

**Income Fund**  
Smart Investment Choice for Constant Capital Growth  
**Fund Fact Sheet 30 November 2010**

**INVESTOR PROFILE**

The Fund is suitable for investors seeking a medium term investment with regular consistent income and some potential for moderate capital growth.

**FUND DETAILS AS AT 30 NOVEMBER 2010**

Unit In Circulation	: 107.110 million
Unit NAV	: RM 0.7863
Financial Year	: June 30
Fund Category	: Bond Fund
Fund Inception	: June 19, 1996
Initial Sales Charge	: 2.00% of NAV per unit
Annual Management Fee	: 1.00 % of NAV
Benchmark	: 12- month fixed deposit rate of commercial banks
Asset Allocation	: Min 40% Max 98% in fixed income securities : Up to 60% in cash and money market

**FUND MANAGER'S REVIEW**

**Market Review**

Local government bonds generally trended higher this month, with the 5-year MGS benchmark rallying the most. The overall bullish tone was mainly driven by strong buying interest from offshore investors as foreign capital inflows continue to shift towards Asia, as the search for higher yielding assets extends further. On the economic front, GDP growth for 3Q2010 slowed down to 5.3% yoy from 8.9% yoy in 2Q2010, weighed down by slower export growth. Export continued to ease further to 6.9% yoy for the month of September 2010 while industrial output rose moderately to 5.6% yoy. Inflation was up slightly to 2.0% in October 2010 from 1.8% in September 2010, mainly due to an increase in food and transport prices. There was healthy demand for the new issuance of RM3.0 billion 10-years GII in the last week of the month, attracting a bid-to-cover ratio of 2.5 times and drawing an average yield of 4.0%. The 3-,5-,7- and 10-year benchmark yields eased by 4 to 15 bps to 3.13%, 3.28%, 3.62% and 3.83% respectively while the 20-year benchmark yield rose by 1.9bps to 4.15%.

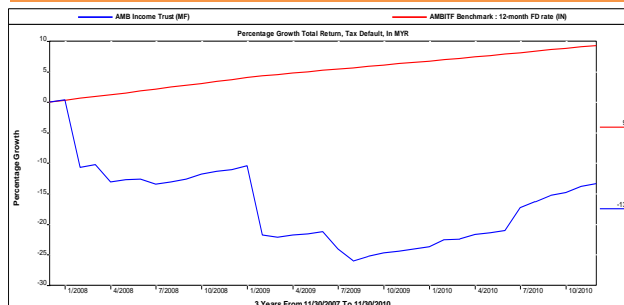
Bank Negara (BNM) decided to maintain the Overnight Policy Rate (OPR) at 2.75%. In its Monetary Policy Statement, BNM reiterated that the current OPR is appropriate and consistent with their latest assessment of economic growth and inflation prospects. BNM expect the overall growth will continue to be supported by robust domestic economic activity while inflation is projected to continue to remain moderate.

**Comments**

As we approach the year end holiday season, we believe sovereign yields will trade range bound amidst dwindling liquidity. We also believe local sovereign yields will continue to attract offshore flows as long as the US maintains its zero interest rate policy. We aim to switch to new issuances should primary yield pick up prove attractive, and stay neutral to benchmark as we approach the end of 2010.

**PERFORMANCE RECORD**

**3 Years Growth Total Return**



Use of the original chart and axis titles provided by Lipper.

**Cumulative Total Return**

	Fund (%)	Rank
<b>6 - Month</b> (31 May 2010 - 30 November 2010)	9.73	1/42
<b>1 - Year</b> (30 November 2009 - 30 November 2010)	14.14	1/40
<b>3 - Year</b> (30 November 2007 - 30 November 2010)	-13.33	31/33
<b>5 - Year</b> (30 November 2005- 30 November 2010)	-11.33	25/27

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

**High/Low NAV (RM)**

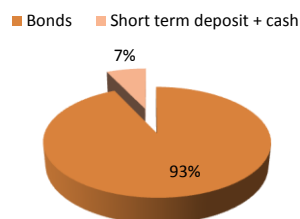
	High	Low
<b>6 - Month</b> (1 June 2010 - 30 November 2010)	0.7863	0.7167
<b>1 - Year</b> (1 December 2009 - 30 November 2010)	0.7863	0.6889
<b>3 - Year</b> (1 December 2007 - 30 November 2010)	0.9108	0.6644
<b>5 - Year</b> (1 December 2005 - 30 November 2010)	0.9815	0.6644

**Income Distribution**

	Net (sen per unit)
<b>2010</b>	NIL

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

**Asset Allocation as at 30 November 2010**



**Top 5 Largest Holdings in Bond**

- 1) AMBANK BERHAD
- 2) RHB CAPITAL BERHAD
- 3) HYUNDAI CAPITAL SERVICES
- 4) TEKNOLOGI TENAGA PERLIS SDN BHD
- 5) ARA BINTANG BERHAD

Based on the fund's portfolio returns as at December 15, 2010, the Volatility Factor (VF) for this fund is 10.8 and its Volatility Class (VC) 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, 2010 before investing. This prospectus has 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 is obtainable at Amanah Mutual Berhad or any of its distribution branches.