

**Income Fund**

Smart Investment Choice for Constant Capital Growth

**Fund Fact Sheet 30 June 2010**

**INVESTOR PROFILE**

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

**FUND DETAILS AS AT JUNE 30, 2010**

Unit In Circulation	: 63.496 mil
Unit NAV	: RM 0.5479
Financial Year	: May 31
Fund Category	: Bond Fund
Fund Inception	: April 27, 2004
Initial Sales Charge	: 1.00% of NAV per unit
Annual Management Fee	: Profit sharing scheme of 15:85 from Net Investment Income of the Fund.
Investment Manager	: CIMB Principal Asset Management Bhd (Effective from April 1, 2009)
Benchmark	: 12-month General Investment Account-rates
Asset Allocation	: Min 50% to max 98% in Islamic debt securities : Min 2% to max 50% in liquid assets and short-term Islamic money market instruments

**SHARIAH COMMITTEE MEMBERS**

- Dato' Dr. Abdul Halim bin Ismail
- Datuk Dr. Syed Othman bin Syed Hussin Al Habshi
- Prof. Dato' Dr. Abdul Monir bin Yaacob
- Prof. Dato' Dr. Mahmood Zuhdi bin Hj Ab. Majid

**FUND MANAGER'S REVIEW**

**Market Review**

For the month June, the MGS yield curve shifted lower by 4 to 10 bps led by muted inflation as well as strong demand for longer tenured MGS bonds. In tandem, the AAA curve shifted down by 2-7 bps.

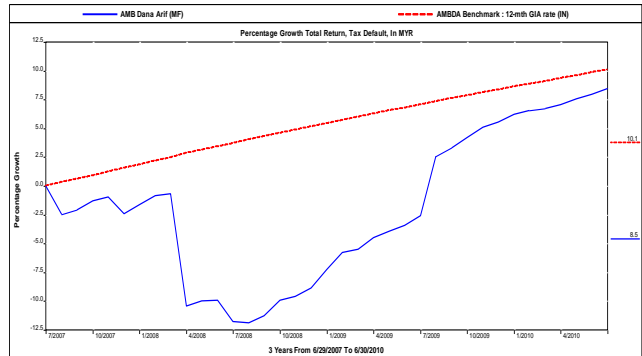
Notable issuances for the month were as follows :-  
National Bank of Abu Dhabi (NBAD) raised RM500mil in 5 year sukuk, rated AAA  
Maju Expressways raised RM550mil, tenures ranging 5-15years, rated AA-  
Ara Bintang raised RM330million in 5 year MTNS, rated AAA.

**Comments**

Bullish on corporate bonds as lack of supply provides impetus for narrowing credit spreads. Moreover, credit spreads are still attractive with 3, 5 and 10 year AAA credit spreads at 70, 85 and 120 bps above MGS. We believe lengthening duration will pay off in this segment. We recommend a core weightage in corporate bonds, while increasing allocation to MGS for selective trading play. We would also position for neutral to overweight portfolio duration.

**PERFORMANCE RECORD**

**3 Years Growth Total Return**



**Cumulative Total Return**

	Fund (%)	Rank
<b>6 - Month</b> (31 Dec 2009 - 30 June 2010)	2.11	10/19
<b>1 - Year</b> (30 June 2009 - 30 June 2010)	11.36	1/19
<b>3 - Year</b> (30 June 2007 - 30 June 2010)	8.47	14/16
<b>5 - Year</b> (30 June 2005 - 30 June 2010)	14.31	12/13

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

**High/Low NAV (RM)**

	High	Low
<b>6 - Month</b> (1 Jan 2009 - 30 June 2010)	0.5479	0.5367
<b>1 - Year</b> (1 July 2009 - 30 June 2010)	0.5479	0.5142
<b>3 - Year</b> (1 July 2007 - 30 June 2010)	0.5479	0.4451
<b>5 - Year</b> (1 July 2005 - 30 June 2010)	0.5479	0.4451

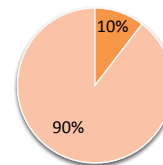
**Income Distribution**

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

\*Source : Extracted from the annual report of AMBDA which has been audited by our external auditor

**Asset Allocation as at June 30, 2010**

■ Short Term Deposit + Cash ■ Bonds



**Top 5 Largest Holdings**

- 1) JIMAH ENERGY VENTURES SDN BHD
- 2) SUNRISE BERHAD
- 3) KESTURI EKUITI SDN BHD
- 4) RANHILL BERHAD
- 5) DANGA CAPITAL BERHAD

Based on the fund's portfolio returns as at June 15, 2010, the Volatility Factor (VF) for this fund is 7.4 and its Volatility Class is classified as "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 branches.