

Capitalising on the Long-Term Growth Trends of Healthcare and Global Markets

About Public Healthcare-Global Equity Fund (PHGEF):

- Invests 75% to 98% in equities, with up to 98% in foreign assets
- Invests at least 30% in healthcare-related stocks and collective investment schemes

Public Healthcare-Global Equity Fund (PHGEF) is suitable for investors who seek to tap into global healthcare trends as well as the long-term potential of the global markets.

Long-term prospects of the healthcare industry and the global economy:

Growth potential in global healthcare spending

Global healthcare spending is estimated to grow at a compounded annual growth rate (CAGR) of 5% between 2019 and 2023¹, driven by a growing and ageing population and the greater accessibility of healthcare treatment.

Increasing life expectancy

As the global population ages and life expectancy increases, demand for elderly care services within the healthcare industry is anticipated to rise.

Increasing demand for higher-quality healthcare

Demand for higher-quality healthcare is projected to increase in tandem with the rising per-capita income of developing nations.

Exposure to companies within the global healthcare ecosystem

Pharmaceuticals and biotechnology companies as well as companies that manufacture medical equipment and devices stand to benefit from the Covid-19 pandemic. Over the long run, revenues of these companies are expected to be driven by the increase in healthcare expenditure.



Global economic growth potential

The global economy is underpinned by concerted global policy responses to revive consumer and investment spending, as well as the gradual recovery in global trade and industrial activities.

¹ 2020 Global Health Care Outlook, Deloitte

Opportunities to invest in companies within the global healthcare ecosystem



Medical equipment and devices

- Stand to benefit from the Covid-19 pandemic following an unprecedented increase in the manufacturing of ventilators, testing tools and personal protective equipment.
- Over the long term, demand for medical devices is expected to be driven by:
 - rising number of healthcare facilities
 - increasing healthcare expenditure
 - technological advancements, e.g. robotic surgery
 - growth of the elderly population



Pharmaceuticals

- Pharmaceuticals and biotechnology will remain in the spotlight amid the race to develop a vaccine for Covid-19.
- In the long term, pharmaceutical stocks will continue to be supported by:
 - growing and ageing population
 - increasing purchasing power
 - improved access to quality healthcare services
 - rising prevalence of rare medical conditions.



Biotechnology

- The biotechnology sub-sector will be driven over the longer term by:
 - innovations such as new drug discoveries
 - demand for novel biotechnological products

Opportunities to invest in other sectors with resilient growth and long-term structural trends



Technology



Consumer



Financials



Industrial

Fund's Benchmark



A composite index of:

- 40% S&P Global 1200 Health Care Index
- 25% Dow Jones Industrial Average
- 25% customized index by S&P Dow Jones Indices, LLC based on the top 30 constituents of the S&P BMI Asia Ex-Japan Index
- 10% 1-Month Kuala Lumpur Interbank Offered Rate (KLIBOR)

Historical Returns of PHGEF's Benchmark

	Performance in MYR (%)*		
	Year-to-Date	1-Year	3-Year
Benchmark for PHGEF	8.2	18.0	26.2

Please note that the historical returns of PHGEF's benchmark are not an indication of the fund's future performance.

* Data as at 28 August 2020

Source: Lipper