



AIA PAM – Islamic Moderate Fund

Investment Objective

The Fund seeks to provide returns through a combination of income* and capital growth from a portfolio that is consistent with Shariah principles.

*Income will be reinvested in additional Units in the Fund

Investment Strategy

The Fund will invest in a Shariah-compliant portfolio comprising equities with potential for growth and equities that are trading below their fair value. The Fund will also invest at least 40% of its NAV in Sukuk and Islamic money market instruments with a minimum credit rating of “BBB3” or “P2” by RAM or equivalent rating by MARC.

The Fund will only invest locally.

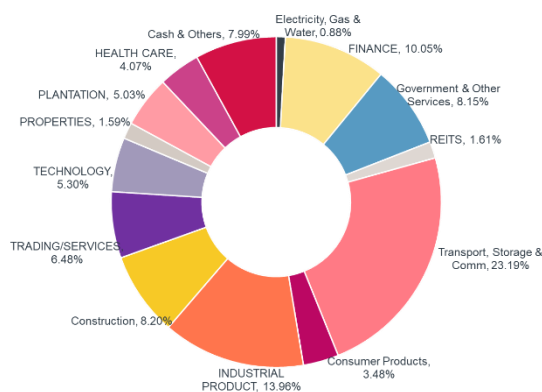
Fund Details

Unit NAV (28 February 2022)	: RM 1.2680
Fund Size (28 February 2022)	: RM 133.55 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	: 50% FBM EMAS Shariah Index + 50% Quant Shop GII All Index

Top Five Holding

1.	NORTHPORT MALAYSIA 5.78% 19.12.24	5.88%
2.	PETRONAS CHEMICALS	4.05%
3.	EKVE SDN BHD 5.25% 29.01.26	3.96%
4.	IHH HEALTHCARE	3.37%
5.	BGSM MANAGEMENT 5.6% 27.12.23	3.29%

Sector Allocation



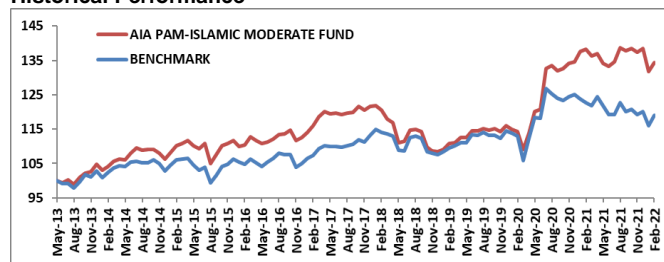
Risk

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 and reclassification of shariah status 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	1.92%	-2.81%	21.40%	15.95%	34.39%
Index	2.52%	-3.10%	8.64%	10.76%	18.99%
Excess	-0.60%	0.30%	12.76%	5.19%	15.41%

Source: AIA Pension and Asset Management Sdn. Bhd., Bloomberg as at 28 February 2022.
^ Cumulative returns. The performance is calculated on NAV-to-NAV basis.

Market Review

Government Investment Issue (“GII”) sukuk traded mixed during the month amid geopolitical tensions in Europe on the escalating Ukraine-Russia military conflict. The short-dated sukuk outperformed as local government securities traded relatively rangebound compared to the volatility seen in the global rates market. On the currency front, MYR weakened by 0.37% against the greenback to close the month at MYR4.1985.

The FBMS (“Index”) grew 4.7% Month-on-Month (“MoM”) on 28 February 2022, outperforming the MSCI Asia Ex Japan Index, which fell by 2.1% MoM in Malaysian ringgit (“MYR”) terms over the same period. Foreign investors turned net buyers of Malaysian equities in February amounting to RM2.8bn while local institutional investors remained net sellers of MYR2.7bn. The Russia-Ukraine crisis and surge in commodity prices had triggered widespread market volatility. Amid this volatility, Malaysian equities stand out given its market composition where commodities account for 30% of the Index.

Market Outlook

The Ukraine-Russia conflict is a key risk to global growth and could drive risk-off sentiment. Domestically, Bank Negara Malaysia’s policy measures should remain accommodative in the near term and the supply of sovereign bonds should be well absorbed by the market. Overall, the domestic financial system liquidity remains ample, which shall remain supportive of the bond market.

On equity, investors are assessing the implications of geopolitical tension over the near term. The impact of higher energy prices and commodity prices on inflation and global growth trajectory should be the risk to watch. The recent regulatory changes, property crisis and power crunch in China are also near-term economic headwinds. Downside risks to the market could stem from further deterioration and protracted global energy disruption, stagflation, and a potentially new Covid variant. Conversely, any resolution to the geopolitical tension with minimal disruption on global energy supply should re-rate equities.

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.