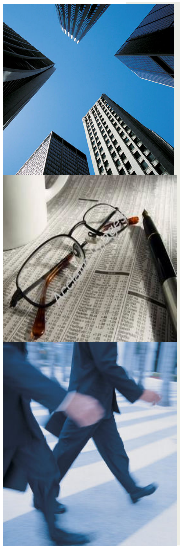

January | 2009

Phillip Funds focus

A MONTHLY NEWSLETTER EXCLUSIVELY FOR INVESTMENT PROFESSIONALS

A Brief Synopsis

- *Latest economic indicators had shown deepening downturn for US economy. Concerns about the strickened auto industry, slump in demand and rising joblessness had resulted the Fed pledging to keep its key benchmark rate as low as zero percent and even started to resort to quantitative easing policies.*

- *The notion on "decoupling" seems to be a myth as China was also not spared as global economic downturn started to hurt demand for Chinese exports. In response, China cut its policy rate by yet another 27bps, making bank borrowings cheaper and expanding money supply.*

- *Despite production cut by OPEC, oil prices tumbled further as slower global economic growth crimps demand for energy. However, the escalating tensions within Middle East arrising from the latest Israel-Gaza conflict sent crude oil prices above US$40/bbl towards the the end of the year.*

- *At a local scene, local bourse ended firmer despite weak market sentiment. Uninspiring corporate earnings is expected to surface while many companies delay expansion plans and reduce capital expenditurse, aggravating the slowdown further.*

- *A series of fuel rate cut bringing pump prices lower has sent a comforting note to locals as inflation had eased.*

- *We have moved 5% of of the Fixed Income portion of each category to Mixed Assets class to increase some exposure in equity while still holding some investments in fixed income.*

Where to Look Out For…

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PhillipCapital
Your Partner In Finance

Window to The World

- ***US Economy Contracted Further –*** US real GDP decreased 0.5% in 3Q08 due to a sharp downturn in personal consumption and deceleration of exports. Unemployment rate rose to highest level in 15 years. As a result, cumulative job losses stood at 1.9m jobs last year. Rising joblessness will deepen the pull-back in spending by consumers, and the worsening trade balance removes what had been a source of support for an economy that's been in a recession for a year.

- ***Automakers Awaiting to Be Rescued –*** US automakers continued to be in dire straits as General Motors and Chrysler applied for bailouts to avoid bankruptcies. With the US Senate rejecting a bailout, the US markets were volatile until the White House agreed to release some US$13.4bn of TARP funds to ensure that automakers remained in business at least until a Democrat dominated Congress approves a larger bailout.

- ***Zero Interest Rate Policy –*** The Fed lowered its policy rate to a range between 0% and 0.25% from 1.0% and marked the tenth consecutive cut since Sep'07 and is at the lowest level since 1958. Following suit, the European Central Bank (ECB) also cut its key policy rate in Dec by 75 bps to 2.5%, the most in its 10-year history, as the region's economy suffered the first recession in 15 years in 3Q08.

- ***China Bracing for Slowdown –*** China was also not spared from the global downturn as the country's exports experienced the first decline in seven years. To cushion the economy from sharp downturn, China had cut key rates for the fifth time in three months, lowering its key policy rate by 27 bps to 5.31%.

- ***Oil Prices Resumed Its Downward Trend –*** Oil prices continued to spiral downwards and hit a low of below US$36/bbl at one point. OPEC decided to slash production by another 2.2m bbl/day, but with demand destruction outpacing supply, prices still remained subdued. CPO prices however remained relatively resilient, in line with steady soybean prices.

Markets Performance

	DECEMBER 08 (%)
China	-2.7
Hong Kong	3.6
Japan	4.1
Malaysia	1.2
Singapore	1.7
South Korea	4.5
US	-0.6

	YTD (%)
China	-65.4
Hong Kong	-48.3
Japan	-42.1
Malaysia	-39.3
Singapore	-49.2
South Korea	-40.7
US	-33.8

Source: PCM

A Peep into Malaysia

- ***Slight Relief Rally for KLCI –*** December saw KLCI inched-up for the second month in the row by 1.2% attributed to a relief rally taking place across the board with even some sectors that had suffered previously such as construction and property seeing some interest, towards month end.

- ***GDP Set to Slow as Exports Came Off –*** Real GDP growth slowed down more rapidly in the 3Q on account of a slowdown in exports. Exports fell by a whopping 14.2% m-o-m in Oct due to a fast deteriorating demand.

- ***Easing Petrol Prices Took Some Heat Off Inflation –*** The government announced two series of fuel cut by an equal quantum of 10 sen each. As a result, petrol and diesel price was revised to RM1.80/liter and RM1.70/litre respectively. After a slew of fuel price cuts since Aug, inflation rate eased to 1.1% m-o-m in Nov.

- ***Late Rally in MGS –*** Expectations for further rate cuts as indicated by the nuances of BNM's undertone led the MGS to a further boost in December. The main beneficiary was the 10-year part of the curve which backed in by 50 bps, resulting the yield curve to continue to flatten. PDS market continues to be sparse as liquidity thinned towards the year-end as investors go on their year-end vacation.

Where Do We Go From Here

- ***Deepening of Crisis –*** The US economic data have not shown signs of recovery but continued deterioration at an accelerated pace. Unemployment is expected to worsen with increasing job cuts. The deleveraging process seems to have abated with the reversal in US$ strength but credit still remains scarce as banks have tightened their grip in lending criteria.

- ***Salvaging Ailing Economy –*** World economies are expected to continue cutting interest rates and launch various stimuli packages. The aftermath of this financial crisis may see a shift in global economic paradigm as the US & EU go into savings mode while China and India will become spenders. Countries with large reserves and favourable population demographics such as China and India are expected to be fairly resilient.

- ***Market Remains Jittery –*** The recent KLCI bear rally was in line with major market trends. Fundamentals still remain weak and we anticipate poor corporate results seasons with further corporate earnings downgrades. Corporations will most likely also seize the opportunity to carry out some “kitchen sinking” exercises.

Lighting Up Your Path

- ***Spread Out Your Investment –*** We are sticking to our prescribed strategy of spreading out the investments over a period of 12 months. It is important to note that the investment strategy is planned for mid to long-term horizon of 3 years. This strategy does not encourage short term trading.

- ***Still Some Upside on Bonds*** **–** Since Malaysia will likely to continue to cut interest rates following the foot path of other countries, bond prices are likley to out-perform, at least in the immediate term. However, we caution that at the bottom of interest rates cycle, it will not be wise to hold on to bond funds for long. Though we may still keep some bonds, it will only serve as tactical purposes and not for capital gain. We will then switch from long-dated bonds to short-dated bonds.

Walking With You

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

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

^ Fixed Income includes capital protected funds and money market funds

- We have moved 5% of of the Fixed Income portion of each category to Mixed Assets class. In this way we will still have some fixed income exposure and at the same time increasing equity investment indirectly via mixed asset funds. This is to take advantage of the improved market sentiment. The gradual increase in risk appetite can be seen from falling US$.

PMB Model Portfolio

- We have devoted to create one model portfolio which comprises of Malaysian equity (OSK-UOB Smart Treasure), Asian equity (OSK-UOB Big Cap China Enterprise Fund) and fixed income fund (AmBon Islam).

- The portfolio will be monitored for tactical allocation and rebalancing on a monthly basis, if necessary; and will be benchmarked against KLCI.

- Overall portfolio performance had dropped 0.85% mainly dragged down by OSK-UOB Big Cap China Enterprise Fund. While the fund had suffer slight losses since it was included in the portfolio, we still see upside potential going forward.

- OSK-UOB Smart Treasure has performed below our expectation. We view that the underperformance is mainly due to the fact that the fund is currently holding 44% cash, thus losing out when KLCI gained 2.5%. However, we are confident that the fund will be able to pick up in the near term.

PMB Model Portfolio (%)	
Fund Name	Jan
AmBon Islam	30
OSK-UOB Big Cap China Enterprise Fund	40
OSK-UOB Smart Treasure	30
Total	**100**

PMB Portfolio vs KLCI

Date	KLCI	% Change	PMB Portfolio	% Change
31/12/2008	876.75	+2.6	99.1	-0.9
16/12/2008	854.80	-	100.0	-

Source: PCM

Flavour for the Month

Funds Recommendation for January 2009

Region	Equity	Mixed Assets	Fixed Income
Malaysia	OSK-UOB Smart Treasure ☝	Hwang Select Income	Hwang Select Bond
(Conventional)	ASM First Public	RHB Goldenlife 2010	Avenue BondEXTRA
		ING Managed Growth	
Islamic Malaysia	ASM Dana Al-Aiman	PruDana Al-Islah	AmBon Islam ☝
	TA Islamic	Hwang Dana Fahim	RHB Islamic Bond
	Amanah Saham Wanita (Asnita)	RHB Mudharabah	
		Pru Dana Dinamik	
Asia	OSK-UOB Resources	OSK-UOB Muhibbah Income	
	PruAsia Pacific Equity	PruAsia Select Income	
	OSK-UOB Big Cap China Ent ☝	OSK-UOB Golden Dragon	
	TA South East Asia		
Global	PruGlobal Leader		
	PruGlobal Basics		

Source: PCM ☝ Preferred fund

- Avenue EquityEXTRA Fund's performance has shown significant improvement last month. The fund will be included into the watch list for monitoring of performance consistency before it is included into our recommended list.

- OSK-UOB Big Cap China Ent Fund have reached the minimum 1 year duration criteria for fund consideration. Due to its commendable performance vs risk and decent fund size, we have shortlisted the fund into our recommended universe.

- Hwang Select Bond had proven themselves with consistent performance and commendable ranking. The fund invests in a well diversified portfolios of AAA grade (20%), AA grade(45%) and A grade(21%) fixed income securities. We favour the fund for its diversified portfolio, decent fund size and performance and had shorlisted the fund.

- AmOasis Global Islamic Equity and OSK-UOB Growth and Income focus had been removed from the list due to its fund size and had been replaced with ING Global Dividend, Hwang Global Infrastructure and ING Managed Growth.

- Two new funds launched:
  - OSK-UOB Capital Protected KLCI Advantage Fund (Offer Period: 8 Jan 09 – 21 Feb 09)
  - AmStaples Fund (Offer Period: 17 Dec 08 – 30 Jan 09)

Tracking our Recommendations

Category	November 2008	December 2008	January 2009
EQUITY			
Growth - Malaysia	OSK-UOB Smart Treasure	OSK-UOB Smart Treasure	OSK-UOB Smart Treasure
	ASM First Public	ASM First Public	ASM First Public
Islamic Growth - Malaysia	ASM Dana Al-Aiman	TA Islamic	ASM Dana Al-Aiman
	TA Islamic	Amanah Saham Wanita (Asnita)	TA Islamic
	Amanah Saham Wanita (Asnita)	ASM Dana Al-Aiman	Amanah Saham Wanita (Asnita)
Offshore - Asia	CIMB Greater China	PruAsia Pacific Equity	OSK-UOB Resources
	CIMB Emerging Asia	OSK-UOB Resources	PruAsia Pacific Equity
	TA South East Asia	TA South East Asia	OSK-UOB Big Cap China Ent
	OSK-UOB Resources		TA South East Asia
Offshore - Global	CIMB Global Titans	PruGlobal Leader	PruGlobal Leader
	PruGlobal Leader	PruGlobal Basics	PruGlobal Basics
	PruGlobal Basics	AmOasis Global Islamic Eq.	ING Global Dividend
	CIMB MENA Fund		Hwang Global Infrastructure
MIXED ASSETS			
Malaysia	OSK-UOB Gr & Inc Focus	OSK-UOB Gr & Inc Focus	Hwang Select Income
	RHB Goldenlife 2010	Hwang Select Income	RHB Goldenlife 2010
	PruBalanced	RHB Goldenlife 2010	ING Managed Growth
Islamic - Malaysia	PruDana Al-Islah	PruDana Al-Islah	PruDana Al-Islah
	RHB Mudharabah	RHB Mudharabah	Hwang Dana Fahim
		Pru Dana Dinamik	RHB Mudharabah
	Hwang Dana Fahim	Hwang Dana Fahim	Pru Dana Dinamik
Offshore	CIMB Global Asset Spectra	OSK-UOB Muhibbah Income	OSK-UOB Muhibbah Income
	PruAsia Select Income	PruAsia Select Income	PruAsia Select Income
	OSK-UOB Muhibbah Income	OSK-UOB Golden Dragon	OSK-UOB Golden Dragon
	OSK-UOB Golden Dragon		
FIXED INCOME			
Conventional	Avenue BondEXTRA	Avenue BondEXTRA	Hwang Select Bond
	CIMB Xcess Income		Avenue BondEXTRA
Islamic	AmBon Islam	AmBon Islam	AmBon Islam
	RHB Islamic Bond	RHB Islamic Bond	RHB Islamic Bond
	CIMB Islamic ST Sukuk		

Source: PMB

From the Scoreboard

	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)
	Equity – Growth - Malaysia									
	Alliance Tactical Growth	02/09/04	-24.85	-37.61	-37.61	14.85	16.27	-2.31	19	12
E	ASM KMB Dana Pertumbuhan	28/12/72	-21.52	-33.76	-33.76	-5.94	14.08	-2.40	12	17
E	ASM First Public	20/04/92	-19.58	-26.97	-26.97	6.22	11.57	-2.33	4	14
E	ASM Premier	12/06/95	-20.49	-30.10	-30.10	-8.44	11.89	-2.53	7	22
E	ASM Index	25/03/02	-18.23	-28.08	-28.08	5.55	12.07	-2.33	6	13
E	Avenue DividendEXTRA	18/03/05	-9.07	-22.56	-22.56	9.36	11.61	-1.94	1	2
E	Avenue EquityEXTRA	10/09/99	-14.64	-27.74	-27.74	3.69	13.69	-2.03	5	4
E	CIMB Equity Aggressive Fund 3	12/0/98	-27.10	-43.24	-43.24	0.92	16.89	-2.56	23	24
E	CMS Premier	26/11/96	-34.72	-52.21	-52.21	12.02	21.18	-2.47	24	18
E	CMS Malaysian Global Inc	09/11/07	-22.57	-36.60	-36.60	-	16.22	-2.26	17	9
	Hwang Select Opportunity	07/09/01	-20.66	-36.85	-36.85	3.36	18.33	-2.01	18	3
E	ING Blue Chip	12/04/04	-21.58	-35.56	-35.56	16.06	14.26	-2.49	15	20
E	ING Tactical	23/04/04	-29.86	-42.97	-42.97	-7.48	18.86	-2.28	22	10
E	Kenanga Growth	17/01/00	-13.51	-24.73	-24.73	26.85	11.94	-2.07	3	5
E	OSK-UOB Smart Treasure	07/09/04	-19.71	-33.07	-33.07	67.60	15.37	-2.15	10	6
E	Phillip Master First Ethical	18/06/03	-20.86	-38.84	-38.84	-41.80	16.51	-2.35	20	15
E	Phillip Master Equity Growth	28/06/03	-21.31	-31.63	-31.63	-3.39	12.66	-2.50	8	21
E	PruGrowth	29/05/01	-22.22	-35.97	-35.97	7.86	15.02	-2.40	16	16
E	PruEquity Income	18/10/04	-18.20	-31.96	-31.96	0.56	14.68	-2.18	9	7
E	RHB Capital	12/04/95	-22.89	-35.47	-35.47	-2.35	13.89	-2.55	14	23
E	RHB GoldenLife 2030	21/02/05	-12.98	-23.77	-23.77	51.88	13.59	-1.75	2	1
E	TA Growth	01/07/96	-16.75	-33.58	-33.58	10.78	14.59	-2.30	11	11
E	TA Comet	01/10/99	-27.15	-41.97	-41.97	11.00	18.69	-2.25	21	8
E	TA High Growth	07/06/04	-20.13	-35.39	-35.39	29.96	14.24	-2.49	13	19
	AVERAGE (24)		**-20.86**	**-34.19**	**-34.19**	**9.09**	**14.92**	**-2.29**		
	Equity– Islamic Growth – Msia									
E	Alliance Dana Abid	25/03/04	-22.77	-34.37	-34.37	27.42	13.10	-2.62	10	15
E	AmIslamic Growth	10/09/04	-22.41	-34.29	-34.29	11.98	14.27	-2.40	9	7
E	AmIttikal	12/01/93	-20.09	-33.52	-33.52	11.38	12.92	-2.59	8	12
E	ASM Dana Al-Aiman	19/05/97	-18.59	-25.81	-25.81	5.46	10.69	-2.41	2	8
E	ASM Dana Bestari	03/10/02	-19.29	-29.48	-29.48	-0.56	12.28	-2.40	5	6
E	ASM Dana Mutiara	05/08/04	-29.09	-38.88	-38.88	-11.95	12.67	-3.07	13	17
E	ASM Syariah Aggressive	21/11/05	-32.26	-44.87	-44.87	-23.70	17.26	-2.60	15	13
	Asnita	04/05/98	-16.38	-31.46	-31.46	2.00	10.95	-2.87	6	16
E	CIMB Islamic Equity Aggressive	15/06/95	-32.29	-49.04	-49.04	-2.72	19.48	-2.52	17	11
E	CMS Islamic	15/08/02	-32.94	-48.36	-48.36	25.72	19.54	-2.47	16	9
E	Hwang AIIMAN Growth	08/10/02	-14.64	-26.24	-26.24	18.17	12.27	-2.14	4	3
E	ING Ekuiti Islam	23/04/04	-27.58	-40.89	-40.89	20.18	17.89	-2.29	14	4
E	Kenanga Syariah Growth	29/01/02	-14.15	-26.02	-26.02	27.24	11.14	-2.34	3	5

	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– Islamic Growth – Msia									
E	OSK-UOB Dana Islam	26/10/01	-17.89	-31.95	-31.95	26.37	12.85	-2.49	7	10
E	PruDana Al-ilham	14/08/02	-24.94	-36.89	-36.89	19.36	18.40	-2.00	12	1
E	RHB Islamic Growth	26/01/04	-23.20	-36.81	-36.81	8.47	14.07	-2.62	11	14
E	TA Islamic	24/04/01	-15.23	-25.34	-25.34	17.09	12.27	-2.07	1	2
	AVERAGE (17)		**-22.57**	**-34.95**	**-34.95**	**10.70**	**14.24**	**-2.46**		
	Equity- Small Cap - Malaysia									
	Alliance Vision	01/03/00	-29.51	-44.73	-44.73	14.62	18.57	-2.41	5	3
E*	CIMB Islamic Small Cap	20/04/04	-33.07	-39.65	-39.65	1.45	24.30	-1.63	3	1
	ING Hwang Growth Opportunities	23/04/04	-28.65	-43.35	-43.35	-10.16	17.60	-2.46	4	4
E	PruSmall-Cap	29/05/01	-23.06	-38.60	-38.60	9.96	17.04	-2.27	2	2
E	TA Small Cap	09/02/04	-18.23	-31.94	-31.94	-0.40	12.59	-2.54	1	5
	AVERAGE (5)		**-26.51**	**-39.65**	**-39.65**	**3.10**	**18.02**	**-2.26**		
	Equity- Offshore – Asia									
	CIMB Emerging Asia	22/11/05	-35.23	-48.65	-48.65	-18.29	31.21	-1.56	14	6
*	CIMB Islamic Asia Pacific Equity	02/06/06	-29.54	-39.16	-39.16	-	24.22	-1.62	6	8
	CIMB Greater China	12/06/07	-30.37	-45.82	-45.82	-	33.38	-1.37	10	2
	CIMB ASEAN Equity	12/09/07	-34.44	-43.01	-43.01	-	23.15	-1.86	8	12
	HwangDBS Asia Quantum	15/04/04	-22.62	-27.11	-27.11	1.15	15.96	-1.70	1	9
	ING China Access	11/01/08	-26.96	-	-	-	-	-	-	-
	OSK-UOB Asia Pacific	06/01/06	-33.47	-47.88	-47.88	-	30.02	-1.59	13	7
	OSK-UOB Resources	16/05/06	-32.90	-37.52	-37.52	-	24.77	-1.51	5	4
	OSK-UOB Big Cap China Ent	03/12/07	-22.53	-33.77	-33.77	-	28.16	-1.20	3	1
	OSK-UOB Asian Growth Opp	08/01/08	-44.84	-	-	-	-	-	-	-
	Pheim Asia Ex-Japan	30/06/06	-34.32	-47.23	-47.23	-	24.31	-1.94	11	14
*	Pheim Asia Ex-Japan Islamic	01/11/06	-33.49	-41.97	-41.97	-	23.39	-1.79	7	11
	PruAsia Pacific Equity	21/07/05	-29.62	-37.34	-37.34	-20.63	26.84	-1.39	4	3
*	PruAsia Pacific Syariah Equity	22/11/07	-27.09	-30.02	-30.02	-	19.81	-1.52	2	5
	RHB Dividend Value Equity	13/07/05	-28.75	-43.56	-43.56	-5.13	22.71	-1.92	9	13
	TA South East Asian Equity	28/11/05	-37.49	-47.41	-47.41	-7.01	26.64	-1.78	12	10
	AVERAGE (16)		**-31.48**	**-40.75**	**-40.75**	**-9.98**	**25.33**	**-1.63**		
	Equity - Offshore – Others									
	Alliance Global Diversified Property	09/07/07	-38.66	-46.21	-46.21	-	27.70	-1.67	14	11
	Alliance Global Equity Fund	19/05/06	-31.60	-40.59	-40.59	-	23.64	-1.72	10	13
*	AmOasis Global Islamic Equities	04/05/06	-27.50	-37.41	-37.41	-	22.72	-1.65	6	9
*	AmPrecious Metal	06/12/07	-37.23	-31.88	-31.88	-	53.78	-0.59	3	1
	CIMB Global Titans	18/07/05	-16.21	-24.33	-24.33	-15.96	14.72	-1.65	1	10
	CIMB Climate Change Equity	27/09/07	-40.24	-49.52	-49.52	-	35.79	-1.38	16	4
	CIMB MENA Equity	18/02/08	-53.92	-	-	-	-	-	-	-
	Hwang Global Property	19/04/06	-34.26	-42.49	-42.49	-	29.89	-1.42	11	5

	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 – Others									
	Hwang Global Infrastructure	25/04/07	-29.94	-38.50	-38.50	-	19.92	-1.93	8	14
	Hwang Environment Opportunity	18/09/07	-32.49	-34.72	-34.72	-	30.72	-1.13	4	2
	ING Global Real Estate	08/08/06	-33.09	-43.16	-43.16	-	27.06	-1.59	12	8
	ING Global Dividend	09/04/07	-27.70	-38.04	-38.04	-	19.61	-1.94	7	15
	PruGlobal Leaders	23/03/06	-41.10	-46.60	-46.60	-	30.14	-1.55	15	7
	PruGlobal Basics	17/01/07	-46.80	-43.31	-43.31	-	36.03	-1.20	13	3
	PruGlobal Emerging Markets	11/01/08	-36.29	-	-	-	-	-	-	-
	RHB Global Multi Manager	23/08/07	-19.49	-27.34	-27.34	-	11.46	-2.39	2	16
	TA European Equity	20/03/07	-30.23	-39.98	-39.98	-	26.20	-1.53	9	6
	TA ABN AMRO Utilities	15/08/07	-29.53	-36.18	-36.18	-	21.67	-1.67	5	12
	AVERAGE (18)		**-33.68**	**-38.77**	**-38.77**	**-15.96**	**26.94**	**-1.56**		
	Mixed Assets - Malaysia									
	Alliance First	16/01/96	-17.99	-30.03	-30.03	4.72	11.45	-2.62	15	15
E	ASM Balanced	06/12/97	-16.29	-25.48	-25.48	-18.34	8.63	-2.95	13	17
E	CMS Balanced	23/05/01	-23.67	-36.57	-36.57	-4.58	17.36	-2.11	17	10
E	Hwang Select Balanced	28/07/03	-9.61	-18.41	-18.41	22.60	8.93	-2.06	6	9
	Hwang Select Income	06/01/05	-1.76	-4.73	-4.73	15.74	4.38	-1.08	1	2
E	ING AMInvest Balanced	23/04/04	-12.95	-20.09	-20.09	9.41	8.16	-2.46	8	13
E	ING Managed Growth	23/04/04	-11.05	-20.64	-20.64	13.41	8.62	-2.39	9	12
E	ING RHB Diversified	23/04/04	-15.70	-28.80	-28.80	-5.37	10.72	-2.69	14	16
	KAF Jade	01/11/06	-9.67	-17.25	-17.25	-	9.35	-1.84	4	6
E	OSK-UOB Kidsave	10/05/99	-8.22	-13.26	-13.26	43.55	9.09	-1.46	3	3
E	OSK-UOB Growth&Income Focus	07/01/05	-10.22	-19.52	-19.52	96.78	12.65	-1.54	7	4
	Pheim Emerging Co Balanced	28/01/02	-25.58	-35.23	-35.23	-4.31	18.35	-1.92	16	7
	PruBalanced	29/05/01	-11.48	-21.73	-21.73	21.19	8.56	-2.54	11	14
E	PruDynamic	06/11/03	-10.53	-23.19	-23.19	24.74	10.82	-2.14	12	11
E	RHB Goldenlife 2010	21/02/05	1.69	-5.23	-5.23	36.18	5.08	-1.03	2	1
E	RHB Goldenlife 2020	21/02/05	-9.06	-17.56	-17.56	49.23	10.77	-1.63	5	5
E	TA Income	06/05/02	-10.69	-21.29	-21.29	8.42	10.88	-1.96	10	8
	AVERAGE (17)		**-11.93**	**-21.12**	**-21.12**	**19.59**	**10.22**	**-2.03**		
	Mixed Assets –Islamic- Msia									
E	Alliance Dana Alif	02/26/03	-18.57	-25.71	-25.71	-	10.19	-2.52	6	10
E*	AmIslamic Balanced	10/09/04	-15.95	-25.31	-25.31	13.29	10.00	-2.53	5	11
E*	Avenue SyariahEXTRA	12/03/96	-17.54	-31.63	-31.63	-8.31	14.69	-2.15	10	7
E	CIMB Islamic Balanced Growth	26/05/03	-16.28	-28.98	-28.98	9.35	16.00	-1.81	8	2
E	CMS Islamic Balanced	06/12/04	-22.99	-35.34	-35.34	4.57	17.23	-2.05	11	4
E	Hwang Dana Fahim	28/06/04	-9.28	-17.98	-17.98	11.36	8.49	-2.12	2	6
E	Dana Makmur Pheim	28/01/02	-20.74	-27.15	-27.15	10.09	12.18	-2.23	7	8
E	Pru Al-Islah	14/08/02	-3.51	-6.84	-6.84	7.51	6.27	-1.09	1	1
E	Pru Dana Dinamik	06/11/03	-11.58	-22.70	-22.70	25.93	10.76	-2.11	4	5

	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 –Islamic- Msia									
E	RHB Mudharabah	09/05/96	-10.75	-18.91	-18.91	14.12	10.16	-1.86	3	3
E	TA Dana Optimix	17/01/05	-18.79	-31.27	-31.27	0.79	13.23	-2.36	9	9
	AVERAGE (11)		**-15.09**	**-24.71**	**-24.71**	**8.87**	**11.75**	**-2.08**		
	Mixed Assets – Offshore									
	Alliance Optimal Income	02/09/04	-20.56	-30.27	-30.27	-4.13	13.50	-2.24	8	11
	Alliance Adv GEM Treasures	23/10/07	-28.74	-34.89	-34.89	-	20.58	-1.70	11	8
	CIMB Global Asset Spectra	13/11/06	-22.58	-21.64	-21.64	-	14.37	-1.51	3	3
	CMS Asia Pacific Oriental	24/08/06	-27.81	-33.70	-33.70	-	23.68	-1.42	10	1
*	OSK-UOB Muhibbah Income	12/03/07	-10.35	-13.77	-13.77	-	9.08	-1.52	2	4
	OSK-UOB Golden Dragon	08/05/07	-16.34	-32.73	-32.73	-	22.11	-1.48	9	2
E	OSK-UOB Thematic Growth	26/09/07	-12.52	-23.60	-23.60	-	10.89	-2.17	4	10
	PruAsia Select Income	18/11/05	-10.48	-23.91	-23.91	10.44	12.75	-1.87	5	9
	PruEnhanced Income	28/05/07	-7.95	-13.59	-13.59	-	8.56	-1.59	1	5
*	TA Asia Pac Islamic Balanced	07/11/06	-21.23	-27.13	-27.13	-	16.92	-1.60	6	6
	TA Global Asset Allocator	12/06/06	-24.98	-28.17	-28.17	-	16.78	-1.68	7	7
	AVERAGE (11)		**-18.69**	**-25.88**	**-25.88**	**5.47**	**15.12**	**-1.75**		
	Fixed Income^									
	Alliance Global Bond	19/05/06	7.70	8.05	8.05	-	8.28	0.97	1	5
	AMNRaya Unit Trust	21/09/06	1.11	-0.67	-0.67	-	6.51	-0.10	12	12
E	Avenue IncomeEXTRA	10/09/99	-5.58	-5.26	-5.26	1.63	11.30	-0.47	17	16
	Avenue BondEXTRA	08/10/02	-3.98	-3.66	-3.66	4.04	9.82	-0.37	15	13
E	CIMB Bond	15/11/95	3.72	2.35	2.35	11.83	3.36	0.70	7	7
E	CIMB Strategic Bond	23/03/04	3.14	-4.88	-4.88	13.85	5.88	-0.83	16	17
	CIMB Xcess Income	20/04/06	1.71	2.91	2.91	-	0.45	6.47	4	2
E	CIMB Multi-Maturity Income 1	18/08/06	-2.85	0.09	0.09	-	3.97	0.02	9	9
	CIMB Global Income	21/03/07	3.79	2.55	2.55	-	2.05	1.25	5	3
E	CIMB Lifecycle-2017	12/07/07	-15.96	-23.16	-23.16	-	9.24	-2.51	18	20
E	CIMB Lifecycle-2022	13/07/07	-21.88	-29.94	-29.94	-	12.92	-2.32	19	18
E	CIMB Lifecycle-2027	14/07/07	-23.18	-31.69	-31.69	-	13.55	-2.34	20	19
	CMS Bond	15/08/02	1.81	3.58	3.58	13.62	0.21	17.06	3	1
	Hwang Select Bond	28/07/03	2.69	2.45	2.45	14.19	2.41	1.02	6	4
E	ING Income Plus	23/04/04	5.10	2.22	2.22	9.78	4.56	0.49	8	8
	ING Annual Alpha	08/04/08	-0.47	-	-	-	-	-	-	-
	ING Annual Income Climate	10/09/08	-	-	-	-	-	-	-	-
	KAF Bond	01/11/06	5.56	3.67	3.67	-	4.10	0.90	2	6
	OSK-UOB Income	26/02/03	-0.60	-2.81	-2.81	10.12	7.48	-0.38	14	14
	Pheim Income	28/01/02	-1.91	-0.32	-0.32	16.64	3.51	-0.09	11	11
	PruBond	29/05/01	2.69	-2.00	-2.00	6.13	5.11	-0.39	13	15
	RHB Commodities Cap Protected	30/04/08	-1.06	-	-	-	-	-	-	-
E	RHB Goldenlife Today	21/02/05	1.50	-0.24	-0.24	26.77	3.50	-0.07	10	10
	AVERAGE (23)		**-1.68**	**-3.84**	**-3.84**	**11.69**	**5.91**	**0.95**		

	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-Islamic^									
	AMNRaya Syariah Trust	21/09/06	1.19	-1.56	-1.56	-	6.16	-0.25	7	7
E	AmBond Islam	20/01/00	5.80	3.94	3.94	12.68	4.76	0.83	1	3
	Avenue AsnitaBOND	18/03/05	2.82	2.42	2.42	10.49	5.73	0.42	4	5
E	CIMB Islamic Enhanced Sukuk	23/02/05	-4.37	-9.60	-9.60	8.86	5.32	-1.80	8	8
	CIMB Islamic Short Term Sukuk	20/04/06	1.91	3.01	3.01	-	0.94	3.20	3	1
	CIMB Islamic Kausar LC-2017	12/07/07	-13.51	-17.89	-17.89	-	8.35	-2.14	9	11
	CIMB Islamic Kausar LC-2022	13/07/07	-20.89	-24.58	-24.58	-	12.13	-2.03	10	9
	CIMB Islamic Kausar LC-2027	14/07/07	-21.81	-26.13	-26.13	-	12.35	-2.12	11	10
E	ING BON Islam	23/04/04	3.43	2.41	2.41	10.89	2.25	1.07	5	2
E	PruDana Wafi	21/02/05	3.91	1.61	1.61	11.00	4.15	0.39	6	6
E	RHB Islamic Bond	25/08/00	4.88	3.03	3.03	6.78	5.49	0.55	2	4
	AVERAGE (11)		**-3.33**	**-5.76**	**-5.76**	**10.12**	**6.15**	**-0.17**		
	KLCI		**-26.11**	**-39.33**	**-39.33**	**-2.56**				

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

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)

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For Phillip Capital Management Sdn Bhd

Nona Salleh
Executive Chairperson