

FUND OBJECTIVE

To provide a steady appreciation of the net asset value of the Fund with regular flow of income to our investors through investments in debt securities that are permissible under Shariah Principles.

INVESTOR PROFILE

The fund suitable for investor who prefer a consistent and steady appreciation in value through investment in debt instruments permissible under Shariah Principles and processes an investment horizon in excess of 5 years.

FUND DETAILS

- Fund Size (October 31, 2008) : 111.461 mill
- Unit NAV (October 31, 2008) : 0.4568
- Financial Year : May 31
- Fund Category : Bond Fund
- Fund Type : Income Fund
- Fund Inception : 27 April 2004
- Initial Sales Charge : 1.00% of NAV per unit
- Management Fee : Profit sharing scheme of 15:85 from Net Investment Income of the Fund.
- Trustee Fee : 0.07% per annum of NAV
- Investment Manager : Mayban Investment Management Sdn.Bhd.
- Benchmark : 12-month Maybank Mudharabah General Investment Account

FUND MANAGER'S REVIEW

The bond market rally intensified throughout October buoyed by safe haven flows. Trading volume for MGS jumped to RM42.6bn in October, a 75.9% increase from September. Nevertheless, the bullish momentum reversed towards the last week of October with short to medium term yield reverting back close to the levels at the beginning of the month. The exception was the 10-year MGS yield which ended 23bps lower by 31 October as inflation risk subsided. Key events which drove the market are:

- Lower inflation expectations. CPI for September 2008 of 8.2% was marginally lower than the previous two consecutive months' 8.5% and is anticipated to ease further following reductions in pump prices.
- Expectations of interest rate cut. Bank Negara Malaysia Monetary Policy Committee (MPC) maintained the Overnight Policy Rate (OPR) at 3.5% during October 2008 while at the same time, issued a dovish statement implying its readiness to take action to support economy growth.

The only auction in October, the new issuance of RM3.5bn 10-year GII was sold at an average yield of 4.295%, which was at the higher end of market expected range and reported bid to cover ratio of 1.65 times, lower than YTD average of 1.93 times. The 3-year and 5-year MGS yield was rather unchanged at month end, down by 5 bps and 1 bps respectively on the back of stable OPR expectation, at least until year end.

Outlook/Strategy

We believe that yield should moderate further on the back of easing oil and other commodity prices. Concern on local political uncertainties has subsided whereas weakening of the Ringgit against US Dollar will continue to persist amidst global economic risk. The bond market direction would therefore be rather event driven as current market condition, mainly on the global side, remains volatile. Trading in PDS would remain selective in higher credit and liquid papers.

PERFORMANCE RECORD

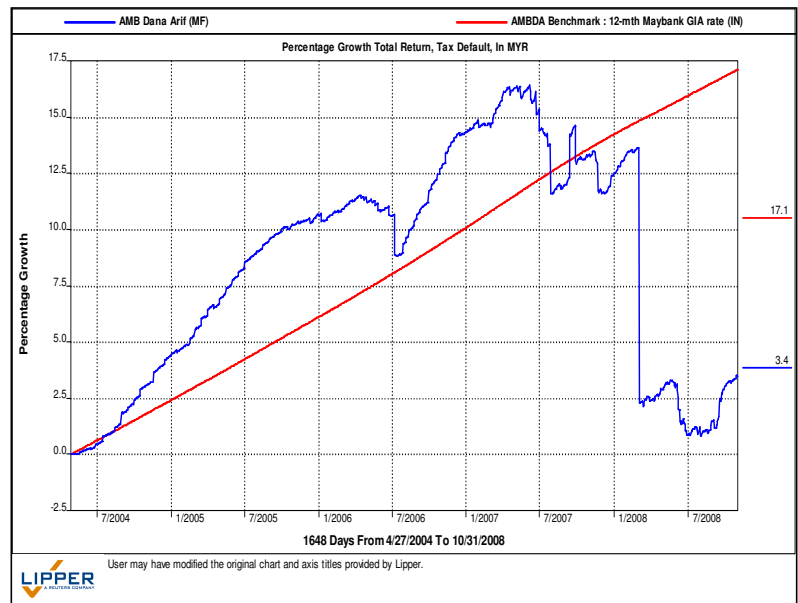
Cumulative Total Return

	%	Rank
• 6 - Month	0.46	5/19
• 1 - Year	-8.71	18/19
• 3 - Year	-6.14	14/14

* Source : Lipper (G)-Category of Bond-Islamic

High/Low NAV

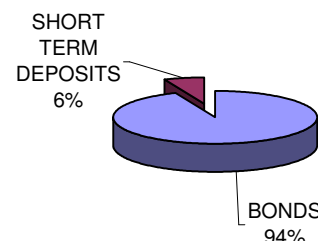
	High	Low
• 6 - Month	0.4561	0.4451
• 1 - Year	0.5018	0.4451
• 3 - Year	0.5272	0.4451
• 5 - Year	0.5334	0.4451



TOP 5 LARGEST HOLDINGS

- 1) RANHILL POWERTRON
- 2) JIMAH SDN BHD
- 3) IRIS CORPORATION BHD
- 4) SAJ HOLDINGS
- 5) KESTURI BHD

ASSET ALLOCATION AS AT OCTOBER 31, 2008



Investors are advised to read and understand the contents of the Master Prospectus dated September 17, 2008, before investing. This prospectus have been registered and lodged with the Securities Commission. Among others, investor should consider the fees and charges involved. The price of units and distributions payable, if any, may go down as well as up. Past performances of the fund should not be taken as indicative of its future performance. Units will only be issued on receipt of an application form referred to in and accompanying the Prospectus, which are obtainable at Amanah Mutual Berhad or any Maybank distribution branches.