

The fund's objective is to attain a mix of regular income stream and possible capital growth via investments in listed equities, debt instruments and other assets that are permissible under the Shariah Principles.

Income & Growth Fund

Smart Investment Choice for Constant Capital Growth

Fund Fact Sheet 30 June 2011

INVESTOR PROFILE

Suitable for all investors who are seeking a fully managed and balanced portfolio of investments that conform to the Shariah Principles and has investment horizon of 5 years or more.

FUND DETAILS AS AT 30 JUNE 2011

Unit In Circulation	: 28,873 million
Unit NAV	: RM 0.6353
Financial Year	: November 30
Fund Category	: Balanced Fund (Shariah)
Fund Inception	: September 17, 2002
Initial Sales Charge	: 5.50% of NAV per unit
Annual Management Fee	: 1.00% of NAV (Bond) 1.50% of NAV (Equity)
Benchmark	: 60% of the FBM EMAS Shariah Index 40% of 12-month General Investment Account-rates
Asset Allocation	: Min 20% to Max 70% in equities Min 20% to Max 70% in debt instrument Min 2% in cash and cash equivalent

SHARIAH COMMITTEE MEMBERS

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

FUND MANAGER'S REVIEW

Market Review

Equity

For the month, the FBM KLCI rose 21 points or 1.3% to close at 1,579 points. The broader index FBM EMAS gained 1.4% to 10,842 points. Smaller caps once again underperformed as the FBM Small Cap fell 0.5% to 12,725 points as investors preferred the safer big cap names. Among the major regional bourses, Hong Kong and Taiwan markets suffered the worst declines whilst India and Indonesia index posted the biggest gains.

In the beginning of the month, Maybank and CIMB Group Holdings received separate approvals from Bank Negara Malaysia (BNM) to begin negotiations with the shareholders of RHB Capital Bhd on a potential merger. However three weeks later, both decided to end the takeover negotiations separately after failing to reach any agreement with RHB Capital Bhd. Meanwhile Khazanah and Temasek announced two proposed developments on a Joint Venture basis in Iskandar, Johor; namely an Urban Wellness development in Medini North and the Resort Wellness in Medini Central Pulau Indah. Prime Minister has unveiled 15 more investments, totalling MYR63.9 billion, under the MYR1.4 trillion Economic Transformation Programme (ETP). To date, 87 initiatives worth MYR170.3 billion have been unveiled since October 2010.

Fixed Income

Amidst the uncertainty on Greece and risk aversion in the USD credit space, the Malaysian government launched its benchmark USD2 billion sukuk with much success. The offering has been assigned A3/A- by Moody's and S&P's. In total, 320 global investors placed USD9 billion worth of orders, with strong support from Middle Eastern and Malaysian investors. The USD1.2 billion five-year bonds was priced at US Treasuries plus 145 basis points (bps) to yield 2.991% and the USD800 million 10-year bonds priced at US Treasuries plus 165 bps to yield 4.646%. The sukuk was issued through a special purpose vehicle, Wakala Global Sukuk. This is Malaysia's first sukuk to be offered under the wakala structure, which is a combination of leaseable assets, shares and commodities. In June the government announced further revisions in energy prices. With effect from 1 June, electricity tariffs were hiked by an average 7.12%. Gas prices will be hiked by RM3.00 per mmbtu every six months until it reaches market price. This leads market players to speculate that Bank Negara Malaysia (BNM) may rush to further tighten monetary policy on 7 July. Hence the short end of the curve was traded higher. However, more buying interest appeared when the industrial production index for April came in below consensus at 2.2%. Meanwhile, the May Consumer Price Index (CPI) release on 24 June showed a higher increase of 3.3% over 3.2% in April. This further sapped trading activities.

Manager's Comments

Equity

Inflation remains relatively high in Malaysia as a result of the withdrawal of subsidies for a number of price controlled items. The removal of subsidies and falling crude prices is positive for the country's fiscal position. Corporate profits remain firm, growing in line with the economy. The challenge is asset inflation arising from high demand of properties; however we feel that BNM and the commercial banks are prudent and will not go overboard in issuing credit. Malaysia has received some investment flows as a safe haven market. We believe the market is fairly valued for 2011 and will be rolling over to 2012 these few months.

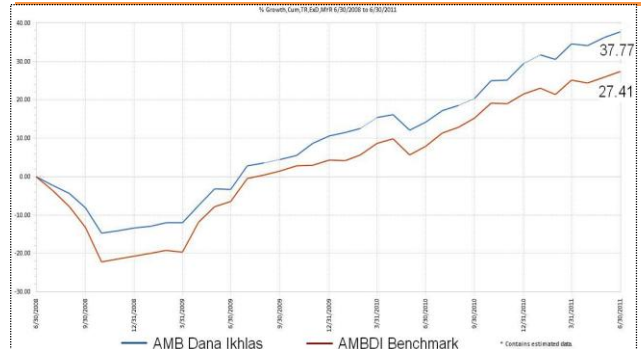
Fixed Income

BNM governor reiterated her view that the central bank will not overreact to inflationary pressures, having raised interest rates four times to the current 3%. This downplayed some expectations of a quick rate hike this month. Nevertheless ahead of the Monetary Policy Committee (MPC) meeting, we maintain our expectations that the central bank will raise the interest rate by 25 bps to 3.25% sometime in the third quarter of 2011. The market is also expecting BNM to raise the Statutory Reserve Ratio by a further 1.0%, bringing it back to the 2008 level of 4.00%, prior to the global financial crisis. With one more potential rate hike in the second half of 2011, sovereign bond yields are likely to be pressured on the shorter end of the curve. Nevertheless, taking into account the anticipated hike in Overnight Policy Rate by another 25 bps before pausing for the year and peaking inflation in the region, it may be the end of the interest rate normalization cycle in Malaysia. Therefore we expect the Malaysian Government Securities (MGS) yield curve to bullish flatten with demand from end-investors extending towards the mid and long end of the curve for the rest of 2011.

We continue to maintain our strategy with an 'overweight' on the corporate debt segment and aim to switch to new issuances should primary yield pick-up prove attractive. We have a neutral call on MGS with target buying on 5-year and above tenures.

PERFORMANCE RECORD

3 Years Growth Total Return



Cumulative Total Return

	Fund (%)	Rank
1 - Month (31 May 2011 - 30 June 2011)	1.08	7/19
6 - Month (31 December 2010 - 30 June 2011)	6.43	3/19
1 - Year (30 June 2010 - 30 June 2011)	20.63	1/19
3 - Year (30 June 2008 - 30 June 2011)	37.77	4/19
5 - Year (30 June 2006 - 30 June 2011)	58.98	10/18

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

High/Low NAV (RM)

	High	Low
1 - Month (31 May 2011 - 30 June 2011)	0.6642	0.6573
6 - Month (31 December 2010 - 30 June 2011)	0.6642	0.6283
1 - Year (30 June 2010 - 30 June 2011)	0.6642	0.5465
3 - Year (30 June 2008 - 30 June 2011)	0.6642	0.4058
5 - Year (30 June 2006 - 30 June 2011)	0.6642	0.3925

Income Distribution

2010	Net (sen per unit)
	NIL

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

Asset Allocation as at 30 June 2011

Equities	Bonds	Short Term Deposit + Cash
18%	29%	53%

Equities	
Consumer Products	1.17
Construction	6.28
Trading/Services	20.88
Properties	6.67
Industrial Products	5.57
Plantations	5.52
Infrastructure Property Co.	6.99
TOTAL	53.08

Top 5 Largest Holdings

- 1) SIME DARBY BERHAD - EQUITY
- 2) KONSORTIUM LEBUHRAYA UTARA-TIMUR KUALA LUMPUR S/B - BOND
- 3) SARAWAK ENERGY BERHAD - BOND
- 4) PADIBERAS NASIONAL BERHAD - BOND
- 5) BANK MUAMALAT BERHAD - BOND

Based on the fund's portfolio returns as at July 15 2011, the Volatility Factor (VF) for this fund is 8.8 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.