

ABF MALAYSIA BOND INDEX FUND

MONTHLY REVIEW

**For the month of
October 2025**



AmFunds Management Berhad (154432-A)
(A member of AMMB Holdings Berhad)

- Investment Banking
- Treasury Solutions

- Funds Management
- Stock & Futures Broking

- Private Banking
- Islamic Markets

A. BOND MARKET OVERVIEW

Market Review & Outlook

MGS Benchmark Tenors	31-October 2025 (%)	Net Change MoM (bps)	Net Change
			YTD (bps)
3Y	3.18	+3	-35
5Y	3.30	+5	-35
7Y	3.47	+4	-31
10Y	3.52	+5	-32
15Y	3.80	+10	-18
20Y	3.94	+7	-14
30Y	4.00	+8	-19

Source: Bond Pricing Agency Malaysia, 1 October 2025.

Following the selloff in September 2025, the local bond market continued to remain cautious in October 2025 with yields across the curve inched higher. All in all, the Malaysian Government Securities (“MGS”) curve steepened, with the long-end MGS yields moved higher (between 7 and 10bps) than the short-end MGS yields (between 3 and 5bps).

There were three sovereign bond/ sukuk auctions with a total size of RM14.5 billion in October 2025, namely the reopening of 30Y MGS with issue size of RM5.0 billion on 6 October 2025, followed by reopening of 5Y Malaysian Government Investment Issue (“MGII”) with the issue size of RM5.0 billion on 14 October 2025 and the reopening of the 20Y MGS with issue size of RM2.5 billion on 21 October 2025. The 30Y and 20Y MGS auctions had weaker bid-to-cover (“BTC”) of 1.38x and 1.697x, respectively. Meanwhile, the 5Y GII auction was more well received with a BTC of 2.841x.

B. PORTFOLIO ACTIVITY REVIEW

For the end of the month of October 2025, there is one inclusion and three exclusions in the ABF Malaysia Index.

The details of the inclusion:

Maturity Date	Issuer	ISIN Code	Outstanding Amount
23/10/2028	Cagamas Berhad	MYBVG2504158	865,000,000

The details of the exclusions:

Maturity Date	Issuer	ISIN Code	Outstanding Amount
30/9/2026	Malaysia Government Investment Issue	MYBGO1600036	29,500,000,000
30/9/2026	PR1MA Corp Malaysia	MYBVI2103635	500,000,000
20/10/2026	DanaInfra Nasional Bhd	MYBVN1603197	600,000,000

The portfolio had 87.83% of sovereign bonds, 10.05% of quasi-sovereign bonds and 2.1% in cash. As of 31 October 2025, the portfolio held 85 bonds versus the benchmark universe of 285 bonds.

C. PERFORMANCE EVALUATION REVIEW

As of 31 October, 2025	Modified Duration (years)	Weighted Market Yield (%)	Total Return (Net) for the Month of October 2025
Benchmark	7.51	3.54	-0.15%
Actual Portfolio	7.55	3.55	-0.16%

The top 10 holdings of the portfolio as of 31 October 2025 are as shown below:

Maturity Date	Issuer	ISIN Code	Nominal Value	Market Value
15/10/2042	Malaysia Government Bond	MYBMY2200023	40,000,000	44,190,300.27
7/4/2037	Malaysia Government Bond	MYBMX1700033	40,000,000	44,127,706.18
15/9/2039	Malaysia Government Investment Issue	MYBGY1900021	40,000,000	43,261,493.45
5/7/2034	Malaysia Government Bond	MYBMS1900047	41,500,000	42,843,628.78
27/5/2039	1MDB	MYBVZ0902446	35,000,000	42,419,125.00
14/08/2043	Malaysia Government Investment Issue	MYBGY2300023	40,000,000	42,369,731.90
15/8/2029	Malaysia Government Bond	MYBMO1900020	40,000,000	41,233,312.03
15/6/2028	Malaysia Government Bond	MYBMS1300057	40,000,000	41,139,896.42
31/5/2027	Malaysia Government Bond	MYBMX0700034	40,000,000	40,885,163.25
15/6/2050	Malaysia Government Investment Issue	MYBMZ2000016	40,000,000	40,869,410.99

The tracking error based on gross return for the last 3 years (31 October 2022 – 31 October 2025) of the Fund was 9.36 basis points while the tracking error based on net return was 9.32 basis points.

Net asset value of the portfolio stood at RM 1,843,137,446.49 at end of October 2025.