

Phillip Wholesale Income Fund (PWIF)

SEPTEMBER 2022

Website: www.phillipinvest.com.my

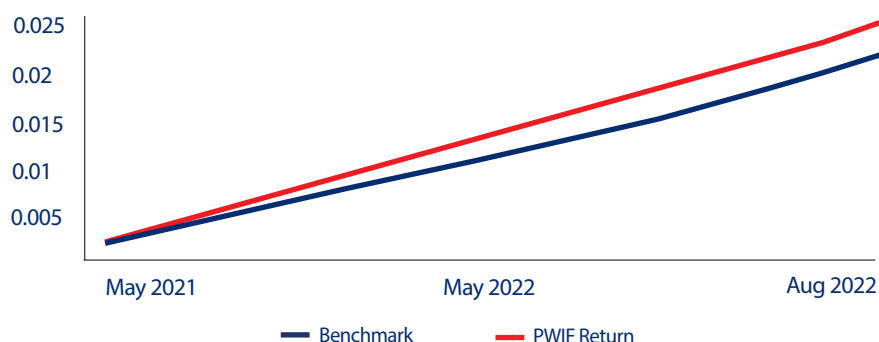
E-mail: pcm@phillipcapital.com.my



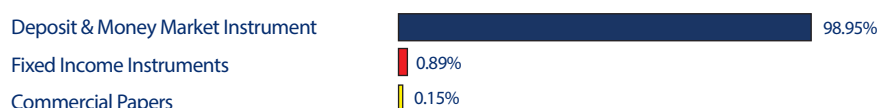
FUND DETAILS

Investment Manager	Phillip Capital Management Sdn Bhd (PCM)
Trustee	PB Trustee Services Berhad
Fund Objectives	The Fund aims to provide regular income to investors.
Distribution Policy	Subject to availability of income, the Fund intends to distribute its income on a monthly basis whenever possible or at least quarterly.
Asset Allocation	0%-100% invested in fixed income instruments, deposits and money market instruments.
Launch Date	3 May 2021 @ RM1.00
Fund Size as at 31/08/2022	RM 1,608,088,460.35/1,608,088,460.35 units
Sales Charge	Up to 1.00% of the NAV per Unit
Redemption Charge	Nil
Management Fee	Up to 1.00% per annum of the NAV of the fund
Trustee Fee	0.015% on NAV or a minimum of RM12,000 per annum
Minimum Initial Investment	RM100,000.00 or such lower amount at the Manager's Discretion
Minimum Additional Investment	RM 10,000.00 or such lower amount at the Manager's Discretion

FUND PERFORMANCE



ASSET ALLOCATION



Source: Phillip Capital Management

FUND INFORMATION

a) An individual whose total net personal assets, or total net joint assets with his or her spouse, exceeds RM3 million or its equivalent in foreign currencies, excluding the value of the individual's primary residence.

b) An individual who has a gross annual income exceeding RM300,000 or jointly with his or her spouse, has a gross annual income of RM400,000 or its equivalent in foreign currencies per annum in the preceding 12 months.

c) An individual whose total net personal investment portfolio or total net joint investment portfolio with his or her spouse, in any capital market products exceeding one million ringgit or its equivalent in foreign currencies.

d) A corporation with total net assets exceeding RM10 million or its equivalent in foreign currencies based on the last audited accounts.

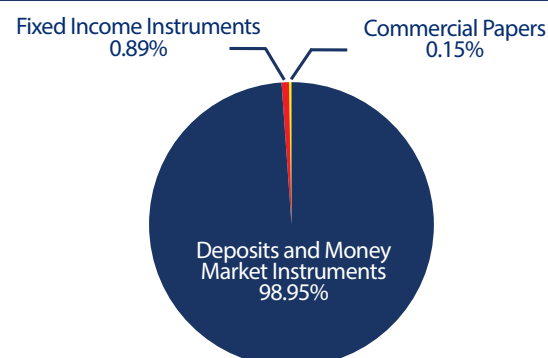
e) A partnership with total net assets exceeding RM10 million or its equivalent in foreign currencies.

f) Any person who acquires unlisted capital market product where the consideration is not less than RM250,000 or its equivalent in foreign currencies for each transaction whether such amount is paid in cash or otherwise.

The Fund is suitable for members who:

- Conservative and low risk tolerance
- Prefer short to medium term investment horizon
- Seek regular income

SECTOR ALLOCATION AS AT 31ST AUGUST 2022



Source: Phillip Capital Management

NET INCOME MONTHLY DISTRIBUTION

- 2.09% p.a. - 1.08.22 – 31.08.22
- 1.98% p.a. - 1.07.22 – 31.07.22
- 1.90% p.a. - 1.06.22 – 30.06.22
- 1.86% p.a. - 1.05.22 – 31.05.22
- 1.80% p.a. - 1.04.22 – 30.04.22
- 1.76% p.a. - 1.03.22 – 31.03.22

Source: Phillip Capital Management

Phillip Wholesale Income Fund (PWIF)

SEPTEMBER 2022

Website: www.phillipinvest.com.my

E-mail: pcm@phillipcapital.com.my

PhillipCapital
Your Partner In Finance

MARKET REVIEW

Demand for US Treasuries (UST) was strong in early August 2022 as strong US job reports and US housing starts registered a deeper-than-expected contraction in July 2022 -9.6% (June 2022: -2.0%). However, the UST yields trended higher after The Federal Open Market Committee (FOMC) minutes were released. The lower Consumer Price Index (CPI) for July 2022 at 8.5% (June 2022: 9.1%) also failed to calm the investors as the market continue to expect aggressive tightening by the Fed until inflation slowed substantially. The better-than-expected US 2Q22 Gross domestic product (GDP) released in the final week of August 2022 of -0.6% (estimate: -0.9%) managed to reverse earlier losses. However, it was only short-lived as yield jumped higher following the Fed Chair's statement at the Jackson Hole central banking conference. Powell said the Fed will raise borrowing costs as high as needed to restrict growth and would keep them there for some time. At the close, the 10-year UST yields were increased by 48bps while the 30-year UST yield was increased by 27bps to close at 3.15% and 3.27% respectively.

On the local front, Malaysian Government Securities (MGS) rallied in line with global bond yield movements in early August 2022. However, MGS yield traded range-bound as investors were expecting higher 2Q22 GDP. Demand for Ringgit bonds increased following the stronger-than-expected 2Q22 GDP growth of 8.9% (1Q22: 5.0%). Foreign investors were seen buying the Ringgit bonds after two consecutive months of outflow. The net inflow for Ringgit bonds in August 2022 was at +RM5.6bil (July 2022: -RM3.5 billion) with the total outstanding stood at RM255.4 billion at the end of August 2022 (July 2022: RM249.8 billion). As of August 2022, the yields on the 5-year, 7-year and 10-year MGS benchmarks rose 1-10 bps to close at 3.72%, 3.88% and 3.98% respectively, whereas the 3-year shed 16 bps to close at 3.34%.

Malaysia is seeing some early signs of demand-driven inflation. The central bank's view remains unchanged as the economy continues on its recovery path with a growth of 6.9% in the first half of this year. It is very clear that we are no longer in a crisis. Growth will continue to be supported by firm domestic demand, amid better labour market conditions, a recovery in tourism activity and improved investment activity and prospects. As such, the recent Overnight Policy Rate (OPR) adjustments in July 2022 would also preemptively manage the risk of excessive demand on price pressures.

Looking ahead, we remain confident that the BNM will raise the OPR by another 25 basis points in September 2022. Meanwhile, the bond market will remain cautious in view of the aggressive US interest rate hikes and geopolitical tension. We will continue to monitor the bond yield movement closely to capture opportunities in selected bonds to lock in attractive yields.

For more information :

Tel : (603) 2783 0300
Fax : (603) 2711 3036
Email : pcm@phillipcapital.com.my
Website : www.phillipinvest.com.my
Address : Phillip Capital Management Sdn Bhd
(199501004372)
B-18-6, Block B Level 18 Unit 6
Megan Avenue II, No. 12, Jalan Yap Kwan Seng,
50450, Kuala Lumpur,

Disclaimer

The information contained herein does not constitute an offer, invitation or solicitation to invest in Phillip Capital Management Sdn Bhd ("PCM"). No part of this document may be circulated or reproduced without prior permission of PCM. This is not a collective investment scheme / unit trust fund. Any investment product or service offered by PCM is not obligations of, deposits in or guaranteed by PCM. Past performance is not necessarily indicative of future returns. Investments are subject to investment risks, including the possible loss of the principal amount invested. Investors should note that the value of the investment may rise as well as decline. If investors are in any doubt about any feature or nature of the investment, they should consult PCM to obtain further information including on the fees and charges involved before investing or seek other professional advice for their specific investment needs or financial situations. Whilst we have taken all reasonable care to ensure that the information contained in this publication is accurate, it does not guarantee the accuracy or completeness of this publication. Any information, opinion and views contained herein are subject to change without notice. We have not given any consideration to and have not made any investigation on your investment objectives, financial situation or your particular needs. Accordingly, no warranty whatsoever is given and no liability whatsoever is accepted for any loss arising whether directly or indirectly as a result of any persons acting on such information and advice.