

## **INTRODUCTION**

**INITIATION DATE:** 

01-Jul-2014

**OBJECTIVE:** 

A high risk portfolio aiming to achieve long-term capital appreciation by investing 30% in bond funds and 70%

in equity funds

SUITABLE FOR:

Investors seeking to accumulate and grow their wealth over the long term with a more aggressive investment

positioning

#### INFORMATION Initial Investment(RM) 10,000.00 Value as of 31 December 2016 (RM) 11.879.99 Total Profit/Loss (RM) 1,879.99 Total return 18.8% Annualised return\* 7 9% Portfolio Volatility\* 6.8%

Source: iFAST Compilations as of 31 December 2016, 2-year data

## **MARKET COMMENTARY**

### **UPDATE**

- . Global equity markets posted mixed returns over the month. Developed Market equities represented by MSCI AC World Index gained by 2.49%
- Asian equities represented by MSCI AC Asia ex Japan Index declined -1.86% while Emerging Market equities represented by MSCI Emerging Markets Index gained 0.38%
- Malaysia's benchmark, representated by FBM KLCI Index, gained by 1.40%.
- · Overall, bond markets delivered positive returns over the month. Global bonds gained by 0.13% while Malaysia bonds gained 0.29%.

[ All returns are in MYR term ]

#### INDEXED PERFORMANCE 120 115 110 105 100 95 Oct-15 Dec-15 Apr-16 Jun-16 Oct-14 Feb-15 Jun-15 4ug-15 Feb-16 Aug-16 Jun Apr. oct-

Aggressive
Source: iFAST Compilations as of 31 December 2016 - - Benchmark

HOLDINGS				
Fund Name	Weighting	Amount(RM)	NAV at 30 Nov	NAV at 31 Dec
Libra ASnitaBOND Fund	10.0%	1,000	0.6062	0.6109
AMB Dana Arif	10.0%	1,000	0.5854	0.59
Aberdeen Islamic World Equity Fund-Class A	22.5%	2,250	1.4317	1.4751
CIMB-Principal Asia Pacific Dynamic Income Fund	22.5%	2,250	0.3136	0.3102
Kenanga Growth Fund	15.0%	1,500	0.9915	0.9947
Eastspring Investments Global Emerging Markets Fund	10.0%	1,000	0.3084	0.3116
Affin Hwang Select Asia (Ex Japan) Quantum Fund	10.0%	1,000	1.4481	1.4458

Source: Bloomberg, iFAST Compilations as of 31 December 2016, returns are in MYR term with dividend reinvestedBenchmark\*: 24% Thompson Reuters BPAM All Bond Index, 6% JPM Global Aggregate Bond Index, 20% MSCI AC World Index, 11% MSCI Asia ex Japan Index, 17% FTSE Bursa Malaysia KLCI Index, 8% MSCI Emerging Markets Index, 14% MSCI Asia ex Japan Small Cap

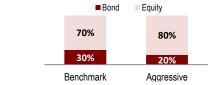
INDIVIDUAL PERFORMANCE (%)							
1M	3M	6M	YTD	1YR	3Y *	STDEV	
0.8	-0.3	1.9	6.2	6.2	5.4	1.6	
0.8	-0.3	1.3	3.8	3.8	4.8	1.6	
3.0	3.5	8.9	9.5	9.5	7.9	9.3	
-1.1	-0.3	9.7	6.8	6.8	11.3	10.3	
0.3	-1.7	2.5	-0.1	-0.1	9.7	10.0	
1.0	2.3	16.7	13.3	13.3	6.7	10.7	
-0.2	-1.3	8.4	12.0	12.0	10.1	9.2	

\* annualised returns

PERFORMANCE TABLE							
	YTD	1M	3M	6M	1Y	2Y*	
Portfolio	6.6%	0.7%	0.4%	6.0%	6.6%	7.9%	
Benchmark <sup>^</sup>	4.8%	0.5%	2.6%	8.7%	4.8%	6.7%	

Source: Bloomberg, iFAST Compilations as of 31 December 2016, returns are in MYR term with dividend reinvested

# INTER ASSET ALLOCATION



Source: iFAST Compilations as of 31 December 2016 INTRA ASSET ALLOCATION

## COMMENTARY

## **PORTFOLIO**

- Risk-return no longer justify overweight on equities, maintain a neutral allocation between equity and bond
- Aberdeen Islamic World Equity Fund-Class A was the best performing fund in the portfolio, surging 3.0%
- CIMB-Principal Asia Pacific Dynamic Income Fund was the worst performing fund in the portfolio, with a return of -1.1%

## PORTFOLIO ADJUSTMENTS

### **ACTION TAKEN:**

- Rebalancing portfolio, adjusted to an overweight position to equity relative to bond
- Trimming allocation of "Global Equities" on our decision to underweight developed markets
- Overweight EM on expectation of relatively higher potential returns, stemming from valuation expansion, better earnings growth and anticipated dividends



\*\*0.0% Asian Bonds and 0.0% Emerging Markets Bonds Source: iFAST Compilations as of 31 December 2016

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