

**Income Fund**

Long term investment for long term strategy

Fund Fact Sheet December 31, 2009

**INVESTOR PROFILE**

The Fund is suitable for investors who:-

- Seek a defensive investment solution that comprises Fixed Income Instruments and a minor portion of Equity.
- Seek returns from a professionally managed Fund that is well diversified across various asset classes.

**FUND DETAILS AS AT DECEMBER 31, 2009**

Unit In Circulation	: 19.605mil
Unit NAV	: RM 0.5140
Financial Year	: September 30
Fund Category	: Fixed Income Fund
Fund inception	: November 25, 2004
Initial Sales Charge	: 2.00% of NAV per unit
Annual Management Fee	: 1.00% of NAV (Bond)
	: 1.50% of NAV (Equity)
Investment Manager	: UOB-OSK Asset Management Sdn Bhd
Benchmark	: 80% of the RAM Quantshop MGS Index
	: 20% of the performance of FBM Emas Index

**FUND MANAGER'S REVIEW**

**Market Review**

Equity

For the month of December, mid and small caps were in the limelight. Glove makers continued its strong run with Top Glove and Adventa rallying on the back of strong quarterly results. The broader index FBM Emas gained +1.5% to 8,508 pts while FBM Small Cap gained +3% to 10,166 pts, outstripping the gain posted by the FBM KLCI. The government announced that it was scaling back the real property gains tax (RPGT) ruling made in the Budget announcement. Under the new ruling, sale of properties held for more than 5 years would be exempted from the RPGT. This helped to lift sentiment on property stocks.

Fixed income

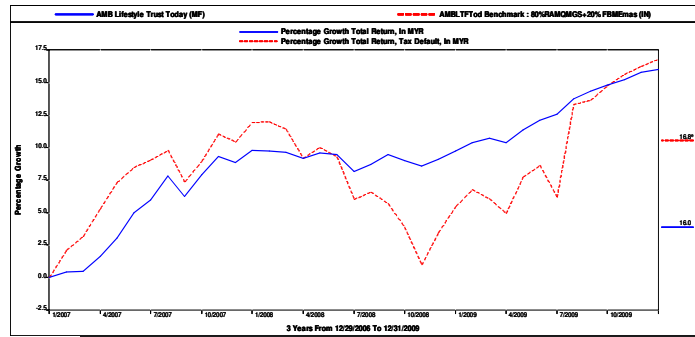
The headline inflation number is likely to turn positive in December as the high base effect wears off. On the primary issue front, the RM2.5 billion 2-year MGS reopening was issued at an average yield of 2.876% with a decent bid-to-cover ratio of 1.83 times. With that, BNM concluded all the 28 issuances of government securities scheduled for the year with a total gross issue amount of RM88.5 billion. At close, the MGS yield curve shifted higher across the board by 5 to 28 bps where the 3, 5, 10 and 20-year benchmark ending at 3.24%, 3.79%, 4.29% and 4.78% respectively.

**Comments**

For the month of Dec, the Fund underperformed its benchmark marginally due to its low equity exposure. We would look to increase our equity exposure on pullbacks.

**PERFORMANCE RECORD**

**3 Years Growth Total Return**



**Cumulative Total Return**

	Fund (%)	Rank
<b>6 - Month</b> (30 June 2009 - 31 Dec 2009)	3.05	9/9
<b>1 - Year</b> (31 Dec 2008 - 31 Dec 2009)	5.72	9/9
<b>3 - Year</b> (29 Dec 2006 - 31 Dec 2009)	16.02	6/6
<b>5 - Year</b> (31 Dec 2004 - 31 Dec 2009)	28.60	2/2

\* Source : Lipper (G) - Category of Target Maturity-Conventional

**High/Low NAV (RM)**

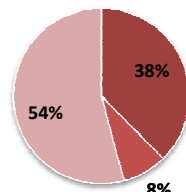
	High	Low
<b>6 - Month</b> (1 July 2009 - 31 Dec 2009)	0.5247	0.5089
<b>1 - Year</b> (1 Jan 2009 - 31 Dec 2009)	0.5247	0.5018
<b>3 - Year</b> (1 Jan 2007 - 31 Dec 2009)	0.5493	0.4960
<b>5 - Year</b> (1 Jan 2005 - 31 Dec 2009)	0.5493	0.4902

**Income Distribution**

	Net (sen per unit)
<b>2009</b>	1.59

**Asset Allocation as at December 31, 2009**

- Short Term Deposit + Cash
- Equities
- Bonds



**Equities**

Industrial	24.11
Finance	75.89

<b>TOTAL</b>	<b>100.00</b>
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**Top 5 Largest Holdings**

- 1) IJM CORPORATION BERHAD
- 2) PUBLIC BANK BERHAD-Tier 1
- 3) YTL POWER INTERNATIONAL BERHAD (Bond)
- 4) KMCOB CAPITAL BERHAD
- 5) CIMB BANK BERHAD

Based on the fund's portfolio returns as at December 15, 2009, the Volatility Factor (VF) for this fund is 2.6 and its Volatility Class (VC) is classified as "Very Low" (source: Lipper). The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The VC is assigned by Lipper based on quintile ranks of VF for qualified funds. The fund's portfolio may have changed and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

Investors are advised to read and understand the contents of the Master Prospectus dated September 17, 2009, and the First Supplementary Master prospectus dated October 30, 2009 before investing. These prospectuses 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 Prospectuses, which are obtainable at Amanah Mutual Berhad or any of its distribution branch.