

# TA Rainbow Income Fund 18 (TARAIF 18)

Information as at 29 February 2024 (based on NAV to NAV with distributions reinvested)

## Fund Objective

The Fund aims to provide income\* whilst preserving capital\*\* on Maturity Date.  
 \*The Fund will invest in Derivatives which enable the Fund's performance to be exposed to the performance of the Rainbow Basket for potential annual payouts. Income distribution will be paid to you by way of cash deposit to a bank account held in your own name.  
 \*\*Investors are advised that this Fund is neither a capital guaranteed nor a capital protected fund. The capital will be preserved by investments in Fixed Income Instruments. Consequently, the return of capital is SUBJECT TO the credit and default risk and currency risk associated with the investments in Fixed Income Instruments.

## Investor Profile

The Fund is suitable for investors who:  
 • seek Medium Term investment horizon;  
 • have low to moderate risk profile; and  
 • seek capital preservation.  
 'This Fund is neither a capital guaranteed nor a capital protected fund.

## Investment Strategy

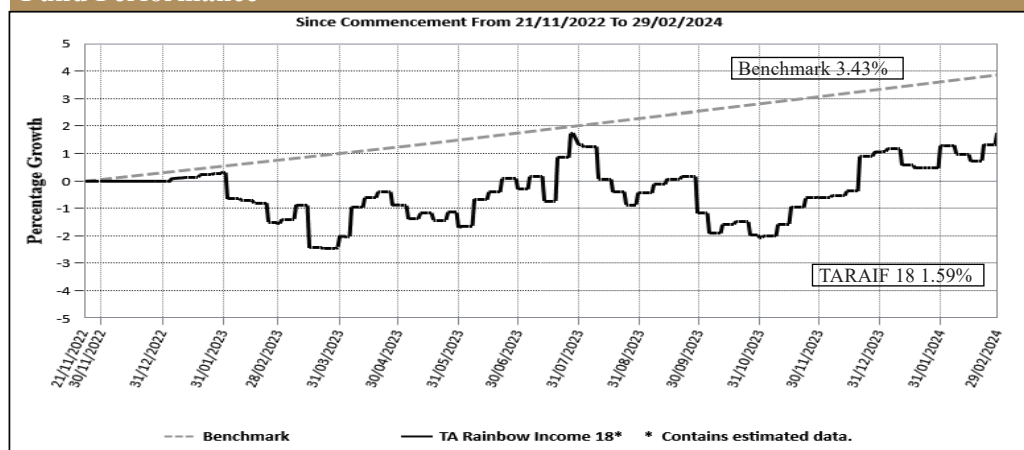
The Fund seeks to achieve its investment objective by investing at least 85% of its NAV in Fixed Income Instruments to repay the initial investment of investors at Maturity Date (including sales charge). Up to 10% of the Fund's NAV will be invested in Derivatives linked to the performance of the Rainbow Basket to generate return.

The Fund intends to invest in deposits and/or money market instruments issued by Malaysian financial institutions rated at least "A" by RAM or equivalent rating by other domestic rating agencies. Whereas for investment in Bonds, the Bonds will be rated at least "A" by RAM or its equivalent rating by other domestic rating agencies and/or any global rating agencies. The Fund may invest up to 50% of its NAV in foreign Bonds should the Manager finds it appropriate to do so. The tenure of the Bonds will match (i.e.: 3 years) or will be similar (i.e.: shorter than 3 years) to the Tenure of the Fund.

The Fund may enter into derivative contracts which include, but are not limited to foreign exchange forward contracts and swap for the purposes of hedging and not for speculative purposes. Foreign exchange forward contracts and other currency derivatives may be used to hedge the returns and principal of all foreign denominated Bonds back to the Base Currency.

As the Fund is a close-ended fixed income fund, the Fund will be managed on a semi-active basis by the Manager. At the Maturity Date, issuers of the Fixed Income Instruments held by the Fund will be obligated to pay the notional amount provided there is no occurrence of credit default by the issuers. In order to mitigate credit and default risk, the selection will be based on stringent credit research and analysis. Semi-active management of the portfolio refers to the possibility that securities in the portfolio may be traded and rebalanced if needed to address default risk and/or uptrend interest rate concerns.

## Fund Performance



## Cumulative Performance (%)

|            | 1 month | 6 months | 1 year | 3 years | 5 years | Year To Date | Since Investment |
|------------|---------|----------|--------|---------|---------|--------------|------------------|
| Fund       | 0.45    | 2.19     | 3.33   | -       | -       | 0.66         | 1.59             |
| Benchmark* | 0.25    | 1.54     | 3.06   | -       | -       | 0.51         | 3.43             |

\*Benchmark: 12 months fixed deposit rate by Malayan Banking Berhad

Source: Lipper for Investment Management

## Annual Performance (%)

|            | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 |
|------------|------|------|------|------|------|------|------|
| Fund       | 1.06 | -    | -    | -    | -    | -    | -    |
| Benchmark* | 3.01 | -    | -    | -    | -    | -    | -    |

## Fund Details

|                            |  |
|----------------------------|--|
| NAV per unit               | RM 1.0136  |
| Fund Size                  | RM 13.75 million                                       |
| No of Units In Circulation | 13.56 million units                                    |
| Fund Inception Date        | 21 November 2022                                       |
| Commencement Date          | 13 January 2023  |
| Financial Year End         | 28 February  |
| Sales Charge               | Up to 3.00% of the NAV per Unit                        |
| Redemption Charge          | 3.00% of the NAV per Unit                              |
| Annual Management Fee      | There is no annual management fee imposed for the Fund |
| Annual Trustee Fee         | 0.04% p.a. of the NAV of the Fund                      |
| Trustee                    | CIMB Commerce Trustee Berhad                           |
| Min. Initial Investment    | RM 1,000   |
| Min. Subsequent Investment | RM 1,000   |

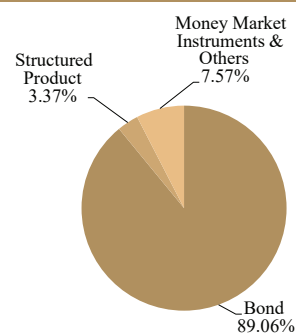
## Distribution/Unit Split History

| Declaration Date | Gross Distribution | Unit Split |
|------------------|--------------------|------------|
| 02/02/24         | 0.37 sen per unit  | Nil        |

## Top Holdings

|  | % NAV |
|--|-------|
| 1 UEM SUNRISE BERHAD IMTN 5.030% 19.09.2025              | 18.86 |
| 2 FPSB IMTN 5.050% 05.09.2025                            | 17.40 |
| 3 ENCORP 5.250% 18.11.2025                               | 17.38 |
| 4 GENM CAPITAL BERHAD MTN 3651D 22.8.2025                | 16.89 |
| 5 SABAH DEVELOPMENT MTN 2191D 15.08.2025 - Issue No. 205 | 16.84 |
| 6 CIMB MTN 1826D 03.4.2025 Issue No. 8                   | 1.69  |
| 7 STRUCTURED PRODUCT                                     | 3.37  |

## Asset & Sector Allocation



## Fund Price History

| High            | Low             |
|-----------------|-----------------|
| Since Inception | Since Inception |
| 27/07/23 1.0173 | 23/03/23 0.9753 |
| YTD             | YTD             |
| 29/02/24 1.0136 | 15/02/24 1.0036 |

Neither the information nor any opinion expressed constitutes an offer, or an invitation to make an offer to buy or sell any securities or unit trusts. Copies of the Prospectus of TA Rainbow Income Fund 18 dated 21 November 2022 and the First Supplementary Prospectus of TA Rainbow Income Fund dated 21 November 2022 have been registered with the Securities Commission Malaysia who takes no responsibility for its contents. This material have not been reviewed by the Securities Commission Malaysia. Investors are advised to read and understand the contents of the Prospectuses, copies of which is available from our offices, authorised consultants and distributors before investing. Investors should rely on their own evaluation to assess the merits and risks of the investment. If investors are unable to make their own evaluation, they are advised to consult professional advisers where necessary. Product Highlights Sheet ("PHS") is available and that Investors have the right to request for a PHS; and the PHS and any other product disclosure document should be read and understood before making any investment decision. The price of units and distributions payable, if any, may go down as well as up. Investors should also compare and consider the fees, charges and costs involved and the risks when investing in the Fund such as market risk, currency risk and country risk before investing. Where past performance is quoted, past performance of the Fund is no indication of its future performance. Units are issued upon receipt of a duly completed application form referred to in and accompanying the Prospectus. Investors are advised that following the issue of additional distribution, the NAV per unit will be reduced from cum-distribution NAV to ex-distribution NAV. Investors are also advised that, where a unit split is declared, the value of their investment in Malaysian ringgit will remain unchanged after the distribution of the additional units.