

EQUITY INCOME FUND

FEBRUARY 2017



ALL DATA AS AT 31 JANUARY 2017 UNLESS OTHERWISE STATED

FUND INFORMATION

Launch Date: 18 October 2004
 Fund Category/Fund Type: Equity/Income
 Fund Size: RM189,316,369.63
 Initial Offer Price: RM0.5000
 NAV per Unit: RM0.8213
 EPF Investment Scheme: Yes

FEES, CHARGES AND EXPENSES

Annual Management Fee:
 Up to 1.50% of the NAV per annum

Annual Trustee Fee:
 Up to 0.07% of the NAV per annum subject to a minimum of RM18,000 per annum

Sales Charge:
 Up to 5.00% of the NAV per Unit

Redemption charge: Nil

Redemption Payment Period: Ten (10) calendar days

TRANSACTION DETAILS

Minimum Initial Investment:
 Lump Sum: RM1000*
 Regular Investment: RM100*

Minimum Additional Investment:
 Lump Sum & Regular Investment: RM100*
 * The Manager reserves the right to change the minimum amounts stipulated above from time to time

DISTRIBUTIONS

Income Distribution Policy:
 At least once a year, subject to the availability of income

Fund NAV:	NAV	Date
52-Week High	0.8293	07-06-2016
52-Week Low	0.7761	27-06-2016

FUND MANAGER

Fund Manager: Eastspring Investments Berhad

AWARDS / RATINGS

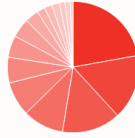
The Edge-Thomson Reuters Lipper Malaysia Fund Awards 2016
 Best Equity Malaysia Income, 3 and 5 years

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FUND OBJECTIVE

The Fund seeks to provide a stable income stream with medium to long-term capital growth.

ASSET ALLOCATION



1. Cash & cash equivalents	22.17%	9. Health Care	3.39%
2. Banking & Finance	16.00%	10. Technology	1.99%
3. Consumer	14.44%	11. Telecommunication	1.89%
4. Property	10.04%	12. Automotive	1.89%
5. Power / Utilities	8.46%	13. Manufacturing	1.35%
6. Conglomerate	6.32%	14. Transportation	1.30%
7. Construction	5.37%	15. Media	0.71%
8. Gaming	4.68%		

* as percentage of NAV.

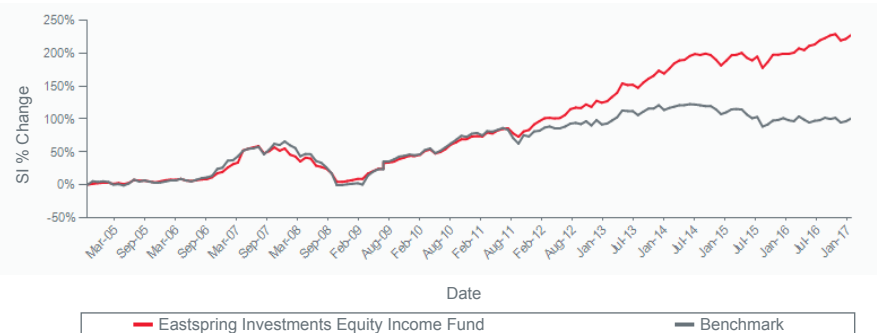
TOP HOLDINGS

1. British American Tobacco (Malaysia) Berhad	4.88%	4. Tenaga Nasional Berhad	4.53%
2. CIMB Group Holdings Berhad	4.79%	5. RHB Bank Berhad	4.12%
3. Genting Berhad.	4.68%		

* as percentage of NAV.

FUND PERFORMANCE

Eastspring Investments Equity Income Fund - Since Inception (SI) Return Vs Benchmark



The performance is calculated on NAV-to-NAV basis with gross income or dividend reinvested

Source: Lipper for Investment Management. Past performance is not necessarily indicative of future performance.

PERFORMANCE TABLE

	1 month	6 months	1 year	3 years	5 years	Since Inception
Fund	1.87%	2.60%	9.58%	21.81%	66.72%	227.81%
Benchmark *	2.25%	1.39%	1.43%	-6.04%	10.35%	100.78%
Lipper Ranking	11 of 15	4 of 15	5 of 15	4 of 14	2 of 14	n.a.

Lipper Fund Category: Equity Malaysia Income

* Financial Times Stock Exchange Bursa Malaysia 100 Index (FBM100)
 Fund performance and Lipper ranking are sourced from Lipper for Investment Management and the benchmark is from www.bursamalaysia.com, 31 January 2017. Performance is calculated on a Net Asset Value ("NAV") to NAV basis with gross income or dividend reinvested. Past performance is not necessarily indicative of future performance.

LIPPER LEADERS RATING (OVERALL)

Total Return	Consistent Return	Preservation	Lipper Leaders Key
5	5	5	Lowest ① Highest ⑤

The Lipper Leaders Ratings System is a set of tools that guide investors and their advisors to select funds that suit individual investment styles and goals. It uses investors-centred criteria to deliver a simple, clear description of a fund's success in meeting certain goals, such as preserving capital or building wealth through consistent strong returns.

Lipper Leader ratings are derived from highly sophisticated formulas that analyse funds against clearly defined criteria. Each fund is ranked against its peers based on the metric used (such as Total Return or Expense), and then the top 20% of funds in that ranking receive the Lipper Leader designation. Lipper Leaders measures are not predictive of future performance, but they do provide context and perspective for making knowledgeable fund investment decisions.

FUND MANAGER'S COMMENTARY

Global markets generally recorded positive equity performance in January 2017, on the expectations that Trump's policies for the US will be reflationary in nature, focused on tax cuts and corporate tax overhaul, infrastructure spending in the US, and increased protectionism. The Dow Jones Index rallied above the 20,000 mark post Trump's inauguration but trended lower by month end. The strength of the US Dollar weakened a little mid-month when Trump, then as President-Elect, stated that the dollar was too strong. China surprised the market by raising their 6-month and 1-year Medium-term Lending Facility ("MLF") by 10 basis points each to 2.95% and 3.1% respectively. This was the first of such increases in nearly six years.

Malaysian equities ended the month on a higher footing, on the back of growing interest by investors with the announcements of various Permodalan Nasional Berhad ("PNB") related companies such as UMW Holdings and UMW Oil and Gas, and Sime Darby's intentions to spin-off various divisions. The ringgit weakness seem to have bottomed early in the month, hitting intra-day levels above RM4.50/USD, above levels during the taper tantrum of 2015 and at levels not seen since the Asian Financial Crisis. However, the ringgit has been trending stronger versus the US Dollar in January with firmer oil prices (as the Organisation of the Petroleum Exporting Countries ("OPEC") cuts are being adhered to), much stronger crude palm oil prices, and efforts by Bank Negara Malaysia ("BNM") to clamp down on currency speculation. The Kuala Lumpur Composite Index ("KLCI") ended the month higher at 1.82% mom to close at 1,671.54 points. The broader market gained 2.4% outperforming the KLCI. All sectors registered positive performances during the month, with the best performing sector being Technology (+10.33%), benefiting from the strong US dollar sales, and Property (+3.82%). The worst performing sector was Consumer (+1.73%). The FTSE Bursa Malaysia ("FBM") Small Cap Index gained 4.84%. Average value traded on Bursa in January was up 8.7% mom to RM1.928bn despite being a shorter trading month with the Chinese New Year holidays.

ANNUAL PERFORMANCE FOR THE CALENDAR YEAR ENDED

Year	2012	2013	2014	2015	2016
Fund (%)	18.83	20.14	2.86	6.38	7.50
Benchmark (%)	9.60	11.39	-6.17	-2.89	-2.45
Date/Distribution (RM)	27 Jan, 0.0500 30 Jul, 0.0465	30 Jan, 0.0450 23 Jul, 0.0500	27 Jun, 0.0548 30 Dec, 0.0515	26 Jun, 0.0415	27 Jun, 0.0402
Distribution Yield (%)	6.76, 6.11	6.00, 6.20	5.75, 6.00	5.00	5.00

Source: Distribution and Distribution Yield are sourced from the fund's Annual Report. Fund and Benchmark for current year are based on Year to Date (YTD) figures which is sourced from Lipper for Investment Management. Past performance is not necessarily indicative of future performance.

IMPORTANT INFORMATION

Based on the Fund's portfolio returns as at 30 December 2016, the Volatility Factor (VF) for this Fund is 7.2 and is classified as "Moderate" (Source: Lipper). "Moderate" generally includes funds with VF that are higher than 5.965 but not more than 8.015. The VF means that 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 (6) months. The VF for the Fund may be higher or lower than the VC, depending on the market conditions. 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.

Investors are advised to read and understand the contents of the Eastspring Investments Master Prospectus dated 15 July 2016 and the Eastspring Investments First Supplementary Master Prospectus dated 24 November 2016 (collectively, the "Prospectuses"), as well as the Fund's Product Highlights Sheets ("PHS") before investing. The Prospectuses and PHS are available at offices of Eastspring Investments Berhad or its authorised distributors and investors have the right to request for a copy of the Prospectuses and PHS.

The Prospectuses have been registered with the Securities Commission Malaysia who takes no responsibility for its contents. Units will only be issued upon receipt of the application form accompanying the Prospectuses. Past performance of the Fund is not an indication of the Fund's future performance. Unit prices and distribution payable, if any, may go down as well as up. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the Net Asset Value ("NAV") per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV.

Where a unit split is declared, investors are advised that the value of their investment in Malaysian Ringgit will remain unchanged after the issue of the additional units. Investments in the Fund are exposed to security risk. Investors are advised to consider these risks and other general risks as elaborated in the Prospectuses as well as fees, charges and expenses involved before investing.

All fees, charges and expenses payable by the unit holder are subject to Goods and Services Tax ("GST") at a rate of 6% or such other prescribed rate as may be imposed from time to time, and incurred by the unit holder directly when purchasing or redeeming units of the Fund and indirectly when investing in the Fund. The fees, charges and expenses disclosed are exclusive of GST or any other taxes or duties that may be imposed by the government or other authorities from time to time.

Eastspring Investments companies (excluding JV companies) are ultimately wholly owned/indirect subsidiaries of Prudential plc of the United Kingdom. Eastspring Investments companies (including JV companies) and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America.