CIMB preferred

4Q 2024 Outlook

Brace for Volatility as US Economy Slows

Chief Investment Office, CIMB

01 October 2024

MOVING FORWARD WITH YOU

Market performance summary

EQUITY	Currency	1M	3M	YTD-30 SEP	FY23	FY22	FY21	FY20
MSCI AC WORLD	USD	2.2%	6.2%	17.2%	20.1%	-19.8%	16.8%	14.3%
S&P 500 INDEX	USD	2.0%	5.5%	20.8%	24.2%	-19.4%	26.9%	16.3%
NASDAQ COMPOSITE	USD	2.7%	2.6%	21.2%	43.4%	-33.1%	21.4%	43.6%
STOXX 600 EUROPE	EUR	-0.4%	2.2%	9.2%	12.7%	-12.9%	22.2%	-4.0%
JAPAN TOPIX INDEX	JPY	-2.5%	-5.8%	11.8%	25.1%	-5.1%	10.4%	4.8%
MSCI ASIA PACIFIC	USD	4.6%	8.0%	15.1%	8.8%	-19.4%	-3.4%	17.1%
MSCI ASIA PAC EX-JAPAN	USD	7.5%	9.5%	17.4%	4.6%	-19.7%	-4.9%	19.8%
HANG SENG INDEX	HKD	17.5%	19.3%	24.0%	-13.8%	-15.5%	-14.1%	-3.4%
BLOOMBERG ASEAN INDEX	USD	5.2%	17.3%	15.2%	0.2%	-2.9%	0.2%	-9.2%
STRAITS TIMES INDEX	SGD	4.1%	7.6%	10.6%	-0.3%	4.1%	9.8%	-11.8%
FTSE BURSA MALAYSIA KLCI	MYR	-1.8%	3.7%	13.4%	-2.7%	-4.6%	-3.7%	2.4%
THAI SET	THB	6.6%	11.4%	2.3%	-15.2%	0.7%	14.4%	-8.3%
JAKARTA COMPOSITE INDEX	IDR	-1.9%	6.6%	3.5%	6.2%	4.1%	10.1%	-5.1%
MSCI EMERGING MARKETS	USD	6.4%	7.8%	14.4%	7.0%	-22.4%	-4.6%	15.8%
FIXED INCOME								
GLOBAL AGGREGATE BOND	USD	1.7%	7.0%	3.6%	5.7%	-16.2%	-4.7%	9.2%
JPM ASIA CREDIT INDEX	USD	1.4%	4.6%	7.6%	9.9%	-13.0%	-0.2%	5.9%
ASIA DOLLAR INDEX	USD	1.3%	4.2%	0.9%	-1.5%	-6.9%	-1.1%	4.4%
MALAYSIA CORP BOND INDEX	USD	1.4%	4.0%	6.7%	13.0%	-12.1%	1.2%	6.3%
COMMODITY								
BRENT CRUDE OIL	USD	-8.9%	-16.9%	-6.8%	-10.3%	10.5%	50.2%	-21.5%
GOLD	USD	5.2%	13.2%	27.7%	13.1%	-0.3%	-3.6%	25.1%
COPPER	USD	8.1%	3.2%	15.5%	4.0%	-12.1%	22.2%	22.6%

Source: Bloomberg, CIMB Chief Investment Office

As at 30 September 2024

Key Messages for the 4th Quarter

01

Anticipate more rate cuts as US economy slows; Fixed income to out-perform

02

Easing cycle, USD weakness – supports Emerging Market equities

03

FX volatility has risen – USD remains vulnerable

04

Geo-political risks have risen – Allocate 5% exposure to Gold

FIXED INCOME

- Fed expected to cut rate by another 50bps in 4Q24.
- Barbell investment strategy: Buy short-duration HY and long-duration IG
- Buy USD, AUD, GBP on weak currency and further rate cuts

EQUITIES

- Better opportunities in EM vs US
- China is inexpensive: Policy stimulus and RMB strength are catalysts
- USD weakness to attract inflows to Asia: Buy Malaysia + Singapore

CURRENCIES

- USD decline has begun- as Fed eases on cue
- Trade the range using DCI/GCI/GDCI for yield generation
- Buy Gold on dips, below 2600

Note: HY - High Yield bonds rated below BBB-/Baa3 and unrated bonds.
IG - Investment grade bonds rated at least BBB-/Baa3.

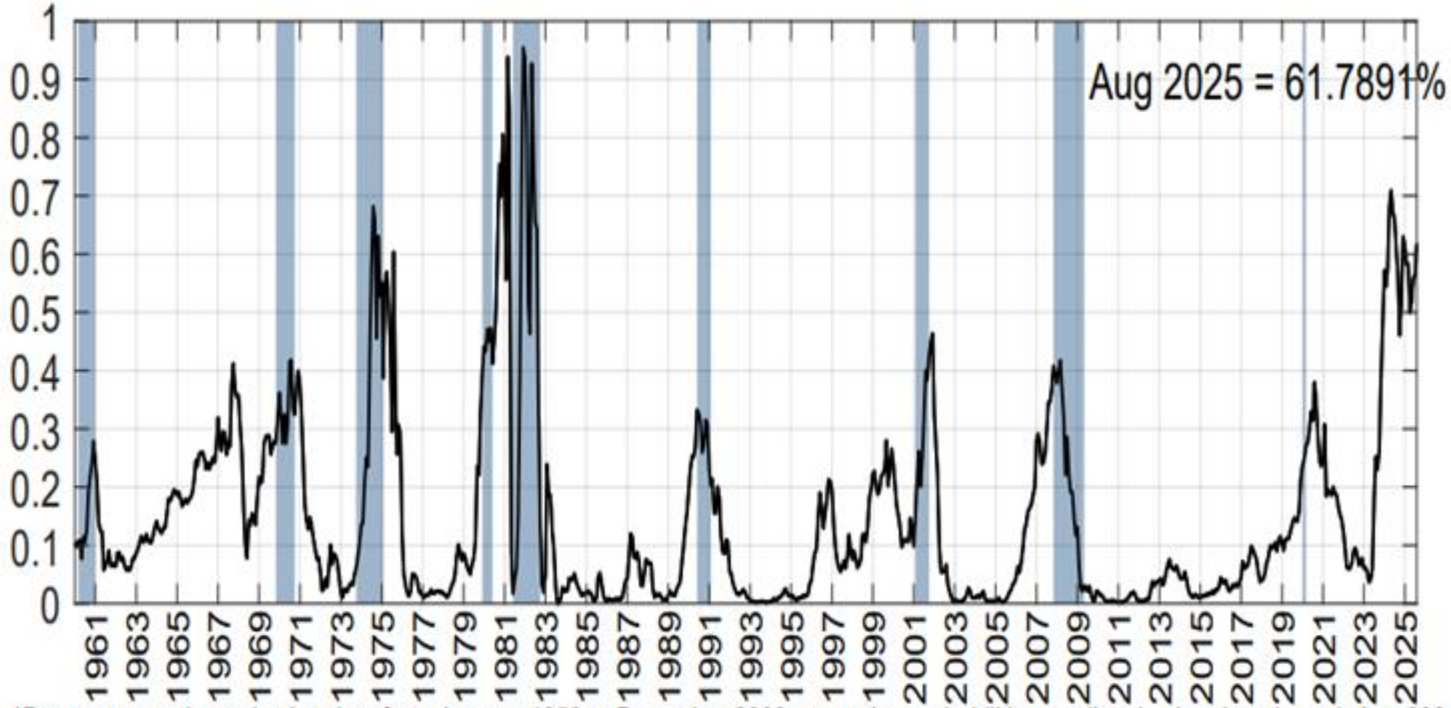
Note: Gold Convertible investment (GCI), Dual Currency Investment (DCI), Gold DCI (GDCI), Currencies (FX)

Macro and Market Outlook

Is US Headed for a Recession?

New York Fed estimates 61.8% probability of US recession

Probability of US Recession Predicted by Treasury Spread*
Twelve Months Ahead (month averages)



*Parameters estimated using data from January 1959 to December 2009, recession probabilities predicted using data through Aug 2024. The parameter estimates are α=-0.5333, β=-0.6330.

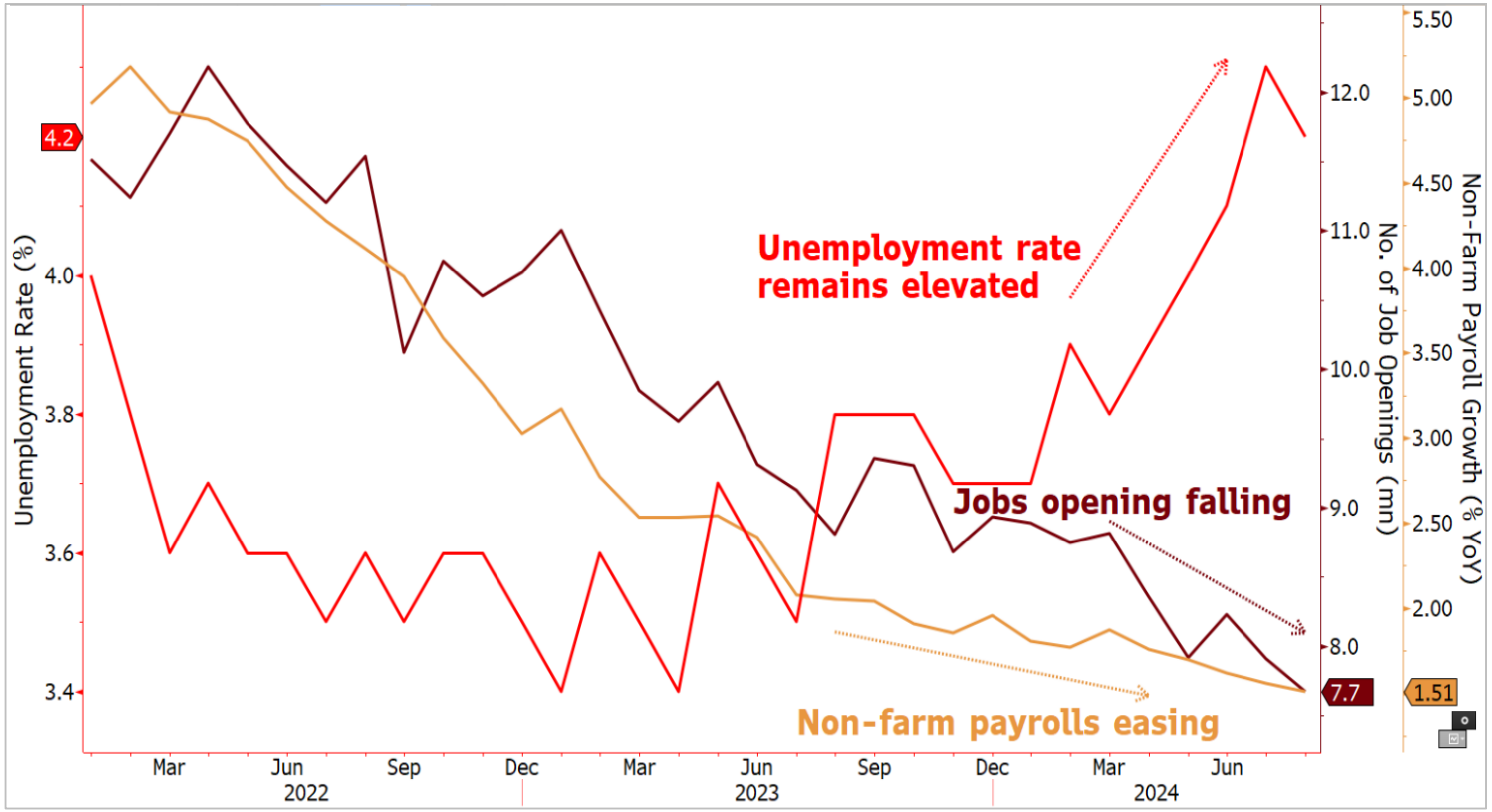
Updated 04-Sep-2024

Source: New York Federal Reserve

- US recession indicator, 10y-3mths UST yield differential was inverted since 26 Oct 2022; currently –0.87%.
- Past US recessions (shaded in chart) occurred 8-21 months after yield inversion; now in 23rd month without recession.
- Despite rising recession risk, **our base case is for soft landing (no recession), given the moderately weaker US labor market and economy**

Fed Shifts Focus to Labour Market

Clearer Signs of US Labour Market Weakness

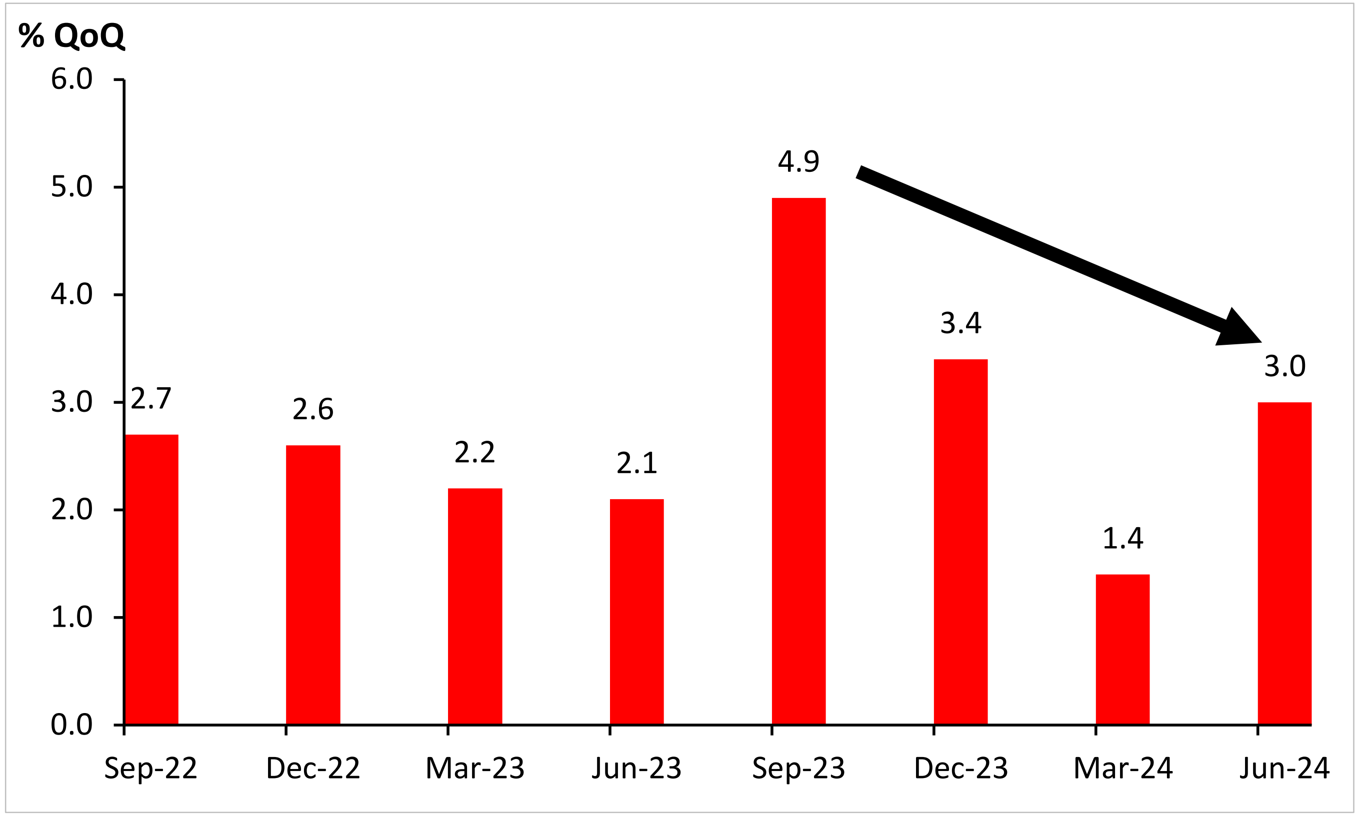


Source: Bloomberg, CIMB Chief Investment Office

- US companies are hiring fewer workers, with July's job openings near a 3-year low at 7.67 million.
- Nonfarm job growth has slowed significantly compared to the 12-month average, with previous months' figures also revised down.
- The August unemployment rate remained elevated at 4.2%, despite job gains seen in construction and healthcare sectors.

Why is the Fed Finally Pivoting ?

Real GDP has Peaked Since 3Q23

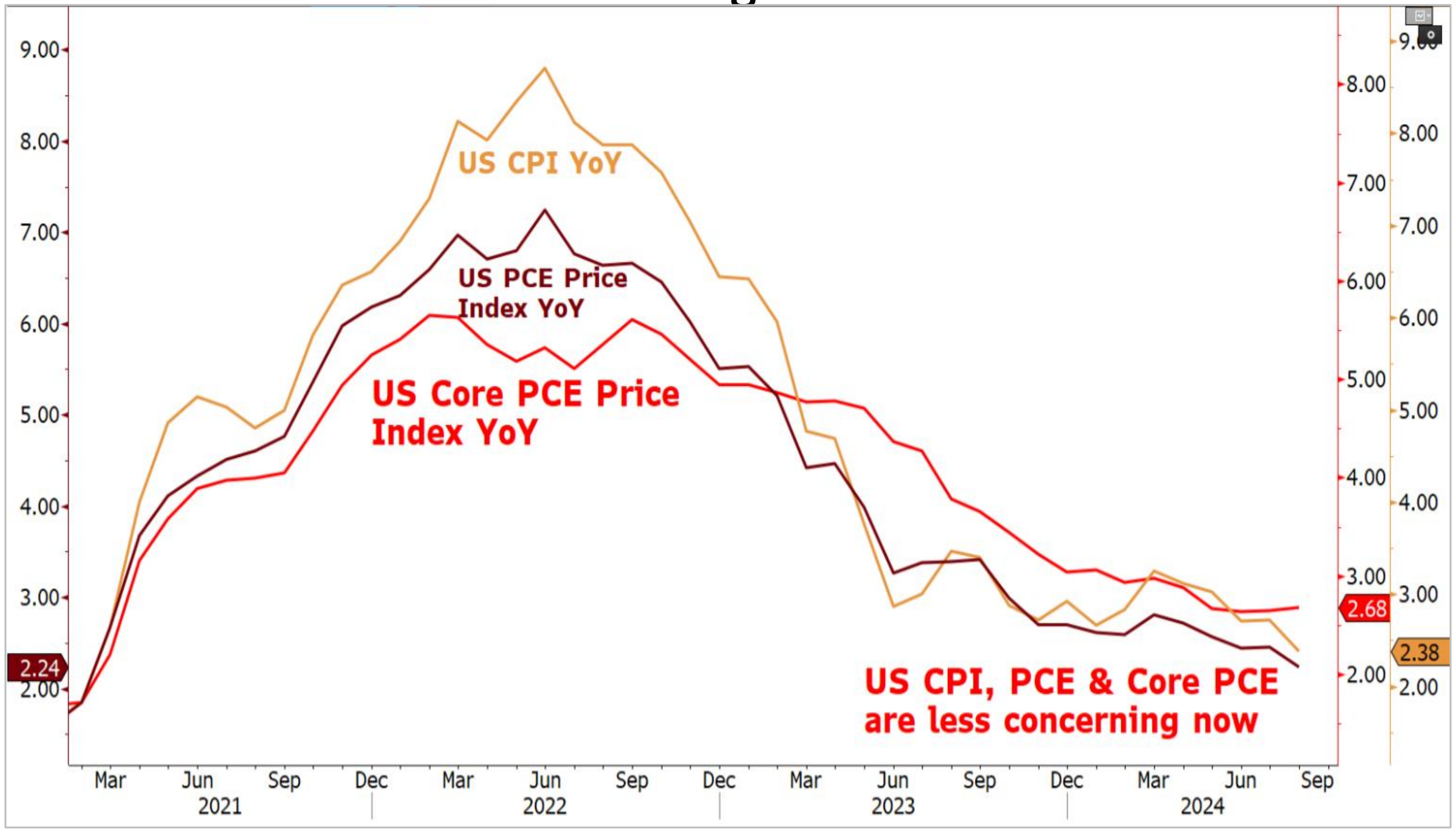


Source: Bloomberg, US Bureau of Economic Analysis, CIMB Chief Investment Office

- In Q2, US real GDP rose by 3% qoq annualized (final estimate), leading to a 2.2% annualized growth rate in 1H2024, which is close to Fed's 2024 estimate of 2%.
- Consumer spending is expected to slow further in 2H2024 as real disposable income weakens, pandemic-era savings dwindle, and loan delinquencies rise.

Why is the Fed Finally Pivoting ?

US Inflation is Nearer to Fed's Target of 2%

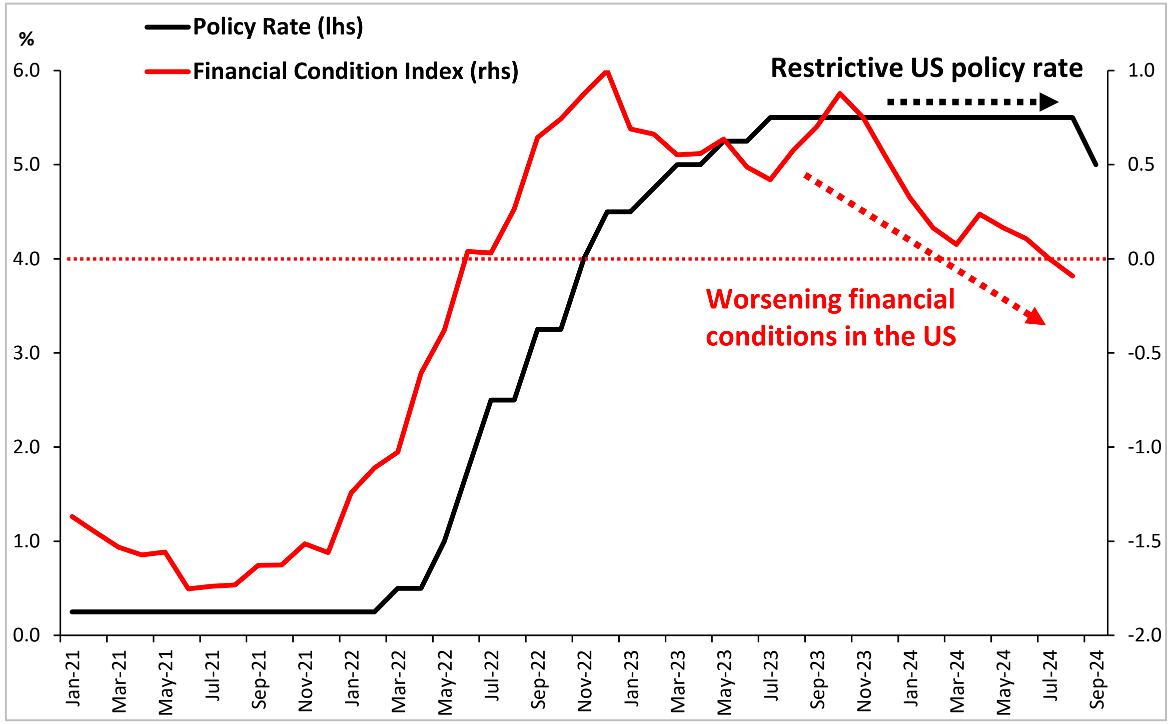


Source: Bloomberg, CIMB Chief Investment Office

- In August 2024, the US core PCE price index rose 2.7% yoy, up from 2.6% in June and July, but well below the 5.58% peak in February 2022.
- While rent and service inflation remained persistent, they did not lead to a resurgence in overall inflation. These components account for 65% of the PCE index and 32% of the CPI.

How Restrictive is the US Policy Rate?

Fed's rate cut in Sept reduces recession risk

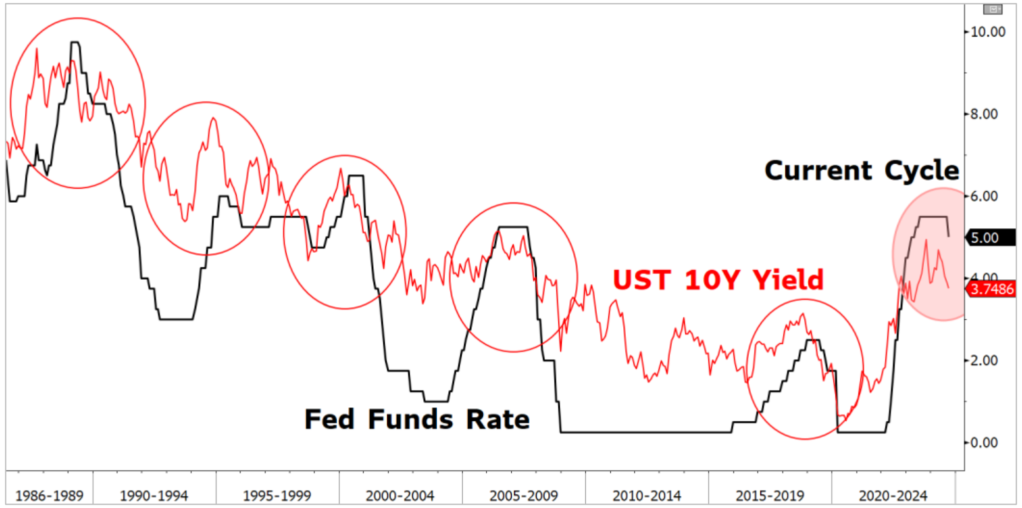


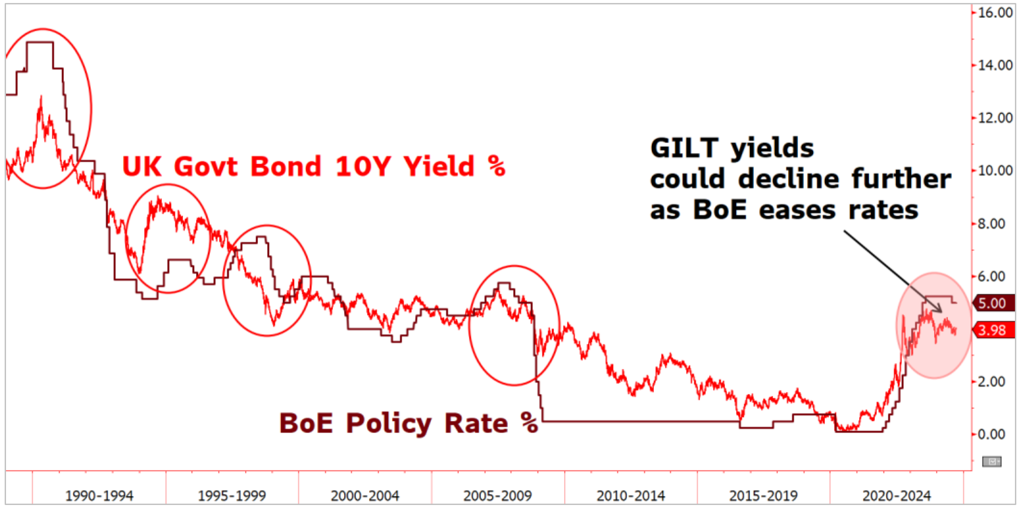
Source: Bloomberg, Board of Governors of the Federal Reserve System, CIMB Chief Investment Office

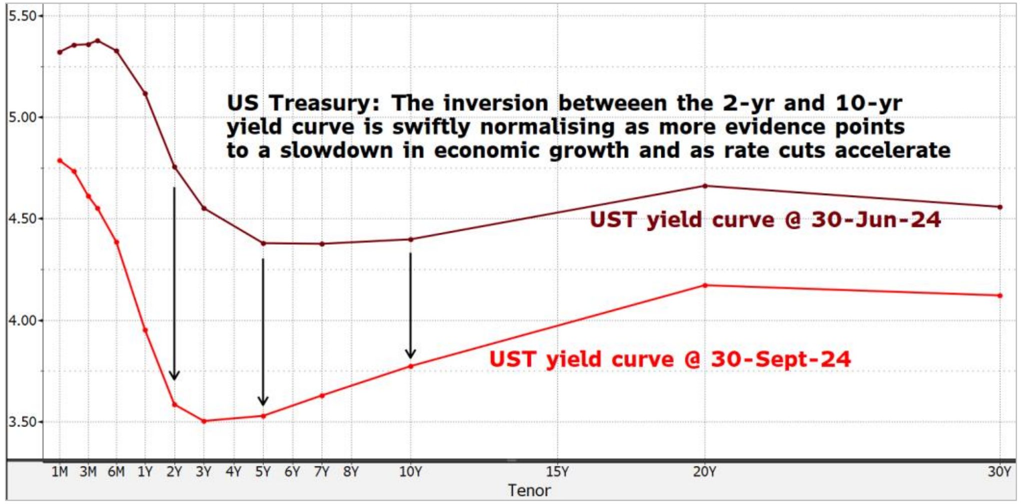
- Policy rate kept high for 14 months - effective in reducing inflation while avoiding recession so far.
- Maintaining high policy rate will have compounding effect in slowing economic growth and worsening financial conditions; hence raising recession risk over time
- Fed's Sept rate cut to reduce restrictiveness of policy rate and lower recession risk

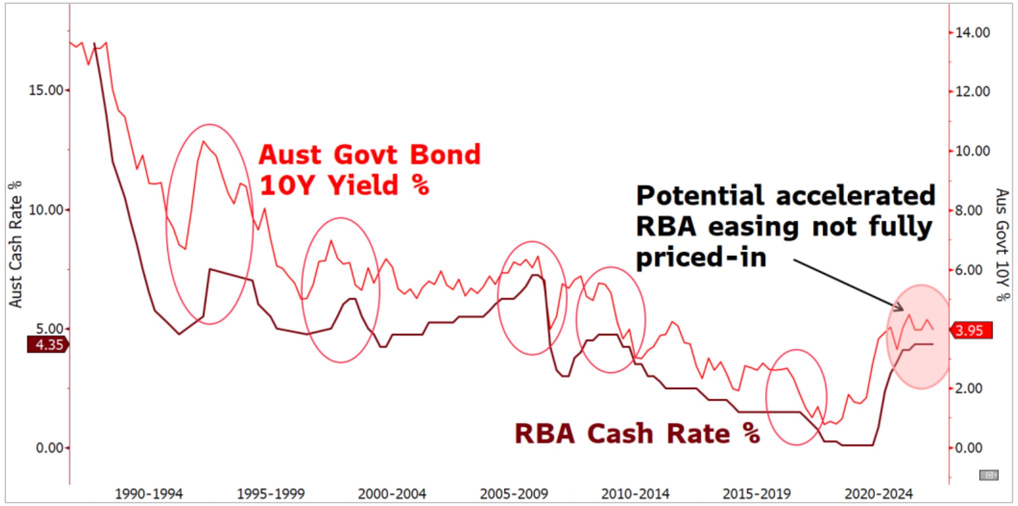
Bullish Fixed Income over Next 12 months

Turn in interest rate cycles coincides with subsequent strong fixed income returns in US, UK, Australia.







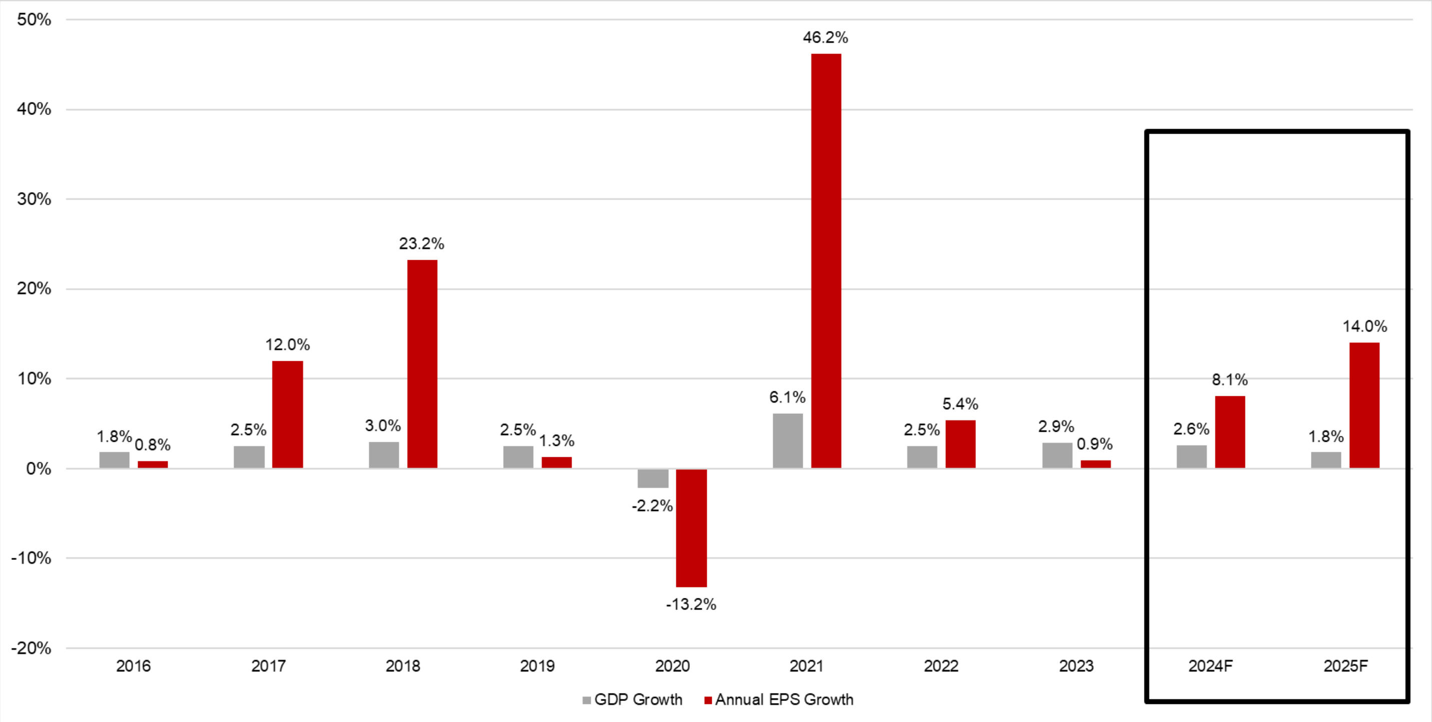


Source: Bloomberg, CIMB Chief Investment Office, as at 30 September 2024

Equities

US: High expectations have been built in

Consensus expects S&P500 EPS growth to accelerate despite GDP slowdown in 2025F



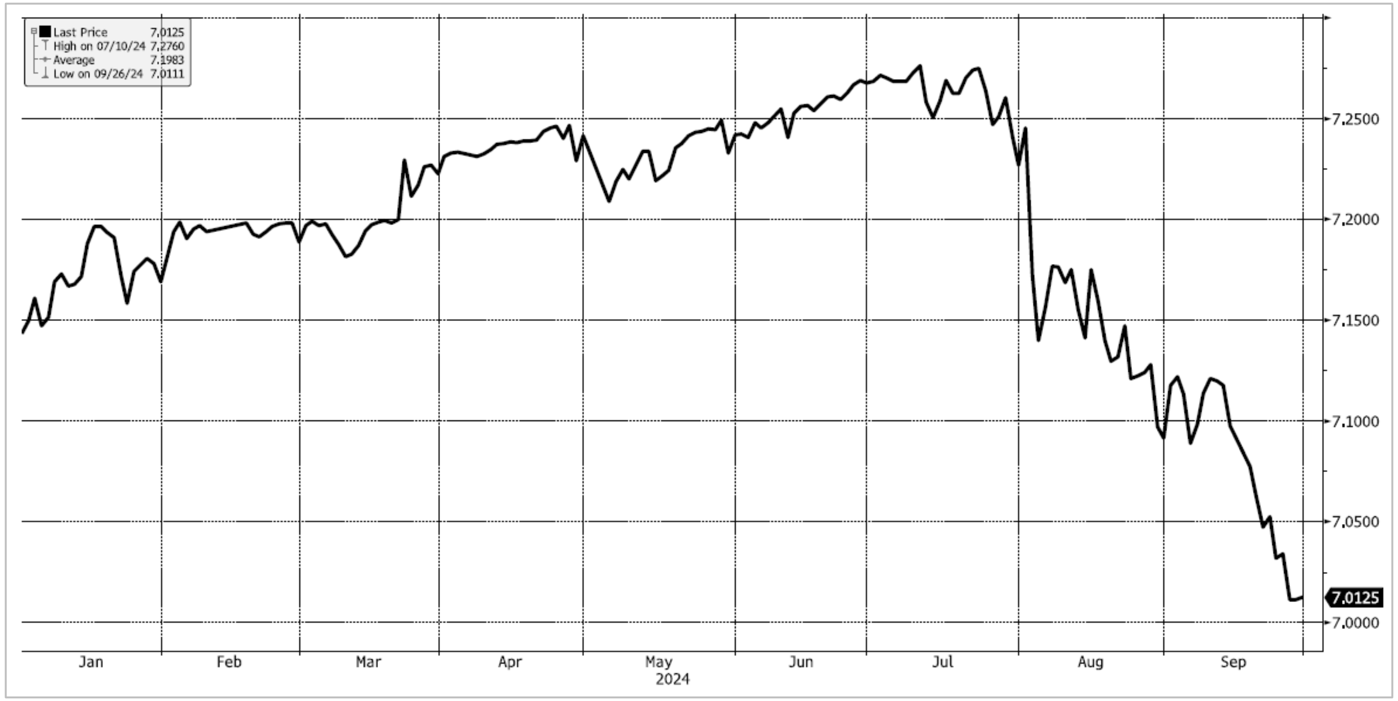
Source: Bloomberg, CIMB Chief Investment Office
As at 30 September 2024

- Potential downside risks to S&P500 EPS forecasts as US economy slows. Need to watch 3Q24 earnings season for more clarity into 2025's outlook.
- Stay cautious with higher volatility expected ahead of US presidential elections. Asian equities offer better risk-reward, given lower valuations and USD weakness.

Equities

China: Unleashing fresh stimulus

RMB has strengthened significantly against the USD since July



Source: Bloomberg, CIMB Chief Investment Office
As at 30 September 2024

- The tide has finally turned – China unleashed monetary easing, pledged to deploy fiscal spending, property market support, and consumption boost .
- The stock market is also benefitting from liquidity inflows thanks to RMB strength and a potential stock stabilization fund by PBOC.
- Policy momentum could sustain rally in short term. Stick to quality growth and balance with yielders. Trim stocks with weak fundamentals.

Equities

Malaysia: MYR strength is a tailwind

KLCI is inversely correlated to the USDMYR

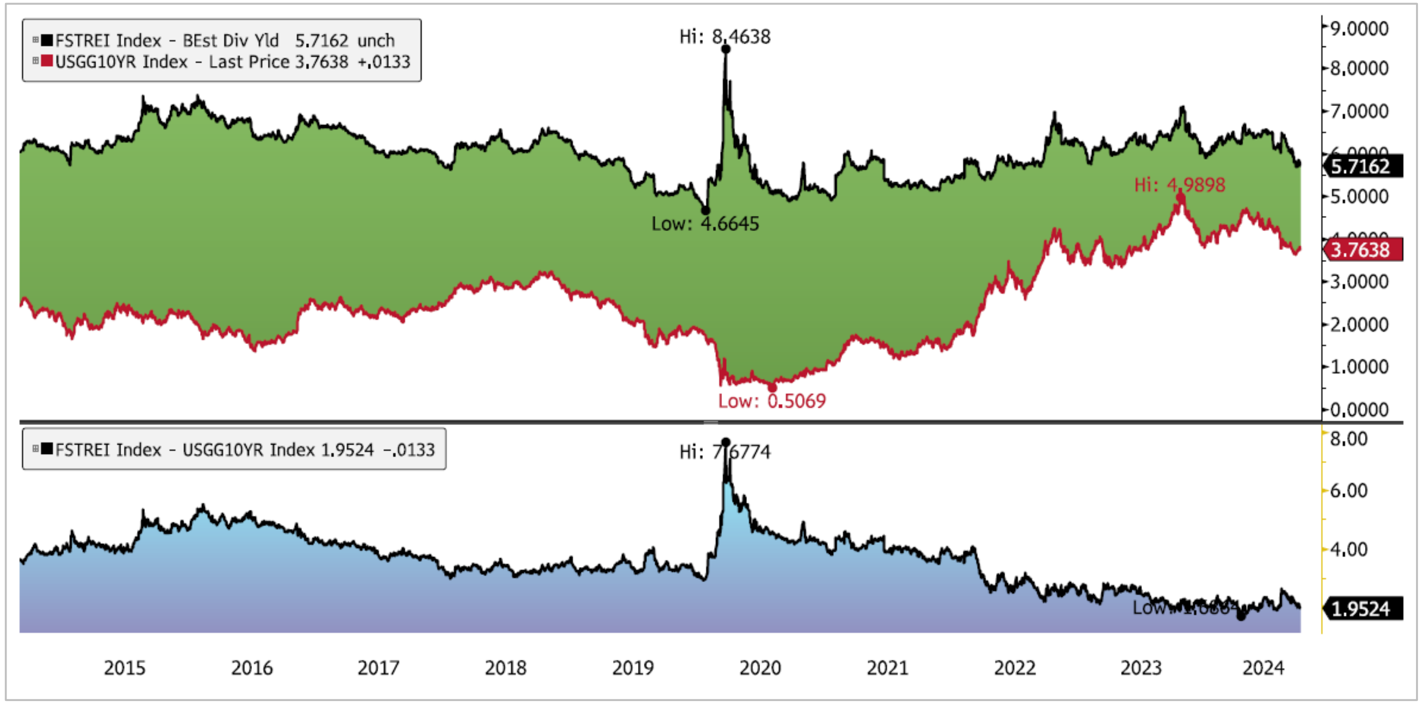
Source: Bloomberg, CIMB Chief Investment Office
As at 30 September 2024

- KLCI valuations justifiable at 13.9x 2025F PER given strong fundamentals and corporate earnings growth.
- Market tends to rally when MYR appreciates – domestic plays to outperform while exporters face a period of volatility.
- Watch policy execution. Next catalysts – Budget 2025 in October, and signing of agreement for the Johor-Singapore Special Economic Zone.

Equities

Singapore: Good yield hunting

S-REIT index trades at an attractive 5.7% yield vs 10Y UST yield of 3.8%



Source: Bloomberg, CIMB Chief Investment Office
As at 30 September 2024

- Policy rate cuts through end-2025F to result in a downward re-pricing of global yields.
- Singapore REITs usually outperform on the cusp of an easing cycle as yield compression gathers momentum.
- DPU growth and acquisition prospects will improve as borrowing costs fall.

Does Gold Have Room to Appreciate?

Gold surges as USD weakens with worsening Middle-East hostilities

Source: Bloomberg, CIMB Chief Investment Office, as at 30 September 2024

- Gold has broken 2Q24 peak, supported by risk aversion trades and periods of weaker USD and UST yields
- Recent Gold strength driven by USD weakness and Middle-East hostilities
- Anticipation of lower global yields and risk events (US election, geopolitical tensions) supports stronger Gold
- Buy Gold on dips below 2600
- Venture into GCI/GDCI's for better entry levels

Investment Implications

Recommended Asset Allocation

55% Fixed Income : 40% Equity : 5% Gold

Fixed Income ▲ *Overweight*

Position for rate cuts in 4Q2024 and 2025. A pivot towards USD, AUD and GBP bonds is advised, for respective anticipated rate reductions and diversification.

Equities ▼ *Underweight*

Pace of US economic slowdown is key to watch. ASEAN and China are inexpensive and should benefit from fund inflows as USD weakens.

Cash and Alternatives

We have allocated 5% to Gold. A hedge against geo-political risks (likely to worsen), and continued decline in policy rates and bond yields into 2025. Buy via GCI/GDCI during temporary weakness offers better entry levels.

Asset Allocation

	UnderWt		Neutral	OverWt	
FIXED INCOME (55%)	○	○	□	○	●
Sovereigns	○	○	□	○	●
Corporate Inv. Grade	○	○	□	●	○
Corporate High Yield	○	○	□	●	○
EQUITIES (40%)	○	●	□	○	○
U.S.	○	●	□	○	○
Asia ex-Japan	○	○	■	○	○
Hong Kong/China	○	○	■	○	○
ASEAN	○	○	□	●	○
GOLD (5%)	○	○	□	●	○

Source: CIMB Chief Investment Office

Fixed Income Outlook

KEY INVESTMENT STRATEGIES

- Allocate **55%** of portfolio to fixed income;
- Hold-to-maturity for regular income, ride out of market volatility.
- Utilize up to **50% leverage** to enhance return, by borrowing low-cost currency.

No Landing

- Elevated inflation, US economy remains strong.
- Rate rises by 25-50 bps, credit spreads tighten.
- Own: TIPS, T-bills, short-duration HY bonds.
- Avoid: STRIPS, long-duration UST & IG bonds.

Base Case: Soft landing as US economic growth slows

- Fed to meet its 2024-25 employment and inflation goals.
- Fed accelerates rate cuts; Tight credit spreads to persist.
- Own: STRIPS, long-duration UST & IG bonds, short-duration HY bonds.
- Preferred markets: **USD, AUD, GBP and EUR.**

Hard Landing

- Strong policy response ensues.
- Rate eases over 300 bps by end-2025, credit spreads jump.
- Own: STRIPS, long-duration UST and IG corporate bonds.
- Avoid: HY Corporate bonds.

Note: TIPS – Treasury Inflation-Protected Securities, STRIPS – Separate Trading of Registered Interest and Principal Securities.

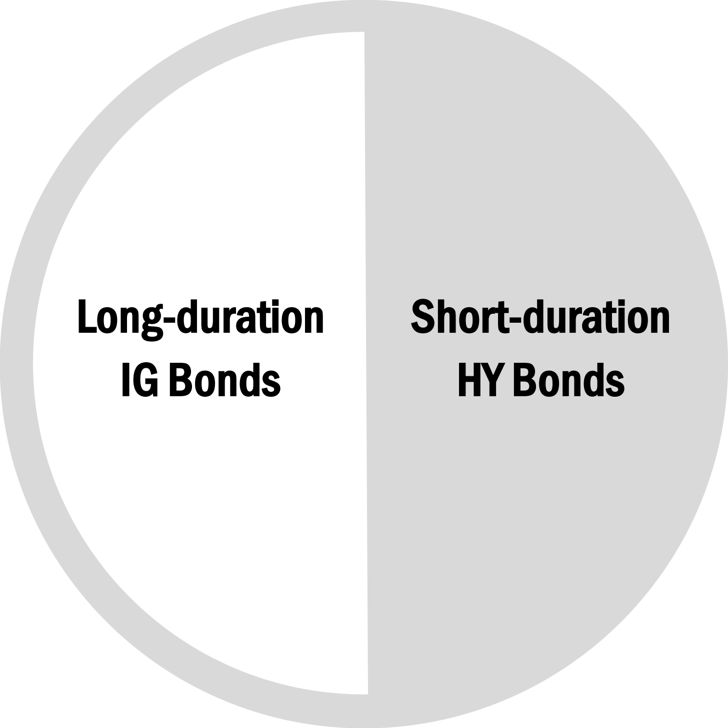
Barbell Fixed Income Strategy to Maximize Returns

The conundrum: Near term risks vs. Rate cut opportunities – how to maximize profits?

- A **Barbell Strategy** is the ideal solution.
- Buy long-duration (10+ year) IG USD bonds, Buy short-duration (1-3 year) HY USD corporate bonds.
- Alternatively, diversify into AUD and GBP corporate bonds, focusing on short-duration HY bonds. IG long-duration AUD and GBP bonds offer additional benefits when the RBA and BOE cut rates

Long-duration IG Bonds

- Substantial potential gains during rate cut cycle.
- Has historically performed well.
- This includes the US Treasury bonds.



Short-duration HY Bonds

- Offer a cushion through high recurring income.
- Less sensitive to event risks and lower volatility.
- Short-duration yields are currently elevated on inverted yield curve, where short-tenor yields exceed medium-tenor yields.

Implications for Equities

- S&P500 trades above historical mean despite slowdown risks
- HSI is attractively valued; stock-picking is key
- STI offers a compelling dividend yield
- FBMKLCI is reasonably priced for growth

	US	Asia ex-Japan	Japan	HK/China	Singapore	Malaysia
Index	**S&P 500**	**MSCI Asia ex-JP**	**Topix**	**Hang Seng**	**Straits Times**	**FBMKLCI**
Index levels on 30 September 2024	5,762	762	2,646	21,134	3,585	1,649
Year to Date (YTD) performance	20.8%	18.8%	11.8%	24.0%	10.6%	13.4%
2025F Price to Earnings ratio (PER) (x)	**20.8**	**12.9**	**14.0**	**9.5**	**11.2**	**13.9**
5-year Mean PER (x)	19.7	13.4	14.9	10.0	12.3	14.4
2024F Earnings Per Share (EPS) growth	8.1%	28.1%	21.2%	10.2%	5.8%	8.6%
2025F Earnings Per Share (EPS) growth	**14.0%**	**14.5%**	**4.2%**	**6.0%**	**2.6%**	**7.1%**
2025F Return on Equity (ROE)	19.5%	12.3%	8.9%	10.7%	10.7%	9.7%
2024F Price to Book (P/B) (x)	4.85	1.79	1.30	1.14	1.24	1.40
2025F Dividend Yield	**1.4%**	**2.5%**	**2.7%**	**3.7%**	**5.4%**	**4.2%**

Source: Bloomberg, CIMB Chief Investment Office
As at 30 September 2024

Implications for FX

◀▶ *Sideways* ▲ *Bullish* ▼ *Bearish*

	Outlook	USD	Developed Markets	Emerging Markets
4Q24	• Limited USD upside on anticipation of rate cuts • Sustainability of China stimulus will impact ASEAN FX • USD to stabilize, rebound after steep drop, as evidence of 'soft landing' emerges	◀▶	AUD ◀▶ EUR ◀▶ GBP ◀▶ JPY ▲	MYR ◀▶ IDR ◀▶ SGD ◀▶ THB ◀▶
2025	• Magnitude of rate cuts to dictate direction • DM central banks more likely to cut rates than EM ones; differentials to support non-USD FX • China recovery tailwinds (if any) to support ASEAN FX	◀▶	AUD ◀▶ EUR ▲ GBP ▼ JPY ▲	MYR ▼ IDR ▲ SGD ◀▶ THB ◀▶

Note: US Dollar Index (DXY), Currencies (FX)

Forecasts

FX Pair	4Q24
DXY	100.1
EUR/USD	1.11
USD/JPY	139
GBP/USD	1.33
AUD/USD	0.69
USD/CNH	7.00
USD/CHF	0.84
USD/SGD	1.29
USD/MYR	4.18
USD/IDR	15,000
USD/THB	32.8
XAU/USD	2,620

Source: CIMB Treasury & Markets Research @ 25 September 2024

Summary of Key Risks

Global Macro	• The Fed is behind the curve in cutting rates
Fixed Income	• Surprise reacceleration of economic growth or fiscal indiscipline could push US bond yields substantially higher; focus on US presidential election on 5 Nov
Equities	• Geopolitical tensions, US recession fears, earnings disappointments, further carry-trade unwinding.
FX	• USD weakens faster than expected

Conclusion

Be risk aware on equities

- Overweight ASEAN and invest selectively in China. Keep an eye on US growth and equity valuations.

US economic growth slows

- The Fed has cut rates, with additional cuts anticipated. As US economic growth slows, the investment case for fixed income becomes more compelling.

Asset allocation

- Maintain Asset allocation to 55% fixed income, 40% equity and 5% gold
- Buy Gold on weakness and sell USD into strength

Disclaimer (1/2)

- This report is not directed to, or intended for distribution to or use by, any person or entity who is a citizen or resident of or located in any locality, state, country or other jurisdiction where such distribution, publication, availability or use would be contrary to law or regulation.
- By accepting this report, the recipient hereof represents and warrants that he is entitled to receive such report in accordance with the restrictions set forth below and agrees to be bound by the limitations contained herein. Any failure to comply with these limitations may constitute a violation of law. This publication is being supplied to you strictly on the basis that it will remain confidential. No part of this report may be (i) copied, photocopied, duplicated, stored or reproduced in any form by any means or (ii) redistributed or passed on, directly or indirectly, to any other person in whole or in part, for any purpose without the prior written consent of CIMB Bank Berhad and CIMB Investment Bank Berhad (collectively, “CIMB Bank”).This publication/email/report/commentary has been prepared by CIMB Bank and is solely for information and discussion purposes only. This publication/email/report/commentary should not be construed as a recommendation, an offer to sell or a solicitation of an offer to buy or sell any securities, futures, options or other financial instruments or to provide any investment advice or services. CIMB Bank is also not acting as an advisor or agent to any person to whom this report is directed in respect of its contents.
- CIMB Bank, its affiliates and related companies (collectively, “CIMB Group”) and their respective directors, associates, connected parties and/or employees may own or have positions in securities of the company(ies) covered in this research report or any securities related thereto and may from time to time add to or dispose of, or may be materially interested in, any such securities. Further, CIMB Group may do and may seek to do business with the company(ies) covered in this research report and may from time to time act as market maker or have assumed an underwriting commitment in securities of such company(ies), may sell them to or buy them from customers on a principal basis and may also perform or seek to perform significant investment banking, advisory or underwriting services for or relating to such company(ies) as well as solicit such investment, advisory or other services from any entity mentioned in this report. The views expressed in this report accurately reflect the personal views of the analyst(s) about the subject securities or issuers and no part of the compensation of the analyst(s) was, is, or will be directly or indirectly related to the inclusion of specific recommendations(s) or view(s) in this report. CIMB Bank prohibits the analyst(s) who prepared this research report from receiving any compensation, incentive or bonus based on specific investment banking transactions or for providing a specific recommendation for, or view of, a particular company. However, the analyst(s) may receive compensation that is based on his/their coverage of company(ies) in the performance of his/their duties or the performance of his/their recommendations and the research personnel involved in the preparation of this report may also participate in the solicitation of the businesses as described above. In reviewing this research report, an investor should be aware that any or all of the foregoing, among other things, may give rise to real or potential conflicts of interest. Additional information is, subject to the duties of confidentiality, available on request.

Disclaimer (2/2)

- (i) As of 1 Oct 2024, CIMB Investment Bank Berhad has a proprietary position in the following securities in this report:
  HSBC Holdings PLC, Westpac Banking Corp, Malayan Banking Bhd., Public Bank Bhd, AMMB Holdings Bhd, Tenaga Nasional Bhd, Gamuda Bhd., IJM Corporation Bhd, SP Setia Bhd, Inari Amertron Bhd, Genting Bhd., Dialog Group Bhd., , Eco World Development Group Bhd, Yinson Holdings Bhd., IGB Real Estate Investment Trust, United Overseas Bank Ltd, Singapore Telecommunications Ltd, CapitaLand Investment Ltd, Sembcorp Industries Ltd, Tencent Holdings Ltd, China Mobile Ltd., Meituan, AIA Group Ltd, Xiaomi Corp, Baidu Inc, Trip.com Group Ltd, Link REIT, Alphabet Inc, China Resources Beer Holdings Co Ltd, Genetec Technology Bhd., Ping An Insurance (Group) Co of China.

- (ii) As of 1 Oct 2024, the analyst, Ng Boon Hoa, has an interest in the securities in the company or companies covered or recommended in this report:
  AMMB Holdings Bhd, SP Setia Bhd.

- This report has been produced for information purposes with the information contained in this report, believed to be correct at the time of issue and does not purport to contain all the information that a prospective investor may require. CIMB Group makes no express or implied warranty as to the accuracy or completeness of any such information and opinion contained in this report. Nothing in this report is intended to be, or should be construed as an invitation by any company within CIMB Group to buy or sell, or as an invitation to subscribe for, any securities. The price and value of any investments and indicative incomes herein contained may fluctuate either positively or negatively. All references to past performances is not a guide to any future performance. It should be noted that investments in emerging markets are subject to increased levels of volatility than more established markets. Some of the reasons for this volatility relates to the respective economy, political climate, credit worthiness, currency and general market within that country. When investing in investments denominated in a foreign currency these transactions are also subject to fluctuation in exchange rates.

- The information in this report is subject to change without notice by CIMB Bank. Neither CIMB Bank nor any of its affiliates or related companies, advisers or representatives are obliged to update any such information subsequent to the date hereof. Because it is not possible for CIMB Bank to have regard to the investment objectives, financial situation and particular needs of each person who reads this report, the information contained in it may not be appropriate for all persons. CIMB Bank is not acting as an advisor or agent to any person to whom this report is directed in respect of its contents. You, the recipient of this report must make your own independent assessment of the contents of this document, and should not treat such content as advice relating to legal, accounting, taxation, technical or investment matters. Please contact your Private Banker, Relationship Manager or walk into your nearest CIMB Branch to discuss any information contained within or prior to acting in reliance of any information contained within this report.

- Neither CIMB Group nor any of their directors, employees or representatives are to have any liability (including liability to any person by reason of negligence or negligent misstatement) whether pecuniary or not from any statement, opinion, information or matter (express or implied) arising out of, contained in or derived from or any omission from the report, except liability under statute that cannot be excluded.

UNIT TRUST DISCLAIMER

THIS DOCUMENT IS PROVIDED TO YOU FOR INFORMATION PURPOSES ONLY AND IT MAY NOT BE REPRODUCED, DISTRIBUTED OR PUBLISHED BY ANY RECIPIENT FOR ANY OTHER PURPOSES. IT SHOULD NOT BE CONSTRUED AS AN OFFER OR A SOLICITATION OF AN OFFER TO PURCHASE OR SUBSCRIBE. THE INFORMATION CONTAINED HEREIN HAS BEEN DERIVED FROM SOURCES BELIEVED TO BE RELIABLE AND IS CURRENT AS OF THE DATE OF PUBLICATION. NO REPRESENTATION OR WARRANTY IS MADE NOR IS THERE ACCEPTANCE OF ANY RESPONSIBILITY OR LIABILITY MADE AS TO THE ACCURACY, COMPLETENESS OR CORRECTNESS OF THE INFORMATION CONTAINED HEREIN. EXPRESSIONS OF OPINION CONTAINED HEREIN ARE SUBJECT TO CHANGE WITHOUT NOTICE. INVESTMENTS IN UNIT TRUSTS ARE NOT OBLIGATIONS OF, DEPOSITS IN, GUARANTEED OR PROTECTED BY CIMB BANK BERHAD / CIMB ISLAMIC BANK BERHAD (“CIMB”) AND ARE SUBJECT TO INVESTMENT RISKS, INCLUDING BUT NOT LIMITED TO THE POSSIBLE LOSS OF THE PRINCIPAL AMOUNT INVESTED. INVESTORS ARE ADVISED TO READ AND UNDERSTAND THE PRODUCT HIGHLIGHTS SHEET, MASTER PROSPECTUS / INFORMATION MEMORANDUM AND ITS SUPPLEMENTAL MASTER PROSPECTUS / INFORMATION MEMORANDUM FOR UNIT TRUSTS WHICH HAVE BEEN REGISTERED WITH THE SECURITIES COMMISSION BEFORE INVESTING. FOR COPIES OF THE PRODUCT HIGHLIGHTS SHEET AND PROSPECTUS / INFORMATION MEMORANDUM, VISIT US AT OUR NEAREST BRANCH. UNIT PRICES AND INCOME DISTRIBUTION, IF ANY, MAY RISE OR FALL. INVESTORS SHOULD ALSO CONSIDER ALL FEES AND CHARGES INVOLVED BEFORE INVESTING. UNITS WILL BE ISSUED UPON RECEIPT OF COMPLETED APPLICATION FORM AND ARE SUBJECTED TO TERMS & CONDITIONS CONTAINED THEREIN. PAST PERFORMANCE OF THE FUND IS NOT AN INDICATION OF FUTURE PERFORMANCE AND INCOME DISTRIBUTIONS ARE NOT GUARANTEED. INVESTORS SHOULD RELY ON THEIR OWN EVALUATION TO ASSESS THE MERITS AND RISKS OF ANY INVESTMENT. INVESTORS WHO ARE IN DOUBT AS TO THE ACTION TO BE TAKEN BY THEM SHOULD CONSULT THEIR PROFESSIONAL ADVISERS IMMEDIATELY. UNIT TRUSTS ARE NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA. INVESTORS SHOULD NOT MAKE PAYMENT IN CASH TO A UNIT TRUST CONSULTANT OR ISSUE A CHEQUE IN THE NAME OF A UNIT TRUST.

WARNING

FLOATING RATE NEGOTIABLE INSTRUMENTS OF DEPOSIT (FRNID) WARNING

THIS PRODUCT IS PRINCIPAL GUARANTEED BY THE ISSUING BANK UPON MATURITY ONLY. IF THE PRODUCT IS REDEEMED OR SOLD PRIOR TO MATURITY, THE CUSTOMER MAY LOSE PART OF THE INITIAL DEPOSIT AMOUNT. THE RETURNS ON THIS PRODUCT ARE UNCERTAIN AND THE CUSTOMER RISKS EARNING NO RETURNS AT ALL. THE CUSTOMER IS REMINDED THAT THIS PRODUCT IS NOT INSURED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.

WARNING

NON-PRINCIPAL PROTECTED AUTOCALLABLE EQUITY LINKED STRUCTURED PRODUCT WARNING

THE RETURNS ON YOUR STRUCTURED PRODUCT INVESTMENT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSET/REFERENCE, AND THE RECOVERY OF YOUR PRINCIPAL INVESTMENT MAY BE JEOPORDISED IF YOU MAKE AN EARLY REDEMPTION. THIS STRUCTURED PRODUCT INVESTMENT IS NOT INSURED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.

DUAL CURRENCY INVESTMENT (DCI) / GOLD CONVERTIBLE / REVERSE GOLD CONVERTIBLE STRUCTURED PRODUCT (GCI) WARNING

THE RETURNS ON YOUR STRUCTURED PRODUCT INVESTMENT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSET/REFERENCE, AND THE RECOVERY OF YOUR PRINCIPAL INVESTMENT MAY BE JEOPARDISED IF YOU MAKE AN EARLY REDEMPTION. THIS STRUCTURED PRODUCT INVESTMENT IS NOT INSURED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.

BONDS AND SUKUK WARNING

YOU ARE ADVISED TO READ THE ATTACHED INFORMATION MEMORANDUM/OFFERING CIRCULAR/PROSPECTUS/PRINCIPAL TERMS AND CONDITIONS FOR A DETAILED DESCRIPTION OF THE TERMS AND FEATURES OF THE PRODUCT. CUSTOMER MAY LOSE PART OR ALL OF THE INITIAL INVESTMENT. THIS IS NOT A PRINCIPAL PROTECTED INSTRUMENT. THE PRODUCT IS NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.