

# TA Rainbow Income Fund 7 (TARAIF7)

Information as at 30 August 2022 (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 options and/or structured warrants to provide potential annual returns. 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 of the issuers of the 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<sup>1</sup>.

<sup>1</sup>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 90% of its NAV in Fixed Income Instruments which aim 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 options / structured warrants linked to the performance of the Rainbow Basket to generate return.

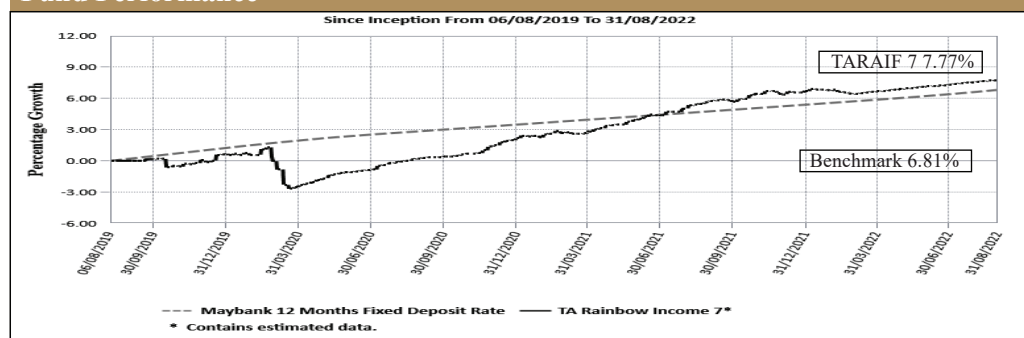
For the Fixed Income Instruments, the Fund intends to invest in deposits and/or money market instruments issued by Malaysian financial institutions rated at least "A" by RAM or equivalent rating by other recognised rating agencies. Whereas for investment in Bonds, the Bonds will be rated at least "A" by RAM or equivalent rating by other recognised rating agencies and the tenures 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 will provide potential annual returns based on the performance linked to the Rainbow Basket. On top of that, the Fund targets to provide a Bonus Coupon at Maturity Date. The Bonus Coupon is neither fixed nor guaranteed and shall be declared at Maturity Date, if any.

As this is a close-ended fixed income fund, the Fund will be managed on a semi-active basis by the Manager. At maturity, 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.

The Fund will invest in markets where the regulatory authority is an ordinary or associate member of the International Organization of Securities Commissions (IOSCO).

## Fund Performance



## Cumulative Performance (%)

|            | 1 month | 6 months | 1 year | 3 years | 5 years | Year To Date | Since Inception |
|------------|---------|----------|--------|---------|---------|--------------|-----------------|
| Fund       | 0.20    | 1.28     | 1.97   | 7.77    | -       | 1.00         | 7.77            |
| Benchmark* | 0.20    | 1.05     | 1.96   | 6.58    | -       | 1.35         | 6.81            |

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

Source: Lipper for Investment Management

## Annual Performance (%)

|            | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|------------|------|------|------|------|------|------|------|
| Fund       | 4.46 | 1.48 | -    | -    | -    | -    | -    |
| Benchmark* | 1.85 | 2.21 | -    | -    | -    | -    | -    |

## Top Holdings

|   | % NAV |
|---|-------|
| 1 AFFIN BANK BERHAD 3-YEAR ZNID 30 SEPTEMBER 2022 | 10.01 |

## Distribution History

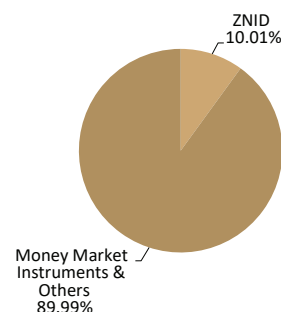
| Distribution Date | Distribution Rate |
|-------------------|-------------------|
| 14/10/21          | 2.17 sen per unit |

## Fund Details

|                            |  |
|----------------------------|--|
| NAV per unit               | RM 1.0556  |
| Fund Size                  | RM 50.16 million   |
| No of Units In Circulation | 47.52 million units  |
| Fund Inception Date        | 6 August 2019  |
| Financial Year End         | 31 May   |
| Sales Charge               | Up to 3.0% of the Offer Price                                |
| Redemption Charge          | 3.00% of the NAV per Unit                                    |
| Annual Management Fee      | There will be no annual management fee charged for this Fund |

|                            |                                   |
|----------------------------|-----------------------------------|
| Annual Trustee Fee         | 0.04% p.a. of the NAV of the Fund |
| Trustee                    | CIMB Commerce Trustee Berhad      |
| Min. Initial Investment    | RM1,000                           |
| Min. Subsequent Investment | RM1,000                           |

## Asset & Sector Allocation



## Fund Price History

|                 | High            | Low             |
|-----------------|-----------------|-----------------|
| Since Inception | Since Inception | Since Inception |
| 17/09/21        | 1.0589          | 19/03/20 0.9731 |
| YTD             | YTD             | YTD             |
| 30/08/22        | 1.0556          | 28/02/22 1.0423 |

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. A copy of the Prospectus of TA Rainbow Income Fund 7 dated 6 August 2019 has been registered with the Securities Commission Malaysia who takes no responsibility for its contents. This material has not been reviewed by the Securities Commission Malaysia. Investors are advised to read and understand the contents of the Prospectus, copy 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.