

TARGET INCOME FUND 7

JUNE 2024

ALL DATA AS AT 31 MAY 2024 UNLESS OTHERWISE STATED



FUND INFORMATION

Launch Date: 13 May 2019

Fund Category/Fund Type: Bond (Close-ended)/income

Fund Size: RM54,219,053.17

Initial Offer Price: RM1.000

NAV per Unit: RM0.8735

EPF Investment Scheme: Nil

ISIN No: MYU940000C10

FEES, CHARGES AND EXPENSES

Annual Management Fee:
Up to 0.15% of the Fund's NAV per annumAnnual 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 the Fund's NAV per Unit

Redemption Payment Period: Seven (7) business days

TRANSACTION DETAILS

Minimum Initial Investment (during offer period):
Lump Sum: RM200,000*
Regular Investment: n.a.Minimum Additional Investment (during offer period):
Lump Sum: RM10,000 *
Regular Investment: n.a.

* The Manager reserves the right to change the minimum amounts stipulated above from time to time

DISTRIBUTIONS

Income Distribution Policy:
Subject to the availability of income. Distribution of income, if any will be on an annual basis, after deduction of taxation and expenses

Fund NAV:	NAV	Date
52-Week High	0.8746	30-05-2024
52-Week Low	0.8330	06-06-2023

FUND MANAGER

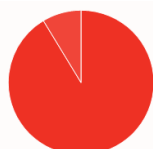
Manager's Delegate (External Fund Manager)
- Eastspring Investments (Singapore) Limited

FUND OBJECTIVE

The Fund endeavours to provide regular income* during the tenure of the Fund.

* Income declared will be paid out by way of e-payment (i.e. telegraphic, online transfer or other forms of electronic payment) according to unit holders' instructions in the account opening form.

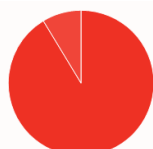
ASSET ALLOCATION*



1. Cash & cash equivalents	91.48%
2. Unquoted Fixed Income Securities	8.67%
3. Derivatives	-0.15%

* as percentage of NAV.

COUNTRY ALLOCATION*



1. Cash	91.33%
2. United States	8.67%

* as percentage of NAV.

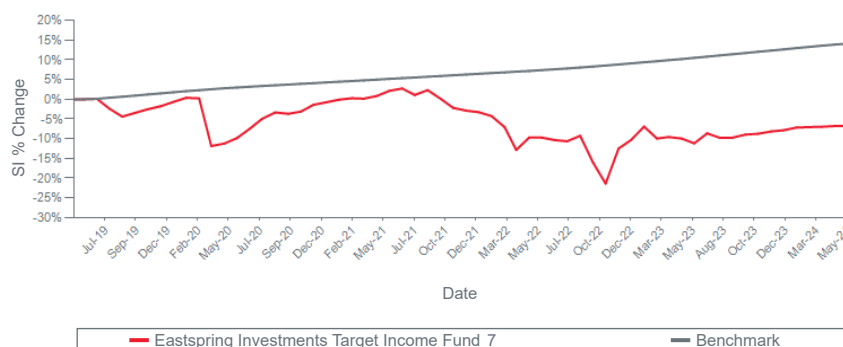
TOP HOLDINGS*

1. United States Of America	8.67%
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* as percentage of NAV.

FUND PERFORMANCE

Eastspring Investments Target Income Fund 7 - 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.

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PERFORMANCE TABLE

	1 month	6 months	YTD	1 year	3 years	5 years	10 years	Since Inception
Fund	0.00%	1.49%	1.15%	4.94%	-8.73%	n.a.	n.a.	-6.80%
Benchmark *	0.23%	1.57%	1.30%	3.26%	8.51%	n.a.	n.a.	14.11%
Lipper Ranking	17 of 17	16 of 17	17 of 17	13 of 17	4 of 13	2 of 2	n.a.	n.a.

Lipper Fund Category: Target Maturity Other & Non-Islamic

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

Fund performance and Lipper ranking are sourced from Lipper for Investment Management, 31 May 2024 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.

LIPPER LEADERS RATING (OVERALL)

Total Return	Consistent Return	Preservation
③	③	①

Lipper Leaders Key

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

In May, global bond markets experienced modest gains, with US Treasury yields falling after US payroll figures fell short of expectations and inflation showed a slight slowdown. Inflation rates aligned with market predictions, suggesting that consumer prices are increasing at a slower rate. Despite tighter credit conditions, such as elevated interest rates, risk assets outperformed sovereign bonds.

Against this backdrop, the Asian USD bond market, represented by the JPMorgan Asia Credit Index (JACI), advanced by 1.33% during the month. All principal segments within the Asian USD bond asset class finished in positive territory, with non-investment grade corporate bonds leading performance, closely followed by high yield sovereign bonds. Despite ongoing concerns about the Chinese property sector, macroeconomic and corporate credit fundamentals in other parts of the region stayed robust.

In the latter half of May, the US Treasury (UST) yield curve inverted, with two-year Treasury notes yielding 48 basis points more than their 10-year counterparts. This inversion reflected investor unease regarding the US economy's outlook as the Federal Reserve postponed rate cuts. Throughout the month, the yield on two-year USTs decreased by 16 basis points to 4.87%, while the yield on ten-year USTs dropped by 18 basis points to 4.50%.

Emerging market USD sovereign bonds posted positive returns in May, as evidenced by the JPMorgan EMBI Global Diversified Index, which saw a 1.80% increase over the month. Investment grade emerging market constituents outperformed high yield counterparts. Heightened expectations for rate cuts from the Federal Reserve this year bolstered the performance of emerging market USD sovereigns, particularly those with longer duration profiles. Concerns about the tightening of global liquidity subdued risk appetite, leading to investor withdrawals from emerging market hard currency debt funds.

OTHER INFORMATION ABOUT THE FUND

Year	2020	2021	2022	2023
Annual Fund Performance (%)	-0.10	-2.51	-7.29	2.75
Annual Benchmark Performance (%)	2.45	2.10	2.48	3.25
Date/Distribution (RM)	19 Aug, 0.0361	9 Jul, 0.0258	-	-
Distribution Yield (%)	3.75	2.62	-	-

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 May 2024, the Volatility Factor (VF) for this Fund is 10.9 and is classified as "Moderate" (Source: Lipper). "Moderate" generally includes funds with VF that are higher than 8.515 but not more than 11.01. 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.

This is a close-ended fund. Units are no longer available for sale on the basis of the Eastspring Investments Target Income Fund 7 Information Memorandum dated 13 May 2019 ("Prospectus"). Investors are advised to read and understand the contents of the Prospectus and the Fund's Product Highlights Sheet ("PHS") before investing. The Prospectus 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 Prospectus and PHS.

The Prospectus has 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 Prospectus. 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 Prospectus as well as fees, charges and expenses involved before investing.

Eastspring Investments is an ultimately wholly owned subsidiary of Prudential plc. Prudential plc, is incorporated and registered in England and Wales. Registered office: 1 Angel Court, London EC2R 7AG. Registered number 1397169. Prudential plc is a holding company, some of whose subsidiaries are authorized and regulated, as applicable, by the Hong Kong Insurance Authority and other regulatory authorities. Prudential plc is not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America or with the Prudential Assurance Company Limited, a subsidiary of M&G plc. A company incorporated in the United Kingdom.