

GLOBAL TARGET INCOME FUND SEPTEMBER 2018

ALL DATA AS AT 31 AUGUST 2018 UNLESS OTHERWISE STATED

FUND INFORMATION

Launch Date: 18 July 2016
Fund Category/Fund Type: Bond/Income
Fund Size: RM431,574,864.53
Initial Offer Price: RM0.5000
NAV per Unit: RM0.5074
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	0.5048	02-07-2018

FUND MANAGER

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

FUND OBJECTIVE

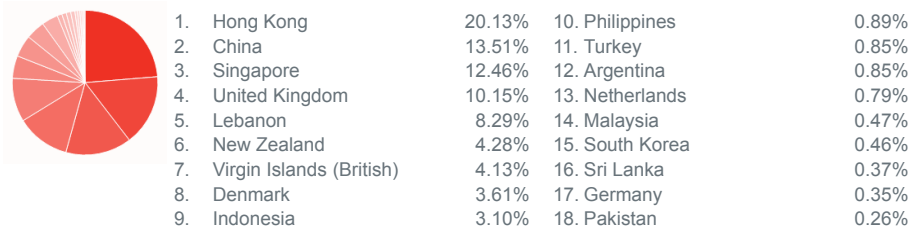
The Fund endeavours to provide regular income.

ASSET ALLOCATION



* as percentage of NAV.

COUNTRY ALLOCATION



* as percentage of NAV.

TOP HOLDINGS

1. HSBC Holdings Plc	15.85%	4. Chalco Hong Kong Investment Co Ltd	5.47%
2. Republic Of Lebanon	8.29%	5. Westpac Banking Corporation	4.28%
3. Lippo Malls Indonesia Retail Trust	6.06%		

* 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	-0.98%	-3.24%	1.25%	n.a.	n.a.	6.82%
Benchmark *	0.36%	2.17%	4.29%	n.a.	n.a.	8.88%
Lipper Ranking	1 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 August 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 August, Asian USD-denominated bonds delivered a positive return, with the representative JPMorgan Asia Credit Index posting a 0.51% return (in USD terms) over the month. While a widening of credit spreads in August was a negative for returns, a decline in US Treasury yields aided performance of Asian credit in the month. Asian non-investment grade underperformed as spreads widened more in the high yield segment, particularly in the sovereign segment, weighing on returns.

Despite US GDP coming in stronger-than-expected (2Q 18 GDP growth was revised higher to a 4.2% quarter-on-quarter annualised rate, up from 4.1% in the advance estimate) amid a well-telegraphed rate hike cycle by the US Federal Reserve, both long-end and short-end US Treasury (UST) yields declined in August, with the 2-year and 10-year UST yields falling by 4 bps and 10 bps (to 2.63% and 2.86% respectively). This came on the back of a bout of risk aversion stemming from ongoing Sino-US trade tensions, with the US set to impose tariffs on a further USD200 billion in Chinese imports, while Emerging Market (EM) woes deepened, with a precipitous decline in the Turkish lira (and concerns over foreign debt repayment ability), which sparked weakness in other EM currencies like the Brazilian real and Russian rouble. With a rapidly-declining peso, Argentina unexpectedly asked the IMF for an early release of a USD50 billion loan.

In Asia, central banks were on a continued path of policy tightening in August. Bank Indonesia hiked rates for the fourth time in 2018, bringing the 7-day reverse repo rate to 5.5%. While inflation remains well within the central bank's target range (2.5%-4.5%), the tightening of monetary policy remains motivated by efforts to stem rupiah weakness. In India, the Reserve Bank of India hiked rates for a second time in a row, while in an effort to control rising inflation in the Philippines, Bangko Sentral ng Pilipinas hiked the benchmark rate by 50 bps, bringing the overnight borrowing rate to 4%.

After a rebound in risk appetite in July, EM woes led to a deterioration of investment risk appetite in August, although Asia remained relatively unscathed in the aftermath of a fairly weak month for Emerging Markets, with limited visible signs of contagion. While rising risk aversion attributed to trade tensions and negative political and economic developments in Turkey led to some spread widening for Asian credits, this was more-than-offset by the decline in UST yields, helping Asian USD-denominated bonds to deliver a positive return over the month. By country, most Asian markets delivered positive returns in August, with the notable exception of Pakistan and Sri Lanka; both markets pared some of the strong gains registered in the previous month. For the broader Emerging Market bond segment, weakness selected markets weighed on the JPMorgan EMBI Global Diversified index, which registered a -1.73% return over the month. Underperformers in the Emerging Market hard currency space included the likes of Zambia, Argentina and Venezuela – these markets posted declines exceeding -10% in August.

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.

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.