

Income Fund
Smart Investment Choice for Constant Capital Growth
Fund Fact Sheet 31 May 2011

The fund's objective is to seek regular income stream and moderate capital growth through investments into fixed income securities and dividend yielding equities.

INVESTOR PROFILE

The fund is suitable for investors who:-

- Seek a defensive investment solution that comprises fixed income instruments and a minor portion of equity.
- Seek returns from a professionally managed Fund that is well diversified across various asset classes.

FUND DETAILS AS AT 31 MAY 2011

Unit In Circulation	: 12.815 million
Unit NAV	: RM 0.5426
Financial Year	: September 30
Fund Category	: Fixed Income Fund
Fund Inception	: November 25, 2004
Initial Sales Charge	: 2.00% of NAV per unit
Annual Management Fee	: 1.00% of NAV (Bond) 1.50% of NAV (Equity)
Benchmark	: 80% of the Quantshop MGS Bond Index (Medium 3-7) 20% of FBM Emas Index
Asset Allocation	: Max 20% in equities : Min 80% - Max 100% in bonds and money market/cash

FUND MANAGER'S REVIEW

Market Review

Equity

For the month, the FBM KLCI gained 23 points or 1.52% to close at 1,558 points. The broader index FBM EMAS gained 1.09% to 10,691 points. Smaller caps underperformed as the FBM Small Cap fell 2.37% to 12,791 points. It was a weak month among the regional bourses with most countries showing declines with China and India among the worst performing markets whilst Malaysia and Indonesia bucked the trend by ending the month on a positive note due to positive domestic catalysts.

On the local corporate front, Tenaga received the required Cabinet approval to raise the electricity tariff by 7.20% effective 1 June. The Cabinet also approved a Fuel Cost Pass-Through Mechanism which is to be reviewed every 6 months with a initial gas price increase of 28.00%. Meanwhile, the equity market will see more listings as three notable initial public offerings have already issued draft prospectuses; Bumi Armada Berhad, MSM Malaysia Holdings Berhad and Eversendai Corp Berhad.

Fixed Income

Local government bonds ended mixed for the month, with the 20-year Malaysian Government Securities (MGS) benchmark rallying strongly while the 5-year MGS benchmark declined the most. On the economic front, exports continue with its renewed momentum, growing at 7.80% YoY for the month of March 2011 whilst industrial output growth was moderate and posted a YoY growth rate of 2.40%. Meanwhile inflation continued to inch higher to 3.20% in April 2011. There was muted demand for the reopening of RM3.5 billion 7-year MGS, attracting a bid-to-cover of 1.6 times at an average yield of 3.75%. The demand for the reopening of RM4.0 billion 5.5-year Government Investment Issues (GI) was also lukewarm, garnering a bid-to-cover ratio of 1.9 times at an average yield of 3.71%. The 3- and 5-year benchmark yields rose by 1 to 2 basis points (bps) to 3.30% and 3.56% respectively while the 7-, 10- and 20-year benchmark yields declined by 1 to 9 bps to 3.79%, 4.00% and 4.45% respectively.

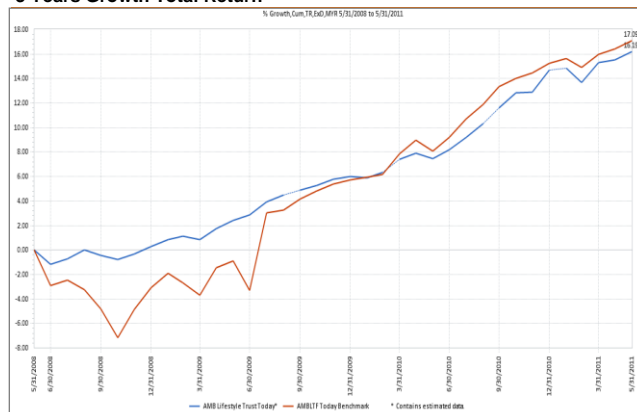
Bank Negara Malaysia (BNM) decided to increase the Overnight Policy Rate (OPR) by 25 bps to 3.00% and also hiked the Statutory Reserve Requirement (SRR) ratio by an additional 100 bps to 3.00%. In the Monetary Policy Statement, BNM commented that the Malaysian economy is firmly on a steady growth path. BNM also indicated that they are some signs that domestic demand factors could exert upward pressure on prices going into the second half of the year.

Manager's Comments

For the month of May, the Fund outperformed its benchmark due to its stock selection and selective asset allocation. We would look to increase our equity exposure on pullbacks.

PERFORMANCE RECORD

3 Years Growth Total Return



Cumulative Total Return

	Fund (%)	Rank
6 - Month (30 November 2010 - 31 May 2011)	2.92	12/42
1 - Year (31 May 2010 - 31 May 2011)	8.12	10/40
3 - Year (31 May 2008 - 31 May 2011)	16.19	11/31
5 - Year (31 May 2006 - 31 May 2011)	35.65	6/27

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

High/Low NAV (RM)

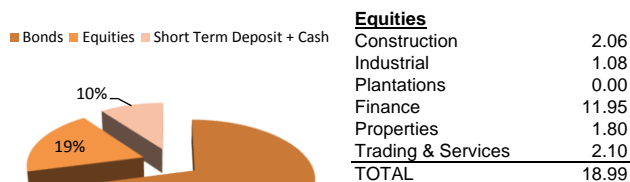
	High	Low
6 - Month (30 November 2010 - 31 May 2011)	0.5426	0.5272
1 - Year (31 May 2010 - 31 May 2011)	0.5426	0.5208
3 - Year (31 May 2008 - 31 May 2011)	0.5426	0.4960
5 - Year (31 May 2006 - 31 May 2011)	0.5493	0.4902

Income Distribution

	Net (sen per unit)
2008	3.41
2009	1.59
2010	1.97

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

Asset Allocation as at 31 May 2011



Equities

Construction	2.06
Industrial	1.08
Plantations	0.00
Finance	11.95
Properties	1.80
Trading & Services	2.10
TOTAL	18.99

Top 5 Largest Holdings in Bond

- 1) PUBLIC BANK BERHAD
- 2) SABAH CREDIT CORPORATION SDN BHD
- 3) YTL POWER BERHAD
- 4) KMCB CAPITAL BERHAD
- 5) CIMB BANK BERHAD

Based on the fund's portfolio returns as at May 15, 2011, the Volatility Factor (VF) for this fund is 2.2 and its Volatility Class (VC) is classified as "Very 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.