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# Investment Link Fund Performance Report November 2020

## **General Advice Warning**

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## **Past performance is not a reliable indicator of future performance**

The information in this presentation should not be considered a personal recommendation on any of the securities or stocks mentioned.

## EXECUTIVE SUMMARY

FBMKLCI rebounded in the month of November, after a three-month losing streak as investors were relieved on the latest news on the COVID-19 vaccine development. The FBMKLCI Index gained 6.5% m-o-m to close at 1,562.7 points. The benchmark index had underperformed the FBM EMAS Index, which posted slightly higher gain of 6.8% m-o-m to close at 11,334.87 points.

Meanwhile, on the fixed income market, Malaysia Government Securities (“MGS”) yields moved higher across the curve, backed by the positive news on COVID-19 vaccine as well as Overnight Policy Rate (OPR) was not cut as per market expectation. Ringgit on the other hand strengthened along with the weakening Dollar, moving to MYR4.0738/USD as compared to a month earlier at MYR4.1558/USD. With the hope of global economic recovery post COVID-19 pandemic, crude oil prices were seen rallied to 9-month high at USD47.59/barrel (Oct’20: USD37.46/barrel).

On local economic data, Malaysia’s 3Q’20 GDP growth came in at -2.7% YoY, rebounded from -17.1% YoY in 2Q’20. The shift from MCO to CMCO has in a way improved the economic condition for the country, where BNM is maintaining the 2020 GDP growth forecast at -3.5%~-5.5%, and on track for recovery in 2021 with projected GDP growth of +6.5%~+7.5%.

Moving forward, in the short term, we are positive on the equity market on the recent vaccine development.

For fixed income, following the OPR cut by 125bps and SRR cut by 100bps in this year, BNM is expected to stay dovish monetary stance towards 1Q2021, in line with the weaker economic prospect arising from the COVID-19 outbreak globally. The external risk factors such as trade war between US and China and the fluctuation in crude oil prices will continue to weigh on the local market, but we believe corporate bond space still provides attractive yields. As such, we will keep looking to buy on dips of corporate bonds if the opportunity arises.

Based on table below, on monthly basis, Balanced Fund, Dividend Fund, Equity Fund, Income Fund and Jati Fund had outperformed the respective benchmarks.

Policyholders are encouraged to focus into regular premium given the current risk and volatile period of the economic and market condition. Risk adverse investors should focus into income fund due to its less volatile as compared to equity related funds.

Performance Table: Funds vs Benchmarks

	Asiapac Fund		Balanced Fund		Dividend Fund		Equity Fund		Global Yakin Fund		Income Fund		Jati Fund		Titan Fund	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Monthly (%)	10.53%	16.25%	3.48%	2.69%	6.71%	6.53%	7.13%	6.53%	5.01%	10.94%	-0.38%	-1.16%	6.22%	3.18%	3.34%	9.55%
3 Months (%)	4.34%	7.72%	1.51%	0.72%	3.78%	2.46%	4.11%	2.46%	3.15%	3.96%	0.03%	-1.14%	4.50%	-0.15%	-1.18%	0.33%
6 Months (%)	6.82%	14.11%	1.84%	3.55%	-0.01%	6.07%	0.92%	6.07%	11.88%	17.10%	2.46%	0.81%	1.97%	9.33%	23.70%	20.85%
12 Months (%)	-6.70%	-9.67%	2.97%	3.39%	-1.36%	0.06%	-2.67%	0.06%	12.78%	7.98%	7.32%	6.23%	2.66%	13.41%	17.54%	28.06%

Source: MCI Insurance Berhad

# AsiaPac Fund Monthly Report (November 2020)

## Investment Objective

To achieve steady income stream with potential growth in the Asia Pacific Region over medium to long term. The aim of the Fund is to outperform the S&P Ethical Pan Asia Select Dividend Opportunities Index over periods of five or more years.

## Investment Strategy

To invest in Principal S&P Asia Pacific Ethical Dividend Exchange Traded Fund (ETF), managed by Principal Asset Management Berhad where the ETF is listed on the Singapore Stock Exchange.

The ETF focuses on top 40 ethical and high yielding stocks in the Asia Pacific Region excluding India, Taiwan, Japan, New Zealand and Philippines. The fund provides country diversification across the industry that is traded in US Dollar.

## Risks

The Fund is considered low risk given the exposure to only one underlying securities with no attempt to select stocks individually or to take defensive positions in declining markets. Risk is managed at the management level, where the asset allocation of the fund to be reviewed on regular basis, and adjusted to commensurate with the Investment Team view on the relative attractiveness of each asset class.

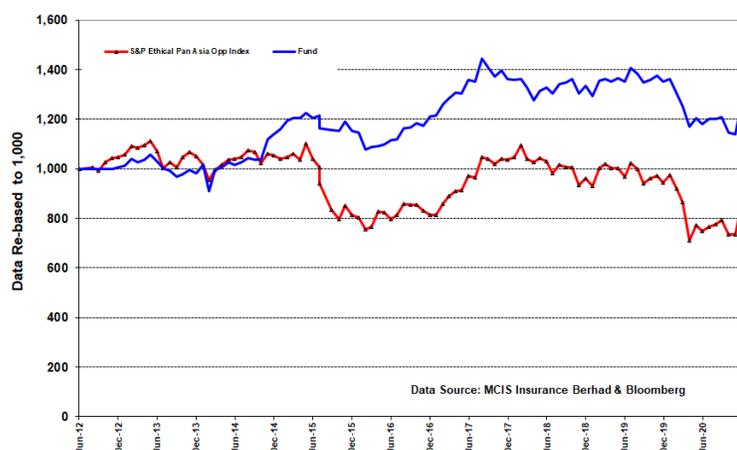
The following factors can potentially affect the value of the Fund; economic and political developments in related countries, foreign exchange fluctuation, illiquid and inefficient securities in the Emerging Markets, and the financial performance of the underlying companies.

The target market is for investors who are seeking regional exposure from investment and at the same time, seeking for medium to long term capital appreciation with moderate market risk.

## Fund Performance

For the month ended November 2020, the fund had underperformed the benchmark by 572bps MoM (month on month). However, the fund had outperformed the benchmark since inception.

AsiaPac Fund Performance Since Inception



## Top Ten Holdings

Principal S&P Asia Pacific Ethical Dividend Exchange Traded Fund (ETF)

## Fund Information

NAV (30.11.20)	RM0.6302
Fund Size	RM56.93 million
Inception Date	15-July-2012
Fund Management Fee	0.85% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

## Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
ETF	80%	100%	92%
Cash	0%	20%	8%

## Performance Table

Period	Fund	Index*
1 month (%)	10.53%	16.25%
3 months (%)	4.34%	7.72%
6 months (%)	6.82%	14.11%
12 months (%)	-6.70%	-9.67%
2 years (% pa)	-2.79%	-5.71%
3 years (% pa)	-2.53%	-6.27%
5 years (% pa)	1.82%	0.97%
Since Inception (% pa)	2.79%	-1.87%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

The Fund returns are calculated by MCIS Life and based on the value of the NAV and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

\* Index is S&P Ethical Pan Asia Select Dividend Opportunities sourced from Bloomberg.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

## Balanced Fund Monthly Report (November 2020)

### Investment Objective

The objective of the Balanced Fund is to provide security and income, while maintaining and potentially increasing the value of capital over the medium to long-term, through exposure across a range of asset classes. The Fund aims to outperform the performance benchmark over periods of three or more years.

### Investment Strategy

To invest in Malaysian equities and fixed income securities, including government bonds and corporate debt securities. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class.

### Risks

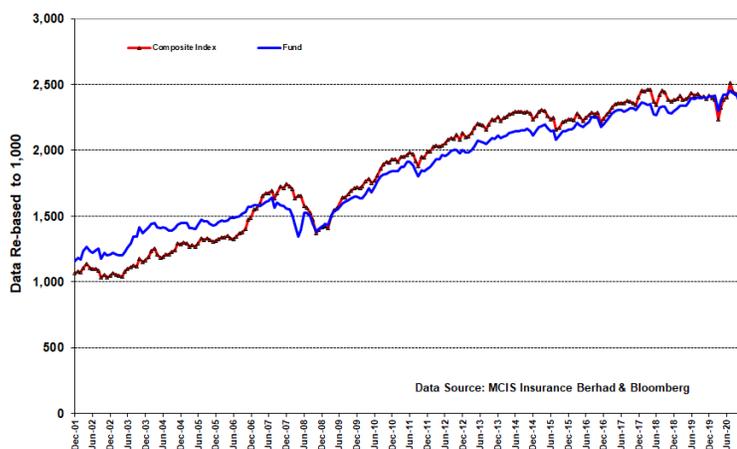
The Fund is considered medium risk given the mixed exposure of equity securities, fixed income and cash. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, industry and economy development, social and political factors, and the liquidity of the underlying assets. Additionally, levels of interest rates, and credit downgrades of defaults can affect the value of fixed income securities

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

### Fund Performance

For the month ended November 2020, the fund had outperformed the benchmark by 79bps MoM (month on month). The outperformance was mainly driven by higher exposure of outperforming securities in the portfolio compared to benchmark.

Balanced Fund Performance Since Inception



### Top Ten Holdings

Telekosang Hydro One Sdn Bhd (Bond)  
Edra Solar Sdn Bhd (Bond)  
CIMB Bank Berhad (Bond)  
Northern Gateway Infrastructure Sdn Bhd (Bond)  
Sabah Development Bank Berhad (Bond)  
Projek Lebuh raya Utara-Selatan (Bond)  
Malaysia Building Society Berhad (Bond)  
Malaysia Steel Works (KL) Berhad (Bond)  
Malayan Banking Berhad (Equity)  
Tenaga Nasional Berhad (Equity)

### Fund Information

NAV (30.11.20)	RM1.2345
Fund Size	RM8.43 million
Inception Date	15-Oct-01
Fund Management Fee	1.25% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	40%	60%	45%
Fixed Income	40%	60%	48%
Cash	0%	20%	7%

### Performance Table

Period	Fund	Index*
1 month (%)	3.48%	2.69%
3 months (%)	1.51%	0.72%
6 months (%)	1.84%	3.55%
12 months (%)	2.97%	3.39%
2 years (% pa)	4.02%	2.12%
3 years (% pa)	2.33%	1.75%
5 years (% pa)	2.85%	2.15%
Since Inception (% pa)	4.83%	4.83%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

The Fund returns are calculated by MCIS Life and based on the value of the NAV and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

\* The benchmark index is a composite of 50% FBM KLCI Index and 50% of Markit iBoxx ALBI Malaysia TR Index (Since Dec '12). Prior to that, the index used was HSBC Malaysia All Bond Index for the fixed income portion. Benchmark return is calculated on re-based basis. The source is from the subscription of Markit Indices.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

## Dividend Fund Monthly Report (November 2020)

### Investment Objective

To achieve steady income stream with potential for capital growth over medium to long term by focusing mostly on high dividend yielding stocks and money market instruments. The aim of the Fund is to outperform the FBM KLCI Index over periods of five or more years.

### Investment Strategy

To invest in a broad selection of companies listed on the Malaysian Stock Exchange. Using a relative value methodology, the fund focuses on undervalued stocks relative to fundamental value, with the aim of achieving an income stream, together with some degree of long-term capital gains.

### Risks

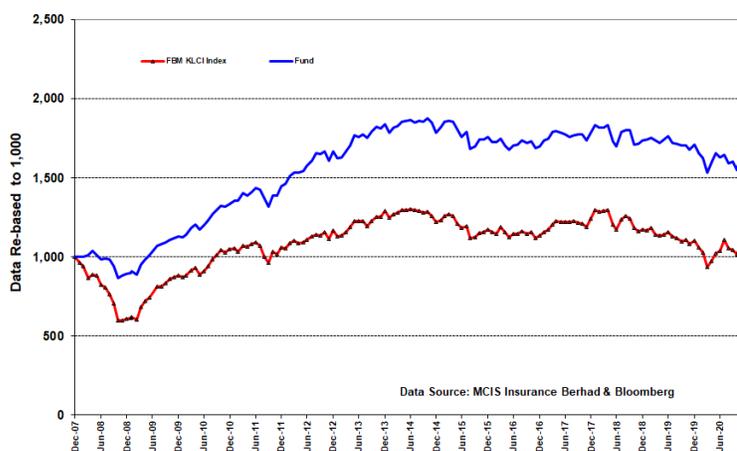
The Fund is considered high risk given the exposure to equity securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

### Fund Performance

For the month ended November 2020, the fund had outperformed the benchmark by 18bps MoM (month on month). The outperformance was mainly driven by higher exposure of outperforming securities in the portfolio compared to benchmark.

Dividend Fund Performance Since Inception



### Top Ten Holdings

Petronas Gas Berhad  
 Petronas Chemicals Group Berhad  
 Public Bank Berhad  
 Maxis Berhad  
 Malayan Banking Berhad  
 MyETF Dow Jones  
 IOI Corporation Berhad  
 DiGi.Com Berhad  
 Tenaga Nasional Berhad  
 Sime Darby Plantation Berhad

### Fund Information

NAV (30.11.20)	RM0.7855
Fund Size	RM29.29 million
Inception Date	21-Jan-08
Fund Management Fee	1.5% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	91%
Cash	0%	20%	9%

### Performance Table

Period	Fund	Index*
1 month (%)	6.71%	6.53%
3 months (%)	3.78%	2.46%
6 months (%)	-0.01%	6.07%
12 months (%)	-1.36%	0.06%
2 years (% pa)	-1.71%	-3.55%
3 years (% pa)	-1.58%	-3.11%
5 years (% pa)	-0.99%	-1.34%
Since Inception (% pa)	3.97%	0.61%
Yield #	2.91%	3.08%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

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\* Index is FBM KLCI sourced from Bloomberg.

# Yield data is sourced from Bloomberg, and MCIS Life.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

# Equity Fund

## Monthly Report (November 2020)

### Investment Objective

The objective of the Equity Fund is to achieve capital growth over the medium to long term by focusing on high quality equities listed on the FBM KLCI Index. The aim of the Equity Fund is to outperform the Index over periods of five or more years.

### Investment Strategy

To invest in a broad selection of companies listed on the Malaysian Stock Exchange. Using a relative value methodology, the fund focuses on the stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving long term growth in capital value.

### Risks

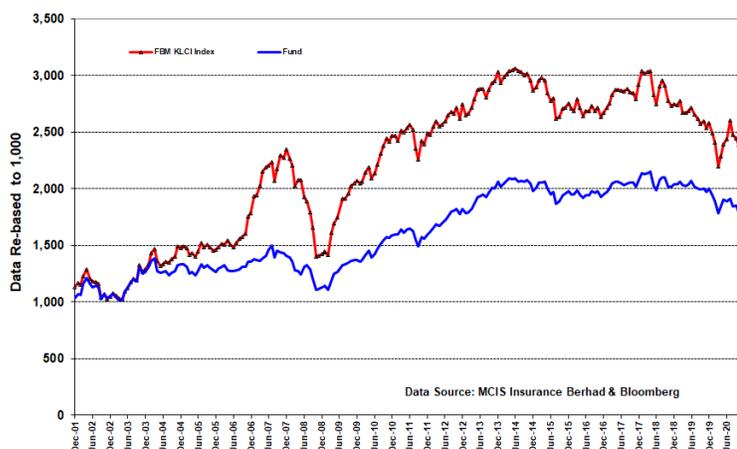
The Fund is considered high risk given the exposure to equity securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

### Fund Performance

For the month ended November 2020, the fund had outperformed the benchmark by 60bps MoM (month on month). The outperformance was mainly driven by higher exposure of outperforming securities in the portfolio compared to benchmark.

Equity Fund Performance Since Inception



### Top Ten Holdings

IOI Corporation Berhad  
 Tenaga Nasional Berhad  
 Malayan Banking Berhad  
 Public Bank Berhad  
 Telekom Malaysia Berhad  
 Petronas Gas Berhad  
 Petronas Chemicals Group Berhad  
 Sime Darby Plantation Berhad  
 Petronas Dagangan Berhad  
 Maxis Berhad

### Fund Information

NAV (30.11.20)	RM0.9595
Fund Size	RM9.24 million
Inception Date	15-Oct-01
Fund Management Fee	1.40% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	83%
Cash	0%	20%	17%

### Performance Table

Period	Fund	Index*
1 month (%)	7.13%	6.53%
3 months (%)	4.11%	2.46%
6 months (%)	0.92%	6.07%
12 months (%)	-2.67%	0.06%
2 years (% pa)	-2.37%	-3.55%
3 years (% pa)	-1.63%	-3.11%
5 years (% pa)	-0.40%	-1.34%
Since Inception (% pa)	3.46%	4.98%
Yield #	2.90%	3.08%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

The Fund returns are calculated by MCIS Life and based on the value of the NAV and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

\* Index is FBM KLCI sourced from Bloomberg.

# Yield data is sourced from Bloomberg, and MCIS Life.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

# Global Yakin Fund

## Monthly Report (November 2020)

### Investment Objective

The fund aims for capital appreciation in the long term by investing in an international portfolio of Shariah-compliant equities and equity-related securities of companies with good growth potential.

### Investment Strategy

The Fund is to feed into Aberdeen Standard Islamic World Equity Fund (ASIWEF) which managed by Aberdeen Standard Islamic Investment (Malaysia) Sdn Bhd. The Fund invests in shariah approved securities across the globe.

The Fund seeks to achieve its objective by investing in an international portfolio of Shariah-compliant equities and equity-related securities of companies with good growth potential. The countries that the Fund will invest in will include, but not limited to Canada, United States of America, United Kingdom, France, Germany, Italy, Netherlands, Sweden, Switzerland, Japan, Australia, China, Hong Kong, Korea, Singapore, Taiwan, Brazil and Mexico.

### Risks

The Fund is considered low risk given the exposure to only one underlying securities with no attempt to select stocks individually or to take defensive positions in declining markets. Risk is managed at the management level, where the asset allocation of the fund to be reviewed on regular basis, and adjusted to commensurate with the Investment Team view on the relative attractiveness of each asset class.

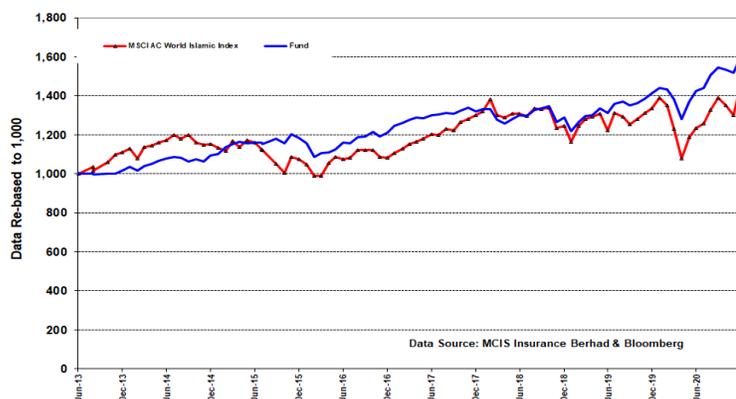
The following factors can potentially affect the value of the Fund; economic and political developments in related countries, foreign exchange fluctuation, illiquid and inefficient securities in the Emerging Markets, and the financial performance of the underlying companies.

The Fund is suitable for investors who seek capital appreciation over a long term investment horizon and who are willing to accept high level of risk.

### Fund Performance

For the month ended November 2020, the fund had underperformed the benchmark by 593bps MoM (month on month). The underperformance was mainly due to underperforming of the underlying securities compared to the benchmark index.

Global Yakin Fund Performance Since Inception



### Top Ten Holdings

Aberdeen Standard Islamic World Equity Fund (ASIWEF)

### Fund Information

NAV (30.11.20)	RM0.7963
Fund Size	RM69.09 million
Inception Date	8-July-2013
Fund Management Fee	0.85% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
ASIWEF	80%	100%	87%
Cash	0%	20%	13%

### Performance Table

Period	Fund	Index*
1 month (%)	5.01%	10.94%
3 months (%)	3.15%	3.96%
6 months (%)	11.88%	17.10%
12 months (%)	12.78%	7.98%
2 years (% pa)	11.24%	7.69%
3 years (% pa)	6.48%	3.60%
5 years (% pa)	6.09%	7.70%
Since Inception (% pa)	6.48%	5.08%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

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\* Index is MSCI AC World Islamic sourced from Bloomberg.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

# Income Fund

## Monthly Report (November 2020)

### Investment Objective

The objective of the Income Fund is to provide investors with security of income by investing in a mix of fixed income and fixed deposit securities. The aim of the Fund is to outperform the HSBC Malaysia Local Currency All Bond Total Return Index.

### Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class. The Fund invests in cash and fixed income securities including government bonds and corporate debt securities.

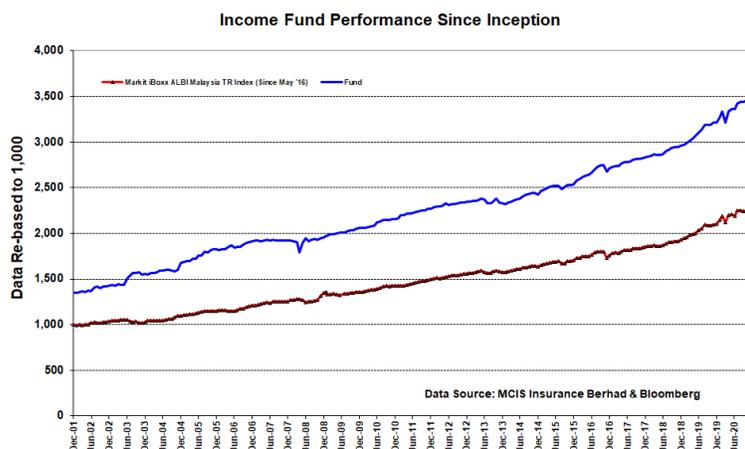
### Risks

The Fund is considered lower risk given the exposure to cash and fixed income securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets. Additionally, levels of interest rates, and credit downgrades or defaults can affect the value of fixed income securities.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

### Fund Performance

For the month ended November 2020, the fund had outperformed the benchmark by 78bps MoM (month on month). The outperformance was due to outperforming of the fixed income securities compared to the benchmark index.



### Top Ten Holdings

Leader Energy Sdn Berhad  
 Sabah Development Bank Berhad  
 Telekomang Hydro One Sdn Bhd  
 Edra Solar Sdn Bhd  
 Northern Gateway Infrastructure Sdn Bhd  
 UiTM Solar Power Sdn Berhad  
 Swirl Assets Berhad  
 SAJ Capital Sdn Bhd  
 Malaysia Steel Works (KL) Berhad  
 Hong Leong Financial Group Berhad

### Fund Information

NAV (30.11.20)	RM1.7225
Fund Size	RM41.56 million
Inception Date	15-Oct-01
Fund Management Fee	0.5% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Fixed Income	75%	100%	86%
Cash	0%	25%	14%

### Performance Table

Period	Fund	Index*
1 month (%)	-0.38%	-1.16%
3 months (%)	0.03%	-1.14%
6 months (%)	2.46%	0.81%
12 months (%)	7.32%	6.23%
2 years (% pa)	8.20%	7.73%
3 years (% pa)	6.88%	6.46%
5 years (% pa)	6.35%	5.50%
Since Inception (% pa)	6.67%	4.25%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

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\* The benchmark index is Markit iBoxx ALBI Malaysia TR Index (Since Dec '12). Prior to that, the index used was HSBC Malaysia All Bond Index. Benchmark return is calculated on re-based basis. The source is from the subscription of Markit Indices.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

# Jati Fund

## Monthly Report (November 2020)

### Investment Objective

The Jati Fund is invested in accordance with Shariah principles in Shariah sanctioned equities, money market instruments, and fixed income investments. The aim is to provide security and income, while maintaining and potentially increasing the value of capital over the medium to long-term. The Jati Fund is not a takaful product.

### Investment Strategy

To invest in a broad selection of Shariah approved securities listed on the Malaysian Stock Exchange. Using a relative value methodology it looks to buy stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving an income stream, together with some degree of long-term capital gains.

### Risks

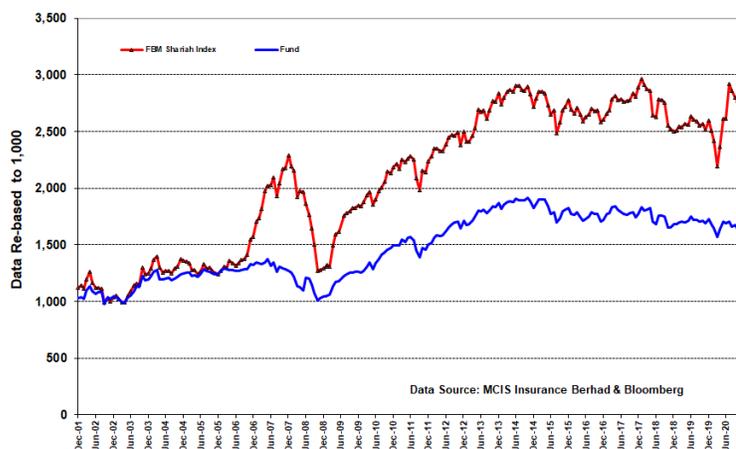
The Fund is considered high risk given the exposure to equity securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

### Fund Performance

For the month ended November 2020, the fund had outperformed the benchmark by 304bps MoM (month on month). The outperformance was mainly driven by higher exposure of outperforming securities in the portfolio compared to benchmark.

Jati Fund Performance Since Inception



### Top Ten Holdings

Telekom Malaysia Berhad  
 Tenaga Nasional Berhad  
 Petronas Gas Berhad  
 IOI Corporation Berhad  
 Petronas Chemicals Group Berhad  
 Axiata Group Berhad  
 Sime Darby Berhad  
 Sime Darby Plantation Berhad  
 Perlis Plantation Berhad  
 Maxis Berhad

### Fund Information

NAV (30.11.20)	RM0.8687
Fund Size	RM17.40 million
Inception Date	15-Oct-01
Fund Management Fee	1.35% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	82%
Cash	0%	20%	18%

### Performance Table

Period	Fund	Index*
1 month (%)	6.22%	3.18%
3 months (%)	4.50%	-0.15%
6 months (%)	1.97%	9.33%
12 months (%)	2.66%	13.41%
2 years (% pa)	2.42%	6.31%
3 years (% pa)	-0.13%	0.58%
5 years (% pa)	-0.79%	1.00%
Since Inception (% pa)	2.92%	5.63%
Yield #	2.62%	2.51%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

The Fund returns are calculated by MCIS Life and based on the value of the NAV and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

\* Index is FBMS Index sourced from Bloomberg.  
 # Yield data is sourced from Bloomberg, and MCIS Life.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

# Titan Fund

## Monthly Report (November 2020)

### Investment Objective

The Fund invests in MyETF Dow Jones U.S. Titans 50 ("MyETFDJ50") which aims to provide investment results that closely correspond to the performance of the Dow Jones Islamic Market U.S. Titans 50 Index.

### Investment Strategy

MyETFDJ50 is managed by i-VCAP Management Sdn Bhd and it invests into 50 largest Shariah compliant companies listed in the U.S. MyETFDJ50 is a passively managed fund.

### Risks

The Fund is considered low risk given the exposure to only one underlying securities with no attempt to select stocks individually or to take defensive positions in declining markets. Risk is managed at the management level, where the asset allocation of the fund to be reviewed on regular basis, and adjusted to commensurate with the Investment Team view on the relative attractiveness of each asset class.

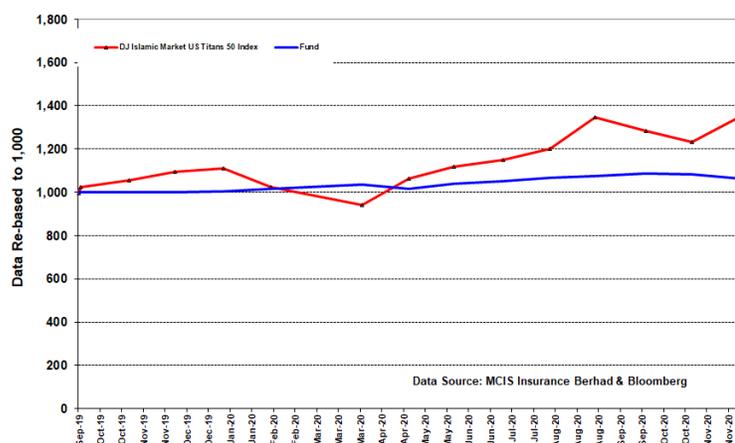
The following factors can potentially affect the value of the Fund; economic and political developments in related countries, foreign exchange fluctuation, illiquid and inefficient securities in the Emerging Markets, and the financial performance of the underlying companies.

The Fund is suitable for investors who are seeking for diversification and investment opportunities in Shariah-compliant equities in the U.S. market and seeking liquid financial instruments with an index tracking feature.

### Fund Performance

For the month ended November 2020, the fund had underperformed the benchmark by 621bps MoM (month on month).

Titan Fund Performance Since Inception



### Top Ten Holdings

MyETFDJ50

### Fund Information

NAV (30.11.20)	RM0.5881
Fund Size	RM12.60 million
Inception Date	17-Sept-2019
Fund Management Fee	0.85% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or <a href="http://www.mcis.my">http://www.mcis.my</a>
Fund Manager	MCIS Insurance Berhad (MCIS Life)
Exceptional Circumstances	Refer to your Policy Document

### Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
MyETFDJ50	80%	100%	67%
Cash	0%	20%	33%

### Performance Table

Period	Fund	Index*
1 month (%)	3.34%	9.55%
3 months (%)	-1.18%	0.33%
6 months (%)	23.70%	20.85%
12 months (%)	17.54%	28.06%
2 years (% pa)	n/a	n/a
3 years (% pa)	n/a	n/a
5 years (% pa)	n/a	n/a
Since Inception (% pa)	13.86%	27.29%

**Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.**

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\* Index Dow Jones Islamic Market U.S. Titans 50 Index sourced from Bloomberg.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

# Equity Market Review and Outlook

## Market Review

FBMKLCI rebounded in the month of November, after a three-month losing streak as investors were relieved on the latest news on the COVID-19 vaccine development. The FBMKLCI Index gained 6.5% m-o-m to close at 1,562.7 points. The benchmark index had underperformed the FBM EMAS Index, which posted slightly higher gain of 6.8% m-o-m to close at 11,334.87 points.

The average daily value traded on the Malaysian equity market increased 20% m-o-m to RM5.3bil (RM4.4bil in October 2020). In 11M20, the average daily trading value was RM4.2bil, or 97% higher vs. 2019's RM2.15bil. Institutional participants emerged as the largest net buyers in the Malaysian equity market as they rotated some of their portfolio out of glove makers into financial stocks that are expected to benefit as the economy recovers from the COVID-19 pandemic. Foreign investors sold RM1bil worth of Malaysian equities in November, 49.7% above the RM668mil net sell in October 2020. This brought 11M20 net foreign outflows to RM24.0bil, 117% higher than the RM11bil outflow registered in 2019.

Globally, equity market also closed positively in the month of November on the final stage of vaccine development. In the US, Dow Jones and S&P 500 Index closed 11.8% and 10.8% respectively on monthly basis. Meanwhile, Bloomberg European 500 index closed positively by 14.4% m-o-m. On the other hand, MSCI Asia APEX 50 ex-Japan closed higher by 5.2% m-o-m and average Asian markets gained 9.5% m-o-m.

**Chart 1: FBMKLCI Weekly Chart**



Source: CIMB Research

**Chart 2: FBMKLCI Monthly Chart**



Source: MCIS/Bloomberg

## Market Outlook & Strategy

Technically, the market was a fairly strong close on the chart. It was the strongest in four months and it engulfed 2 candles prior, potentially signaling that the next leg up may be underway. It has also recorded a strong resistance band at 1,618 to 1,625 levels and tested the band at least five times. However, the index has failed to breakout on each of the occasion, implying that the bears are still in charge. Support levels were seen at 1,513 levels and 1,452 will be the next.

Based on historical data, we note that the FBMKLCI's performance tends to be positive in December, having registered an average monthly negative return of 2% over the past 10 years. Historically, equity market may have turned positive in December due partly to year-end window-dressing activities.

Moving forward, in the short term, we are positive on the equity market on the recent vaccine development.

# Fixed Income Review and Outlook

## Market Review

Malaysia Government Securities (“MGS”) yields moved higher across the curve, backed by the positive news on COVID-19 vaccine as well as Overnight Policy Rate (OPR) was not cut as per market expectation. Ringgit on the other hand strengthened along with the weakening Dollar, moving to MYR4.0738/USD as compared to a month earlier at MYR4.1558/USD. With the hope of global economic recovery post COVID-19 pandemic, crude oil prices were seen rallied to 9-month high at USD47.59/barrel (Oct’20: USD37.46/barrel).

Malaysia’s 3Q’20 GDP growth came in at -2.7% YoY, rebounded from -17.1% YoY in 2Q’20. The shift from MCO to CMCO has in a way improved the economic condition for the country, where BNM is maintaining the 2020 GDP growth forecast at -3.5%~-5.5%, and on track for recovery in 2021 with projected GDP growth of +6.5%~+7.5%.

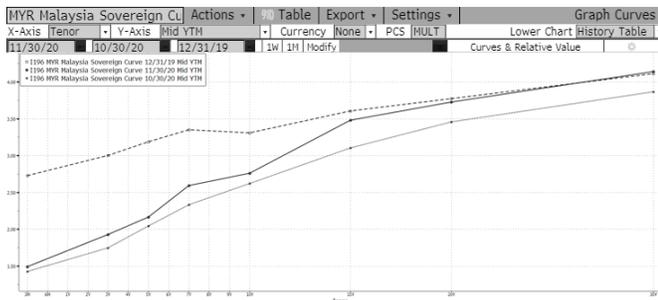
Headline inflation continued to remain in the negative territory at -1.5% YoY in Oct’20 (Sep’20: -1.4% YoY) on the back of low transport cost (Oct’20: -10.2% YoY; Sep’20: -9.9% YoY) arising from the weak global oil prices. RON95 fuel prices remained at MYR1.68 in Oct’20, as compared to a year earlier at MYR2.08. Following the third-wave of COVID-19 pandemic globally, the exports have slowed drastically to +0.2% YoY in Oct’20 (Sep’20: +13.6% YoY), while the imports fell further to -6.0% YoY (Sep’20: -3.6% YoY). All in all, the trade balance came in slightly higher at +MYR22.1bil in Oct’20 as compared to a month earlier at +MYR21.9bil.

Malaysia external reserves rose again to USD105.3bil as at end-Nov’20 (end-Oct’20: USD104.6bil). The reserve is sufficient to cover 8.6 months of retained imports and 1.2x short-term external debt and is above the minimum requirement of USD90.2bil IMF Reserve Adequacy.

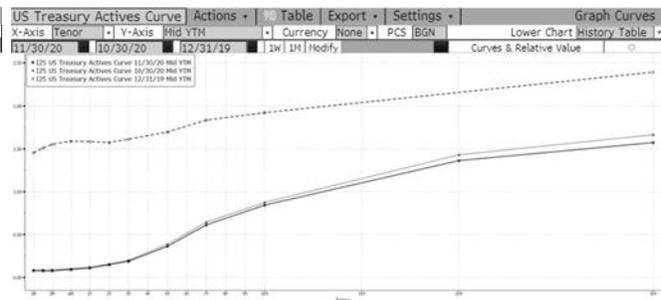
The auctions unveiled in November 2020 are as follows;

Government Auctions Issue	Issue Date	Amount (RM million)	Bid-cover (times)	Avg Yield (%)
30year Re-Issuance of MGS(Mat 06/50)	13/11/2020	3,500.00	1.99	4.05
7year Re-Issuance of GII(Mat 09/27)	20/11/2020	4,000.00	1.62	2.52
15year Re-Issuance of MGS(Mat 07/34)	30/11/2020	3,000.00	1.48	3.43

Source: Bank Negara Malaysia



Source: Bloomberg



Source: Bloomberg

The 10-year US Treasury (“UST”) yield surged higher to 0.98% before easing back to 0.84% (end-Oct’20: 0.88%), given the positive news on the COVID-19 vaccine. President Trump accepted President-elect Joe Biden into the white house also helped to ease the uncertainties in the financial market, thus raising the UST yields.

## Market Outlook & Strategy

Following the OPR cut by 125bps and SRR cut by 100bps in this year, BNM is expected to stay dovish monetary stance towards 1Q2021, in line with the weaker economic prospect arising from the COVID-19 outbreak globally. The external risk factors such as trade war between US and China and the fluctuation in crude oil prices will continue to weigh on the local market, but we believe corporate bond space still provides attractive yields. As such, we will keep looking to buy on dips of corporate bonds if the opportunity arises.