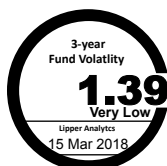


## INVESTMENT VOLATILITY



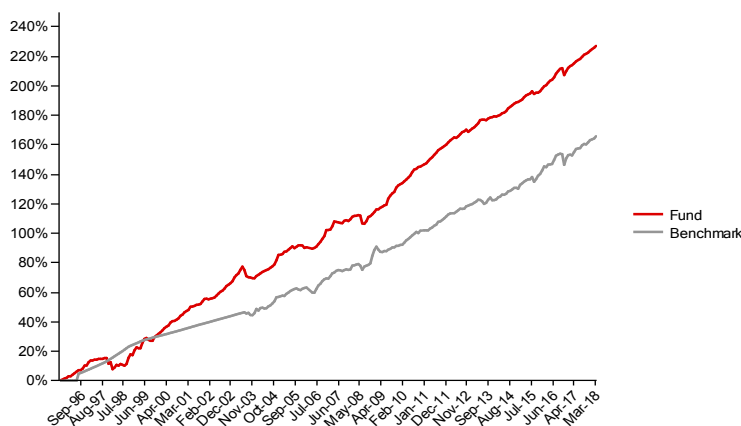
## FUND INFORMATION

<b>Location</b>	Kuala Lumpur, Malaysia
<b>Domicile</b>	Malaysia
<b>Fund Currency</b>	Ringgit Malaysia
<b>Fund Size (MYR)</b>	MYR 217.86 million
<b>Fund Unit</b>	201.75 million units
<b>Fund Launch</b>	15 November 1995
<b>Fund Inception (MYR)</b>	15 November 1995
<b>Benchmark</b>	Quant shop MGS Bond Index (Medium Sub-Index)
<b>Dealing</b>	Daily (as per Bursa Malaysia trading day)
<b>Application Fee</b>	2.00% of the NAV per unit
<b>Management Fee</b>	1.00% p.a. of the NAV
<b>Trustee Fee</b>	0.05% p.a. of the NAV
<b>Unit NAV (MYR)</b>	MYR 1.0798

## 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
<b>Fund</b>	1.01	0.38	1.01	1.87	4.16	11.90	19.72	227.10
<b>Benchmark</b>	1.00	0.57	1.00	2.00	5.14	13.12	20.61	165.82

### Calendar Year Performance (%)

	2017	2016	2015	2014	2013	2012
<b>Fund</b>	4.48	3.98	3.12	3.45	3.51	3.87
<b>Benchmark</b>	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
<b>Gross (Sen/Unit)</b>	5.60	5.88	6.65	6.35	6.15	5.50
<b>Yield (%)</b>	4.98	5.18	5.74	5.26	5.27	4.71

Note: November 1995 to March 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



<sup>a</sup>Based on the fund's portfolio returns as at 15 March 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

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 Damansara Heights, 50490 Kuala Lumpur.

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Website: [www.cimb-principal.com.my](http://www.cimb-principal.com.my)

## FUND MANAGER'S REPORT

The Fund's performance for the month of March 2018 was 0.38% compared to the benchmark return of 0.57%.

The Malaysia Government Securities ("MGS") traded richer on the belly of the curve as yields tightened by 4 to 14 bps between the 3 and 20-year MGS. The strong interest in the government securities were partly driven by liquidity from the MGS/MGII maturity in February and March totaling RM16.4b. The risk off mode in the global market have also resulted in better buying interest in the govies as UST yields traded tighter in respond to possible trade war between the U.S and China. The benchmark 3-, 5- 10-, 15- and 30-year MGS yields close at 3.37%, 3.60%, 3.98%, 4.40% and 4.89% respectively.

Corporate bond trading volume returned with RM 13.9bn traded after the lackluster February's festive season. This was also higher than similar period previous year's RM11bn. Most of the trades remain focused on AA Corporates and GGs with interest returning on the AAA. Credit spreads widened in March for all ratings bringing the first quarter of the year's credit spread wider than the 3 year average for the AAA. Generally the 5 and 7 year saw greater quantum of widening compare to the rest of the curve.

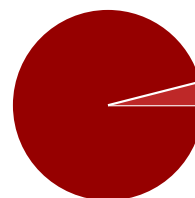
We prefer to maintain our investment in credit segment for stable and higher total return but will participate in the government bond market if trading opportunity arises. On technical note, we prefer AA-rated fixed income investment as supply is expected to be less compared to Government Guaranteed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

## PORTFOLIO ANALYSIS

### ASSET ALLOCATION

Bond > 3 year	74.56%
Bond <= 3 year	21.47%
Cash	3.97%
<b>Total</b>	<b>100.00%</b>

### COUNTRY ALLOCATION



Malaysia	96.03%
Cash	3.97%

## RISK STATISTICS

Beta	0.46
Information Ratio	-0.25
Sharpe Ratio	0.20

3 years monthly data

## TOP HOLDINGS

<b>Total</b>			<b>100.00%</b>
1	Affin Bank Bhd	Malaysia	A1 5.16%
2	Sabah Development Bank	Malaysia	AA1 5.11%
3	PB Finance Bhd	Malaysia	AA2 4.74%
4	Sarawak Energy Bhd	Malaysia	AA1 4.62%
5	Fortune Premiere Sdn Bhd	Malaysia	AA-s 3.88%
6	Special Power Vehicle	Malaysia	A1 3.59%
7	CIMB Thai Bank PCL	Malaysia	AA3 2.79%
8	Jimah Energy Ventures	Malaysia	AA3 2.63%
9	YTL Power International Bhd	Malaysia	AA1 2.55%
10	UniTapah Sdn Bhd	Malaysia	AA1 2.43%
<b>Total</b>			<b>37.50%</b>