



## MARKET OUTLOOK

The ASEAN bourses recorded mixed returns in June with FTSE Bursa Malaysia KLCI Index (FBMKLCI), Singapore's Straits Times Index (STI) and Thailand's Stock Exchange Index (SET) fell by 3.22%, 1.07% and 0.36% MoM respectively. Meanwhile, Philippine's Stock Exchange Index (PCOMP) and Jakarta Composite Index (JCI) rose by 4.12% and 0.64% MoM respectively.

Last month, China's official manufacturing Purchasing Manager's Index (PMI) eased at 50.9, dipped to a four-month low from 51.0 in May with new export orders contracted for the second month. Higher raw material costs continuing to exert pressure on supply chains, in which authorities have conducted investigations into coal, iron ore and fertilizer markets to curb surging raw material costs. China's official non-manufacturing activities also fell to 53.5 in June, from 55.2 the previous month attributed to low business activities in transportation, hotels and catering segments. Nonetheless, both indicators still above the 50-mark, which indicates expansion activities albeit at a slower pace.

US rapid hiring last month saw payrolls increasing by the most in ten months with 850,000 jobs created in June (May: 583,000), led by leisure and hospitality as companies rushed to add more workers to keep pace with the economy's reopening. The better-than-expected job data has boosted consumer confidence in June, jumped to the highest level since February 2020 accompanied by higher house prices, in which the national house index shot up a record 15.7% in April. Amid the continuation of supply and labour shortages, the country's import prices index rose 1.1% YoY in May while the export prices jumped 17.4% YoY, the largest in the series history, dating back to 1983.

Japan's industrial output marked the biggest monthly drop in May, down by 5.9% due to lacklustre production in machinery and cars. The semiconductor chips shortage issues have resulted in motor vehicles production dropping by 19.4% MoM in the same month. On the other hand, the country's retail sales rose for a third straight month in May, up by 8.2% YoY but its monthly gain edged down 0.4% while the unemployment rate worsened to 3.0%, hitting a five-month high as the government extended its state of emergency and facing low in vaccination coverage.

On the back of China's tight credit control and subdued recovery in consumer spending, the corporate bond defaults have been rising to a record of RMB116 billion in the first half of the year. In addition, volatility persisted in the country's tech space amid heightened probe on the technology industry (i.e. Didi, Yunmanman, Houchebang) over data violation. For this month, we have reduced our allocation in China while also removed ASEAN Equity and incorporated ICD Global Sustainable in both our conventional and Shariah portfolios.

## EQUITY

FBMKLCI fell by 3.22% MoM in June 2021 to close at 1,532.63 points. Looking at the trading participants for the month, local institutions and foreign investors were both net buyers, buying MYR52.1 million and MYR1.17 billion worth of shares respectively. Local retailers on the other hand were the only net sellers, selling MYR1.69 billion worth of shares. For year-to-date (YTD), local institutions and foreign investors were the net buyers, buying MYR3.56 billion and MYR4.2 billion worth of shares respectively while the local retailers were net sellers, selling MYR8.29 billion.

Overall, most sectors in Malaysia recorded negative returns in June except for finance and transport sectors which went up by 0.59% and 5.66% MoM respectively. Others namely healthcare, plantation, property, energy, consumer, utilities, telecom, industrial product, construction, and technology sectors fell by 10.56%, 6.99%, 3.54%, 3.34%, 2.88%, 2.78%, 2.68%, 2.39%, 1.25%, and 0.68% MoM respectively as authorities continued to impose stricter mobility restrictions to counter rapid spike in Covid-19 cases. Within the transport index, MMC Corp jumped 54.7% MoM amid an offer made to take MMC Corp private via a selective capital reduction and repayment (SCR) exercise.

## BOND

In June, the yield for the Malaysian Government Securities (MGS) for the 3-year, 5-year, and 7-year fell by 4bps, 5bps, and 2bps to close at 2.27%, 2.54%, and 3.00% respectively. While 10-year rose by 5bps to close at 3.28%.

## COMMODITIES

Crude palm oil fell by 6.01% MoM to close at MYR3,782/MT in June, compared to MYR4,024/MT in May. Meanwhile, a strong demand rebound has sent Nymex (WTI) crude oil price rose by 10.78% MoM in June, closing at USD73.47/barrel from USD66.32/barrel in May, in which tensions are escalating between OPEC+ members amid raising output to mitigate supply imbalances that could fuel concerns over inflation. Gold price fell by 6.88% MoM to close at USD1,771.60/Oz in June, compared to USD1,902.50/Oz in May.





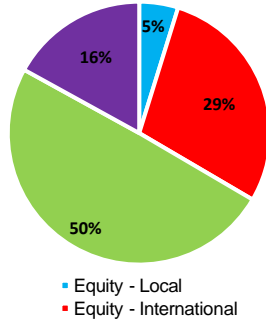
### Commentary

All our model portfolios have outperformed the benchmark in June. Overall, most funds recorded positive returns, led by United Global Technology MYR H and Franklin U.S. Opportunities MYR, which jumped by 10.1% and 9.0% MoM respectively.

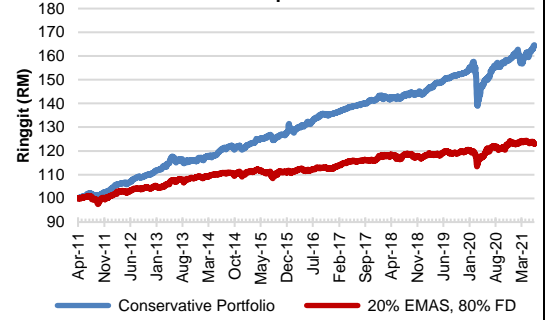
## CONVENTIONAL MODEL PORTFOLIO

### Conservative Portfolio

Franklin US Opportunities MYR	8%
RHB Entrepreneur	3%
Affin Hwang World Series EU Unconstrained MYR H	3%
AmChina A-Shares MYR	2%
Affin Hwang Aiiman Asia (ex Japan) Growth MYR	2%
AmAsia Pacific REITs B MYR	1%
United Golden Opportunity MYR H	1%
United Global Technology Fund	3%
United Global Healthcare Fund A MYR Acc	3%
AmanahRaya Syariah Trust	25%
AmAl-Amin	25%
Maybank Financial Institutions Income	10%
Franklin Malaysia Sukuk A MYR	5%
ICD Global Sustainable	4%
Phillip Money Market Fund	5%
<b>TOTAL</b>	<b>100%</b>

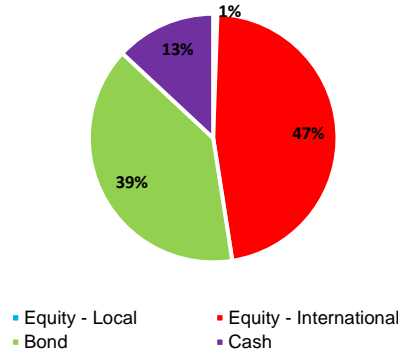


### Performance from 18 Apr 2011 to 30 June 2021

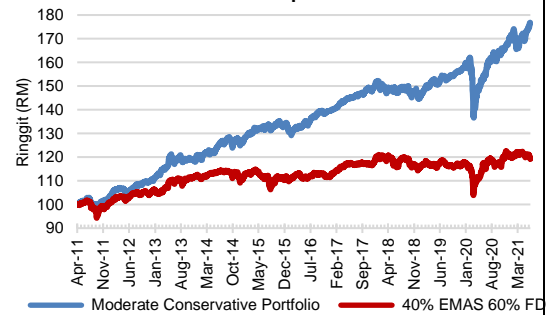


### Moderate Conservative Portfolio

Franklin US Opportunities MYR	11%
RHB Entrepreneur	5%
Affin Hwang World Series EU Unconstrained MYR H	5%
AmChina A-Shares MYR	4%
Affin Hwang Aiiman Asia (ex Japan) Growth MYR	2%
United ASEAN Discovery	2%
KAF Tactical	1%
AmAsia Pacific REITs B MYR	2%
United Golden Opportunity MYR H	2%
United Global Technology Fund	5%
United Global Healthcare Fund A MYR Acc	5%
AmanahRaya Syariah Trust	20%
Maybank Financial Institutions Income	20%
AmAl-Amin	5%
ICD Global Sustainable	6%
Phillip Money Market Fund	5%
<b>TOTAL</b>	<b>100%</b>

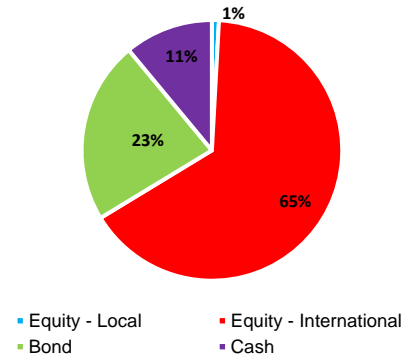


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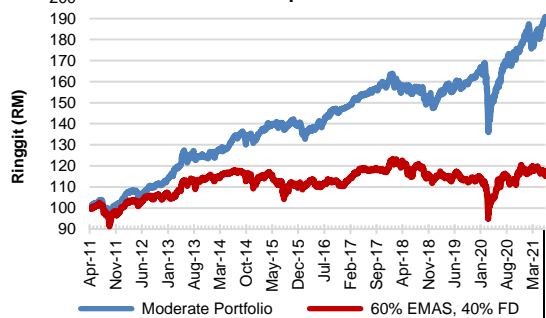


### Moderate Portfolio

Franklin US Opportunities MYR	14%
RHB Entrepreneur	7%
Affin Hwang World Series EU Unconstrained MYR H	7%
AmChina A-Shares MYR	5%
Affin Hwang Aiiman Asia (ex Japan) Growth MYR	3%
United ASEAN Discovery	3%
KAF Tactical	2%
AmAsia Pacific REITs B MYR	4%
United Golden Opportunity MYR H	4%
United Global Technology Fund	7%
United Global Healthcare Fund A MYR Acc	7%
AmanahRaya Syariah Trust	15%
Maybank Financial Institutions Income	10%
ICD Global Sustainable	7%
Phillip Money Market Fund	5%
<b>TOTAL</b>	<b>100%</b>

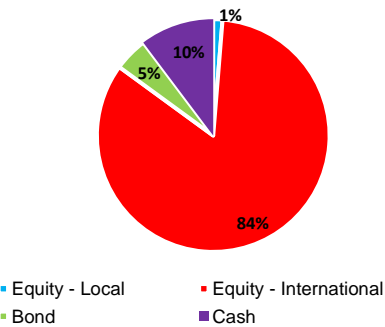


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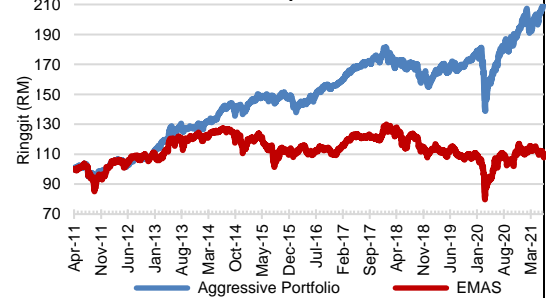


### Aggressive Portfolio

Franklin US Opportunities MYR	17%
RHB Entrepreneur	8%
Affin Hwang World Series EU Unconstrained MYR H	8%
AmChina A-Shares MYR	6%
Affin Hwang Aiiman Asia (ex Japan) Growth MYR	5%
United ASEAN Discovery	5%
KAF Tactical	2%
AmAsia Pacific REITs B MYR	5%
United Golden Opportunity MYR H	5%
United Global Technology Fund	10%
United Global Healthcare Fund A MYR Acc	10%
AmanahRaya Syariah Trust	5%
ICD Global Sustainable	9%
Phillip Money Market Fund	5%
<b>TOTAL</b>	<b>100%</b>



### Performance from 18 Apr 2011 to 30 June 2021



	1 Mth	6Mths	YTD	1 Yr	Since Inception		1 Mth	6Mths	YTD	1 Yr	Since Inception
Conservative Portfolio	1.3%	3.1%	3.1%	8.7%	64.5%	Moderate Portfolio	2.2%	6.1%	6.1%	18.6%	90.4%
Benchmark	-0.5%	-0.4%	-0.4%	2.5%	23.0%	Benchmark	-1.7%	-2.8%	-2.8%	4.2%	15.2%
Moderate Conservative Portfolio	1.8%	4.8%	4.8%	13.8%	76.6%	Aggressive Portfolio	2.8%	7.6%	7.6%	23.6%	110.6%
Benchmark	-1.1%	-1.6%	-1.6%	3.4%	19.3%	Benchmark	-3.0%	-5.1%	-5.1%	5.7%	7.8%

Source: Lipper



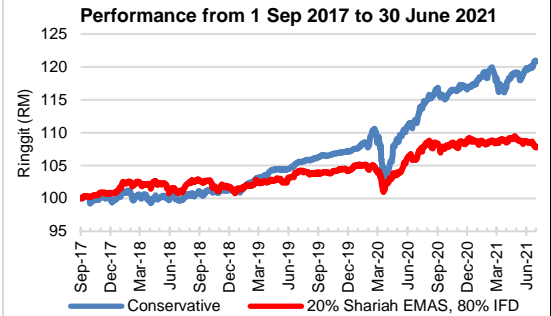
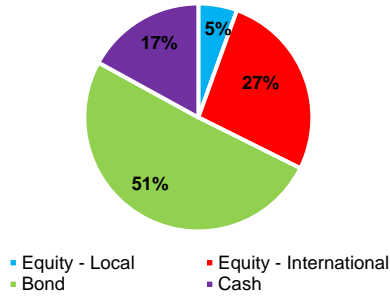
### Commentary

Similarly, all the Shariah model portfolios have outperformed the benchmark in June. The best performing funds of the month were RHB Islamic Global Developed Markets MYR and Manulife Shariah Global REIT MYR, which soared by 4.5% and 3.5% MoM respectively

## SHARIAH MODEL PORTFOLIO

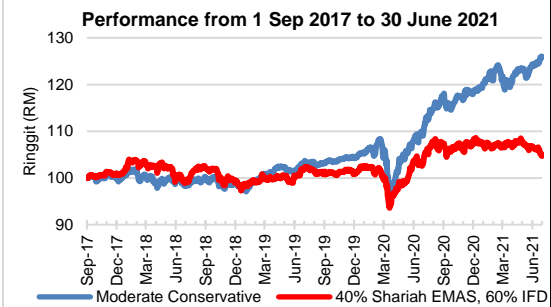
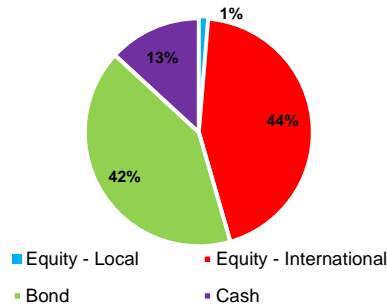
### Conservative Portfolio

RHB Islamic Global Developed Markets MYR	9%
Aberdeen Standard Islamic World Equity A MYR	8%
Eastspring Investments Dinasti Equity	2%
Affin Hwang Aiman Asia (ex Japan) Growth MYR	2%
AmASEAN Equity	2%
Manulife Shariah Global REIT MYR	1%
Affin Hwang Aiman Balanced	2%
AmanahRaya Syariah Trust	24%
AmAl-Amin	24%
Maybank Financial Institutions Income	11%
Franklin Malaysia Sukuk A MYR	5%
ICD Global Sustainable	5%
Phillip Master Islamic Cash Fund	5%
<b>TOTAL</b>	<b>100%</b>



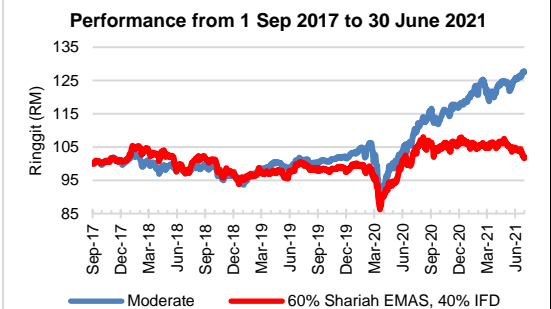
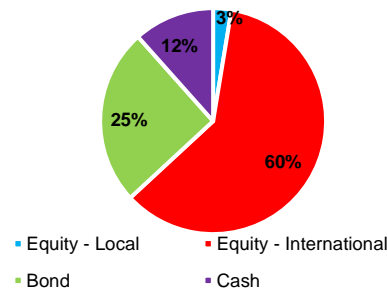
### Moderate Conservative Portfolio

RHB Islamic Global Developed Markets MYR	13%
Aberdeen Standard Islamic World Equity A MYR	13%
Eastspring Investments Dinasti Equity	5%
Affin Hwang Aiman Asia (ex Japan) Growth MYR	4%
AmASEAN Equity	3%
Kenanga OA Inv-Kenanga Shariah Growth Opps	1%
Manulife Shariah Global REIT MYR	2%
Affin Hwang Aiman Balanced	4%
AmanahRaya Syariah Trust	19%
Maybank Financial Institutions Income	19%
AmAl-Amin	5%
ICD Global Sustainable	7%
Phillip Master Islamic Cash Fund	5%
<b>TOTAL</b>	<b>100%</b>



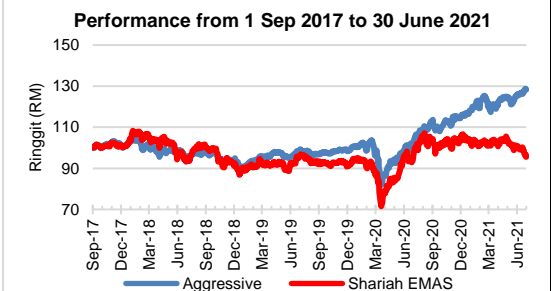
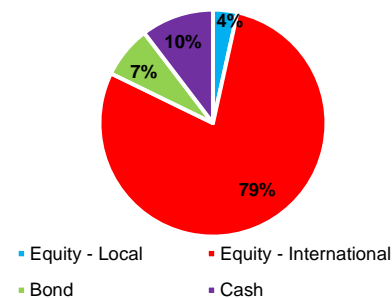
### Moderate Portfolio

RHB Islamic Global Developed Markets MYR	17%
Aberdeen Standard Islamic World Equity A MYR	16%
Eastspring Investments Dinasti Equity	7%
Affin Hwang Aiman Asia (ex Japan) Growth MYR	7%
AmASEAN Equity	6%
Kenanga OA Inv-Kenanga Shariah Growth Opps	2%
Manulife Shariah Global REIT MYR	4%
Affin Hwang Aiman Balanced	6%
AmanahRaya Syariah Trust	11%
Maybank Financial Institutions Income	11%
ICD Global Sustainable	8%
Phillip Master Islamic Cash Fund	5%
<b>TOTAL</b>	<b>100%</b>



### Aggressive Portfolio

RHB Islamic Global Developed Markets MYR	21%
Aberdeen Standard Islamic World Equity A MYR	21%
Eastspring Investments Dinasti Equity	12%
Affin Hwang Aiman Asia (ex Japan) Growth MYR	8%
AmASEAN Equity	8%
Kenanga OA Inv-Kenanga Shariah Growth Opps	2%
Manulife Shariah Global REIT MYR	5%
Affin Hwang Aiman Balanced	6%
AmanahRaya Syariah Trust	2%
ICD Global Sustainable	10%
Phillip Master Islamic Cash Fund	5%
<b>TOTAL</b>	<b>100%</b>



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Conservative Portfolio	1.0%	2.5%	2.5%	8.2%	20.9%	Moderate Portfolio	1.8%	6.4%	6.4%	20.4%	27.5%
Benchmark	-0.8%	-0.8%	-0.8%	1.5%	7.8%	Benchmark	-2.6%	-4.0%	-4.0%	1.3%	1.6%
Moderate Conservative Portfolio	1.4%	4.7%	4.7%	14.9%	25.8%	Aggressive Portfolio	2.2%	8.6%	8.6%	26.8%	28.3%
Benchmark	-1.7%	-2.4%	-2.4%	1.4%	4.7%	Benchmark	-4.7%	-7.5%	-7.5%	1.2%	-4.5%

Source: Lipper

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