

TARGET INCOME FUND 5

APRIL 2018

ALL DATA AS AT 31 MARCH 2018 UNLESS OTHERWISE STATED

FUND INFORMATION

Launch Date: 22 February 2016
 Fund Category/Fund Type: Bond (close-ended)/Income
 Fund Size: RM187,621,065.21
 Initial Offer Price: RM1.0000
 NAV per Unit: RM1.1204
 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	1.1232	13-03-2018
52-Week Low	1.0505	27-04-2017

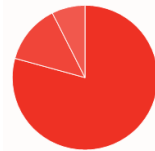
FUND MANAGER

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.

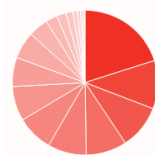
ASSET ALLOCATION



1. Unquoted Fixed Income Securities	79.30%
2. Cash & cash equivalents	13.27%
3. Derivatives	7.43%

* as percentage of NAV.

COUNTRY ALLOCATION



1. United Kingdom	15.91%	10. Virgin Islands (British)	3.50%
2. Australia	8.56%	11. Indonesia	2.04%
3. United States	7.78%	12. Sri Lanka	1.67%
4. Philippines	7.21%	13. Netherlands	1.21%
5. Singapore	6.80%	14. Denmark	0.81%
6. Argentina	6.40%	15. New Zealand	0.57%
7. Hong Kong	6.12%	16. South Korea	0.41%
8. Malaysia	5.17%	17. Pakistan	0.38%
9. China	4.76%		

* as percentage of NAV.

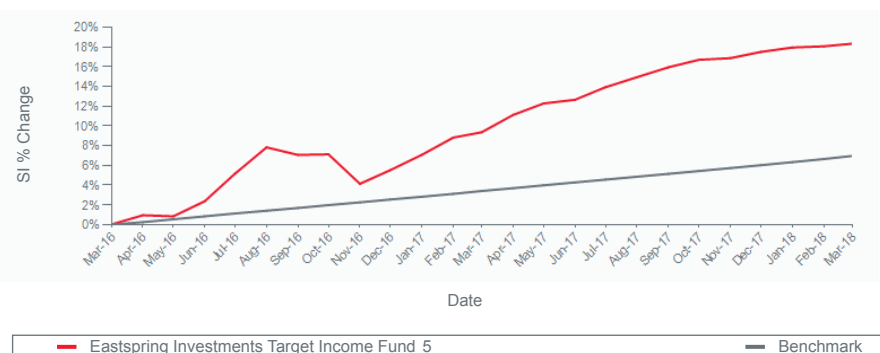
TOP HOLDINGS

1. HSBC Holdings Plc	10.38%	4. Standard Chartered Plc	7.63%
2. Ausnet Services Holdings Pty Ltd	8.56%	5. SMC Global Power Holdings Corp.	6.40%
3. Lend Lease (US) Capital Inc.	7.78%		

* as percentage of NAV.

FUND PERFORMANCE

Eastspring Investments Target Income Fund 5 - 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	0.23%	2.08%	8.22%	n.a.	n.a.	18.35%
Benchmark *	0.30%	1.73%	3.44%	n.a.	n.a.	6.96%
Lipper Ranking	11 of 38	6 of 38	1 of 35	n.a.	n.a.	n.a.

Lipper Fund Category: Target Maturity Other

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

Fund performance and Lipper ranking are sourced from Lipper for Investment Management, 31 March 2018 and the benchmark is obtainable from Eastspring Investments Berhad upon request. 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.

FUND MANAGER'S COMMENTARY

As represented by the JP Morgan Asia Credit Index, the Asian USD bond market was largely unchanged over the month of March. Returns were driven primarily by the declines in longer-dated US Treasury ("UST") yields, which helped to offset the negative effects of broad-based credit spread widening over the month. Investment grade Asian bonds outperformed their non-investment grade counterparts due to their longer duration nature – the investment grade Asian sovereign segment was a key outperformer in the month of March on its higher sensitivity to declining UST yields.

While economic data points released over the month remained supportive of continued growth for the global economy, markets were roiled by rising trade war fears, which led to a pullback in investor risk appetite. The month of March started on a volatile note as US President Trump announced that he would be imposing steep tariffs on imported steel (25%) and aluminum (10%). While the US has since exempted numerous key allies, China remains subject to these newly-minted tariffs, while additional tariffs and investment restrictions have been imposed in relation to the US Trade Representative's "Section 301" investigation, pertaining to alleged misappropriation of US intellectual property by China. China has since retaliated with a plan to impose tariffs on 128 US products, highlighting the strained trade relations between the two countries.

Jerome Powell's first Federal Open Market Committee ("FOMC") meeting as Chairman saw the US Federal Reserve ("Fed") stay the course with a much anticipated 25 bps rate hike in March, which brought the federal funds rate to a range of 1.5% to 1.75%. The latest Fed "Dot Plot" indicated an upward-revision to the median end-2019 and end-2020 Fed Funds Target Rate forecast (to 2.875% and 3.375% respectively), suggesting that after an expected three hikes in 2018, the Fed expects to hike rates another three times in 2019, and twice in 2020. While short-term bond yields rose marginally on the back of the latest rate hike, bond market performance was dictated by the weaker investor sentiment in the month, which bolstered the performance of longer-dated US Treasuries – 5-year and 10-year US Treasury yields declined by 8 bps and 12 bps respectively (to 2.56% and 2.74% respectively) over the month of March.

As a reflection of increased investor risk aversion, Asian credit spreads widened in March, particularly for the non-investment grade sovereign segment, where Pakistan was a notable underperformer. On the whole, Asian high yield bonds were broadly weaker as negative effects from credit spread widening outweighed the positive effects of a decline in base rates. Investment-grade Asian USD credits outperformed thanks to their longer-duration nature; the segment benefited from the general decline in mid- to longer-dated US Treasury yields over the month.

ANNUAL PERFORMANCE FOR THE CALENDAR YEAR ENDED

Year					2017
Fund (%)					11.36
Benchmark (%)					3.40
Date/Distribution (RM)					27 Apr, 0.0592
Distribution Yield (%)					5.75

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.