Fund Details

Fund Size (31 Oct 2014)	: RM 10.82 million
Fund Currency	: Ringgit Malaysia
Fund Launch	: May 16, 2013
Fund Inception	: Jun 05, 2013
Fund Management Charge	: 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	: 25% FTSE Bursa Malaysia Top 100 Index + 35% MSCI AC Asia ex Japan Index + 40% Quant Shop MGS All Bond Index

Top Five Holdings

1.	DB X-Trackers MSCI Asia X-Japan	13.66 %
2.	Sabah Credit Corp 23/07/21	4.74%
3.	Golden Assets International 03/08/18	4.05%
4.	First Resources Berhad 05/06/20	3.06%
5.	CIMB Berhad 15/09/22	3.03%

Sector Allocation



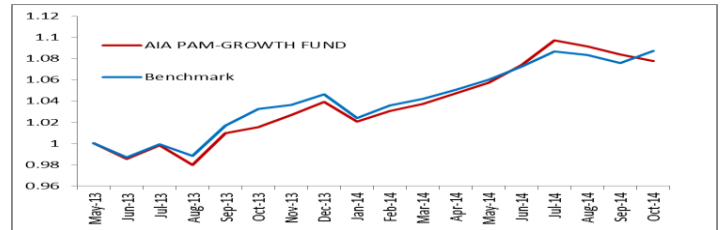
Risk

Investment risk involves the uncertainties relating to Malaysia'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 ^A	-0.58%	2.90%	6.11%		
Index	1.04 %	3.48%	5.30%		
Excess	-1.62%	-0.57%	0.80%		

Source: AIA Pension and Asset Management Sdn Bhd, Bloomberg as at 31 October 2014

Market Review

On fixed income, the Malaysian Government Securities (MGS) yield curve continued its bullish flattening with buying interests seen in mid to longer tenor papers. The bond rally was driven by US treasuries which hit historical low when International Monetary Fund cut its global outlook for 2015 amid a dovish Fed meeting minutes. Month on month, the benchmark 5-year, 7-year and 10-year MGS declined 3 to 5 bps to 3.63%, 3.77% and 3.85% respectively while the 3-year benchmark rose 5 bps to 3.50%. Foreign holdings of MGS fell to 46.9% in September from 47.3% in August driven by selloff in discount instruments. There were two auctions in October. The reopening of 15-year MGS garnered a healthy bid-to-cover ratio of 1.73 times at an average yield of 4.130% while the reopening of 7-year SPK garnered a strong bid-to-cover ratio of 2.85 times at an average yield of 4.129%.

In October, FBM100 index ended at 12517 (+0.09 % m-o-m), underperforming MSCI APxJ by 2.7%. October was a very volatile month, with concerns about a whole host of issues weighing down on global markets including the weakening economies of Europe and Japan, the conflict in Iraq and Ukraine as well as the Ebola health scare. Wall Street led global markets into a sharp fall and also dragged markets up when it rebounded.

On the economic, Budget 2015 assumes GDP growth of 5-6%, with total federal government expenditure rising to RM 273.9B. Besides that, The Malaysian government has raised the price of subsidized RON95 petrol and diesel by 20sen per liter to RM2.30/liter and RM2.20/liter respectively.

On corporate front, the tripartite merger between (CIMB MK), RHB Capital (RHBC MK), & MBSB (MBS MK) sees RHB buying over the entire assets of CIMB for M\$60.58B, to be satisfied by the issue of new RHB shares. Gamuda (GAM MK) has secured the PDP role for the M\$25B MRT Line 2 in a JV together with MMC Corp linking Sungai Buloh to Serdang and Putrajaya.

Global equities rose further this month with S&P 500 rise to record while Japanese Yen falls on Japan unexpected increase monetary stimulus. Wall Street led global markets into a sharp fall by mid-October and also dragged markets up when it rebounded.

Market Outlook

For fixed income, trading sentiment will continue to be driven by volatile offshore flows as US Treasury continue edging lower on expectation that European Central Bank may embark on Quantitative Easing (QE). In view of renewed global growth fears and lower crude oil prices, KLCI should see limited upside from here. We remain focus on stocks that beneficiary as the economic growth gaining momentum at reasonable valuations.

We maintain our preference of North Asia over ASEAN in the longer term as recovery in US and Europe will benefit exporters in North Asia.

Disclosure Document dated 16 May 2013, Supplemental Disclosure Document dated 11 October 2013, Second Supplemental Disclosure Document dated 8 January 2014, Third Supplemental Disclosure Document dated 14 February 2014, Fourth Supplemental Disclosure Document dated 16 June 2014, Fifth Supplemental Disclosure Document dated 4 July 2014, Sixth Disclosure Document dated 8 August 2014 and Seventh Supplemental Disclosure Document dated 10 November 2014 (collectively known as "Disclosure Document") of the AIA Private Retirement Scheme has been registered with the Securities Commission Malaysia, who takes no responsibility for their contents. Copies of the Disclosure Document and Product Highlights Sheet (known as "PHS") 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 Documents and PHS. Please read and understand the contents of the Disclosure Document and PHS 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.