



PRU *bond fund*

January 2012

Objective

Seeks to provide investors with a steady stream of income returns by investing principally in a portfolio of investment-grade fixed-income securities with exposure in non-investment grade fixed-income securities which yield above average returns.

Investor Profile

- seek a steady income stream
- have a low to medium risk tolerance
- medium term investment horizon.

Investment Strategy

Invest in a portfolio of fixed income securities.

FUND DETAILS (as at 30 December 2011)

Launch Date	: 29 May 2001
Unit NAV	: RM0.6194
Fund Size	: RM207,497,804.64
Annual Management Fee	: 1.0% of NAV
Annual Trustee Fee	: 0.08% of NAV subject to a minimum of RM30,000 p.a.
Initial Service Charge	: NIL
Distribution Frequency	: It is intended that the Fund will distribute income at least once a year, subject to availability of income
Redemption Payment Period	: 10 days
Fund Manager	: Prudential Fund Management
Minimum Initial Investment (Lump Sum)	: RM1000*
(Regular)	: RM500*
Minimum Subsequent Investment	
(Lump Sum & Regular)	: RM100*

* or such amount we may from time to time decide

MANAGER'S COMMENTS

The headline inflation moderated to 3.3% yoy in November, compared to 3.4% yoy in October, driven by slower price increases in food & non-alcoholic beverages, housing & utilities, and transportation.

There were only one sovereign bond auctions in December. The RM3.0bn of 3 year MGII reopening received an encouraging bid to cover ratio of 2.19x at an average yield of 3.204% .

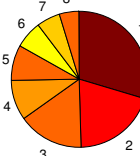
Month-on-month, 3-, 5- and 10-year MGS yields fell by 9bps, 7bps and 1bp to close at 2.98%, 3.22% and 3.69% respectively. MGII yields changed by -6bps, +1bp and -1bp to close at 3.18%, 3.36% and 3.79% respectively.

Trading in corporate bonds remains largely in selected quasi-government, AAA and AA bonds.

INCOME DISTRIBUTION HISTORY

Date of Distribution	Gross Distribution per unit (sen)
14.12.2005	2.00
20.11.2006	2.00
27.12.2007	2.00
15.12.2011	3.00

SECTOR ALLOCATION*(as at 30 December 2011)



1. Cash & cash equivalents	35.53
2. AAA	23.91
3. AA	22.74
4. A	8.66
5. MGS & BNN	5.09
6. GG	2.48
7. BBB	1.50
8. B	0.09

* as percentage of NAV. Please note that asset exposures for the funds are subject to frequent change on a daily basis.

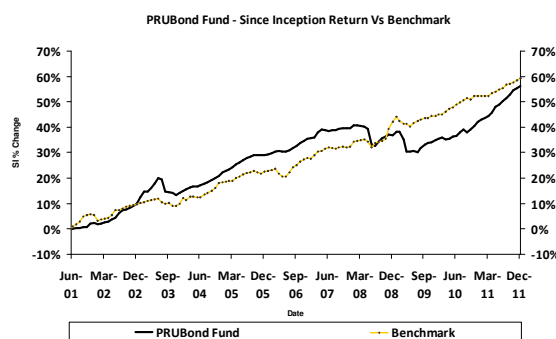
LARGEST HOLDINGS* (as at 30 December 2011)

Special Port Vehicle Bhd	12.48
Government of Malaysia	7.57
RHB Bank Bhd	5.14
Sarawak Energy Bhd	5.06
Malakoff Corporation Bhd	3.74
Jimah Energy Ventures Sdn Bhd	3.62
AMIslamic Bank Bhd	3.43
Konsortium Lebuhraya Utara-Timur (KL) Sdn Bhd	2.81
ADCB Finance (Cayman) Ltd	2.53
AM Bank Bhd	2.52

*as percentage of NAV

FUND PERFORMANCE

Total returns of the following period ended 30 December 2011 Cumulative return over the period (%)



	1mth	6mths	1yr	3yrs	5yrs
Fund	0.51%	4.77%	9.78%	14.06%	15.24%
B'mark*	0.59%	3.03%	4.78%	12.04%	24.76%

* RAM qs MGS (Medium)
Performance figures are sourced from Lipper Hindsight 5 and RAM quant shop MGS Bond Index,30 December 2011

We recommend that you read and understand the Prudential Master Prospectus before investing. To invest, obtain a current Master Prospectus & Application Form from the head office of Prudential Fund Management Berhad or any approved distributor. A copy of the Prudential Master Prospectus dated 15 July 2011 and Supplemental Master Prospectus dated 17 August 2011 have been registered and lodged with the Securities Commission, who takes no responsibility for its contents. There are fees and expenses involved in investing in the funds. We suggest that you consider these charges carefully prior to making an investment. Past performance and income distributions are not guaranteed and may not be reflective of future performance and income distributions. Unit prices and income distributions, if any, may fall and rise. In the event that there is a discrepancy of information between the fact sheet and the prospectus, the information in the Prospectus shall prevail.