

# GLOBAL TARGET INCOME FUND

## JANUARY 2022



ALL DATA AS AT 31 DECEMBER 2021 UNLESS OTHERWISE STATED

### FUND INFORMATION

Launch Date: 18 July 2016

Fund Category/Fund Type: Bond/Income

Fund Size: RM161,069,260.97

Initial Offer Price: RM0.5000

NAV per Unit: RM0.4523

EPF Investment Scheme: Nil

ISIN No: MYU940000AU9

### FEES, CHARGES AND EXPENSES

Annual Management Fee:  
Up to 1.25% of the Fund's NAV per annumAnnual 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	0.5061	25-01-2021
52-Week Low	0.4482	22-12-2021

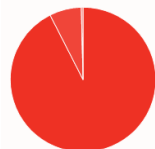
### FUND MANAGER

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

### FUND OBJECTIVE

The Fund endeavours to provide regular income.

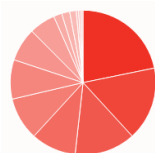
### ASSET ALLOCATION



1. Unquoted fixed income securities	92.53%
2. Cash & cash equivalents	7.08%
3. Derivatives	0.39%

\* as percentage of NAV.

### COUNTRY ALLOCATION



1. China	21.77%	8. Indonesia	5.83%
2. Singapore	16.47%	9. Thailand	1.84%
3. United Kingdom	13.52%	10. Ukraine	1.78%
4. Hong Kong	10.02%	11. Germany	1.44%
5. Malaysia	9.56%	12. Panama	0.54%
6. United Arab Emirates	8.78%	13. Sri Lanka	0.54%
7. Cash and cash equivalent	7.47%	14. Chile	0.44%

\* as percentage of NAV.

### TOP HOLDINGS

1. HSBC Holdings Plc	13.52%	4. Ccb Life Insurance Co., Limited	8.84%
2. Lippo Malls Indonesia Retail Trust	11.22%	5. Esic Sukuk Limited	6.90%
3. LI & Fung Limited	9.50%		

\* 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	-3.38%	-5.14%	-5.61%	8.15%	14.72%	13.23%
Benchmark *	0.24%	1.43%	2.85%	10.64%	20.25%	22.21%
Lipper Ranking	11 of 11	11 of 11	11 of 11	3 of 5	2 of 5	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 December 2021. 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
④	③	②	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

Like much of 2021, developments on the virus front, the Federal Reserve's policy normalisation path, and concerns about the financial health of Chinese developers were major market drivers of Asian and emerging-markets (EM) dollar debt in the last month of the year. Poorer market liquidity as the year was ending also amplified market movements, reducing their value as a signal.

Early reports about the Omicron virus variant suggested that while it is more transmissible, the severity of infections is lesser as compared to previous coronavirus variants, spurring hopes that the global recovery can weather virus flareups.

Meanwhile, major developed-market central banks continued to move towards dialling back pandemic-era stimulus. The December Federal Open Market Committee meeting saw the central bank announcing that it will reduce its monthly purchases of US Treasuries (UST) and mortgage-backed securities by USD 30 billion a month starting in January, which puts the bond-buying programme on track to end by March, earlier than initially planned. The Fed also projected three quarter-point rate increases in 2022, another three in 2023, and two more in 2024.

The UST yield curve flattened again last month, possibly reflecting market expectations of a quick-yet-shallow cycle of Fed rate hikes and growth uncertainty amid more restrictions globally to curb rising Omicron cases. In 2021, two- and ten-year UST yields jumped 61 bps and 60 bps to 0.73% and 1.51%, respectively, after climbing 17 bps and 7 bps respectively in December.

The economic outlook across Asia and emerging economies continued to improve going into the year-end. December purchasing managers' indices indicated that most countries saw their manufacturing activity accelerate further, with the exception of Latin America, where figures were mixed. All major Asian economies continued to have readings in expansionary territory. Notably, both inventories and input price sub-indices showed improvement in the month, while suppliers' delivery times only lengthened somewhat, suggesting that Omicron has had a limited impact on regional supply chains thus far.

Beijing provided more signals of a pro-growth policy shift in December. The People's Bank of China (PBOC) announced a broad-based 50 bps cut in the reserve requirement ratio (the amount of cash that banks must hold in reserve), effective 15 December, releasing RMB 1.2 trillion of liquidity. The PBOC also lowered the one-year loan prime rate from 3.85% to 3.80%, representing the first cut in a benchmark lending rate since April 2020. At the country's annual Central Economic Work Conference (CEWC), policymakers set stabilising growth as the top priority for next year, promising to front-load counter-cyclical easing and keep the monetary stance flexible and appropriate.

Asian and EM USD bonds ended 2021 on a mixed note, with the JP Morgan Asia Credit Index (JACI) and Emerging Markets Bond Index Global Diversified registering returns of -0.24% and 1.40% respectively in December. Rising rates dampened returns during the period, but that was overshadowed by gains from tightening credit spreads in the case of EM sovereign debt. On the other hand, the property debt crisis in China remained an overhang on Asian credits, with the real estate segment in JACI down by 2.24% and 22.08% in December and full-year 2021 respectively. Annually, JACI saw a loss of 2.44% last year, its worst performance since the 2008 global financial crisis.

### OTHER INFORMATION ABOUT THE FUND

Year	2017	2018	2019	2020	2021
Annual Fund Performance (%)	10.59	-4.09	12.44	1.90	-
Annual Benchmark Performance (%)	4.13	4.30	4.23	3.21	-
Date/Distribution (RM)	23 Oct, 0.0270	-	11 Jan, 0.0119 8 Jul, 0.0118 26 Dec, 0.0131	26 Jun, 0.0049 22 Dec, 0.0208	24 Jun, 0.0250
Distribution Yield (%)	5.00%	-	2.46, 2.27, 2.46	1.0, 3.97	4.98%

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 31 December 2021, the Volatility Factor (VF) for this Fund is 7.4 and is classified as "Low" (Source: Lipper). "Low" generally includes funds with VF that are higher than 4.19 but not more than 10.41. 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. 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 2017, the Eastspring Investments First Supplementary Master Prospectus dated 2 February 2018, the Eastspring Investments Second Supplementary Master Prospectus dated 31 October 2018, the Eastspring Investments Third Supplementary Master Prospectus dated 2 January 2019 and the Eastspring Investments Fourth Supplementary Master Prospectus dated 1 August 2019, the Eastspring Investments Fifth Supplementary Master Prospectus dated 1 October 2020, the Eastspring Investments Sixth Supplementary Master Prospectus dated 15 December 2021 (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.

This advertisement has not been reviewed by the Securities Commission Malaysia ("SC"). The Prospectuses have been registered with the SC who takes no responsibility for its contents. The registration of Prospectuses with the SC does not amount to nor indicate that the SC has recommended or endorsed the product. 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. Investors may also wish to seek advice from a professional adviser before making a commitment to invest in units of any of our funds.

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