

November 2021
Factsheet

Manulife Investment Money Market Fund

Fund category

Money Market

Fund objective

To provide unit holders with liquidity and current income* while maintaining capital stability.

*Current income refers to distributable income. Income distribution, if any, will be in the form of additional Units.

Investor profile

The Fund is designed for investors who are conservative in nature and are temperament towards risk-reward trade-off. These investors should have a short-term investment horizon of less than 1 year and wish to temporarily liquidate or reduce exposure in equities.

Fund manager

Manulife Investment Management (M) Berhad
200801033087 (834424-U)

Trustee

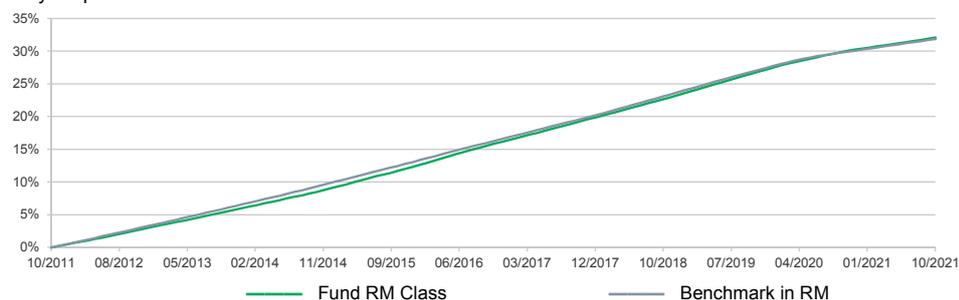
HSBC (Malaysia) Trustee Berhad
193701000084 (1281-T)

Fund information (as at 31 Oct 2021)

| | |
|------------------------|-------------------------------------|
| NAV/unit | RM 0.9899 |
| Fund size | RM 159.50 mil |
| Units in circulation | 161.13 mil |
| Fund launch date | 08 Sep 2004 |
| Fund inception date | 09 Sep 2004 |
| Financial year | 31 Oct |
| Currency | RM |
| Management fee | Up to 0.35% of NAV p.a. |
| Trustee fee | Up to 0.06% of NAV p.a. |
| Sales charge | Nil |
| Redemption charge | Nil |
| Distribution frequency | Annually, if any |
| Benchmark | Maybank 1-month Fixed Deposits Rate |

Fund performance

10-year performance as at 31 October 2021*



Total return over the following periods ended 31 October 2021*

| | 1 month | 6 month | YTD | 1 year | 3 year | 5 year | 10 year |
|---------------------|---------|---------|------|--------|--------|--------|---------|
| Fund RM Class (%) | 0.12 | 0.77 | 1.26 | 1.54 | 7.39 | 14.00 | 32.06 |
| Benchmark in RM (%) | 0.13 | 0.75 | 1.25 | 1.50 | 6.87 | 13.43 | 31.88 |

Calendar year returns*

| | 2016 | 2017 | 2018 | 2019 | 2020 |
|---------------------|------|------|------|------|------|
| Fund RM Class (%) | 3.31 | 3.05 | 3.06 | 3.17 | 2.25 |
| Benchmark in RM (%) | 3.07 | 2.95 | 3.13 | 3.00 | 1.95 |

*Source: Lipper; Past performance is not necessarily indicative of future performance. The performance is calculated on NAV-to-NAV basis.

Highest & lowest NAV

| | 2018 | 2019 | 2020 |
|------|--------|--------|--------|
| High | 1.0361 | 1.0372 | 1.0312 |
| Low | 1.0052 | 1.0062 | 1.0023 |

Asset/sector allocation

| No. | Asset/sector name | % NAV |
|-----|-------------------------|-------|
| 1 | Cash & Cash Equivalents | 100.0 |

Geographical allocation

| No. | Geographical name | % NAV |
|-----|-------------------------|-------|
| 1 | Cash & Cash Equivalents | 100.0 |

Distribution by financial year

| | 2019 | 2020 | 2021 |
|------------------------|------|------|------|
| Distribution (Sen) | 3.10 | 2.90 | 2.80 |
| Distribution Yield (%) | 3.0 | 2.8 | 2.8 |

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Market review

US Treasury (UST) yields bear flattened October September 2021 as market players brought forward interest rate expectations; 2-year, 5-year and 10-year UST yields changed +22 bps, +22 bps and +6 bps, respectively. The weakness in bonds was due to more hawkish Fed as well as concerns over inflationary pressures.

Eurozone inflation surged to 4.1% year-on-year (yoy) in October amid persistent energy crunch. This was the highest reading since the Great Recession and almost doubled the 2.2% estimation provided by the European Central Bank (ECB) despite its chief Christine Lagarde had earlier insisted the inflation spike is largely transitory, bringing into question whether the ECB is behind the curve in containing the higher-than-expected inflation.

Malaysia Government Securities (MGS) sold off as well, in line with global bond movements. The 3-year, 5-year and 10-year MGS yields changed +25 bps, +27bps and +21 bps, respectively.

The Malaysia Government Securities (MGS) yield curve faced sell down as well during the month. 3-year, 5-year and 10-year MGS yields changed +25 bps, +27 bps and +21 bps respectively to close at 2.68%, 3.19% and 3.58%, reacting to higher inflation expectation as well.

Market outlook

Concerns over inflationary pressures, tapering and rate hikes are expected to continue dominating headlines over the next couple of months. The worst of Covid-19 pandemic appears to be behind us, and many countries have made valiant efforts to step out of the pandemic and return to normalcy.

Within Malaysia, we expect economy reopening in 4Q 2021 to raise growth prospects meaningfully, which in turn increase prospects of OPR hikes in 2022. The expected economic improvement should also bode well for the country's credit market in general. There is a general improvement in the supply-demand dynamics for local bonds given that demand from pension funds have returned as withdrawal schemes come to a tail end.

Demand for bonds is also supported by the significantly cheaper bond prices after the recent bond selloff. Having said that, it remains difficult to turn bullish on the local bond market given that the macro backdrop is one of rising rates environment and tapering-induced receding global liquidity. Concerns over cost-push inflationary pressures also pressure bond yields upwards. In confluence, these factors tempered our outlook for local bonds despite cheaper valuation and more constructive demand. In the near-term, yield movements are likely to be influenced by regional and global factors, more so than local ones.

Fund review and strategy

During the month, the fund return is in line with its benchmark performance. The Fund will continue to enhance fund return while maintaining adequate level of liquidity.

Based on the Fund's portfolio returns as at 30 Sep 2021 the Volatility Factor (VF) for the Fund is as indicated in the table above and are classified as in the table (source: Lipper). "Very High" includes Funds with VF that are above 17.285, "High" includes Funds with VF that are above 14.240 but not more than 17.285, "Moderate" includes Funds with VF that are above 10.840 but not more than 14.240, "Low" includes Funds with VF that are above 4.265 but not more than 10.840 and "Very Low" includes Funds with VF that are above 0.000 but not more than 4.265 (source: FIMM). The VF means there is a possibility for the Funds 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 and VC are subject to monthly revision or at any interval which may be prescribed by FIMM from time to time. The Fund's portfolio may have changed since this date and there is no guarantee that the Funds 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.

The above information has not been reviewed by the SC and is subject to the relevant warning, disclaimer, qualification or terms and conditions stated herein. Investors are advised to read and understand the contents of the Master Prospectus dated 7 February 2020 and its First Supplemental Master Prospectus dated 13 November 2020 and its Second Supplemental Master Prospectus dated 5 April 2021 and its Third Supplemental Master Prospectus dated 13 September 2021 and all the respective Product Highlights Sheet(s) (collectively, the "Offering Documents"), obtainable at our offices or website, before investing. The Offering Documents have been registered with the Securities Commission Malaysia (SC), however the registration with the SC does not amount to nor indicate that the SC has recommended or endorsed the product. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from the pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in the Fund's denominated currency will remain unchanged after the distribution of the additional units. Past performances are not an indication of future performances. There are risks involved with investing in unit trust funds; wholesale funds and/or Private Retirement Schemes. Some of these risks associated with investments in unit trust funds; wholesale funds and/or Private Retirement Schemes are interest rate fluctuation risk, foreign exchange or currency risk, country risk, political risk, credit risk, non-compliance risk, counterparty risk, target fund manager risk, liquidity risk and interest rate risk. For further details on the risk profile of all the funds, please refer to the Risk Factors section in the Offering Documents. The price of units and income distribution may go down as well as up. Investors should compare and consider the fees, charges and costs involved. Investors are advised to conduct own risk assessment and consult the professional advisers if in doubt on the action to be taken.