

## MULTI-ASSET INVESTMENT ACCOUNT-i (“MAIA”)

A close-ended investment account that aims to maximize investment returns by investing in a diversified portfolio of Shariah-compliant Financing Assets and marketable securities.

### KEY INFORMATION

**Investment Account Type**  
3-year close-ended

**Shariah Contract**  
Mudarabah

**Commencement Date**  
20 Jan 2021

**Maturity Date**  
20 Jan 2024 (3 years tenure)

**Portfolio Size**  
RM126 m

**Arranger's Fee**  
1.5%

**Target Return**  
4.25% p.a. with yearly potential profit pay out of 3.00% p.a.

**Min Initial Placement**  
RM10,000

**Profit Sharing Ratio**  
95 : 5 (IAH : Bank)

**Exit Fee**  
Year 1: 2.0%  
Year 2: 1.5%  
Year 3: 1.0%  
Maturity date: Nil

*Partial redemption not allowed*

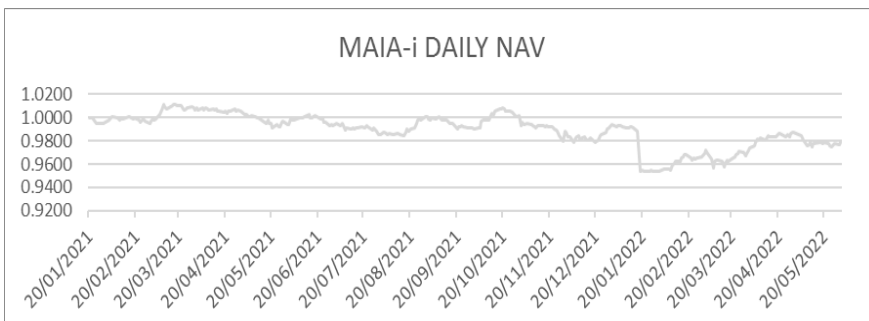
**Redemption Request**  
For any redemption application received or deemed to have been received by the Bank before the cut-off time of 2.30 p.m. on any Business Day, the MAIA would be cancelled based on the NAV of the MAIA as at the valuation point after the request for redemption of the MAIA is received and accepted by the Bank.

**Payment for Early Redemption Proceeds**  
T + 31 days

**NAV per MAIA Unit**  
0.97900

**NAV Early Redemption Illustration**  
0.97900 (NAV) - 1.5% (Exit Fee)  
= 0.96432

### PERFORMANCE CHART AS AT 31<sup>st</sup> MAY 2022



### PERFORMANCE RETURN AS AT 31<sup>st</sup> MAY 2022

Total Return (%)	1 Mth	YTD	1 YR	3YR	SI
MAIA	-0.82%	1.63%	1.59%	-	1.02%

Annualized Return (%)	1YR	3YR	SI
MAIA	1.17%	-	0.75%

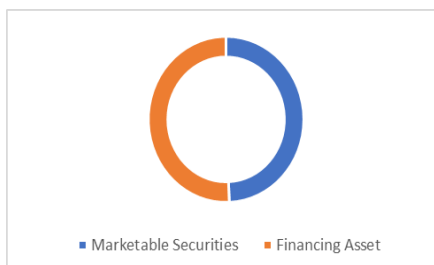
Calendar Year Return	2021
MAIA	-0.60%

### PROFIT DISTRIBUTION HISTORY

Date	Annual Distribution* (%)	Additional Distribution (Hibah)* (%)
19 January 2022	3.00%	0.045%

*Note: \*Annual distribution and Additional Distribution for MAIA is based on customer's net investment amount.*

### ASSET ALLOCATION AS AT 31<sup>st</sup> MAY 2022



#### FINANCING ASSETS

Unit Trust Financing	25.33%
Automobile Financing	20.26%
Specific Non-Retail Asset	2.94%
Home Financing	2.13%
	50.66%

#### MARKETABLE SECURITIES

Equity	42.44%
Cash & Cash Equivalent	6.90%
	49.34%

#### IMPORTANT/DISCLAIMER

THIS IS AN INVESTMENT ACCOUNT PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS, AND IS NOT A DEPOSIT PRODUCT.

#### WARNING

THE RETURNS ON THIS INVESTMENT ACCOUNT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSETS. THE PRINCIPAL AND RETURNS ARE NOT GUARANTEED AND CUSTOMER RISKS EARNING NO RETURNS AT ALL. THIS INVESTMENT ACCOUNT IS NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA (“PIDM”).

**SECTOR ALLOCATION AS AT  
31<sup>st</sup> MAY 2022**

CONSUMER STAPLES	20.5%
REAL ESTATE	21.8%
INDUSTRIALS	11.3%
UTILITIES	7.4%
MATERIALS	6.2%
FINANCIALS	6.2%
COMMUNICATION SERVICES	6.2%
HEALTH CARE	2.9%
INFORMATION TECHNOLOGY	2.5%
ENERGY	1.0%

**TOP 10 MARKETABLE SECURITIES HOLDINGS AS  
AT 31<sup>st</sup> MAY 2022**

AXIS REAL ESTATE INVESTMENT TRUST	7.25%
KLCC PROPERTY HOLDINGS BHD	6.95%
AL-AQAR HEALTHCARE REIT	6.47%
BANK ISLAM MALAYSIA BHD	4.51%
LINGKARAN TRANS KOTA HOLDINGS BHD	4.41%
KUALA LUMPUR KEPONG BHD	4.11%
TIME DOTCOM BHD	3.53%
GAMUDA BHD	3.42%
UNITED PLANTATIONS BHD	3.31%
PETRONAS CHEMICALS GROUP BHD	3.30%

**MONTHLY COMMENTARY**
**Performance Review**

- The returns from the investment in financing assets as at 31<sup>st</sup> May 2022 has been stable at 3.00% p.a. from a portfolio of MIB's credit facility such as auto financing, unit trust financing, home financing and specific non-retail asset.
- In May, the **MAIA equity portfolio returned -1.86%, underperforming the FBM Emas Shariah Index (0.59%)**. On an absolute weighted basis, positions in real estate, information technology, communication services performed well during the month. Meanwhile, positions in plantation, industrials, materials and energy detracted.
- **We have raised more cash during the month**, from 5.6% as of end-April to 7% as of end-May in light of increased market volatility and uncertainty. Also, **we would seek to raise more cash to protect the capital of this portfolio** by taking profit on several plantation stocks as we turn neutral on this sector.
- Since inception, the equity portfolio **continued to display its resilience**, returning -4.57%, whilst the FBM Emas Shariah index continuously deteriorated by -11.37% for the same period.

**Outlook & Strategy**

- 2022 is turning out to be one of the most challenging years on record with performance across all asset classes in the red. Inflationary pressures have seen interest rates rising with the benchmark UST 10-Year yield rising from 1.60% at the start of the year to about 4.17% as of end-May 2022. Inflation in the US has been going up rapidly and hitting 8.6% in May. This is the highest level since the 1980 and is likely caused by the large fiscal and monetary stimulus following COVID-19.
- As a response, the Federal Reserve raise its rate by 75bps during its latest FOMC meeting in line with market forecasts. With the current outlook of US inflation, we expect the Fed to raise further between 50-75 bps during the next meeting in July 2022.
- With the Fed now leaning towards more aggressive hikes, it is likely that BNM too will likely raise the pace of tightening with another 50bps hike in 2H2022 on top of the unexpectedly early 25 bps hike in May. Therefore, we project Malaysia's OPR to end the year at 2.50%.
- BNM's accelerated rate normalization appears to be in response to the US Fed and other global central banks which have started to tighten monetary policies to combat runaway inflation. We also see this as a right move to defend the weakening MYR vs the USD greenback.
- The outlook for Malaysian equity markets continue to be challenging for the rest of 2022, in line with correction in the global space triggered by rising interest rates as well as the Russia-Ukraine War. The outlook is clouded by concerns ranging from growth scare to elevated inflation. However, we believe that the financial markets are bottoming with the likely peaking of interest rates in to happen soon.
- We maintain our long-term positive view on the stocks under our holdings in MAIA-i as we believe these companies are stable. With the correction, we see emerging value in the companies in our holdings. As we get more clarity on the economic direction globally, we believe these companies will move towards their long-term fair values. Despite the correction in the market, the portfolio has proved to be more resilient during the downturn.
- We seek to protect the capital of the portfolio now, hence, preferring to hold more cash. We will increase our equity position as and when we are more comfortable with the direction of inflation, interest rates and the global economy.

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