

**FUND OBJECTIVE**

To provide a balance between income and long-term (over 5 years) capital appreciation.

**INVESTOR PROFILE**

The Fund is suitable for all investors who are seeking a fully managed and balanced portfolio of investments and who have an investment horizon of 5 years or more.

**FUND DETAILS**

- Fund Size (January 31, 2009) : 224.71 mill
- Unit NAV (January 31, 2009) : 0.5107
- Financial Year : September 30
- Fund Category : Balanced Fund
- Fund Type : Growth & Income Fund
- Fund Inception : 19 September 1994
- Initial Sales Charge : 6.50 % of NAV per unit
- Management Fee : 0.85 % per annum of the NAV
- Trustee Fee : First RM20mill (0.06% NAV)  
 Next RM20mill (0.05% NAV)  
 Next RM20mill (0.04% NAV)  
 Next RM20mill (0.03% NAV)  
 Next RM20mill (0.02% NAV)  
 Any amount in excess of RM100mill (0.01%)
- Investment Manager : Mayban Investment Management Sdn. Bhd.
- Benchmark : 50% of the performance KLCI  
 : 40% of the 5 years Malaysian Government securities  
 : 10% of the 3-month Kuala Lumpur Interbank Offered Rates

**FUND MANAGER'S REVIEW**

**Market Review**

The ringgit sovereign bond market rallied during the second half of January after Bank Negara slashed the OPR by a staggering 75 bps to 2.50%. It also reduced banks' Statutory Reserve Requirement (SRR) to 2.00% from 3.00% previously, boosting liquidity in the banking sector. By the end of January, yields had plunged by 10 - 40 bps on a month-to-month basis, led by 3 yrs MGS.

The government securities auction calendar for 2009 was released in mid-January after a long delay. Amidst expectations that fiscal deficit will rise to 4.8% of GDP this year, the auction calendar consisted of a high number of offerings (27 compared with 22 in 2008). These also included plans for 7 private placements compared to 5 in 2008.

Bank Negara's first tender of the reopening of the 5-year MGS maturing 04/2014 drew weak response at a bid-to-cover ratio of just 1.46x compared to the 1.80 times cover in the 5-year MGS reopening in mid-November 2008. Average yield at the auction was 2.643% compared to 3.751% at the November auction. There was also a private placement of the same securities amounting to RM1.5bn.

In the PDS market, there was sustained demand for high-grade papers (AAA and AA). This was due primarily to the usual portfolio rebuilding activities at the start of the calendar year among investors and the pent-up demand for high-grade names following the strong rally along the MGS market.

**Manager's Comments**

Expectations of further rate cuts would overshadow supply concerns in the near term. The tone of January's MPC meeting indicates that the current policy rate is still accommodative and the urgent implementation of policy measures will be key towards ensuring that the Malaysian economy continues to experience positive growth in 2009. Bank Negara wants the reduction in interest rates to be reflected in lower borrowing costs which will ensure that the lending activities would not be impeded.

Activities remain scarce in the PDS market despite the arrival of the new calendar year. Risk appetite has yet to return even after the rally in the government bond market.

**PERFORMANCE RECORD**

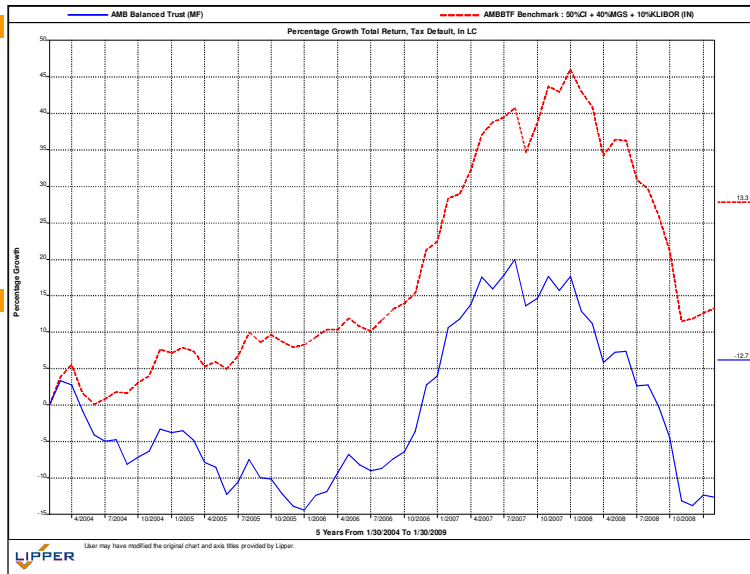
**Cumulative Total Return**

	%	Rank
• 6 - Month	-15.04	25 / 40
• 1 - Year	-22.61	25 / 40
• 3 - Year	-0.29	23 / 27
• 5 - Year	-12.69	21 / 22

\* Source : Lipper (G) - Category of Mixed Asset-Non Islamic

**High/Low NAV**

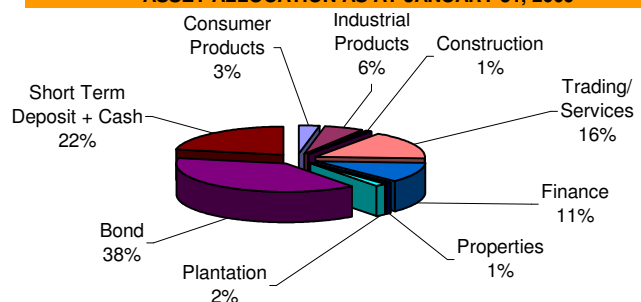
	High	Low
• 6 - Month	0.5992	0.4969
• 1 - Year	0.6719	0.4969
• 3 - Year	0.7027	0.4969
• 5 - Year	0.7027	0.4969



**TOP 5 LARGEST HOLDINGS**

- 1) KERISMA BERHAD
- 2) HARUM INTISARI SDN BERHAD
- 3) TENAGA NASIONAL BERHAD
- 4) AMMB HOLDINGS BERHAD
- 5) CIMB BANK BERHAD

**ASSET ALLOCATION AS AT JANUARY 31, 2009**



Investors are advised to read and understand the contents of the Master Prospectus dated September 17, 2008, and the First Supplementary Master Prospectus dated November 28, 2008 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 Prospectus, which are obtainable at Amanah Mutual Berhad or any Maybank distribution branches.