

GLOBAL TARGET INCOME FUND JUNE 2018

ALL DATA AS AT 31 MAY 2018 UNLESS OTHERWISE STATED

FUND INFORMATION

Launch Date: 18 July 2016
Fund Category/Fund Type: Bond/Income
Fund Size: RM449,370,196.27
Initial Offer Price: RM0.5000
NAV per Unit: RM0.5100
EPF Investment Scheme: Nil

FEES, CHARGES AND EXPENSES

Annual Management Fee:
Up to 1.25% of the Fund's NAV per annum

Annual Trustee Fee:
Up to 0.07% 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 NAV per Unit

Redemption charge: Nil

Redemption Payment Period: Ten (10) calendar days

TRANSACTION DETAILS

Minimum Initial Investment:
Lump sum: RM1,000*
Regular investment: RM100*

Minimum Additional Investment:
Lump sum and 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	0.5412	17-10-2017
52-Week Low	0.5099	30-05-2018

FUND MANAGER

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

FUND OBJECTIVE

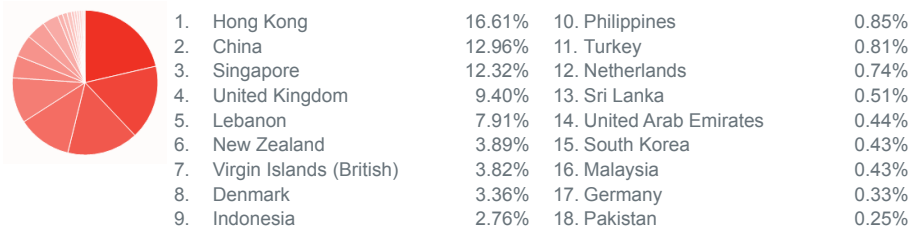
The Fund endeavours to provide regular income.

ASSET ALLOCATION



* as percentage of NAV.

COUNTRY ALLOCATION



* as percentage of NAV.

TOP HOLDINGS

1. HSBC Holdings Plc	14.70%	4. Westpac Banking Corporation	3.89%
2. Republic Of Lebanon	7.91%	5. Nan Fung Treasury (II) Limited	3.82%
3. Lippo Malls Indonesia Retail Trust	6.16%		

* as percentage of NAV.

FUND PERFORMANCE

Eastspring Investments Global Target 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	-2.05%	-1.32%	4.22%	n.a.	n.a.	7.37%
Benchmark *	0.36%	2.14%	4.22%	n.a.	n.a.	7.72%
Lipper Ranking	2 of 2	1 of 2	1 of 2	n.a.	n.a.	n.a.

Lipper Fund Category: Bond Global
The number of funds within the category should be at least five for a meaningful assessment

* 12 month Maybank fixed deposit rate + 1% per annum
Fund performance and Lipper ranking are sourced from Lipper for Investment Management and benchmark is from www.maybank2u.com.my, 31 May 2018. 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

Over the month of May, Asian USD-denominated bonds delivered a flat performance, as a widening of credit spreads was offset by the decline in US Treasury (UST) yields - the JPMorgan Asian Credit index delivered a 0.002% return (in USD terms) in May. Asian non-investment grade underperformed as high yield credit spreads widened more than their investment-grade counterparts, while Asian investment-grade corporate bonds outperformed on more modest spread widening for the sector accompanied by a fairly high sensitivity to the month-on-month decline in UST yields.

With an absence of strong economic signals on the macroeconomic front, geopolitical developments dominated again in May, ranging from the US withdrawal from the Joint Comprehensive Plan of Action ("Iran nuclear deal") adding to geopolitical uncertainty in the Middle East, Italy's failure to form a coalition government (nearly two months after elections) following the President vetoing the appointment of Eurosceptic Paolo Savona as economy minister, a major strike by truck drivers in Brazil (protesting against rising fuel prices) which crippled transportation networks across the country, as well as a political upheaval in Malaysia which saw opposition coalition Pakatan Harapan topple the incumbent Barisan Nasional coalition (which had governed the country since independence in 1957).

Accompanying the ebb and flow of geopolitical uncertainty in May was the higher volatility observed in US Treasury yields. After rising in April, UST yields traded in a volatile fashion, breaching the psychological 3% mark (to 3.11%) in May again, before ending the month 9 bps lower at 2.86%. The UST curve shifted lower in a near-parallel fashion, with the 2-year and 5-year UST yields falling by 6 bps and 10 bps respectively.

Alongside the volatility in risk free rates, risk sentiment in higher-yielding Asian credit deteriorated over the month, emanating from an increasing focus on the risk of China onshore credit defaults, coupled with China Energy Reserve and Chemicals Group's inability to meet a USD bond maturity in the month, which has left investors jittery. The higher perceived default risk in the Asian high yield sector was reflected via a more sizable widening of spreads in the Asian non-investment grade segment, which saw Asian high yield bonds underperforming their investment-grade counterparts in May. Higher investor risk aversion was also evident across the broader Emerging Market hard currency bond space, with the JPMorgan EMBI Global Diversified index registering a -0.94% return over the month - Zambia, Lebanon and Argentina were amongst the weaker-performing market segments in May.

ANNUAL PERFORMANCE FOR THE CALENDAR YEAR ENDED

Year					2017
Fund (%)					10.59
Benchmark (%)					4.13
Date/Distribution (RM)					23 Oct, 0.0270
Distribution Yield (%)					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

Investors are advised to read and understand the contents of the Eastspring Investments Master Prospectus dated 15 July 2017, the Eastspring Investments First Supplementary Master Prospectus dated 2 February 2018 (collectively, the "Prospectuses"), as well as 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, income distribution 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 0% 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.