

## Growth & Income Fund

Smart Investment Choice for Constant Capital Growth

Fund Fact Sheet 31 October 2010

### INVESTOR PROFILE

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

### FUND DETAILS AS AT 31 OCTOBER 2010

Unit In Circulation	: 165.725 mil
Unit NAV	: RM 0.7322
Financial Year	: September 30
Fund Category	: Balanced Fund
Fund Inception	: September 19, 1994
Initial Sales Charge	: 6.50 % of NAV per unit
Annual Management Fee	: 1.50 % of NAV
Benchmark	: 50% of FBM KLCI : 50% of the Quantshop MGS Bond Index (Medium 3-7)
Asset Allocation	: Min 20% Max 60% in equities : Min 20% Max 60% in fixed income securities : Min 2% in liquid asset

### FUND MANAGER'S REVIEW

#### Market Review Equity

KLCI tested the 1,500-point psychological barrier several times before finally breaking through on the last trading day of the month. The buying continued to be driven largely by foreign funds as statistics from Bursa indicated that foreign shareholding in Malaysia surged 0.5%-percentage point in September to 21.7%, the highest level since September 2008. For the month, the KLCI gained 42 points or 2.9% to close at 1,506 points.

#### Fixed Income

The sovereign bond market came under selling pressure at the long end of the curve due to MGS oversupply concerns following the release of the 2011 Malaysian Budget. Market sentiment dampened as market players priced in an unexpected surge in public financing. The MGS yield curve steepened, with the 3 year benchmark yield rising 13bps to close at 3.3%, the 5 year and 10 year benchmark yields up 17bps and 20bps respectively to close at 3.4% and 3.8%.

Economic data released for the month confirmed that the domestic economy was headed for a slowdown. Malaysia's August, 2010 exports slowed for the fifth consecutive month to 10.6% (July, 2010 exports were 13.5% YoY). This was the weakest growth in 9 months. Meanwhile, August, 2010 imports grew by 16.5% YoY, again slower than 18.1% growth recorded in the previous month. Inflation remained fairly benign, with September 2010 CPI figure moderating to 1.8% YoY (previous month 2.1% YoY) primarily due to slower inflation on food and beverages and transportation expenses.

#### Comments Equity

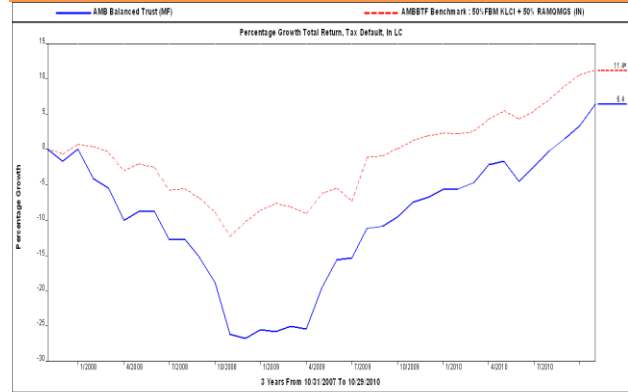
Quantitative Easing (QE) round 2 has been dominating the headlines. The Fed's recent statement of additional monetary accommodation until inflation is attained, has changed market expectations of how much QE rather than when it would be implemented. This also means that the global recovery will be drawn out and be below the trend rate, but the positive news is that the prospect of a double-dip has receded. This news dominated headlines, crowding out reports of positive data coming out of the US economy. It also resulted in portfolio shifts into risk assets. Malaysia will flow along with the liquidity wave riding emerging markets, as macro events will dominate flows over stock prospects and valuations. We maintain our asset allocation and beta to continue riding the wave. We expect the local market to reach a new high in the coming months.

#### Fixed Income

The local bond market will likely be influenced by external factors, affecting the performance of the MYR in the near term as well. External factors such as QE round 2, fears of a flaring currency war and the surprise rate hike by China, coupled with potential further increases in interest rates will influence market sentiment. We may see steepening of the yield curves as the purchases are targeted at the short end. Prolonged low interest environment in the developed economies will also exacerbate the flood of excess liquidity going into Asia. We reiterate our view that the corporate bond market will remain well supported in view of the lack of sizeable new offerings expected in the next few months. As a result, we believe investors will continue to look to secondary market offerings to fill their portfolios. We position neutral to benchmark duration, and aim to preserve our gains as we draw near to the end of the year.

### PERFORMANCE RECORD

#### 3 Years Growth Total Return



Use the mouse to enlarge the original chart and axis data provided by Lipper

#### Cumulative Total Return

	Fund (%)	Rank
<b>6 - Month</b> (30 April 2010 - 29 October 2010)	8.25	12/38
<b>1 - Year</b> (31 October 2009 - 29 October 2010)	15.02	9/38
<b>3 - Year</b> (31 October 2007 - 29 October 2010)	6.41	14/34
<b>5 - Year</b> (31 October 2005 - 29 October 2010)	42.50	22/25

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

#### High/Low NAV (RM)

	High	Low
<b>6 - Month</b> (1 May 2010 - 29 October 2010)	0.7322	0.6462
<b>1 - Year</b> (1 November 2009 - 29 October 2010)	0.7322	0.6347
<b>3 - Year</b> (1 November 2007 - 29 October 2010)	0.7322	0.4969
<b>5 - Year</b> (1 November 2005 - 29 October 2010)	0.7322	0.4969

#### Income Distribution

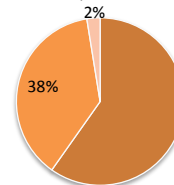
2010

Net (sen per unit)  
NIL

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

#### Asset Allocation as at 31 October 2010

- Equities
- Bonds
- Short term deposit + cash



#### Equities

Construction	6.32
Trading/Services	24.12
Finance	33.84
Properties	3.15
Industrial Products	5.20
Plantations	20.97
Consumer Products	3.83
IPC	2.57
<b>TOTAL</b>	<b>100.00</b>

#### Top 5 Largest Holdings

- 1) PUBLIC BANK BERHAD - BOND
- 2) HYUNDAI-BERJAYA SDN BHD - BOND
- 3) CIMB GROUP HOLDINGS BERHAD - EQUITY
- 4) MAYBANK BERHAD - EQUITY
- 5) SIME DARBY BERHAD-EQUITY

Based on the fund's portfolio returns as at November 15, 2010, the Volatility Factor (VF) for this fund is 10.9 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.