

**FUND OBJECTIVE**

The Maybank Asian Credit Income Fund - MYR Class ("MACIMYR" or "the Fund") is a feeder fund that aims to maximise investment returns by investing in the target fund, the Maybank Asian Income Fund ("Target Fund").

Any material change to the investment objective of the Fund would require the Unit Holders' approval.



**FUND INFORMATION**

**Fund Category**  
 Feeder fund

**Fund Type**  
 Fixed Income

**Launch Date**  
 7-Jul-20

**Benchmark**  
 JP Morgan Asian Credit Index

**NAV Per Unit**  
 RM 0.8686

**Class Size**  
 RM 36.95 million

**Feeder Fund (Total Size)**  
 RM 37.89 million

**Target Fund Size**  
 USD 106.95 million

**Distribution Policy**  
 Distribution will be incidental for the first financial year. Thereafter, distribution will be on a bi-monthly basis, i.e. every two months (subject to the availability of income).

**Initial Offer Price (IOP)**  
 RM1.0000

**Sales Charge**  
 Up to 3.00% of the NAV per Unit

**Redemption Charge**  
 Nil

**Annual Management Fee**  
 Up to 1.25% per annum of the NAV of each Class.

**Annual Trustee Fee**  
 0.06% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), accrued daily and paid monthly to the Trustee.

**Min. Initial Investment**  
 RM1,000 or such other lower amount as determined by the Manager from time to time.

**Min. Additional Investment**  
 RM100 or such other lower amount as determined by the Manager from time to time.

**Cut-off time for injection / Withdrawal**  
 4.00 p.m. on a Business Day as stated in Prospectus / Information Memorandum. Do note that times may differ from respective distributors.

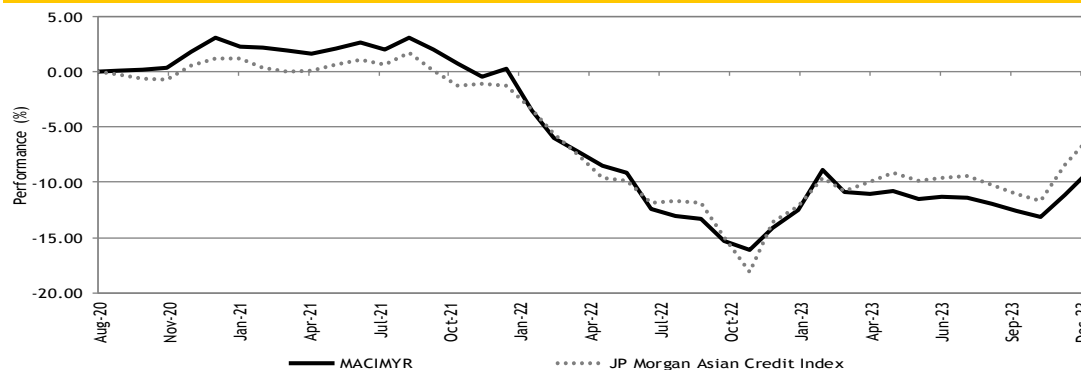
**Period of payment after withdrawal**  
 Within 9 business days

**Financial Year End**  
 30-Apr

**Portfolio Yield (Target Fund)**  
 6.12%

**Portfolio Duration (Target Fund)**  
 5.08 years

**Performance Record as at 31-Dec-23**



\*\* Performance record from 06 Aug 20 - 31 Dec 23, income reinvested, calculated in MYR  
 \*\* Inclusive of distribution since inception (if any)  
 Source: Novagmi Analytics and Advisory Sdn. Bhd.

**Performance (%) Return as at 31-Dec-23**

Total Return	YTD	Annualised Return			Calendar Year Return				
		1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	SI	
Fund	4.06	2.44	4.22	2.65	4.06	-11.69	-	-8.95	
Benchmark*	7.02	2.60	5.69	3.99	7.02	-7.10	-	-6.02	

Fund	Annualised Return			Calendar Year Return				
	3 Yr	5 Yr	SI	2023	2022	2021	2020*	2019
Fund	-4.06	-	-2.72	4.06	-12.73	-2.75	3.10	-
Benchmark*	-2.42	-	-1.81	7.02	-11.02	-2.44	1.16	-

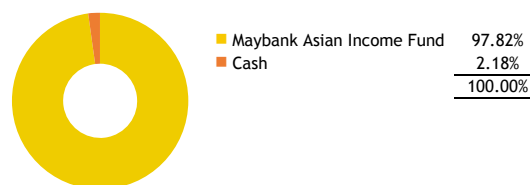
\*JACICOTR Index USD  
 \*since commencement till 31 Dec 2020  
 Source: Novagmi Analytics and Advisory Sdn. Bhd.

**Income Distribution History**

Date	Gross (sen)	Yield (%)	Total yield (%)
24/02/2022	0.34	0.38	0.38
2021	4.08	-	4.19
27/11/2020	0.40	0.39	0.39

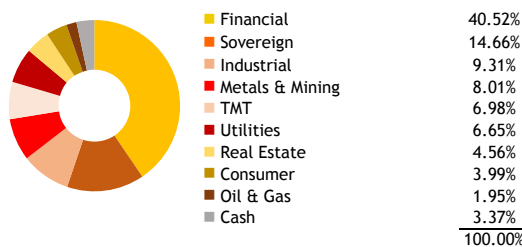
Source: Maybank Asset Management Sdn. Bhd.

**Asset Allocation (Feeder Fund) as at 31-Dec-23**



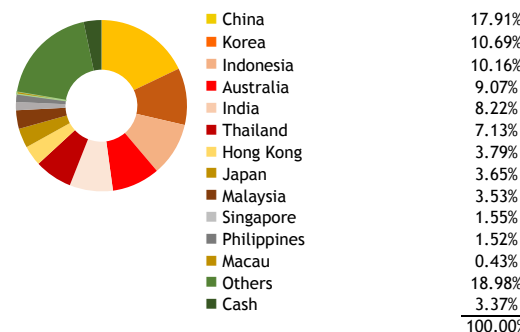
Source: Maybank Asset Management Sdn. Bhd.

**Sector Allocation (Target Fund) as at 31-Dec-23**



Source: Maybank Asian Income Fund

**Country Allocation (Target Fund) as at 31-Dec-23**



Source: Maybank Asian Income Fund

**Top 10 Holdings (Target Fund) as at 31-Dec-23**

US TREASURY N/B 4.125% 23-15/08/2053	7.71%
SMALL BUSN CORP 2.125% 16-30/08/2026	4.37%
BARCLAYS PLC 23-15/03/2172 FRN	2.95%
MINOR INTL PCL 21-31/12/2061 FRN	2.63%
US TREASURY BILL 0% 23-04/01/2024	2.34%
GREENKO WIND 5.5% 22-06/04/2025	2.13%
MACQUARIE BK LTD 6.798% 23-18/01/2033	2.05%
LENOVO GROUP LTD 6.536% 22-27/07/2032	2.05%
HUARONG FINANCE 3.8% 17-07/11/2025	2.01%
AUST & NZ BANK 6.742% 22-08/12/2032	2.01%

Source: Maybank Asian Income Fund

**(Target Fund) Characteristics**

Average Rating **A- /BBB+**

Source: Maybank Asian Income Fund

## MONTHLY COMMENTARY OF TARGET FUND

### Fund Positioning & Outlook

After a massive sell-off during October where the US 10 year Treasury yield pierced through 5%, the market turned around strong in November and December. US 10 year Treasury yield dropped more than 100bps, boosting the JP Morgan Credit Index up 6.4% in just two months. The year end rally brought about a 7% return for FY2023. This was a very welcome change for bond fund managers who were tethering on an unprecedented consecutive third year of negative returns for most of FY2023.

Since early November, we have actively moved to extend duration on bond portfolios from underweight to overweight, as well as reinvesting cash from Treasury bills to long-end bonds to take advantage of the year-end rally. While we remain fully invested, we have turned slightly more cautious. We remember the false dawn a year ago when the JP Morgan Asia Credit Index, after a painful 18% selloff in the first ten months of FY2022, also reversed to deliver a dramatic 10% rally from October 2022 to January 2023. However the party fizzled out soon after early February 2023 and have disappointed for most FY2023 until recently. Hence given the sharp rally in the past two months, it will be prudent to stay nimble as we roll into the New Year, which will bring new opportunities as well as new challenges.

For full year FY2024 we are positive on bond investments. On the macro front, inflation is dissipating and growth is slowing. This would pivot central banks from tightening pressure to easing. Valuation on bonds are attractive with investment grade at 5% and high yield at 7%. Finally we also feel that demand for bonds should improve as the hiking cycle has ended and we should see increasing insurance and fund flows into bond investments. On the other hand, we expect USD bond supply from Asia to be muted as issuers prefer to tap onshore funding. Local currency interest rates are lower and hedging costs have increased with higher USD rates. Higher demand and lower supply will be positive for bond prices.

Overall we are expecting Treasuries to rally another 30 basis points from here, offset by potential credit spread widening of 10 basis points. Together with current index yield of 6.25%, total JACICOTR return is expected to be around 6% to 8% for FY2024 which is very decent on a risk-adjusted basis as bond volatility historically has been low at 3% to 4%. Given increasing risks of recession, we prefer to extend duration on investment grade bond while selectively hold short duration BB rated high yield for carry. The key risks for FY2024 are the US Presidential elections and new or worsening geopolitical risks. Inflation pressure may build up again from geo-politics or trade protectionism. Therefore we will continue to be watchful in FY2024 and will remain flexible and nimble.

The yield of the distributions are calculated based on the total dividend payout/ex-distribution NAV.

Based on the fund's portfolio returns as at 31 December 2023, the Volatility Factor (VF) for this fund is 5.62 and is classified as "Low". (Source: Lipper). "Low" includes funds with VF that are above 4.07 and less than or equal to 8.355 (source: Lipper). 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.

The term "Maybank AM" used herein refers to Maybank Asset Management. This Fund Fact Sheet ("FFS") is for informational purpose only. You should seek your own financial advice from a licensed adviser before investing in this Fund. Maybank AM does not make any representations or warranties of any kind express or implied, about the completeness, accuracy, reliability, suitability or availability with respect to the information contained herein.

Investors are advised to read and understand the contents of the Prospectus dated 07 July 2020, the First Supplementary Prospectus dated 08 May 2023 and the Fund's Product Highlights Sheets ("PHS") before investing. The Prospectus and PHS are available at our nearest representative offices and investors have the right to request for a copy of the Prospectus and PHS. The Prospectus has been registered with the Securities Commission Malaysia who takes no responsibility for its contents.

You should be aware that investments in unit trust funds carry risks. An outline of the risks are contained in the Prospectus. Unit prices and income distribution, if any, may rise or fall. Past performance of a fund is not an indicative of future performance. Please consider the fees and charges involved before investing. Units will be issued upon receipt of completed application form accompanying the Prospectus and subject to terms and conditions therein.

In no event shall Maybank AM be liable for any loss or damages howsoever arising whether in contract, tort, negligence, strict liability or any other basis, including without limitation, direct or indirect, special, incidental, consequential or punitive damages arising i) from incompleteness, inaccuracy, unreliability, unsuitability or unavailability with respect to this FFS and/or reliance thereon; or ii) from reproduction or use of the information/copyright/trademark contained in the FFS.

SC's approval or authorisation, or the registration, lodgement or submission of the Prospectus/ Information Memorandum does not amount to nor indicate that the SC has recommended or endorsed the Fund or the Fund Fact Sheet.

**FUND OBJECTIVE**

The Maybank Asian Credit Income Fund - SGD (Hedged) Class ("MACISGDH" or "the Fund") is a feeder fund that aims to maximise investment returns by investing in the target fund, the Maybank Asian Income Fund ("Target Fund").

Any material change to the investment objective of the Fund would require the Unit Holders' approval.



**FUND INFORMATION**

**Fund Category**

Feeder fund

**Fund Type**

Fixed Income

**Launch Date**

7-Jul-20

**Benchmark**

JP Morgan Asian Credit Index

**NAV Per Unit**

SGD 0.8614

**Class Size**

SGD 0.27 million

**Feeder Fund (Total Size)**

RM 37.89 million

**Target Fund Size**

USD 106.95 million

**Distribution Policy**

Distribution will be incidental for the first financial year.

Thereafter, distribution will be on a bi-monthly basis, i.e. every two months (subject to the availability of income).

**Initial Offer Price (IOP)**

SGD1.0000

**Sales Charge**

Up to 3.00% of the NAV per Unit

**Redemption Charge**

Nil

**Annual Management Fee**

Up to 1.25% per annum of the NAV of each Class.

**Annual Trustee Fee**

0.06% per annum of the NAV of the Fund (excluding foreign custodian fees and charges), accrued daily and paid monthly to the Trustee.

**Min. Initial Investment**

SGD1,000 or such other lower amount as determined by the Manager from time to time.

**Min. Additional Investment**

SGD100 or such other lower amount as determined by the Manager from time to time.

**Cut-off time for injection / Withdrawal**

4.00 p.m. on a Business Day as stated in Prospectus / Information Memorandum. Do note that times may differ from respective distributors.

**Period of payment after withdrawal**

Within 9 business days

**Financial Year End**

30-Apr

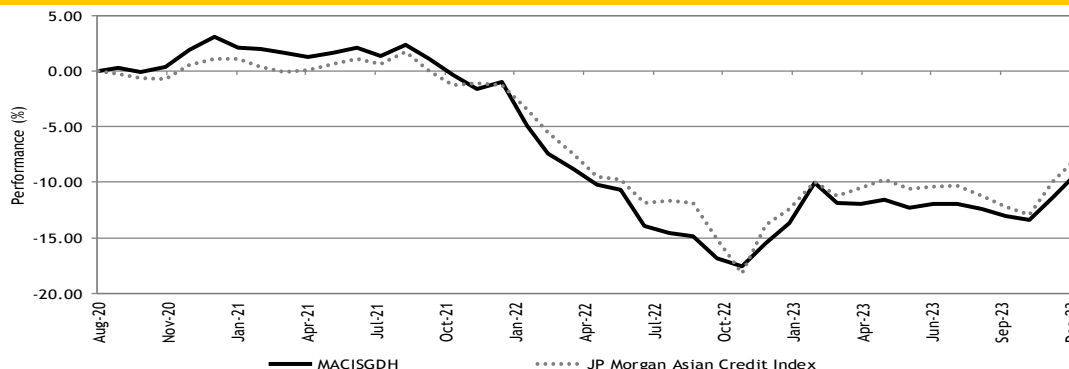
**Portfolio Yield (Target Fund)**

6.12%

**Portfolio Duration (Target Fund)**

5.08 years

**Performance Record as at 31-Dec-23**



\*\* Performance record from 06 Aug 20 - 31 Dec 23, income reinvested, calculated in SGD

\*\* Inclusive of distribution since inception (if any)

Source: Novagmi Analytics and Advisory Sdn. Bhd.

**Performance (%) Return as at 31-Dec-23**

Total Return	YTD	1 Mth	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	SI
Fund	5.36	2.54	4.53	3.30	5.36	-11.84	-	-9.10
Benchmark*	5.41	2.44	5.15	3.05	5.41	-8.75	-	-7.72

	Annualised Return			Calendar Year Return				
	3 Yr	5 Yr	SI	2023	2022	2021	2020*	2019
Fund	-4.11	-	-2.76	5.36	-12.87	-3.97	3.11	-
Benchmark*	-3.01	-	-2.33	5.41	-11.33	-2.37	1.13	-

\*JACICOSG INDEX

\*since commencement till 31 Dec 2020

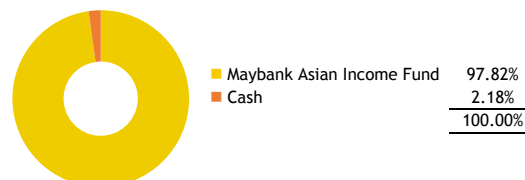
Source: Novagmi Analytics and Advisory Sdn. Bhd.

**Income Distribution History**

Date	Gross (sen)	Yield (%)	Total yield (%)
26/04/2023	0.84	1.00	1.00
2022	0.68	-	0.80
2021	2.71	-	2.76
27/11/2020	0.40	0.40	0.40

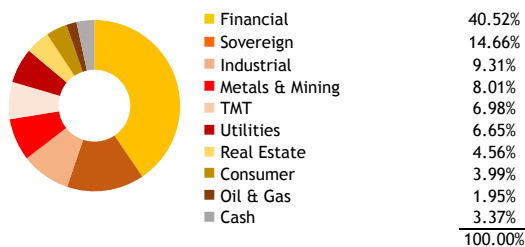
Source: Maybank Asset Management Sdn. Bhd.

**Asset Allocation (Feeder Fund) as at 31-Dec-23**



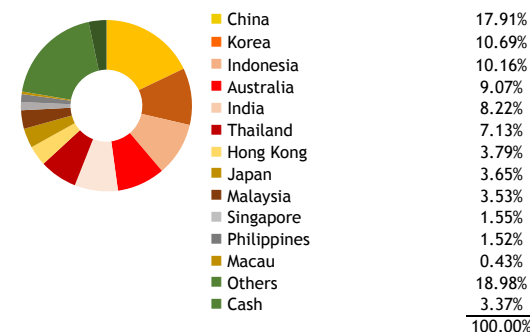
Source: Maybank Asset Management Sdn. Bhd.

**Sector Allocation (Target Fund) as at 31-Dec-23**



Source: Maybank Asian Income Fund

**Country Allocation (Target Fund) as at 31-Dec-23**



Source: Maybank Asian Income Fund

**Top 10 Holdings (Target Fund) as at 31-Dec-23**

US TREASURY N/B 4.125% 23-15/08/2053	7.71%
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Source: Maybank Asian Income Fund

**(Target Fund) Characteristics**

Average Rating A-/BBB+

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**MONTHLY COMMENTARY OF TARGET FUND****Fund Positioning & Outlook**

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