



Investment Objective

To achieve capital preservation over the medium term while providing a stable long term and secured income return by investing primarily in a portfolio of investment grade fixed income securities.

Investor Profile

The fund is suitable for investors who seek a stable income stream and have a medium to long term investment horizon.

Investment Strategy & Approach

The Managers employ a rigorous and structured investment approach in evaluating the various bond investments and their credit risks. The fund will be invested in the Malaysian government securities, money market instruments and private debt securities with a minimum rating of A3 by RAM or its equivalent.

Fund Details

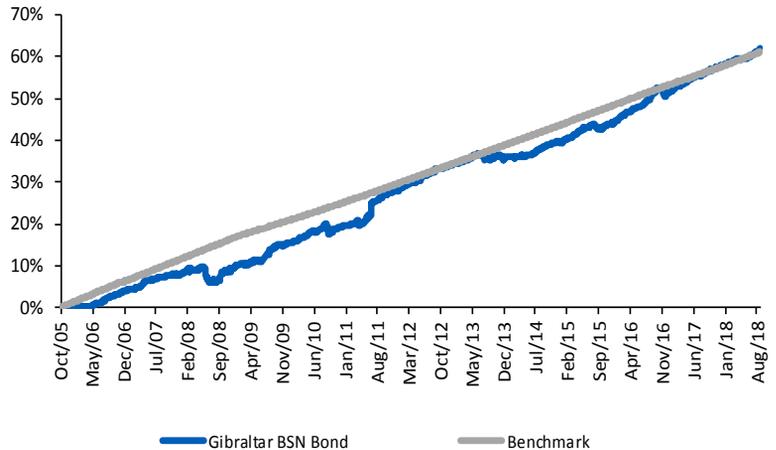
Unit NAV	RM0.7689
Fund Size	RM13.0 million
Inception Date	29 September 2005
Management Fee	1.00% per annum

Top 5 Holdings

RHB Bank	11.3%
Tanjung Bin Energy Issuer	9.4%
TF Varlik Kiralama	8.3%
Sarawak Hidro	6.3%
KT Kira Sertifikalan Varlik	6.0%

Data as at 31 August 2018

Cumulative Performance Since Inception



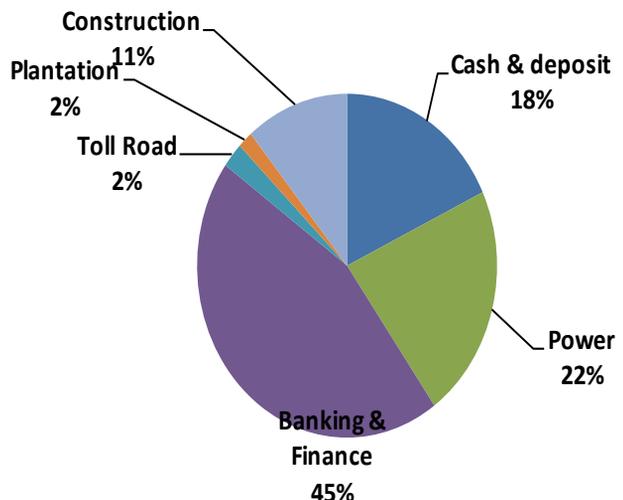
Performance Table

	1 month	3 months	6 months	YTD	1 year	3 years	5 years	Since inception
Fund	0.5%	1.4%	1.8%	2.4%	3.5%	13.5%	19.6%	61.9%
Benchmark	0.4%	1.2%	2.4%	3.2%	4.7%	14.2%	23.6%	61.1%

- Benchmark: 1-year Maybank FD rates + 150 bps
- Source: Bloomberg & Gibraltar BSN Life Bhd

Past performance is not indicative of future performance and the performance of the fund is not guaranteed.

Portfolio Composition





Manager's Comment

The Fund has appreciated by 61.9% since inception on 29th Sept 2005 or by 3.8% compounded annual return.

Market Review

We witnessed the return of foreign fund flows into our govies market in August. Together with strong support from local institutional investors including banks, pension funds and life insurance companies, the local govies market strengthened. The outperformance in the govies market was also in line with the bull-flattening of the US Treasury curve in the month of August. Market interpreted Jerome Powell's statement at the Jackson Hole meeting as dovish, rendering support for the US Treasuries.

On rating actions, Malaysian Rating Corporation Berhad (MARC) placed the ratings of all toll road operators in its rating universe on negative outlook, revised from MARC Watch Developing previously. This move reflects the prevailing uncertainty in the sector as the government considers various options to resolve the toll issues. However, this is mitigated by Pakatan Harapan's statement that the abolishment of tolls will only be looked at once Malaysia's financial position improves.

Looking ahead, trade dispute and the USD's strength may cause headwinds in emerging markets. Such risk-averse sentiment would be a dampener for the Malaysian Ringgit. We opine that Bank Negara Malaysia is likely to keep the OPR unchanged at 3.25% for the rest of the year.

Market Outlook

We focus on valuation play to take advantage of the volatile market to enhance portfolio return, which currently favours corporate bonds over government bonds in view of the wide corporate credit spreads. We will participate in high quality lower rated corporate bonds in the primary market which offer better yield pick-up relative to the secondary market as and when price discovery takes place for the new issuances.

For Internal Use Only

Disclaimer

This report is for information only and is purely a product summary. Please refer to the product fact sheet available at www.gibraltarbsn.com for further details. This report shall not be reproduced, copied, circulated or forwarded either in part or otherwise to any persons howsoever without the prior written consent of Gibraltar BSN Life Berhad. The opinions and information contained herein are based on the latest available data which is believed to be reliable. It is not to be construed as an offer, invitation or solicitation to buy or sell any securities or financial instruments covered by this report. Gibraltar BSN Life Berhad does not warrant the accuracy of anything stated herein in any manner whatsoever and no reliance upon such statement by anyone shall give rise to any claim whatsoever against Gibraltar BSN Life Berhad and/or its associated persons. Gibraltar BSN Life Berhad and/or its associated persons may from time to time have an interest in the securities or financial instruments mentioned by this report. Past Performance of the Funds mentioned in the Report is not an indication of its future performance. Investors/policy holders should rely on their own evaluation to assess the merits and risks of the investment. In considering to invest in an investment-linked fund, investors/policy holders who are in doubt on the action to be taken should consult a professional adviser. Investors/Policy holders have to take note that investments can fluctuate in value and values may fall as well as rise and an investor/policy holder may not get back the amount invested.