

FUND OBJECTIVE

The fund seeks to provide investment opportunities that generate reasonable returns and growth over the tenure of the Fund while endeavouring to provide capital protection to Unit Holders.

INVESTOR PROFILE

The fund is suitable for Investor who:-

- Seek capital protection
- Wish to participate in the potential upside of global equities, interest rates or any other indices.
- Have low risk tolerance.
- Have a medium-term investment horizon.

FUND DETAILS

- Currency : Malaysian Ringgit MYR
- Fund Size (February 28, 2009) : 2,444.84 million
- Unit NAV (February 28, 2009) : 1.0527
- Financial Year : July 31
- Fund Category : Mixed Asset
- Fund Type : Income & Growth (close-ended)
- Fund Inception : May 12, 2008
- Maturity Date : July 5, 2013
- Tenure : 5 Years
- Initial Sales Charge : 1.50% on the NAV per unit.
- Management Fee : 1.00% per annum of NAV
- Trustee Fee : Up to 0.08 % per annum of the NAV
- Investment Manager : Permodalan Nasional Berhad
- Benchmark : 12-month Maybank fixed deposit rate

ASSET ALLOCATION

- Structured Products : Up to 80% of the Fund's Net Asset Value may be invested in Structured Products.
- PNB REIT : Up to 50% of the Fund's Net Asset Value may be invested in PNB REIT.
- Cash & any other capital market instruments : A minimum of 2% of the Fund's Net Asset Value will be invested in cash & any market instruments to provide for liquidity purposes.

MANAGER'S REVIEW

Fund Manager's Comments

In February 2009, the fund continued to maintain its asset allocation in the three asset classes of PNB REIT, cash equivalent instruments and structured products. No new investment was made in structured products due to the current low interest rate environment. The slowdown in economy globally coupled with the bearish trend of equities market has resulted in the underperformance of the underlying indices for the structured products. However, this underperformance is mitigated by the unrealized gain from the capital protection component of the structured products. The capital protection component continues to be in the money as Bank Negara Malaysia cut interest rates further by another 50 basis points to 2% on February 24, 2009.

The investment portfolio of PNB REIT as at 28th February 2009 is 95.64% invested in real estate with a value of RM 1,080,800,000 while 4.36% is in short term investment and cash amounting to RM 49,291,143. PNB REIT had invested in 7 real estates at a total cost of RM 967,300,150 with an average occupancy rate of 91.17%.

Outlook

With major economies now officially in recession, the IMF warned that the global economic growth may slow to below 0% this year. This will be the first time the world economy shrinks since the Second World War. Meanwhile, the World Bank expects the world economy to shrink by 1% in 2009. Major markets such as the S&P 500 and the Dow Jones Industrial Average Index (DJIA) have recently breached their 12 year lows. With the slowdown in economy, weak fundamental data and the possibility of recession, investors will continue to deem investment in equities as highly risky. Expect the global equities market to move in a sideways manner at best, with a high bias downwards. In Malaysia, market consensus is expecting Bank Negara Malaysia to cut interest rates further in 2H 2009 as the global slowdown continues to become a major risk to domestic growth. Interest rates would remain low throughout 2009.

PERFORMANCE RECORD

Cumulative Total Return

	%	Rank
• 6 month	4.1	6 / 28

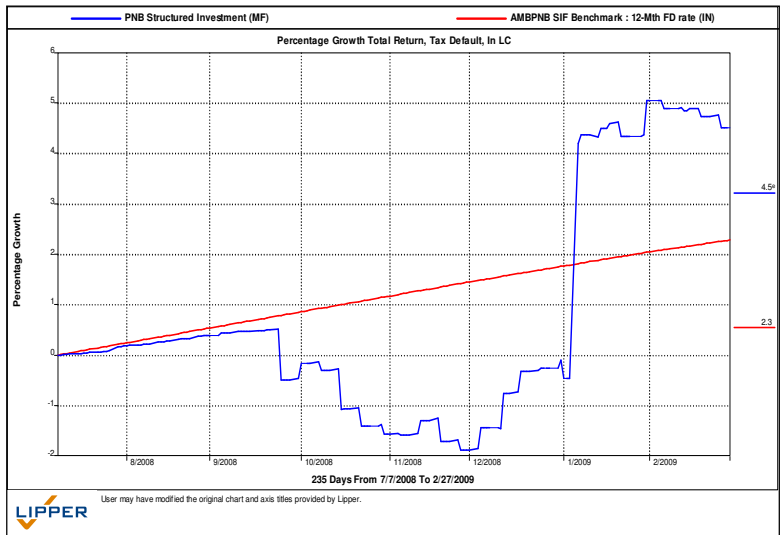
* Source : Lipper (G) - Category of Protected-Conventional

NAV (MYR)

	High	Low
• February 09	1.0527	0.9813
• As at February 3, 2009	: 1.0507	
• As at February 27, 2009	: 1.0527	

General Info

- FD Rate : 2.50%
- KLCI Price (As at February 3, 2009) : 879.67
- (As at February 27, 2009): 890.67



TOP 5 LARGEST HOLDINGS

- Structured Product 38%
- Cash 32%
- PNB REIT 30%

ASSET ALLOCATION AS AT FEBRUARY 28, 2009

