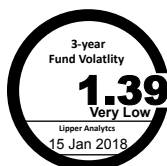


INVESTMENT VOLATILITY



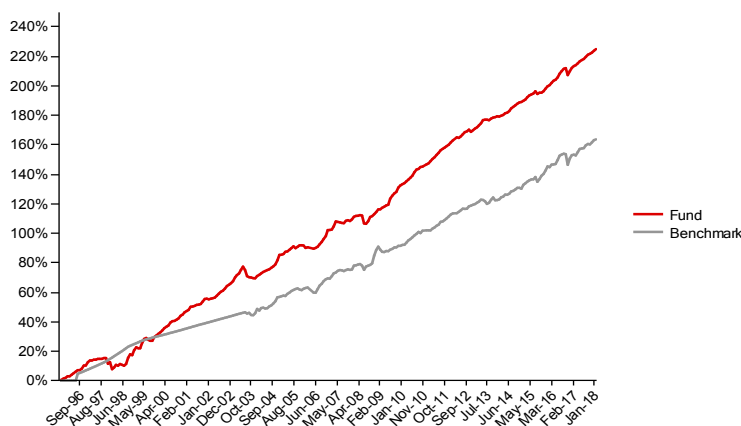
FUND INFORMATION

Location	Kuala Lumpur, Malaysia
Domicile	Malaysia
Fund Currency	Ringgit Malaysia
Fund Size (MYR)	MYR 213.66 million
Fund Unit	199.18 million units
Fund Launch	15 November 1995
Fund Inception (MYR)	15 November 1995
Benchmark	Quant shop MGS Bond Index (Medium Sub-Index)
Dealing	Daily (as per Bursa Malaysia trading day)
Application Fee	2.00% of the NAV per unit
Management Fee	1.00% p.a. of the NAV
Trustee Fee	0.05% p.a. of the NAV
Unit NAV (MYR)	MYR 1.0726

FUND OBJECTIVE

To provide regular income as well as to achieve medium to long-term capital appreciation through investments primarily in Malaysian bonds.

FUND PERFORMANCE in MYR



Cumulative Performance (%)

	YTD	1 Month	3 Months	6 Months	1 Year	3 Years	5 Years	Since Inception
Fund	0.35	0.35	1.00	3.07	4.10	12.10	19.88	224.95
Benchmark	0.20	0.20	1.33	2.32	4.22	13.24	20.47	163.71

Calendar Year Performance (%)

	2017	2016	2015	2014	2013	2012
Fund	4.48	3.98	3.12	3.45	3.51	3.87
Benchmark	4.95	3.38	5.38	3.44	1.94	3.77

Most Recent Fund Distributions

	2018 Jan	2017 Jan	2016 Jan	2015 Jan	2014 Jan	2012 Dec
Gross (Sen/Unit)	5.60	5.88	6.65	6.35	6.15	5.50
Yield (%)	4.98	5.18	5.74	5.26	5.27	4.71

Note: November 1995 to January 2018.

Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested.

Source: Lipper

CIMB-PRINCIPAL AWARDS AND ACCOLADES



*Based on the fund's portfolio returns as at 15 January 2018, the Volatility Factor (VF) for this fund is 1.39 and is classified as "Very Low" (source: Lipper). "Very Low" includes funds with VF that are below 1.785. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of the Master Prospectus Issue No. 21 dated 30 June 2017, which has been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Master Prospectus for your records. Any issue of units to which the Master Prospectus relates will only be made upon receipt of the completed application form referred to in and accompanying the Master Prospectus, subject to the terms and conditions therein. Investments in the Fund are exposed to company specific risk, credit and default risk, interest rate risk, risk associated with investment in derivatives, risk associated with investment in structured products and risks associated with investment in warrants. You can obtain a copy of the Master Prospectus from the head office of CIMB-Principal Asset Management Berhad or from any of our approved distributors. Product Highlight Sheet ("PHS") is available and that investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Financing for Investment in Unit Trust Risk Disclosure Statement/Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. Where a unit split/distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.

Currency	ISIN Code	Bloomberg Ticker
MYR	MYU1000AJ008	CIMBMBF MK

CIMB-Principal Asset Management Berhad

10th Floor, Bangunan CIMB, Jalan Semantan
 Damansara Heights, 50490 Kuala Lumpur.

Tel: (603) 2084 8888

Fax: (603) 2084 8899

Website: www.cimb-principal.com.my

FUND MANAGER'S REPORT

The Fund's performance for the month of January was 0.35% compared to the benchmark return of 0.58%.

BNM delivered 25bps of anticipated rate hike in January 2018 and market is expecting the central bank to pause for the rest of 2018. Further interest rate direction will depend on 2H2018 outlook. Post BNM announcement, the government bond yield curve bear flattened slightly which saw short-dated bonds traded relatively higher. Yield on the 1 - 5-year were higher by 8 - 28bps while the longer dated government bonds were relatively unchanged. Credit spreads tightened as a consequence following the movement in MGS, more apparent on the 3 - 5-year buckets.

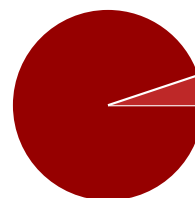
On the Fund's strategy and outlook, we prefer to maintain our investment in credit segment for stable and higher total return but will participate in the government bond market if trading opportunity arises. On technical note, we prefer AA-rated fixed income investment as supply is expected to be less compared to Government Guaranteed securities.

PORTFOLIO ANALYSIS

ASSET ALLOCATION

Bond > 3 year	70.49%
Bond <= 3 year	24.40%
Cash	5.11%
Total	100.00%

COUNTRY ALLOCATION



Malaysia	94.89%
Cash	5.11%

RISK STATISTICS

Beta	0.47
Information Ratio	-0.23
Sharpe Ratio	0.23

3 years monthly data

TOP HOLDINGS

Total	100.00%
1 Affin Bank Bhd	Malaysia A1 5.26%
2 YTL Power International Bhd	Malaysia AA1 4.97%
3 PB Finance Bhd	Malaysia AA2 4.86%
4 Fortune Premiere Sdn Bhd	Malaysia AA-s 3.98%
5 Special Power Vehicle	Malaysia A1 3.71%
6 Sabah Development Bank	Malaysia AA1 2.84%
7 Jimah Energy Ventures	Malaysia AA3 2.64%
8 UniTapah Sdn Bhd	Malaysia AA1 2.48%
9 MMC Corporation Berhad	Malaysia AA- 2.45%
10 Kimanis Power Sdn Bhd	Malaysia AA- 2.42%
Total	35.61%