

TMBAM M Choice Registered Provident Fund



TMBAM Eastspring  
stance against corruption:  
Certified by CAC

TMB Eastspring Short-Term Fixed Income Fund  
for PVD

Short-Term Fixed Income



Importance of selecting an investment policy



Type of Member suitable for this Investment Policy



Investment Assets and Portfolio Breakdown



Fund performance



Investment risks



Fees and charges



Other information

1.



### Importance of selecting an investment policy

Since each provident fund member is unique and expectations for financial returns and acceptable risk levels are different, a member should be able to select investment policies that are most suitable, yet able to change them as necessary and as one ages in life. This will enable the member's savings in the provident fund to grow sufficiently to meet financial needs upon retirement. For example, a provident fund member who is young with a provident fund that has a longer period to invest, will be very resilient to price fluctuations the investments may have. Such member can choose investment policies that contain equities to generate prospects of long term returns higher than fixed income investments. On the other hand, a provident fund member nearing retirement do not have a comparably long period remaining to invest, hence principal protection is of primary importance. This member should instead choose policies centered on fixed income investments to mitigate the loss from price fluctuations and the risk of the provident fund balance being insufficient to support retirement.

2.



### Type of Member suitable for this Investment Policy

- This policy invests in master fund TMB Eastspring Short-Term Fixed Income Fund for PVD.
- The TMB Eastspring Short-Term Fixed Income Fund for PVD will invest in cash equivalents, fixed income instruments, subordinated debt, sukuk bonds, derivatives, structured notes, reverse repo transactions, local or foreign CIS units, amounting to at least 80% of the fund's NAV.
- The remainder of the portfolio may be invested in hybrid securities and Basel III instruments and/or derivatives or structured notes with hybrid securities or

Basel III instruments the underlying, amounting to no more than 20% of the fund's NAV.

The fund aims for its Portfolio Duration to be kept within approximate 1 year. The Portfolio Duration at any one time may exceed 1 year on some occasions such as pending preparation to invest (usually about 15 days after the fund's registration) or when there is extraordinarily heavy purchase or redemptions. For the portion invested abroad, the fund will hedge against fx risks by using swap arrangements and/or fx forward contracts or other derivatives; fx hedging will cover at least 90% of the foreign investment portion.

The fund may invest in unrated securities or non-investment grade securities, either local or foreign, at up to no more than 20% of the fund's NAV.

### **Investment Objectives**

To achieve an investment return which is similar to the performance of the TMB Eastspring Short-Term Fixed Income Fund for PVD.

This policy is suitable for

- Members who expect an investment return higher than bank deposits, while acknowledging that returns may be lower than equities and the investment may not be sufficient for retirement.

This policy is not suitable for

- Members who expect high financial returns.
- Members who require stable financial returns and full principal protection.
- Members who only want to invest in high quality liquid fixed income instruments and low price volatility. The master fund's investment policy does not limit the portfolio's investments to these aforementioned assets like money market funds.

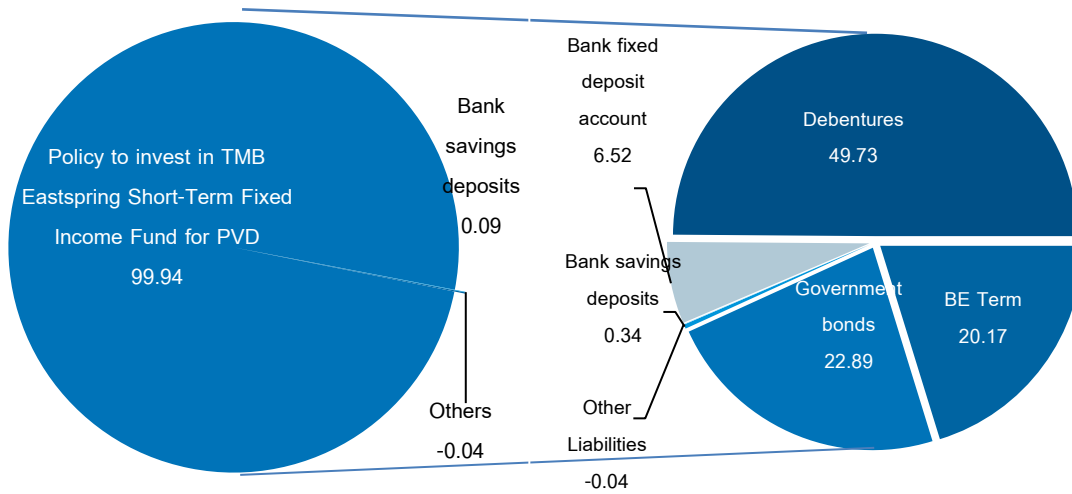
For More inquiries on Investment Policy Scope please contact :

- Provident Fund Committee
- Search [www.thaipvd.com](http://www.thaipvd.com)
- Investment Consulting Center Tel. 1725

### 3.

## Investment Assets and Portfolio Breakdown

### Portfolio Breakdown



Data as of 31 December 2021

Data as of 30 December 2021

Top 5 Holdings		
Assets	Credit rating	% of NAV
1. Bank of Thailand Bonds no. 50/91/64	FITCH(Thai) AAA(tha)	6.66
2. TISCO FINANCIAL GROUP PUBLIC COMPANY LIMITED	TRIS Rating A	6.52
3. Partially Guaranteed And Callable Debentures Of True Corporation Public Company Limited No. 1/2558 Due B.E. 2565	TRIS Rating A	6.29
4. Bank of Thailand Bonds no. 42/91/64	FITCH(Thai) AAA(tha)	5.21
5. MAYBANK KIM ENG SECURITIES (THAILAND) PUBLIC COMPANY		4.88

Data as of 30 December 2021

More information available at

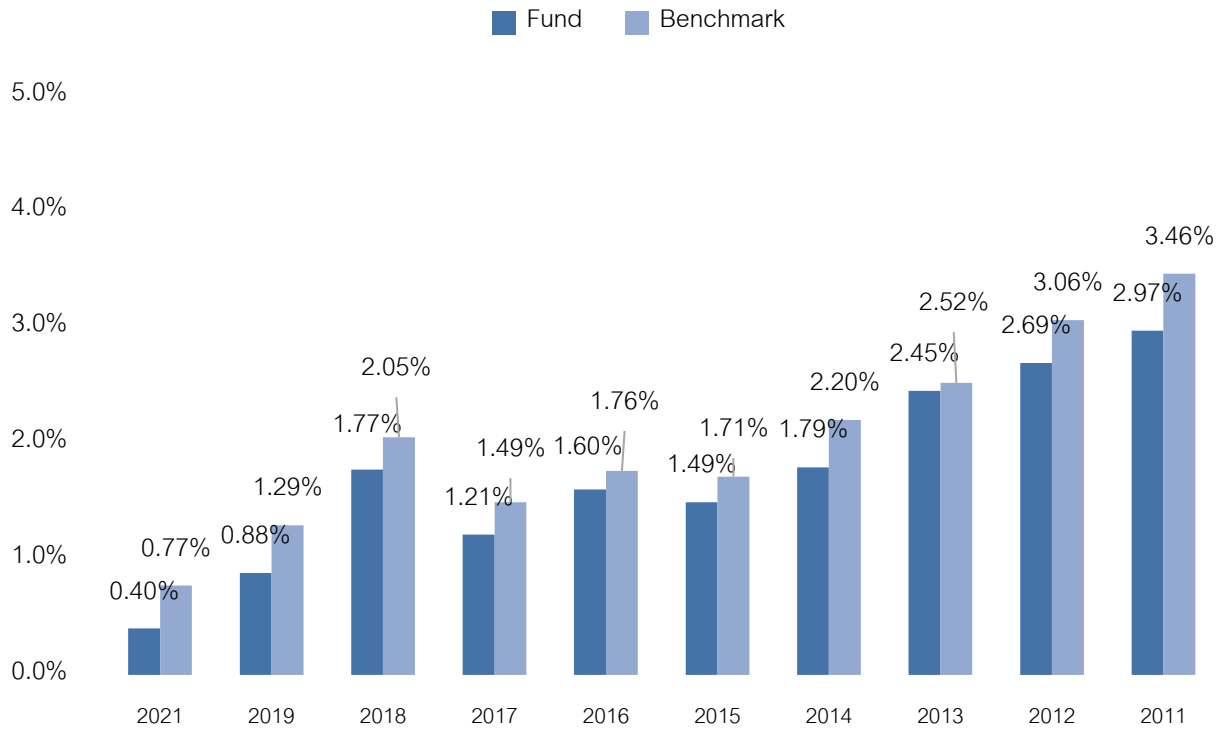
[https://www.tmbameastspring.com/THDocs/FS/PV8\\_03\\_en.pdf](https://www.tmbameastspring.com/THDocs/FS/PV8_03_en.pdf)

## 4.



### Fund performance

\* Note that past performance does not guarantee future performance \*



Note : Return is on a per annum basis (annualized).

1. Performance benchmark used to compare the fund managers' performance over the period measured consists of
  - 1) TBMA Short-term Government Bond Total Return Index (35%) and
  - 2) Government Zero Rate Return 1Y Index (35%) and
  - 3) Corporate Zero Rate Return Index (A) 1Y (10%) and
  - 4) 1-year THBFX plus average credit spread of 1-year A-rated securities (20%)
2. Standard Deviation (S.D.) 0.25 % p.a.

## 5.



### Investment risks

#### Warnings & Recommendation

- This policy which focuses on fixed income investments has barely any risk of short-term loss, but over the long term, the investment may not appreciate sufficiently to provide the financial support needed for retirement.
- This Fund is not restricted to set of regulations for requirement of investment particularly in instruments with low risk like mutual funds in money market. Therefore, the risk of this Fund is higher than the mutual fund in money market.
- This Fund may invest in low liquid debt instruments and may be unable to trade the said debt instruments in the required time or in appropriate price.
- The Fund may invest in derivatives or structured note. Therefore, the Fund has higher risk than other types of mutual funds that invest in underlying directly. Due to using less of principle amount, so it will have higher profit/loss than investment in underlying directly.
- The investors should invest in this Fund only when they understand the risk associated with investing in derivatives which investors should consider the suitability, objective of their investments and their own financial status.
- This Fund may invest in non-investment grade or unrated debt instruments. Therefore, investors are subject to higher risk of not receiving their principal and interest payments that are due to them

## Explanation of Risk

- credit risk

### National Credit Rating

Gov.bond / AAA	AA, A	BBB	Below BBB	Unrated
Low				High

- market risk

portfolio duration : This fund has a portfolio duration of 0.67 Year

(Information as of 30 December 2021)

< 3 months	3 months - 1 year	1 - 3 years	3 - 5 years	> 5 years
Low Risk				High Risk

standard deviation : SD

<5%	5 - 10%	10 - 15%	15 - 25%	> 25%
Low				High

Market Risk means the risk that the values of securities which the Fund has invested may increase or decrease due to outside factors such as economic/ investment situations, political factors both internally and internationally which could be considered from the Standard Deviation (SD) of the Fund. If the Fund has a high SD, it is an indicator that the Fund has high a fluctuation from the changes in the prices of securities.



### High issuer concentration risk



### Risk Spectrum of the Fund



6.



## Fees and charges

Fees Charged to the Fund Data as of 31 December 2021	
Fees Charged to the Fund (Provident Fund Level) (% p.a. of NAV)	None
Fund Management Fee (% p.a. of NAV)	
Member Registrar Fee (% p.a. of NAV)	
Total Expenses(% p.a. of NAV)	
Fees Charged to the Fund (Mutual Fund Level) (% p.a. of NAV)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Total Expenses(% p.a. of NAV)	0.4767% (MAX 1.0000%)

Fees Charged to the Fund by Each Employer	
Auditor Fee (% p.a. of NAV)	Covered by TMBAM

Fees Charged to Fund Members	
Brokerage Fee for Purchasing Securities (% of order amount) as charged to member placing the order (collected by fund)	None
Brokerage Fee for Selling Securities (% of order amount) as charged to member placing the order (collected by fund)	None
Fee for Statement of Provident Fund Account	None
Fee to Retain Balance in the Fund	500 Baht per year
Fee to Switch Investment Policy	None

Note : Fees shown above already include VAT, special business tax and other taxes (if any).

## 7.

### Other information

Contain us for advice on selection/modification of investment policy/plan

- Investment Consulting Center Tel. 1725  
Mon – Fri from 8.30-17.00 hrs.  
(except public holidays)
- FundLink M  
At [www.tmbameastspring.com](http://www.tmbameastspring.com)
- E-mail : [pvd@tmbameastspring.com](mailto:pvd@tmbameastspring.com)

Information on changing investment policies	* Features permitted depend on conditions established by the Provident Fund Committee of your employer
Frequency of investment policy changes permitted	FundLink M at <a href="http://www.tmbameastspring.com">www.tmbameastspring.com</a> , select menu for investment plans offered by your employer
Day for investment policy change	Daily
Submission of investment policy change	■ Documents received by 12.00 hrs.
Information about other investment policies	FundLink M at <a href="http://www.tmbameastspring.com">www.tmbameastspring.com</a> , select menu to view all policies
View transaction history	FundLink M at <a href="http://www.tmbameastspring.com">www.tmbameastspring.com</a> , select menu to view transaction history (viewable 24 hrs. a day)

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Options to continue saving after  
resigning from job / retirement

- Retain balance in the fund
- Retirement Mutual Fund for PVD
- TMBAM Mutual funds which can be redeemed as annuities by configuring an Auto Investment Plan (AIP)

Tool to estimate whether  
provident fund balance would  
be sufficient for retirement

FundLink M at [www.tmbameastspring.com](http://www.tmbameastspring.com), select  
menu for Retire Rich Workbook

- Investing in unit trusts is not the same as making a bank deposit and is not protected by the Deposit Protection Agency. As such, funds contain investment risks and the account owner may receive an ending amount that is less than the original sum invested.
- The performance measurements for the provident fund complies with the Association of Investment Management Companies' fund performance measurement standards that apply to provident funds. Note that past performance does not guarantee future performance.
- Past performance does not guarantee future performance.
- Investments contain risks. Examine information carefully before making an investment decision.
- Familiarize yourself with the fund's features, terms and conditions regarding financial returns, and risks before making an investment decision.