

# TARGET INCOME FUND 5

## MARCH 2017

ALL DATA AS AT 28 FEBRUARY 2017 UNLESS OTHERWISE STATED

### FUND INFORMATION

Launch Date: 22 February 2016  
Fund Category/Fund Type: Bond (close-ended)/Income  
Fund Size: RM192,518,966.41  
Initial Offer Price: RM1.0000  
NAV per Unit: RM1.0882  
EPF Investment Scheme: Nil

### FEES, CHARGES AND EXPENSES

Annual Management Fee:  
Up to 0.20% of the Fund's NAV per annum  
Annual Trustee Fee:  
Up to 0.06% of the Fund's NAV per annum subject to a minimum of RM15,000 per annum (excluding foreign custodian fees and charges)  
Sales Charge:  
Up to 3.00% of the Offer Price (during the offer period)  
Redemption charge:  
3.00% of NAV per Unit of the Fund  
Redemption Payment Period: Ten (10) calendar days

### TRANSACTION DETAILS

Minimum Initial Investment  
Lump Sum: RM1000\*  
Regular Investment: n.a.  
Minimum Additional Investment  
Lump Sum: RM100 (during the offer period)\*  
Regular: n.a.  
\* The Manager reserves the right to change the minimum amounts stipulated above from time to time

### DISTRIBUTIONS

Income Distribution Policy:  
Distribution of income, if any, will be on annual basis, after deduction of taxation and expenses

Fund NAV:	NAV	Date
52-Week High	1.0882	28-02-2017
52-Week Low	1.0000	06-04-2016

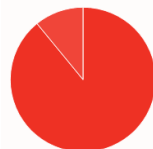
### FUND MANAGER

Fund Manager: Manager's Delegate (External Fund Manager) - Eastspring Investments (Singapore) Limited

### FUND OBJECTIVE

The Fund endeavours to provide regular income during the tenure of the Fund.

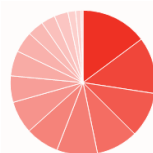
### ASSET ALLOCATION



1. Unquoted Fixed Income Securities	98.22%
2. Cash & cash equivalents	12.01%
3. Derivatives	-10.23%

\* as percentage of NAV.

### COUNTRY ALLOCATION



1. United Kingdom	14.50%	9. Hong Kong	5.54%
2. Singapore	12.43%	10. China	4.61%
3. Australia	9.90%	11. Thailand	3.53%
4. Indonesia	9.15%	12. Sri Lanka	3.07%
5. United States	8.88%	13. India	3.02%
6. Philippines	7.34%	14. Denmark	1.65%
7. Argentina	7.15%	15. South Africa	1.17%
8. Malaysia	5.81%	16. South Korea	0.47%

\* as percentage of NAV.

### TOP HOLDINGS

1. Ausnet Services Holdings Pty Ltd	9.90%	4. HSBC Holdings Plc	8.17%
2. Lend Lease (US) Capital Inc.	8.88%	5. SMC Global Power Holdings Corp.	7.34%
3. Standard Chartered Plc	8.68%		

\* as percentage of NAV.

### FUND PERFORMANCE

"Not available as the fund performance is less than one year"

### PERFORMANCE TABLE

	1 month	6 months	1 year	3 years	5 years	Since Inception
Fund						
Benchmark *	"Not available as the fund performance is less than one year"					
Lipper Ranking						

\*5-year Maybank fixed deposit rate as at Commencement Date.

### FUND MANAGER'S COMMENTARY

The Asian USD bond market (represented by the John Pierpont ("JP") Morgan Asia Credit Index) saw a gain of 1.41% in February. The gain was driven by narrowing spreads and slight tightening of US Treasury ("UST") yields.

In February, the UST yield curve flattened as strong inflation numbers and hawkish comments made by Federal Reserve Chairman Janet Yellen pushed short -term UST yields higher. However, the move higher was rather muted with the 2-year UST yield and 5-year UST yield closing the month higher by 6 basis points and 2 basis points respectively. 10-year UST yields closed the month 6 basis points lower as concerns over political uncertainty in US and Europe kept demand for safe haven USTs high. The upcoming presidential election in France is of increasing concern as a victory by farright candidate Marine Le Pen may have negative implications on the Eurozone.

In Asia, investor sentiment remained buoyant in February and this was reflected in the overall tighter spreads in the Asian USD Bond universe . Asian USD sovereign bonds turned out to be the best performing sector in February, followed by quasi-sovereigns and finally corporates.

Indonesia and Mongolia were key contributors to the outperformance of the sovereign bond sector over the month. Moody's revised its outlook on Indonesia's government ratings to positive from stable in February. Key drivers of the change are cited to be emerging signs of a reduction in structural constraints such as its level of external vulnerability and the strength of its institutions.

In the corporate space, high yield bonds outperformed investment grade bonds amid investors' continued hunt for yield . China high yield industrials stood out amid investors' demand for higher yielding bonds . Commodity-related names continued their rally from the previous month to be among the top performers year-to-date. Year-to-date, Asian bonds turned in positive returns, driven by tightening spreads and slight moderation in UST yields .

The hunt for yield continues to drive performance as high yield sectors outperformed. High yield sovereigns was the best performing sector over the period, while the weakest sector was the investment grade corporate bonds sector.

### ANNUAL PERFORMANCE FOR THE CALENDAR YEAR ENDED

Year					n.a.
Fund (%)					n.a.
Benchmark (%)					n.a.
Date/Distribution (RM)					n.a.
Distribution Yield (%)					n.a.

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

This is a close-ended fund. Units are no longer available for sale on the basis of the Eastspring Investments Target Income Fund 5 ("Fund") Prospectus, the Fund's First Supplementary Prospectus each respectively dated 22 February 2016 (collectively referred to as "Prospectuses") . Investors are advised to read and understand the contents of the Prospectuses and the Fund's Product Highlights Sheet ("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 credit or default risk, counterparty risk, interest rate risk, country risk, currency risk, taxation risk, income distribution risk, asset mismatch risk, concentration risk, reinvestment risk, ratings downgrade risk and derivatives 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.