



AIA PAM – Growth Fund

Investment Objective

The Fund seeks to provide returns through capital growth.

Investment Strategy

The Fund will invest in equities with a bias towards equities with potential for growth. The Fund will invest in local and foreign markets. The Fund will also invest at least 10% 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

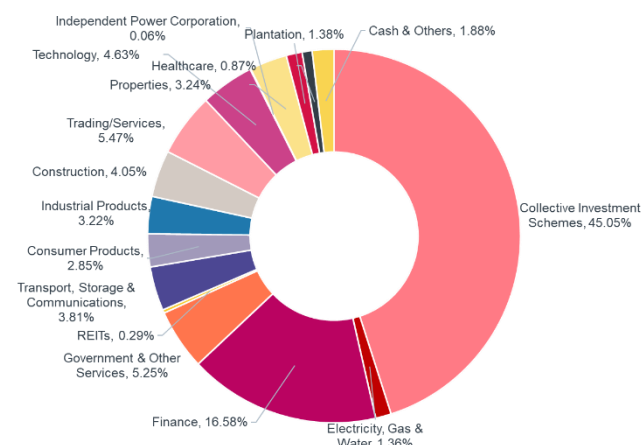
Unit NAV (30 August 2024)	: RM 1.4598
Fund Size (30 August 2024)	: RM 499.6 million
Fund Currency	: Ringgit Malaysia
Fund Launch	: May 16, 2013
Fund Inception	: June 05, 2013
Fund Management Charge	: up to 1.50% p.a
Investment Manager	: AIA Pension and Asset Management Sdn. Bhd.

Basis of Unit Valuation	: Net Asset Value (NAV)
Frequency of Unit Valuation	: Daily
Benchmark	: 30% FBM 100 Index + 20% MSCI AC Asia ex Japan Index + 20% Quant Shop MGS All Bond Index + 30% MSCI World Index

Top Five Holding

1.	SCHRODER ISF GLOBAL SUSTAINABLE GROWTH	14.56%
2.	FIDELITY FUNDS-GLOBAL FOCUS FUND	14.04%
3.	SCHRODER ISF SUSTAINABLE ASIAN EQUITY	11.63%
4.	FIDELITY FUNDS SUSTAINABLE ASIA EQUITY FUND	4.81%
5.	PUBLIC BANK BHD	3.33%

Sector Allocation



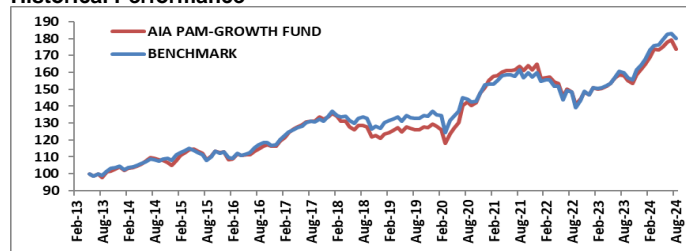
Risk

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	^5-Year	^10-Year	^Since Inception
Fund	-2.94%	9.86%	37.73%	59.19%	73.72%
Benchmark	-1.62%	12.53%	35.44%	66.02%	79.90%
Excess	-1.32%	-2.67%	2.29%	-6.83%	-6.18%

Source: AIA Pension and Asset Management Sdn. Bhd., Bloomberg as at 30 August 2024

^ Cumulative returns. The performance is calculated on NAV-to-NAV basis. Past performance is not an indicative of future performance.

Market Review

The Malaysian Government Securities (“MGS”) market traded mixed in August 2024 as short end bond yields moved lower while longer dated bond yields increased. It was a volatile start to the month for global financial markets as weak labour market data in the United States (“US”) prompted a repricing in rate cut expectations and led to a sharp selloff in risk assets and consequently, a strong rally for fixed income markets. This led to a strong first week for the domestic bond market as the 10-year MGS benchmark yield hit a low of 3.68%. However, as risk-aversion in global financial markets dissipated and US Treasury yields normalised, MGS yields gradually moved up throughout the month to eventually close higher compared to closing levels in July 2024.

A sharp sell-off was seen across global equity market at the beginning of August, which was attributed to i) The BoJ’s decision to increase its policy rate by 25 basis points that led to an abrupt unwinding of carry trade positions; ii) a weak US jobs data print; and iii) rising tensions in the middle east. However, the market rebounded at the end of August as investors began to price in more aggressive policy easing by the Federal Reserve. Asia ex-Japan and emerging market equities outperformed most of their western developed market counterparts, delivering returns of 2% and 1.8% respectively, as expectations for Fed rate cuts weighed on the dollar (DXY Index), which dropped 2.3% over the month.

The FTSE Bursa Malaysia KLCI (“Index”) rose 3.27% Month-on-Month (“MoM”) to close at 1678.80 pts in August 2024. The Index outperformed the MSCI Asia ex Japan Index, which declined by 4.30% MoM in Malaysian Ringgit (‘MYR’) terms over the same period. Foreign investors were net buyers for the second straight month in August, with a net buy of MYR2.55 billion, raising Year-to-date (‘YTD’) net buy to MYR3.1 billion.

Market Outlook

Recent US economic data releases are suggestive of a moderation in inflation and a softening in the labour market. This has prompted Fed Chair Powell to signal that the first cut could come in September 2024. The weaker data and dovish Fed guidance has led the market to price in 100bps of rate cuts in 2024. However, despite the bullish moves and favourable monetary policy outlook, we maintain our view that market volatility would persist as the Fed and the market would remain reactive to data releases and developments in key geopolitical events, central banks’ monetary policy decisions and the upcoming US presidential elections. Domestically, Bank Negara Malaysia may keep its Overnight Policy Rate unchanged in the coming meetings as it observes the domestic inflation trend. These factors are supportive of the domestic market while the market observes developments on global central banks’ monetary policy decisions, geopolitical risks, and the US presidential elections. We are cautiously optimistic on the equity and fixed income market in the near term.



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 Third Replacement Disclosure Document dated 31 August 2023 ("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 copy of the PHS and Disclosure Document from our office, authorised distributors, consultants, representatives or at www.aia-prs.com.my. Investors are advised to obtain, read and understand the Disclosure Document and the PHS before making a contribution, and to compare and consider the fees, charges and costs involved prior to making a contribution. Any issue of units to which the Disclosure Document relates will only be made on receipt of an application form. The price of units and distributions payable, if any, may go down as well as up. This fund fact sheet is prepared for information purposes only. The past performance of the PRS should not be taken as an indication of its future performance. Investments are subject to investment risk and that there can be no guarantee that any investment objectives will be achieved. 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 and should not make an investment decision solely based on this fund fact sheet.

The blended returns are calculated by AIA Company Limited using end of day index level values licensed from MSCI ("MSCI Data"). For the avoidance of doubt, MSCI is not the benchmark "administrator" for, or a "contributor", "submitter" or "supervised contributor" to, the blended returns, and the MSCI Data is not considered a "contribution" or "submission" in relation to the blended returns, as those terms may be defined in any rules, laws, regulations, legislation or international standards. MSCI Data is provided "AS IS" without warranty or liability and no copying or distribution is permitted. MSCI does not make any representation regarding the advisability of any investment or strategy and does not sponsor, promote, issue, sell or otherwise recommend or endorse any investment or strategy, including any financial products or strategies based on, tracking or otherwise utilizing any MSCI Data, models, analytics or other materials or information.

Neither MSCI nor any other party involved in or related to compiling, computing or creating the MSCI data makes any express or implied warranties or representations with respect to such data (or the results to be obtained by the use thereof), and all such parties hereby expressly disclaim all warranties of originality, accuracy, completeness, merchantability or fitness for a particular purpose with respect to any of such data. Without limiting any of the foregoing, in no event shall MSCI, any of its affiliates or any third party involved in or related to compiling, computing or creating the data have any liability for any direct, indirect, special, punitive, consequential or any other damages (including lost profits) even if notified of the possibility of such damages. No further distribution or dissemination of the MSCI data is permitted without MSCI's express written consent.