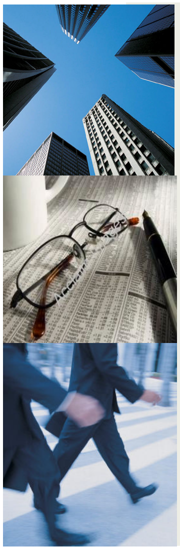

January | 2010

Phillip Funds *focus*

A MONTHLY NEWSLETTER EXCLUSIVELY FOR INVESTMENT PROFESSIONALS

A Brief Synopsis

- *Global market performances were strong, notably in Japan where the Nikkei rebounded to notch a monthly gain of 12.8%. The Dow ended Dec with a positive 0.8% monthly gain, buoyed by continued improvement in jobs data and retail sales.*

- *The US unemployment rate reduced marginally to 10.0% of total labour force in Nov, after reaching a 26-year peak of 10.2% in Oct, showing light at the end of the tunnel amid the past months of increasing unemployment.*

- *China's industrial production showed the strongest growth in more than two years, indicating the country's economy continued to gain strength, in line with the government's stimulus spending and an improvement in exports.*

- *Confident with the strength of the global economic recovery, major central banks are gradually exiting from the emergency programmes.*

- *Government revised their decision on real property gains tax (RPGT). The RPGT will now only be applicable to properties that are sold within 5 years of purchase. The fine-tuning of the RPGT removes uncertainties for genuine owner-occupiers.*

- *Looking at current economic conditions, we expect that we will be in a prolonged period of low interest rates environment, until economic recovery takes hold and moves into a steady expansionary phase.*

Where to Look Out For…

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PhillipCapital
Your Partner In Finance

Window to The World

- ***Strong Equity Performance*** – Global market performances were strong, notably in Japan where the Nikkei rebounded to notch a monthly gain of 12.8% following the announcement of another US$81bn stimulus package. The Dow ended Dec with a positive 0.8% monthly gain, buoyed by continued improvement in jobs data and retail sales. As for Shanghai index, it climbed by another 2.5% to 3,277 pts, bringing her 2009 performance up by 80%.

- ***Growth Revised Downward*** – The final US real GDP increased at an annual rate of 2.2% in 3Q09, 0.6% lower from its advanced estimate and 1.3% lower than its preliminary estimate. The lower finalised number was due to worse than expected decline in fixed and structure investment coupled with weaker business spending and residential investments.

- ***Improved Jobless figure -*** On a brighter note, the US unemployment rate reduced marginally to 10.0% of total labour force in Nov, after reaching a 26-year peak of 10.2% in Oct, showing light at the end of the tunnel amid the past months of increasing unemployment.

- ***Economic Activities Improved Further*** - China's industrial production showed the strongest growth in more than two years, indicating the country's economy continued to gain strength, in line with the government's stimulus spending and an improvement in exports. Due to smaller drops in exports to the European Union and US, the two largest export markets for China, exports fell by a smaller magnitude in Nov.

- ***Gradual Exit of Emergency Programmes -*** Confident with the strength of the global economic recovery, major central banks are gradually exiting from the emergency programmes. The ECB already decided to end its long-term emergency loans and to tighten the terms of its final 12-month tender. Swiss National Bank said that it would halt bond purchases designed to bolster the economy, while the Bank of England indicated that it would spend no more than the £200bn pounds (US$326bn) already pledged to buy bonds.

Markets Performance

	DEC 09 (%)
China	+ 2.6
Hong Kong	+ 0.2
Japan	+ 12.8
Malaysia	+ 1.1
Singapore	+ 6.1
South Korea	+ 8.2
US	+ 0.8

	YTD (%)
China	+ 80.0
Hong Kong	+ 52.0
Japan	+ 19.0
Malaysia	+ 45.2
Singapore	+ 64.5
South Korea	+ 49.7
US	+ 18.8

Source: PCM

A Peep into Malaysia

- ***KLCI Inched Higher* –** It was a quiet month for KLCI in December with many investors staying away for the holidays. However, there was some noticeable window dressing towards month end, resulting in KLCI to end the month higher, up 1.1% to 1,273 pts. The ACE market inched lower by 0.3%. Overall, the average value traded on Bursa fell 30.4% m-o-m to RM964m.

- ***Major Corporate Events:-***
  - LCL dropped into PN17 status and making matters worse, the shares of founder, Dato' Low, was forced sold by banks
  - On the other hand, Harvest was lifted out from PN17 status.
  - Hong Leong was active in the corporate scene by bidding for Siam City Bank and negotiating to acquire EON Capital.
  - The month also saw two new listings – DSC Solutions and Yoong Onn Corporation. The former did remarkably well on its debut, closing 200% higher than its IPO price of RM0.25, whereas the latter's performance was fairly muted.

- ***Improved Trade Numbers* –** Trade numbers and industrial production posted an unexpected surprise in Oct. Exports grew by 1.6% y-o-y, the first increase in 13 months buoyed by the electronics sector, resulting in the trade surplus to widen to RM11.5bn. Following suit, industrial output increased by 0.7% y-o-y in Oct after shrinking 6.0% in Sep, which was the first increase 14 months.

- ***Fine-tuned RPGT* –** Government revised their decision on real property gains tax (RPGT). The RPGT will now only be applicable to properties that are sold within 5 years of purchase. The fine-tuning of the RPGT removes uncertainties for genuine owner-occupiers. Although speculators or investors who hold for less than five years are still subject to the 5% tax, the rate is minimal and will not affect their purchasing decisions significantly.

- ***Inflation Rate Narrowed* -** The Consumer Price Index (CPI) in November decreased by 0.1% y-o-y due to changes in the prices of petrol and diesel starting in June 2008. The index, however, was up 0.3% m-o-m. For the Jan to Nov 09 period, the CPI increased by 0.5% y-o-y.

Where Do We Go From Here

- ***Ahead of Fundamentals*** – Our equity markets are already at a very elevated level, and we are of the view that stock prices are ahead of their fundamentals. Market has rebounded over the past consecutive months, making it vulnerable for correction.

- ***Anticipating Higher Inflation***- With the removal of subsidy on sugar and bread along with possible electricity tariff hike and targeted dual petrol pricing scheme, we should see a one-off incremental inflation rate, though it may not be material. Unfortunately, the rakyat will have to shoulder to burden to relief the government's fiscal deficit in order to preserve the country's sovereign rating after what had happened to Dubai and Greece.

- ***Broad Trend of Recovery -*** Without doubt, the pace of recovery is gaining traction. The US, EU and emerging economies are showing encouraging signs of growth. However, underlying strength of the world economy still need reinforcement.

- ***Low Rates for Now –*** Looking at current economic conditions, we expect that we will be in a prolonged period of low interest rates environment, until economic recovery takes hold and moves into a steady expansionary phase.

- ***Risk of Premature Withdrawal*** - The economy is yet to show that it is able to run independently without the government's assistance. The risk of premature withdrawal of stimulus incentives and tightening of interest rate will definitely see economic activities dipping back, leading to a stock market correction.

Lighting Up Your Path

- ***Equity Preferred –*** With current support levels providing certain degree of comfort, we still prefer equity market, but exercise caution on global equities. Prospect for emerging markets are looking bright backed by confidence in economic recovery and improved earnings, thus investors may include some emerging market funds in their portfolios.

- ***Prepare to Nibble –*** That said, investors must strategize their investment and position their portfolios on a gradual basis with long-term objectives in mind instead of doing bullet investment. The best method is to nibble by practising dollar cost averaging strategy.

Walking With You

RISK PROFILE	PORTFOLIO ALLOCATION*		
	Equities	Mixed Assets	Fixed Income^
Low Risk	30%	40%	30%
Moderate Risk	40%	35%	25%
High Risk	50%	35%	15%

Source: PCM
* The recommendation may vary based on individual's risk profile

^ Fixed Income includes capital protected funds and money market funds

- We have tweaked the asset allocation slightly in view of strong undertone of equity market. Our equity exposure is increased by switching 5% of fixed income to equities for all risk profile.

PMB Model Portfolio

- Our model portfolio registered 1.4% m-o-m gain in December. Prugrowth and OSK-UOB Smart Treasure added 1.6% and 2.0% respectively. Ambon Islam too had a healthy gain of 0.7%.
- We decided to switch 5% of AmBon Islam to PruGrowth to increase our equity exposure.

PMB Model Portfolio* (%)				
Fund Name	Oct 09	Nov 09	Dec 09	Jan 10
PruGrowth	35	35	35	40
OSK-UOB Smart Treasure	35	35	35	35
AmBon Islam	30	30	30	25
Total	**100**	**100**	**100**	**100**

** Moderate risk portfolio*

PMB Islamic Model Portfolio

- Islamic model portfolio recouped its losses and posted a gain of 1.6% m-o-m in December. Hwang Aiiman Growth and RHB Mudharabah both registered a gain of 1.4 % and 2.4% respectively.
- We decided to switch 5% of AmBon Islam to Hwang Aiiman Growth to increase our equity exposure.

PMB Islamic Model Portfolio* (%)				
Fund Name	Oct 09	Nov 09	Dec 09	Jan 10
Hwang Aiiman Growth	35	35	35	40
RHB Mudharabah	35	35	35	35
AmBon Islam	30	30	30	25
Total	**100**	**100**	**100**	**100**

** Moderate risk portfolio*

Model Portfolio vs KLCI

Date	KLCI	m-o-m % Change	PMB Portfolio	m-o-m % Change	PMB Islamic Portfolio	m-o-m % Change
31/12/2009	**1272.78**	**+1.1**	**126.9**	**+1.4**	**123.8**	**+1.6**
30/11/2009	1259.11	+1.3	125.1	+0.4	121.9	-0.8
31/10/2009	1243.23	+3.4	124.6	+1.0	122.9	+1.1

* *Full performance can be found in appendix section*

	1Y Return	1Y Std Dev	Risk Adjusted Return
KLCI	45.2%	14.4%	3.1
PMB Model Portfolio	28.1%	6.9%	4.0
PMB Islamic Model Portfolio	29.2%	7.0%	4.2

* *Return and standard deviation for PMB Islamic Model Portfolio is annualized*

- It has been one year since we started our PMB Model Portfolio and we have analyzed the performance of the model portfolios and KLCI (refer table above).
- KLCI performed better in terms of absolute return; however, its volatility is higher compare to our model portfolio. The risk adjusted return for our model portfolio is still more superior vis-a-vis KLCI.

Flavour for the Month

Funds Recommendation for January 2010

Region	Equity	Mixed Assets	Fixed Income
Malaysia	Avenue EquityEXTRA	Avenue TacticalExtra	Avenue BondEXTRA
(Conventional)	OSK-UOB Smart Treasure	HwangDBS Select Income	HwangDBS Select Bond
	PruGrowth	PruBalanced	
		OSK-UOB Kidsave	
Malaysia	AmIttikal	HwangDBS AIIMAN Balanced	AmBon Islam
(Islamic)	HwangDBS AIIMAN Growth	PruDana Al-Islah	RHB Islamic Bond
	Prudana Al-ilham	Pru Dana Dinamik	
	TA Islamic	RHB Mudharabah	
Asia	OSK-UOB Resources	OSK-UOB Golden Dragon	
	OSK-UOB Big Cap China Ent	PruAsia Select Income	
	TA South East Asia		
	*PruAsia Pacific Shariah Fund		
Global	HwangDBS Global Emerging Market		
	HwangDBS Global Infrastructure		
	PruGlobal Basics		
	PruGlobal Emerging Market		

Source: PCM *Preferred fund* ** Shariah Compliant*

- December was another month when we saw positive performance across all types of fund group. Nevertheless, Asia and Global equity funds still outperformed others, followed by local equity funds and bond funds.

- TA Growth has been removed from our recommendation list due to deteriorating performance.

- There is no change in the rest of funds recommendation for this month as they are showing consistent performance. We continue to monitor short-term performance closely to explore the immediate trend of the funds and identifying funds that have improved in performance.

- With improving demand from global economic recovery, commodity or resource-based funds such as PruGlobal Basics and OSK-UOB Resources are worth considering.

- For investors that would like to have some offshore funds in their portfolio, we have shortlisted two funds, ie Hwang Global Emerging Market and PruGlobal Emerging Market. Although both funds' performance is quite identical, we prefer PruGlobal Emerging Market due to its higher weighting in financial and energy sector.

- Two of Areca Capital's funds are now our distribution list:
  - Areca Income Trust
  - Areca Equity Trust

Tracking our Recommendations

Category	November 2009	December 2009	January 2010
EQUITY			
Growth - Malaysia	Avenue EquityEXTRA	Avenue EquityEXTRA	Avenue EquityEXTRA
	OSK-UOB Smart Treasure	OSK-UOB Smart Treasure	OSK-UOB Smart Treasure
	PruGrowth	PruGrowth	PruGrowth
	TA Growth	TA Growth	
Islamic Growth - Malaysia	AmIttikal	AmIttikal	AmIttikal
	HwangDBS AIIMAN Growth	HwangDBS AIIMAN Growth	HwangDBS AIIMAN Growth
	Prudana Al-ilham	Prudana Al-ilham	Prudana Al-ilham
	TA Islamic	TA Islamic	TA Islamic
Offshore – Asia	Am-Namaa' Asia Pac	OSK-UOB Big Cap China Ent	OSK-UOB Big Cap China Ent
	OSK-UOB Big Cap China Ent	OSK-UOB Resources	OSK-UOB Resources
	OSK-UOB Resources	PruAsia Pacific Shariah Fund	PruAsia Pacific Shariah Fund
	PruAsia Pacific Shariah Fund	TA South East Asia	TA South East Asia
	TA South East Asia		
Offshore – Global	HwangDBS Global Emerging Market	HwangDBS Global Emerging Market	HwangDBS Global Emerging Market
	HwangDBS Global Infrastructure	HwangDBS Global Infrastructure	HwangDBS Global Infrastructure
	ING Global Dividend	PruGlobal Basics	PruGlobal Basics
	PruGlobal Emerging Market	PruGlobal Emerging Market	PruGlobal Emerging Market
MIXED ASSETS			
Malaysia	Avenue TacticalExtra	Avenue TacticalExtra	Avenue TacticalExtra
	HwangDBS Select Income	HwangDBS Select Income	HwangDBS Select Income
	OSK-UOB Kidsave	OSK-UOB Kidsave	OSK-UOB Kidsave
	PruBalanced	PruBalanced	PruBalanced
Islamic – Malaysia	HwangDBS AIIMAN Balanced*	HwangDBS AIIMAN Balanced*	HwangDBS AIIMAN Balanced*
	(*previously Hwang Dana Fahim*)	(*previously Hwang Dana Fahim*)	(*previously Hwang Dana Fahim*)
	PruDana Al-Islah	PruDana Al-Islah	PruDana Al-Islah
	Pru Dana Dinamik	Pru Dana Dinamik	Pru Dana Dinamik
	RHB Mudharabah	RHB Mudharabah	RHB Mudharabah
Offshore	OSK-UOB Golden Dragon	OSK-UOB Golden Dragon	OSK-UOB Golden Dragon
	PruAsia Select Income	PruAsia Select Income	PruAsia Select Income
FIXED INCOME			
Conventional	Avenue BondEXTRA	Avenue BondEXTRA	Avenue BondEXTRA
	HwangDBS Select Bond	HwangDBS Select Bond	HwangDBS Select Bond
Islamic	AmBon Islam	AmBon Islam	AmBon Islam
	RHB Islamic Bond	RHB Islamic Bond	RHB Islamic Bond

Source: PMB ^Funds are rearranged in alphabetical order for easy comparison.

From the Scoreboard

	FUNDS	LAUNCH DATE	RETURN 6-MTH (%)	YTD (%)	1-YR (%)	3-YR (%)	STD DEV 1-YR (%)	RTN/ RISK	RANK ABS (1-YR)	RANK RAR (1-YR)
	Equity – Growth - Malaysia									
	Affin Equity	29/04/93	13.84	43.81	43.81	14.91	15.50	0.71	7	25
E	Affin Select Growth	22/07/09	-	-	-	-	-	-	-	-
	Alliance Tactical Growth	02/09/04	12.23	32.43	32.43	19.95	11.23	0.74	19	22
	AmCumulative Growth	24/07/96	17.80	41.64	41.64	10.12	13.09	0.80	8	16
E	AmDividend income	28/03/05	15.07	35.60	35.60	34.05	10.91	0.83	14	11
E	AmTotal Return	10/01/89	13.22	26.01	26.01	18.79	9.01	0.76	29	21
	Areca Equity Trust	23/04/07	20.83	40.92	40.92	-	10.88	0.94	9	6
E	ASM First Public	20/04/92	9.37	25.91	25.91	16.85	7.82	0.87	30	9
E	ASM Index	25/03/02	10.61	24.88	24.88	13.41	7.05	0.93	31	7
E	ASM KMB Dana Pertumbuhan	28/12/72	14.44	30.66	30.66	3.60	7.77	1.01	20	5
E	ASM Premier	12/06/95	9.77	27.79	27.79	4.92	11.56	0.63	25	28
E	Avenue DividendEXTRA	18/03/05	14.40	29.92	29.92	24.66	9.58	0.81	24	14
E	Avenue EquityEXTRA	10/09/99	14.07	30.44	30.44	16.31	10.33	0.76	22	20
E	CIMB-Principal Equity Aggressive 3	12/03/98	23.82	51.10	51.10	22.34	15.99	0.78	4	18
E	CMS Malaysian Inc	09/11/07	5.55	26.25	26.25	-	13.63	0.52	28	30
E	CMS Premier	26/11/96	6.97	33.56	33.56	-0.16	17.64	0.50	16	31
	HWANGDBS Select Opportunity	07/09/01	23.41	55.84	55.84	20.67	20.10	0.67	2	26
E	ING OA Inv- ING Blue Chip	12/04/04	14.61	30.50	30.50	25.71	7.50	1.05	21	4
E	ING OA Inv- ING Tactical	23/04/04	13.63	29.94	29.94	4.02	9.56	0.81	23	13
	InterPac Dynamic Equity	25/07/07	19.08	26.97	26.97	-	5.33	1.31	26	1
E	Kenanga Growth	17/01/00	12.74	33.31	33.31	38.57	9.67	0.88	17	8
E	OSK-UOB KLCI Tracker	03/04/00	19.57	45.75	45.75	29.63	14.59	0.78	5	19
E	OSK-UOB Malaysia Dividend	24/03/08	13.62	26.49	26.49	-	6.56	1.05	27	3
E	OSK-UOB Smart Treasure	07/09/04	14.47	32.82	32.82	47.55	10.02	0.84	18	10
E	OSK-UOB Thematic Growth	26/09/07	7.04	18.79	18.79	-	6.17	0.82	32	12
	Phillip Master Equity Growth	28/06/03	55.63	66.89	66.89	40.26	42.16	0.40	1	32
E	PRUequity income	18/10/04	15.82	36.28	36.28	20.51	8.16	1.12	13	2
E	PRUgrowth	29/05/01	19.35	51.27	51.27	30.50	15.94	0.78	3	17
E	RHB Capital	12/04/95	18.90	44.62	44.62	22.96	14.98	0.74	6	23
E	RHB GoldenLife 2030	21/02/05	12.25	35.36	35.36	62.23	11.23	0.80	15	15
E	TA Comet	01/10/99	11.21	39.18	39.18	8.01	15.76	0.63	10	27
E	TA Growth	01/07/96	11.61	38.29	38.29	19.09	13.49	0.72	12	24
E	TA High Growth	07/06/04	10.49	38.75	38.75	25.11	15.96	0.62	11	29
	AVERAGE (33)		**15.48**	**36.00**	**36.00**	**22.02**	**12.47**	**0.80**		
	Equity– Islamic Growth – Msia									
E	Affin Islamic Equity	01/08/07	10.15	43.97	43.97	-	10.79	1.00	3	2
E	Alliance Dana Abid	25/03/04	9.83	28.92	28.92	22.37	10.03	0.75	12	11
	Amanah Saham Wanita	04/05/98	8.42	27.47	27.47	12.89	10.58	0.68	14	15
	AmanahRaya Islamic Equity	23/04/08	6.34	23.00	23.00	-	15.24	0.42	17	22

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	Equity– Islamic Growth – Msia									
E	AmIslamic Growth	10/09/04	14.29	30.46	30.46	19.07	9.88	0.80	10	9
E	AmIttikal	12/01/93	14.42	33.68	33.68	24.97	9.68	0.89	7	6
E	ASM Dana Al-Aiman	19/05/97	5.71	20.88	20.88	17.00	6.43	0.87	20	7
E	ASM Dana Bestari	03/10/02	2.71	13.00	13.00	-0.03	8.28	0.44	22	21
E	ASM Dana Mutiara	05/08/04	4.34	20.88	20.88	-8.50	9.99	0.57	19	17
E	ASM Syariah Aggressive	21/11/05	6.65	18.28	18.28	-21.30	11.12	0.45	21	20
E	ASM Syariah Dividend	11/08/08	4.08	23.01	23.01	-	13.06	0.48	16	19
E	CIMB Islamic Equity Aggressive	15/06/95	20.21	58.69	58.69	25.13	18.41	0.76	1	10
E	CMS Islamic	15/08/02	9.76	33.59	33.59	29.45	12.38	0.70	8	13
E	HwangDBS AIIMAN Growth	08/10/02	16.19	43.99	43.99	37.52	11.81	0.92	2	4
E	ING Ekuiti Islam	23/04/04	9.56	26.60	26.60	20.49	7.58	0.92	15	5
*	InterPac Dana Safi	25/07/07	17.01	27.63	27.63	-	6.31	1.14	13	1
E	Kenanga Syariah Growth	29/01/02	12.84	30.42	30.42	35.88	8.41	0.93	11	3
E	OSK-UOB Dana Islam	26/10/01	9.94	22.57	22.57	20.31	9.56	0.63	18	16
E	PruDana Al-ilham	14/08/02	11.64	42.14	42.14	31.00	15.34	0.69	4	14
E	RHB Islamic Growth	26/01/04	13.39	34.83	34.83	26.19	11.86	0.75	6	12
E	TA Dana Fokus	27/06/08	8.51	30.46	30.46	-	15.16	0.53	9	18
E	TA Islamic	24/04/01	10.84	37.50	37.50	28.21	11.89	0.80	5	8
	AVERAGE (22)		**10.31**	**30.54**	**30.54**	**18.86**	**11.08**	**0.73**		
	Equity- Small Cap - Malaysia									
	Alliance Vision	01/03/00	11.17	41.46	41.46	19.92	13.30	0.78	3	2
E*	CIMB Islamic Small Cap	20/04/04	16.76	46.46	46.46	21.31	18.65	0.62	2	5
	ING Hwang Growth Opportunities	23/04/04	13.28	27.68	27.68	-9.15	8.27	0.87	5	1
E	OSK-UOB Emerging Opportunity Tr	18/05/04	9.90	23.63	23.63	48.45	9.19	0.68	6	3
	OSK-UOB Small Cap Opp UT	20/04/98	5.00	12.56	12.56	9.68	6.26	0.56	7	6
E	PRUsmall cap	29/05/01	19.21	56.02	56.02	24.13	25.30	0.55	1	7
E	TA Small Cap	09/02/04	9.15	29.74	29.74	0.49	11.36	0.68	4	4
	AVERAGE (7)		**12.07**	**33.94**	**33.94**	**16.40**	**13.19**	**0.68**		
	Equity- Offshore – Asia									
	Am-Namaa' Asia-Pacific Eq Growth	8/11/08	22.10	32.36	32.36	-	13.68	0.62	19	15
	Avenue CLAF	18/07/05	16.08	44.43	44.43	-	21.29	0.53	15	19
*	CIMB Islamic Asia Pacific Equity	02/06/06	25.73	66.85	66.85	17.77	21.89	0.72	5	8
	CIMB ASEAN Equity	12/09/07	25.94	61.12	61.12	-	22.46	0.65	7	12
	CIMB Asia Infrastructure Equity	14/04/08	13.77	42.62	42.62	-	16.35	0.66	18	11
	CIMB Emerging Asia	22/11/05	20.34	58.31	58.31	8.54	22.43	0.63	8	13
	CIMB Greater China	12/06/07	20.31	67.33	67.33	-	20.40	0.77	4	5
	HwangDBS Asia Quantum	15/04/04	27.83	62.04	62.04	39.65	21.18	0.70	6	9
	ING China Access	11/01/08	9.02	51.40	51.40	-	22.41	0.57	14	17
	OSK-UOB Asia Pacific	06/01/06	21.68	43.11	43.11	-19.19	15.92	0.68	16	10

	FUNDS	LAUNCH DATE	RETURN 6-MTH (%)	YTD (%)	1-YR (%)	3-YR (%)	STD DEV 1-YR (%)	RTN/ RISK	RANK ABS (1-YR)	RANK RAR (1-YR)
	Equity- Offshore – Asia									
	OSK-UOB Asian Growth Opp	08/01/08	30.46	104.40	104.40	-	38.86	0.59	1	16
	OSK-UOB Big Cap China Ent	03/12/07	15.60	53.37	53.37	-	14.60	0.88	13	2
	OSK-UOB Resources	16/05/06	21.55	55.71	55.71	55.03	14.81	0.90	9	1
	Pheim Asia Ex-Japan	30/06/06	14.83	72.00	72.00	4.28	27.37	0.62	2	14
*	Pheim Asia Ex-Japan Islamic	01/11/06	10.96	55.07	55.07	5.83	24.87	0.55	10	18
	PruAsia Pacific Equity	21/07/05	23.53	53.92	53.92	3.97	16.86	0.77	11	4
*	PruAsia Pacific Syariah Equity	22/11/07	25.16	53.70	53.70	-	18.19	0.72	12	7
*	PRUdinasti equity	26/10/09	-	-	-	-	-	-	-	-
	RHB Dividend Value Equity	13/07/05	18.59	42.92	42.92	4.55	13.22	0.81	17	3
	TA South East Asian Equity	28/11/05	27.32	68.41	68.41	22.59	21.02	0.76	3	6
	AVERAGE (20)		**20.57**	**57.32**	**57.32**	**14.30**	**20.41**	**0.69**		
	Equity – Offshore – Others									
	Alliance Global Diversified Property	09/07/07	27.34	34.59	34.59	-	30.68	0.32	8	17
	Alliance Global Equity Fund	19/05/06	16.82	38.51	38.51	-4.84	18.46	0.54	6	9
	AmBRIC Equity	09/11/09	-	-	-	-	-	-	-	-
*	AmOasis Global Islamic Equities	04/05/06	18.32	29.23	29.23	-15.76	14.11	0.55	14	8
*	AmPrecious Metal	06/12/07	12.40	38.72	38.72	-	29.08	0.37	4	15
*	AmStaples	17/12/08	8.22	26.41	26.41	-	9.38	0.74	17	3
	CIMB Climate Change Equity	27/09/07	16.58	28.25	28.25	-	23.85	0.33	16	16
	CIMB Global Titans	18/07/05	9.89	11.54	11.54	-14.19	10.56	0.31	22	18
	CIMB MENA Equity	18/02/08	4.46	21.26	21.26	-	24.60	0.26	20	22
	Hwang Environment Opportunity	18/09/07	15.46	29.74	29.74	-	17.00	0.47	13	11
	Hwang Global Commodity	20/08/07	6.63	25.70	25.70	-	16.84	0.42	18	13
	Hwang Global Emerging Market	23/01/07	26.54	59.76	59.76	-	18.07	0.79	2	1
	Hwang Global Infrastructure	25/04/07	18.33	32.38	32.38	-	14.80	0.57	10	6
	Hwang Global Property	19/04/06	33.32	30.16	30.16	-37.88	31.76	0.28	12	21
	Hwang Access US 80 Fund	11/03/09	9.15	-	-	-	-	-	-	-
	ING Global Dividend	09/04/07	15.50	19.06	19.06	-	17.77	0.31	21	19
	ING Global Real Estate	08/08/06	23.14	28.34	28.34	-32.33	27.32	0.30	15	20
	OSK-UOB Gold and General	21/07/09	-	-	-	-	-	-	-	-
	PruCountry Selection	18/03/08	17.27	33.93	33.93	-	25.34	0.37	9	14
	PruGlobal Basics	17/01/07	24.13	45.99	45.99	-	18.01	0.64	3	5
	PruGlobal Emerging Markets	11/01/08	24.32	64.90	64.90	-	20.57	0.74	1	2
	PruGlobal Leaders	23/03/06	19.89	38.09	38.09	-24.34	18.97	0.52	7	10
	RHB Global Multi Manager	23/08/07	15.99	23.19	23.19	-	9.65	0.64	19	4
	RHB Global Themes	05/01/07	19.53	38.58	38.58	-	17.53	0.57	5	7
	TA ABN AMRO Utilities	15/08/07	18.82	30.34	30.34	-	18.13	0.45	11	12
	TA European Equity	20/03/07	10.37	4.95	4.95	-	14.31	0.12	23	23
	AVERAGE (26)		**17.18**	**31.90**	**31.90**	**-21.56**	**19.43**	**0.46**		

	FUNDS	LAUNCH DATE	6-MTH (%)	RETURN YTD (%)	1-YR (%)	3-YR (%)	STD DEV 1-YR (%)	RTN/ RISK	RANK ABS (1-YR)	RANK RAR (1-YR)
	Mixed Assets - Malaysia									
	Alliance First	16/01/96	11.52	24.19	24.19	9.94	6.01	1.06	9	5
	AmBalanced	16/09/03	9.17	15.78	15.78	18.15	4.94	0.87	15	9
	AmConservative	16/09/03	2.22	10.37	10.37	10.82	5.81	0.50	18	19
E	ASM Balanced	06/12/97	6.84	21.66	21.66	-0.73	7.70	0.75	12	14
	Avenue TacticalEXTRA	18/03/05	11.42	26.47	26.47	27.82	8.28	0.84	8	12
E	CMS Balanced	23/05/01	10.39	29.28	29.28	11.66	7.96	0.95	5	7
E	Hwang Select Balanced	28/07/03	14.96	34.24	34.24	36.27	10.21	0.86	3	10
	Hwang Select Income	06/01/05	11.96	19.39	19.39	23.84	3.58	1.44	13	1
E	ING AMInvest Balanced	23/04/04	12.98	34.21	34.21	25.57	11.98	0.73	4	15
E	ING RHB Diversified	23/04/04	8.18	16.15	16.15	-4.46	5.34	0.82	14	13
E	ING Managed Growth	23/04/04	8.88	15.18	15.18	15.63	3.77	1.09	16	4
	KAF Jade	01/11/06	-4.69	8.33	8.33	3.61	9.71	0.25	20	21
E	OSK-UOB Growth&Income Focus	07/01/05	7.42	13.79	13.79	44.95	6.93	0.55	17	18
E	OSK-UOB Kidsave	10/05/99	12.13	27.25	27.25	44.28	6.36	1.11	6	3
E	OSK-UOB Smart Balanced	07/09/04	7.63	22.09	22.09	36.65	9.31	0.64	11	16
	Pheim Emerging Co Balanced	28/01/02	8.40	37.88	37.88	12.29	16.15	0.60	1	17
	PruBalanced	29/05/01	12.64	22.35	22.35	25.56	6.97	0.85	10	11
E	PruDynamic	06/11/03	6.32	8.06	8.06	4.52	7.62	0.30	21	20
	PruGlobal Market Navigator	20/04/09	4.49	-	-	-	-	-	-	-
E	RHB Goldenlife 2010	21/02/05	6.47	10.21	10.21	34.78	2.95	0.96	19	6
E	RHB Goldenlife 2020	21/02/05	10.94	35.48	35.48	64.61	10.20	0.88	2	8
E	TA Income	06/05/02	11.01	26.81	26.81	18.40	5.96	1.17	7	2
	AVERAGE (22)		**8.69**	**21.86**	**21.86**	**22.10**	**7.51**	**0.82**		
	Mixed Assets –Islamic- Msia									
E	Alliance Dana Alif	02/26/03	12.94	28.56	28.56	19.31	11.84	0.63	4	10
E*	AmIslamic Balanced	10/09/04	8.11	23.32	23.32	20.72	7.61	0.81	9	8
E*	Avenue SyariahEXTRA	12/03/96	3.93	20.45	20.45	-4.83	10.70	0.52	11	12
E	CIMB Islamic Balanced Growth	26/05/03	13.90	33.15	33.15	18.23	9.59	0.88	3	3
E	CMS Islamic Balanced	06/12/04	8.16	23.87	23.87	25.27	7.05	0.89	8	2
E	Dana Islamiah Affin	11/11/01	6.89	28.35	28.35	22.42	8.39	0.88	5	5
E	Dana Makmur Pheim	28/01/02	7.28	35.07	35.07	23.01	15.22	0.60	2	11
E	Hwang Aiiman Balanced	28/06/04	8.67	27.63	27.63	24.44	8.24	0.87	6	6
E	Pru Al-Islah	14/08/02	5.74	10.66	10.66	14.18	1.81	1.62	12	1
E	Pru Dana Dinamik	06/11/03	8.63	23.97	23.97	23.07	7.56	0.84	7	7
E	RHB Mudharabah	09/05/96	9.20	22.76	22.76	28.49	6.85	0.88	10	4
E	TA Dana Optimix	17/01/05	14.06	43.96	43.96	14.93	16.37	0.67	1	9
	AVERAGE (12)		**8.96**	**26.81**	**26.81**	**19.10**	**9.27**	**0.84**		

	FUNDS	LAUNCH DATE	RETURN 6-MTH (%)	YTD (%)	1-YR (%)	3-YR (%)	STD DEV 1-YR (%)	RTN/ RISK	RANK ABS (1-YR)	RANK RAR (1-YR)
	Mixed Assets – Offshore									
	Alliance Adv GEM Treasures	23/10/07	16.87	42.03	42.03	-	16.79	0.63	1	9
	Alliance Optimal Income	02/09/04	10.71	27.92	27.92	10.85	9.55	0.76	8	5
	CIMB Global Asset Spectra	13/11/06	12.67	22.54	22.54	-3.00	12.04	0.51	9	10
	CMS Asia Pacific Oriental	24/08/06	13.79	38.08	38.08	0.70	13.48	0.72	3	8
	Hwang Global Financial Institutions	24/07/08	18.50	36.02	36.02	-	18.75	0.50	4	11
	OSK-UOB Golden Dragon	08/05/07	13.98	35.44	35.44	-	12.03	0.75	5	6
*	OSK-UOB Muhibbah Income	12/03/07	6.75	11.12	11.12	-	4.25	0.72	11	7
	PruAsia Select Income	18/11/05	9.81	30.80	30.80	22.70	9.14	0.87	7	3
	PruEnhanced Income	28/05/07	7.61	13.45	13.45	-	3.73	0.99	10	1
*	TA Asia Pac Islamic Balanced	07/11/06	19.87	41.74	41.74	14.17	11.22	0.93	2	2
	TA Global Asset Allocator	12/06/06	16.97	31.75	31.75	-1.43	10.48	0.78	6	4
	AVERAGE (11)		**13.41**	**30.08**	**30.08**	**7.33**	**11.04**	**0.74**		
	Fixed Income^									
E	Affin Capital Fund	12/12/01	2.94	5.63	5.63	12.86	0.81	1.96	19	3
	Alliance Global Bond	19/05/06	0.30	-0.15	-0.15	6.57	8.35	0.01	29	29
	AMNRaya Unit Trust	21/09/06	4.11	5.81	5.81	16.60	1.99	0.82	18	20
E	AmBond	20/01/00	5.17	6.95	6.95	16.39	2.83	0.69	15	25
E	AmDynamic Bond	16/09/03	7.50	11.28	11.28	28.04	2.91	1.07	6	9
	Areca Income Trust	23/04/07	1.83	3.61	3.61	11.86	0.46	2.23	24	1
E	AmIncome Plus	17/06/04	3.17	5.16	5.16	-	0.73	2.00	20	2
	Avenue BondEXTRA	08/10/02	2.72	9.38	9.38	11.14	2.83	0.92	10	14
E	Avenue IncomeEXTRA	10/09/99	2.63	3.80	3.80	2.77	1.10	0.98	23	12
E	CIMB Bond	15/11/95	6.00	8.43	8.43	15.00	1.77	1.33	12	6
	CIMB Global Income	21/03/07	4.56	6.44	6.44	-	1.75	1.04	16	10
E	CIMB Lifecycle-2017	12/07/07	14.11	29.88	29.88	-	9.29	0.83	3	19
E	CIMB Lifecycle-2022	13/07/07	22.76	43.63	43.63	-	11.25	0.96	1	13
E	CIMB Lifecycle-2027	14/07/07	20.72	38.92	38.92	-	12.69	0.77	2	22
E „	CIMB Multi-Maturity Income 1	18/08/06	5.32	11.46	11.46	16.77	3.66	0.86	5	17
E	CIMB Strategic Bond	23/03/04	5.63	7.71	7.71	11.51	1.89	1.14	13	7
	CIMB Xcess Income	20/04/06	0.00	0.62	0.62	9.10	0.24	0.75	28	23
	CMS Bond	15/08/02	5.32	6.32	6.32	15.04	1.80	0.99	17	11
	Hwang Select Bond	28/07/03	5.73	11.06	11.06	18.75	1.94	1.57	7	5
	ING Annual Alpha	08/04/08	0.35	1.85	1.85	-	1.48	0.36	27	28
E	ING Income Plus	23/04/04	3.53	3.55	3.55	7.40	1.94	0.52	25	27
	KAF Bond	01/11/06	4.56	9.17	9.17	19.89	2.85	0.90	11	15
	OSK-UOB Energy	23/03/09	6.01	-	-	-	-	-	-	-
	OSK-UOB Income	26/02/03	3.44	4.90	4.90	4.91	0.75	1.85	21	4
	OSK-UOB Income Alpha	29/08/08	1.42	2.15	2.15	-	0.86	0.71	26	24
	OSK-UOB Smart Income	07/09/04	5.44	9.88	9.88	19.30	3.48	0.79	9	21
	Pheim Income	28/01/02	3.95	10.35	10.35	16.76	2.66	1.08	8	8

	FUNDS	LAUNCH DATE	RETURN 6-MTH (%)	YTD (%)	1-YR (%)	3-YR (%)	STD DEV 1-YR (%)	RTN/ RISK	RANK ABS (1-YR)	RANK RAR (1-YR)
	Fixed Income^									
	PruBond	29/05/01	3.18	-1.40	-1.40	-0.39	4.90	-0.08	30	30
	PRUEmerging Market Rates	20/08/08	3.59	12.85	12.85	-	6.55	0.54	4	26
	RHB Commodities Cap Protected	30/04/08	1.47	4.22	4.22	-	1.44	0.83	22	18
E	RHB Goldenlife Today	21/02/05	4.05	7.31	7.31	26.61	2.29	0.89	14	16
	TA All-Cycle Commodities Income	04/05/09	-2.20	-	-	-	-	-	-	-
	AVERAGE (30)		**4.98**	**9.36**	**9.36**	**13.66**	**3.25**	**0.98**		
	Fixed Income-Islamic^									
	AMNRaya Syariah Trust	21/09/06	5.05	5.05	5.05	9.98	5.05	0.29	9	10
E	AmBond Islam	20/01/00	4.84	6.87	6.87	14.19	2.92	0.66	5	9
	Avenue AsnitaBOND	18/03/05	2.85	5.53	5.53	11.09	1.82	0.86	8	8
E	CIMB Islamic Enhanced Sukuk	23/02/05	6.81	15.27	15.27	14.50	3.31	1.25	4	2
	CIMB Islamic Kausar LC-2017	12/07/07	13.29	27.61	27.61	-	7.13	1.01	3	4
	CIMB Islamic Kausar LC-2022	13/07/07	19.32	36.55	36.55	-	9.89	0.93	1	6
	CIMB Islamic Kausar LC-2027	14/07/07	17.47	36.12	36.12	-	10.48	0.87	2	7
	CIMB Islamic Short Term Sukuk	20/04/06	-	-	-	-	-	-	-	-
E	ING BON Islam	23/04/04	2.01	3.84	3.84	9.85	0.80	1.37	10	1
E	PruDana Wafi	21/02/05	2.99	5.75	5.75	11.28	1.33	1.22	7	3
E	RHB Islamic Bond	25/08/00	2.66	5.81	5.81	12.91	1.72	0.95	6	5
	AVERAGE (11)		**7.73**	**14.84**	**14.84**	**11.97**	**4.44**	**0.94**		
	KLCI		**18.37**	**45.17**	**45.17**	**16.10**				

Source: PhillipCapital, Lipper
Note: ABS denotes ranking based on absolute return
RAR denotes ranking based on risk-adjusted return
'E' denotes EPF approved
* Denotes Shariah Compliant
^ Includes bond, income, capital guaranteed and capital protected funds
"Closed ended fund.

The Mechanism

1) Superior ranking based on risk-adjusted-return.
2) Commendable ranking based on absolute return.
3) Fund size (minimum RM25 million)
4) Check on short-term return (1-month or 3-month returns)
5) Check top holdings and sectors allocation
6) Qualitative evaluations (if needed)

For Phillip Capital Management Sdn Bhd

Nona Salleh
Executive Chairperson

Appendix

Date	KLCI	m-o-m % Change	PMB Portfolio	m-o-m % Change	PMB Islamic Portfolio	m-o-m % Change
31/12/2009	**1272.78**	**+1.1**	**126.9**	**+1.4**	**123.8**	**+1.6**
30/11/2009	1259.11	+1.3	125.1	+0.4	121.9	-0.8
31/10/2009	1243.23	+3.4	124.6	+1.0	122.9	+1.1
30/09/2009	1202.08	+2.4	123.4	+2.4	121.6	+1.8
31/08/2009	1174.27	-0.1	120.5	+0.8	119.4	+1.4
31/07/2009	1174.90	+9.3	119.6	+5.7	117.7	+4.5
30/06/2009	1075.24	+3.0	113.1	+0.9	112.6	+0.4
31/05/2009	1044.11	+5.4	112.1	+4.5	112.1	+4.7
30/04/2009	990.74	+13.6	107.3	+4.6	107.1	+5.4
31/03/2009	872.55	-2.0	102.6	+2.9	101.6	+1.6
28/02/2009	890.67	+0.7	99.7	+0.1	100.0	-
31/01/2009	884.45	+0.9	99.6	+0.5		
31/12/2008	876.75	+2.6	99.1	-0.9		
16/12/2008	854.80	-	100.0	-		

* *Performance includes income distribution of funds using reinvestment method.*