

Fund Information

Fund Name

Public Aggressive Growth Fund (PAGF)

Fund Category

Equity

Fund Investment Objective

To seek high capital growth over the medium to long term period through investments in situational and high growth stocks.

Fund Performance Benchmark

The benchmark of the Fund is the FTSE Bursa Malaysia KLCI (FBM KLCI).

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Fund Distribution Policy

Incidental

Revision of Transfer Charges and Switching Fees with effect from 1 January 2018

With effect from 1 January 2018, transfer charges and switching fees for switching transactions made after 90 days will be revised as follows:

- i) Administration fee of up to RM50 will be charged for each transfer transaction.
- ii) Switching fee of up to RM50 will be imposed for switching transactions out of the fund.

Breakdown of Unitholdings of PAGF as at 30 September 2017

Size of holdings	No. of unitholders	% of unitholders	No. of units held (million)
5,000 and below	4,372	18.46	13
5,001 to 10,000	4,658	19.67	36
10,001 to 50,000	11,830	49.94	251
50,001 to 500,000	2,804	11.84	287
500,001 and above	22	0.09	17
Total	23,686	100.00	604

Note: Excluding Manager's Stock.

Fund Performance

For the Financial Period Ended 30 September 2017

Average Total Return for the Following Years Ended 30 September 2017

	Average Total Return of PAGF (%)
1 Year	10.15
3 Years	1.75
5 Years	5.58

Annual Total Return for the Financial Years Ended 31 March

Year	2017	2016	2015	2014	2013
PAGF (%)	6.25	-4.82	2.61	13.32	2.99

The calculation of the above returns is based on computation methods of Lipper.

Notes:

- Total return** of the Fund is derived by this formulae:

$$\left(\frac{\text{End of Period FY}_{\text{Current Year}} \text{ NAV per unit}}{\text{End of Period FY}_{\text{Previous Year}} \text{ NAV per unit}} \right) - 1$$

(Adjusted for unit split and distribution paid out for the period)

The above total return of the Fund was sourced from Lipper.

- Average total return is derived by this formulae:

$$\frac{\text{Total Return}}{\text{Number of Years Under Review}}$$

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

Other Performance Data for the Past Three Financial Periods Ended 30 September

	2017	2016	2015
Unit Prices (MYR)			
Highest NAV per unit for the period	0.6559	0.6098	0.6669
Lowest NAV per unit for the period	0.6218	0.5848	0.5619
Net Asset Value (NAV) and Units in Circulation (UIC) as at the End of the Period			
Total NAV (MYR'000)	389,078	394,427	402,318
UIC (in '000)	604,435	656,621	678,159
NAV per unit (MYR)	0.6437	0.6007	0.5933
Total Return for the Period (%)	3.10	-0.56	-9.52
Capital growth (%)	2.26	-1.38	-10.21
Income (%)	0.82	0.83	0.77
Management Expense Ratio (%)	1.52	1.55	1.53
Portfolio Turnover Ratio (time)	0.11	0.12	0.17

Notes: Management Expense Ratio is calculated by taking the total management expenses expressed as an annual percentage of the Fund's average net asset value.

Portfolio Turnover Ratio is calculated by taking the average of the total acquisitions and disposals of the investments in the Fund for the period over the average net asset value of the Fund calculated on a daily basis.

Public Aggressive Growth Fund

Fund Performance

For the Financial Period Ended 30 September 2017

Asset Allocation for the Past Three Financial Periods

	As at 30 September (Per Cent of Net Asset Value)		
	2017 %	2016 %	2015 %
EQUITY SECURITIES			
Quoted			
Malaysia			
Basic Materials	0.6	2.4	0.5
Communications	8.8	12.3	13.9
Consumer, Cyclical	8.3	7.8	6.8
Consumer, Non-cyclical	6.3	9.9	6.1
Diversified	7.0	5.4	4.1
Energy	3.1	5.3	5.3
Financial	38.1	29.3	29.5
Industrial	3.2	4.6	3.4
Utilities	10.0	9.7	8.2
	85.4	86.7	77.8
Outside Malaysia			
Great Britain			
Communications	-	0.3	-
Hong Kong			
Communications	2.1	0.2	1.0
Financial	-	-	1.7
Technology	-	0.6	-
	2.1	0.8	2.7
Indonesia			
Industrial	-	-	0.1
Singapore			
Consumer, Non-cyclical	-	0.3	0.8
Financial	-	-	0.5
	-	0.3	1.3
United States			
Communications	-	-	0.6
Financial	1.3	1.0	1.1
	1.3	1.0	1.7
TOTAL QUOTED EQUITY SECURITIES	88.8	89.1	83.6
COLLECTIVE INVESTMENT FUNDS			
Quoted			
Outside Malaysia			
United States			
Funds	1.5	1.2	1.3
TOTAL QUOTED COLLECTIVE INVESTMENT FUNDS	1.5	1.2	1.3

Public Aggressive Growth Fund

Fund Performance

For the Financial Period Ended 30 September 2017

Asset Allocation for the Past Three Financial Periods (cont'd)

	As at 30 September (Per Cent of Net Asset Value)		
	2017 %	2016 %	2015 %
COLLECTIVE INVESTMENT SCHEMES			
Unquoted Funds	3.4	1.6	1.6
TOTAL UNQUOTED COLLECTIVE INVESTMENT SCHEMES	3.4	1.6	1.6
DEPOSITS WITH FINANCIAL INSTITUTIONS	4.9	3.4	12.0
OTHER ASSETS & LIABILITIES	1.4	4.7	1.5

Manager's Report

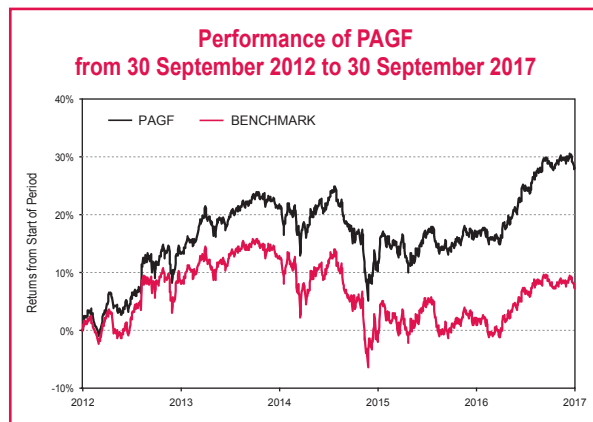
Overview

This Interim Report covers the financial period from 1 April 2017 to 30 September 2017.

Public Aggressive Growth Fund (PAGF or the Fund) aims to seek high capital growth over the medium to long term period through investments in situational and high growth stocks.

For the financial period under review, the Fund registered a return of +3.10% as compared to its Benchmark's return of +0.89%. The Fund's equity portfolio registered a return of +4.16% while its money market portfolio registered a return of +1.53% during the financial period under review. A detailed performance attribution analysis is provided in the sections below.

For the five financial years ended 30 September 2017, the Fund generated a total return of +27.92% and outperformed its Benchmark's return of +7.27% over the same period.



The Benchmark of the Fund is the FTSE Bursa Malaysia KLCI (FBM KLCI) which comprises the 30 largest companies by full market capitalisation listed on the Bursa Malaysia Main Market.

Effect of Distribution Reinvestment on Portfolio Exposures

There were no distributions declared for the period ended 30 September 2017.

Change in Portfolio Exposures from 31-Mar-17 to 30-Sep-17

	31-Mar-17	30-Sep-17	Change	Average Exposure
Equities & Related Securities	93.3%	93.7%	+0.4%	92.85%
Money Market	6.7%	6.3%	-0.4%	7.15%

Manager's Report

Returns Breakdown by Asset Class

	Returns On Investments	Market / Benchmark Returns	Benchmark Index Used	Average Exposure	Attributed Returns
Equities & Related Securities	4.16%	0.89%	FBM KLCI Overnight Rate	92.85%	3.86%
Money Market	1.53%	1.48%		7.15%	0.11%
less: Expenses					-0.87%
Total Net Return for the Period					3.10%

FBM KLCI = FTSE Bursa Malaysia Kuala Lumpur Composite Index
Overnight Rate = Bank Negara Weighted Average Overnight Interbank Rate

Equity Portfolio Review

For the financial period under review, the Fund's equity portfolio registered a return of +4.16% and outperformed the equity Benchmark's return of +0.89%. The Fund's equity portfolio outperformed the equity Benchmark as its investments in selected Financial, Consumer, Industrial and Communication stocks outperformed the broad market during the financial period under review.

The Fund commenced the financial period under review with an equity exposure of 93.3% and this was maintained at above 90% during the financial period under review to capitalise on investment opportunities in the domestic and regional markets. The Fund ended the financial period under review with an equity exposure of 93.7%. Based on an average equity exposure of 92.85%, the Fund's equity portfolio is deemed to have registered a return of +3.86% to the Fund as a whole for the financial period under review. A full review of the performance of the equity markets is tabled in the following sections.

Sector Allocation

In terms of sector allocation within the equity portfolio, the top 5 sectors accounted for 72.2% of the Net Asset Value (NAV) of the Fund and 77.1% of the Fund's equity portfolio. The weightings of the top 5 sectors in Malaysia (unless otherwise indicated) are in the following order: Financial (38.1%), Utilities (10.0%), Communications (8.8%), Consumer, Cyclical (8.3%) and Diversified (7.0%).

Money Market Portfolio Review

During the financial period under review, the Fund's money market portfolio, which was invested primarily in deposits, yielded a return of +1.53%. In comparison, the Bank Negara Weighted Average Overnight Interbank Rate registered a return of +1.48% over the same period.

Manager's Report

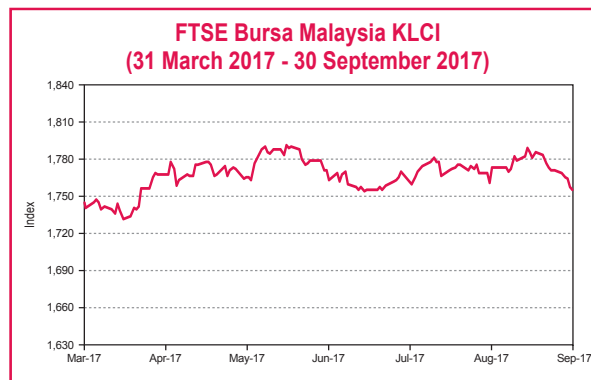
During the financial period under review, the Fund's exposure to money market investments decreased from 6.7% to 6.3% as funds were mobilised into equity investments. Based on an average exposure of 7.15%, the money market portfolio is estimated to have contributed +0.11% to the Fund's overall return for the financial period under review.

Stock Market Review

Commencing the financial period under review at 1,740.09 points, the FTSE Bursa Malaysia KLCI (FBM KLCI) remained in an uptrend from April to mid-May 2017, underpinned by strong foreign fund inflows. The Index subsequently traded range-bound in late May on the back of softer global energy prices.

The market rose in early June amid sustained buying interest in selected blue chips but moved lower in late June on softer oil prices. In July, the Index remained in a tight trading range due to a lack of fresh catalysts to draw further buying interest from foreign investors. The FBM KLCI rose in August amid buying support for selected blue chips.

The Index continued its uptrend in early September before easing lower on the back of profit-taking activities. The FBM KLCI closed at 1,755.58 points to register a gain of 0.89% for the financial period under review.



The regional equity markets, as proxied by the Morgan Stanley Capital International All Country Far-East ex-Japan (MSCI FExJ) Index, commenced the financial period under review at 545.39 points. Resilient corporate earnings supported the uptrend in regional markets in April. Driven by improving liquidity conditions in China and a better global economic outlook, the Index advanced further from May to August.

Regional markets traded range-bound in September as the U.S. Federal Reserve's decision to maintain its interest rate was within market expectations. The MSCI FExJ Index closed at 625.20 points to register a gain of 14.63% (+9.38% in Ringgit terms) for the financial period under review.

Foreign markets, namely the Hong Kong and Great Britain markets registered returns of +8.49% and +3.07% (in Ringgit terms) respectively for the financial period under review.

Manager's Report

Commencing the financial period under review at 2,362.72 points, the U.S. equity market, as proxied by the Standard & Poor's (S&P) 500 Index, moved modestly higher in April and May on the back of strong U.S. corporate earnings and the market-friendly outcome of the French presidential election. In June, the market rose further as weakness in technology stocks was outweighed by strong performances of banking stocks.

The Index continued to surge in July and August amid better-than-expected U.S. corporate earnings and economic data, and traded higher in September as geopolitical tensions in the Korean peninsula eased. The S&P 500 Index closed at 2,519.36 points to register a gain of 6.63% (+1.74% in Ringgit terms) for the financial period under review.

Money Market Review

The Overnight Rate decreased from 3.00% to 2.90%, averaging at 2.98% over the financial period under review.

Economic Review

Malaysia's GDP growth gained pace from 4.2% in 2016 to 5.7% in 1H 2017 on the back of higher domestic demand and export growth. Growth in the services sector rose from 5.6% in 2016 to 6.1% in 1H 2017. Meanwhile, growth in manufacturing activities increased from 4.4% to 5.8% over the same period.

Malaysia's export growth accelerated to 22.3% in the first seven months of 2017 from 1.2% in 2016 due mainly to higher exports of electrical and electronic products. Import growth surged to 23.0% from 1.9% over the same period. Malaysia's cumulative trade surplus widened to RM51.0 billion in the first seven months of 2017 compared to RM43.8 billion for the corresponding period of the prior year. Due to capital inflows, Malaysia's foreign reserves rose to US\$100.5 billion as at end-August 2017 compared to US\$97.5 billion a year ago.

Malaysia's inflation rate climbed to 3.9% in the first eight months of 2017 from 2.1% in 2016 amid higher transportation costs arising from elevated fuel prices. Bank Negara Malaysia (BNM) maintained the Overnight Policy Rate (OPR) at 3.00% to support economic activities. Loans growth increased to 5.8% in the first eight months of 2017 from 5.3% in 2016 on the back of higher demand from the manufacturing and construction sectors.

In North Asia, China's GDP growth expanded from 6.7% in 2016 to 6.9% in 1H 2017, driven by firmer growth in the industrial sector. Over in Hong Kong, GDP growth strengthened from 2.0% in 2016 to 4.0% in 1H 2017 due to higher consumer spending and export growth.

Led by higher investment spending and export growth, U.S. GDP growth rose from 1.5% in 2016 to 2.1% in 1H 2017. Investment spending increased by 2.5% in 1H 2017 compared to a contraction of 1.6% in 2016 due to higher investment in equipment. Meanwhile, exports expanded by 3.2% compared to a decline of 0.3% over the same period.

At the Federal Open Market Committee (FOMC) meeting in September 2017, the Federal Reserve maintained the Federal funds rate target range at 1.00%-1.25%. The central bank also stated that its balance sheet reduction plan would begin in October 2017.

Manager's Report

Eurozone GDP growth gained pace from 1.8% in 2016 to 2.1% in 1H 2017 on the back of higher export growth. At its monetary policy meeting on 7 September 2017, the European Central Bank (ECB) kept its main refinancing and deposit rates at 0.00% and -0.40% respectively, while maintaining the monthly pace of bond-buying at €60 billion until end-December 2017.

In a referendum held on 23 June 2016, British voters voted in favour of exiting the European Union (EU). The United Kingdom (UK) formally notified of its exit from the EU under Article 50 on 29 March 2017, which commences a 2-year process of trade negotiations with the EU.

Outlook and Investment Strategy

After trading on a mixed note in 1H 2016, global and regional markets strengthened in 2H 2016 amid an improved outlook for the U.S. and global economies. Global and regional equity markets continued to trend higher in the first nine months of 2017 on expectations that the global economy would grow at a resilient pace. Looking ahead, the performance of equity markets will depend on the economic growth momentum and market valuations of the U.S., Europe and the Asia Pacific region.

U.S. economic growth is projected to edge up from 2.2% in 2017 to 2.3% in 2018, driven by higher investment spending.

In the Eurozone, economic growth is envisaged to ease from 2.1% in 2017 to 1.8% in 2018 on expectations of slower export growth.

In North Asia, China's GDP growth is estimated to moderate from 6.7% in 2017 to 6.3% in 2018 as China continues to transform from a manufacturing-driven and export-led economy to one underpinned by services and domestic consumption. Meanwhile, China's inflation rate is projected to increase from 1.7% in 2017 to 2.2% in 2018.

Hong Kong's GDP growth is expected to ease from 3.4% in 2017 to 2.5% in 2018 amid moderating external demand. Going forward, the Hong Kong government is anticipated to maintain its tightening stance on the residential property market. However, ample liquidity, demand for better living standards and resilient economic growth should lend support to Hong Kong's property market over the long term.

On the domestic front, Malaysia's GDP growth is projected to inch down from 5.1% in 2017 to 4.8% in 2018 amid moderating export growth. However, domestic demand will be supported by sustained consumer and investment spending backed by government measures to increase disposable incomes as well as the ongoing implementation of infrastructure projects.

The budget deficit is projected to widen to RM40.3 billion (3.0% of GDP) in 2017 from RM38.4 billion (3.1% of GDP) in 2016, with revenue expanding by 3.4% to RM219.7 billion. Meanwhile, operating expenditure and net development expenditure for 2017 are expected to register growth rates of 2.2% to RM214.8 billion and 11.4% to RM45.3 billion respectively.

As at end-September 2017, the local stock market was trading at a prospective P/E ratio of 16.4x, which was in line with its 10-year average. The market's dividend yield was 3.25%.

Among the regional markets, North Asian markets were generally trading at discounts to their historical averages following their respective performances over the same period.

Manager's Report

Among the developed markets, the U.S. market was trading at a prospective P/E ratio of 19.3x, which was higher than its 20-year average of 17.3x.

Given the above factors, the Fund will continue to rebalance its investment portfolio accordingly with the objective of seeking high capital growth over the medium to long term period through investments in situational and high growth stocks.

Note: H = Half

Policy on Soft Commissions

The management company may receive goods or services which include research materials, data and quotation services and investment related publications by way of soft commissions provided they are of demonstrable benefit to the Fund and unitholders.

During the financial period under review, PAGF has not received goods or services by way of soft commissions.

Extracts Of Financial Statements

The following pages are extracts of the audited financial statements of the Fund for the financial period ended 30 September 2017. The full set of the audited financial statements together with the Independent Auditors' Report is available upon request without charge.

Statement of Assets and Liabilities

As at 30 September 2017

	30.9.2017 MYR'000	31.3.2017 MYR'000
Assets		
Investments	364,519	376,042
Due from brokers/financial institutions, net	-	381
Tax recoverable	192	192
Other receivables	1,293	559
Deposits with financial institutions	19,006	19,604
Cash at banks	5,518	7,162
	390,528	403,940
Liabilities		
Due to the Manager, net	1,368	842
Due to the Trustee	21	22
Other payables	61	46
Distribution payable	-	10,990
	1,450	11,900
Total net assets	389,078	392,040
Net asset value ("NAV") attributable to unitholders (Total equity)	389,078	392,040
Units in circulation (in '000)	604,435	627,977
NAV per unit (in sen)	64.37	62.43

Extracts Of Financial Statements (cont'd)

Statement of Income and Expenditure

For the Financial Period Ended 30 September 2017

	1.4.2017 to 30.9.2017 MYR'000	1.4.2016 to 30.9.2016 MYR'000
Income		
Interest income	351	488
Dividend income	6,141	6,168
Net gain/(loss) from investments	9,875	(6,727)
Net realised/unrealised foreign exchange (loss)/gain	(260)	892
	16,107	821
Less: Expenses		
Trustee's fee	128	128
Management fee	3,091	3,144
Audit fee	3	3
Tax agent's fee	1	2
Brokerage fee	243	281
Administrative fees and expenses	23	28
	3,489	3,586
Net income/(loss) before taxation	12,618	(2,765)
Taxation	(54)	(36)
Net income/(loss) after taxation	12,564	(2,801)
Net income/(loss) after taxation is made up as follows:		
Realised	5,182	2,411
Unrealised	7,382	(5,212)
	12,564	(2,801)

Extracts Of Financial Statements (cont'd)

Statement of Changes in Net Asset Value

For the Financial Period Ended 30 September 2017

	Unitholders' capital MYR'000	Retained earnings MYR'000	Total MYR'000
As at 1 April 2016	365,509	36,289	401,798
Creation of units	12,393	-	12,393
Cancellation of units	(16,963)	-	(16,963)
Net loss after taxation	-	(2,801)	(2,801)
As at 30 September 2016	360,939	33,488	394,427
As at 1 April 2017	343,408	48,632	392,040
Creation of units	10,670	-	10,670
Cancellation of units	(26,196)	-	(26,196)
Net income after taxation	-	12,564	12,564
As at 30 September 2017	327,882	61,196	389,078

Extracts Of Financial Statements (cont'd)

Statement of Cash Flows

For the Financial Period Ended 30 September 2017

	1.4.2017 to 30.9.2017 MYR'000	1.4.2016 to 30.9.2016 MYR'000
Cash flows from operating activities		
Proceeds from sale of investments	53,227	37,293
Purchase of investments	(31,974)	(61,470)
Capital distribution received	276	-
Maturity of deposits	2,778,878	3,799,840
Placement of deposits	(2,778,280)	(3,755,801)
Interest income received	350	492
Net dividend income received	5,352	5,195
Trustee's fee paid	(129)	(129)
Management fee paid	(3,120)	(3,178)
Audit fee paid	(4)	(4)
Payment of other fees and expenses	(6)	(43)
Net cash inflow from operating activities	24,570	22,195
Cash flows from financing activities		
Cash proceeds from units created	10,980	12,562
Cash paid on units cancelled	(25,951)	(16,765)
Distribution paid	(10,990)	(12,869)
Net cash outflow from financing activities	(25,961)	(17,072)
Net (decrease)/increase in cash and cash equivalents	(1,391)	5,123
Effect of change in foreign exchange rates	(253)	932
Cash and cash equivalents at the beginning of the financial period	7,162	7,085
Cash and cash equivalents at the end of the financial period	5,518	13,140