

MEDIA RELEASE

For immediate release

EASTSPRING INVESTMENTS BERHAD DECLARES INCOME DISTRIBUTION FOR EASTSPRING INVESTMENTS TARGET INCOME FUND 4

27 October 2017, Kuala Lumpur - Eastspring Investments Berhad today announced the gross income distribution for Eastspring Investments Target Income Fund 4 ("Fund"):

Fund Name	Financial Year End	Gross Distribution (RM/Unit)	Dividend Yield as at 30 September 2017	Type of Distribution
Eastspring Investments Target Income Fund 4	30 September	0.0592	5.75%	Annual

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All unit holders who have maintained their unit holdings in the Fund as at 26 October 2017 will be entitled to the income distribution.

This 5 year closed-ended bond fund is the fourth in a series of target income funds. This distribution is consistent with the Fund's objective which endeavours to provide regular income¹ during the tenure of the Fund.

Market Outlook from the External Investment Manager, Eastspring Investments (Singapore) Limited

The Asian USD bond market (represented by the JP Morgan Asia Credit Index) reported a gain of 0.94% in August. The positive performance was driven by lower US Treasury (UST) yields as Asian credit spreads were range-bound. During the month, UST yields fell as renewed geopolitical tensions with North Korea and political uncertainty in the US supported "safe haven" bids for US Treasuries. The rising risk of fiscal brinkmanship in the US had raised concerns over a potential breach in the debt ceiling, and consequently, government shutdown. Lacklustre inflation prints, as well as a lack of insight on the Federal Reserve's (Fed) policy outlook from Fed Chairwoman Janet Yellen during the Jackson Hole symposium further kept a lid on UST yields. 10-year UST yields closed the month lower by 18bps.

The high yield sector outperformed the investment grade sector over the month. High yield sovereign bonds led the charge, with Sri Lankan and Mongolian sovereign bonds driving the outperformance. High yield corporates also held up well, led by Chinese high yield property developers following better-than-expected corporate earnings announcements. Within the investment grade space, Korean bonds weighed on performance across sectors, particularly in the corporate space. On the other hand, investment grade sovereign and quasi-sovereign bonds turned in decent returns over the month as their long duration profiles benefited from the fall in UST yields.

Asian USD bonds have had a decent showing over the year-to-date period. Yield-seeking behavior was strong in Asia as investors generally brushed off macroeconomic and geopolitical concerns globally. Treasury return was also supported by declines in longer term UST yields on the back of soft inflation numbers. Investor demand for yield helped to prop up the performance of high yield sovereign bonds which outperformed over the year. This was followed by investment grade sovereign bonds, which was driven higher by Indonesia following its sovereign rating upgrade by S&P. Corporate bonds also held up well, with high yield corporate bonds outperforming investment grade corporate bonds over the year-to-date period.

end

¹ Income declared will be paid out either by way of E-payment according to unit holders' instructions in the account opening form or by cheque.

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ABOUT EASTSPRING INVESTMENTS

Eastspring Investments is a leading asset manager in Asia that manages over US\$170 billion assets on behalf of institutional and retail clients as at 30 June 2017. Operating in Asia since 1994 in 10 major Asian markets plus offices in North America and Europe. Eastspring Investments is the Asian asset management business of Prudential plc, one of the world's largest financial services companies.

ABOUT EASTSPRING INVESTMENTS BERHAD

Established in 2000 and based in Kuala Lumpur, Eastspring Investments Berhad is one of the leading asset management companies in Malaysia in both institutional and retail, with over RM40 billion in assets under management in the country as at 30 June 2017. It manages unit trust funds, wholesale funds as well as private mandates.

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This is a close-ended fund. Units are no longer available for sale on the basis of the Eastspring Investments Target Income Fund 4 ("Fund") Prospectus, the Fund's First Supplementary Prospectus and the Fund's Second Supplementary Prospectus each respectively dated 23 August 2015 (collectively referred to as the "Prospectuses"). Investors are advised to read and understand the contents of the Prospectuses and the Fund's Product Highlights Sheet ("PHS") before investing. The Prospectuses and PHS are available at offices of Eastspring Investments Berhad or its authorised distributors and investors have the right to request for a copy of the Prospectuses and PHS.

The Prospectuses have been registered with the Securities Commission Malaysia who takes no responsibility for its contents. Units will only be issued upon receipt of the application form accompanying the Prospectuses. Past performance of the Fund is not an indication of the Fund's future performance. Unit prices and distributions payable, if any, may go down as well as up. Where a unit split/distribution is declared, investors are advised that following the issue of additional units/distribution, the Net Asset Value ("NAV") per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV. Where a unit split is declared, investors are advised that the value of their investment in Malaysian Ringgit will remain unchanged after the issue of the additional units.

Investments in the Fund are exposed to credit or default risk, counterparty risk, interest rate risk, country risk, currency risk, taxation risk, income distribution risk, asset mismatch risk, concentration risk, reinvestment risk, ratings downgrade risk and derivatives risk. Investors are advised to consider these risks and other general risks as elaborated in the Prospectuses as well as fees, charges and expenses involved before investing. All fees, charges and expenses payable by the unit holder are subject to Goods and Services Tax ("GST") at a rate of 6% or such other prescribed rate as may be imposed from time to time, and incurred by the unit holder directly when purchasing or redeeming units of the Fund and indirectly when investing in the Fund. The fees, charges and expenses disclosed are exclusive of GST or any other taxes or duties that may be imposed by the government or other authorities from time to time.

Eastspring Investments companies (excluding JV companies) are ultimately wholly-owned/indirect subsidiaries of Prudential plc of the United Kingdom. Eastspring Investments companies (including JV companies) and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America.