

Nomura Ringgit Bond Fund 2

December 2024

Fund Manager's Commentary

Global bond market experienced yet another volatile month amid a hawkish US Federal Reserve's interest rate cut. In tandem with global yield movements, MGS yields rose before turning around to end the month broadly unchanged. All in all, yields across 3Y-20Y rose 1-4 bps MoM while 30Y MGS fell 1bps MoM.

Strategy-wise, we are comfortable with the investment plans done into credit. We would try to take the opportunity to take profit and reinvest the portfolio to garner better yield for the portfolio if the opportunity presents itself. We currently see better value in the rolldown in the short-end of the curve and are concerned on the risk of a weakness in the govies space.

Investment Objective

The Fund seeks to generate regular income by investing in fixed income securities whilst carefully considering capital preservation on behalf of its investors.

Benchmark

12-month Malayan Banking Berhad Fixed Deposit Account Rate

Distribution Policy

Subject to availability of income, distribution will be on monthly basis.

Cumulative Fund Returns (%)

	YTD 31/12/2023 To 31/12/2024	1 Month 30/11/2024 To 31/12/2024	3 Months 30/9/2024 To 31/12/2024	6 Months 30/6/2024 To 31/12/2024
Fund	4.35	0.35	0.68	1.94
Benchmark	2.70	0.22	0.66	1.32

Cumulative Fund Returns (%)

	1 Year 31/12/2023 To 31/12/2024	3 Year 31/12/2021 To 31/12/2024	Since Commencement 29/7/2021 To 31/12/2024
Fund	4.35	12.70	12.34
Benchmark	2.70	8.17	11.04

Calendar Year Returns (%)

	2024	2023	2022	2021
Fund	4.35	6.06	1.83	-1.02
Benchmark	2.70	3.01	2.24	1.85

Source: Refinitiv Lipper

Notes:

Performance data is calculated based on the changes in the Fund's NAV price per unit for the specified length of time and on the assumption that any dividends declared are reinvested into the Fund. Performance figures are presented in cumulative basis, unless indicated otherwise. Calendar year returns for 2020 are measured from its commencement date of 29 July 2020.

FUND'S PAST PERFORMANCE IS NOT AN INDICATION OF ITS FUTURE PERFORMANCE

Key Facts

Launch Date	28-Jul-20
Fund Type	Wholesale – Fixed Income
Year End	31 March
Fund Size	MYR 271.8 million
Units in Circulation	272.01 million
NAV per Unit	MYR 0.9993
Transaction cut-off time	Daily; 4:00 pm
Redemption Period	T + 3 business days

Sales charge

Nil

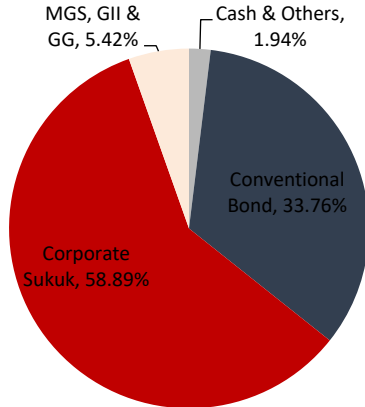
Management fee

Up to 0.25% per annum of the NAV of the Fund.

Trustee fee

Up to 0.03% per annum of the NAV of the Fund with a minimum of RM12,000.00 per annum.

Asset Allocation*



*Presented as a % of NAV as at 31 Dec 2024

Percentages may not add up to 100% due to rounding.

Included in 'Cash & Others' are cash on hand and other net current assets/liabilities.

Top Holdings*

GENM Capital Berhad	9.43%
Malayan Banking Berhad	9.23%
Sabah Development Bank Berhad	7.50%

Rating Profile*

NR (MGS, GII & GG)	5.42%
AAA	9.48%
AA1	39.37%
AA2	4.69%
AA3	35.38%
A1	3.72%

Sector Breakdown*

Financial	37.24%
Consumer Discretionary	16.94%
Real Estate	15.72%
Transportation and Storage	10.40%
Industrials	10.34%
Energy and Utilities	3.84%
Public Administration	3.58%
Cash & Others	1.94%

Distribution By Financial Year

	2024	2023	2022
Distribution (RM)	0.0300	0.0290	0.0326
Distribution Yield (%)	3.02	2.98	3.39

Disclaimer:

Based on the Fund's portfolio returns as at 30 November 2024, the Volatility Factor (VF) for the Fund is 1.89 and is classified as "Very Low" (Source: Refinitiv Lipper). "Very Low" includes funds with VF that are above 0.00 but not more than 5.04. The VF means 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 Refinitiv Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. 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.

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