



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.

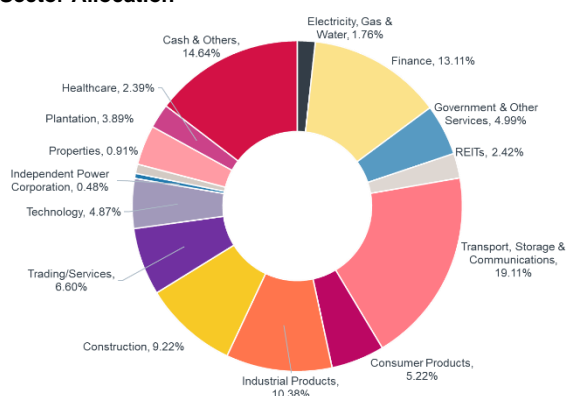
Fund Details

Unit NAV (31 October 2022)	: RM 1.1658
Fund Size (31 October 2022)	: RM 124.5 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	: 50% FBM EMAS Shariah Index + 50% Quant Shop GII All Index

Top Five Holding

1.	DANAINFRA 4.850% 16.08.2052	4.53%
2.	EKVE SDN BHD 5.25% 29.01.26	4.09%
3.	BGSM MANAGEMENT 5.6% 27.12.23	3.44%
4.	SPETCHEM IMTN 5.50% 27.07.2037	3.28%
5.	TG EXCELLENCE SUKUK WAKALAH	3.16%

Sector Allocation



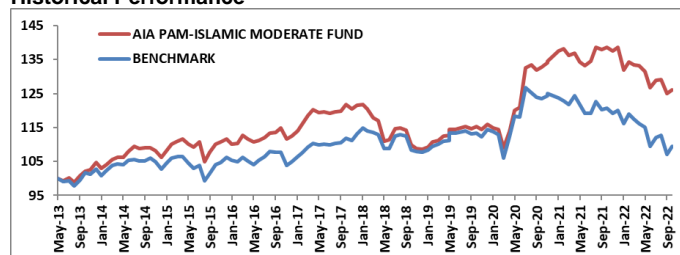
Risk

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	0.78%	-8.99%	9.45%	3.60%	26.08%
Index	2.22%	-9.25%	-3.28%	-2.02%	9.55%
Excess	-1.44%	0.27%	12.73%	5.63%	16.53%

Source: AIA Pension and Asset Management Sdn. Bhd., Bloomberg at 31 October 2022.

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

Market Review

The yield curve of Government Investment Issue shifted with flattening bias in October 2022 as yields rose on the short-end of the curve while the long-end of the curve were relatively well anchored, reflective of investors' cautious stance on the back of the United States ("US") Federal Reserves ("Fed") policy actions. On the currency front, MYR weakened by 1.9% against the US dollar to end the month at MYR4.7267.

The FBMS rallied 4.03% Month-on-Month ("MoM") to close at 10,411.11 pts on 31 October 2022. The Index outperformed the MSCI Asia Ex Japan Index, which declined by 4.28% MoM in Malaysia Ringgit ("MYR") terms over the same period. Foreign investors were net sellers of Malaysian equities in October 2022 amounting to RM0.6bn, while local institutions stayed net buyers amounting to RM0.9bn.

Market Outlook

Ongoing geopolitical tension between Russia and Ukraine remains unabated with EU now committing to restrict energy imports from Russia while sourcing for alternative supplies elsewhere with clear implications for global energy markets and supply chain. Given China's commitment to its zero covid strategy and the growing domestic property crisis, it is unlikely to see China achieving its GDP growth target in 2022. At the corporate earnings level, we expect some earnings revision in the near term to account for slowing top line and margin pressure. In the near term, we are of the view that equities remain volatile as investors continue to assess the US inflationary outlook and the risk of Fed overtightening.

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.