



PRUdana al-islah

January 2012

Objective

Seeks to provide a stable income stream and an opportunity for capital appreciation from Shariah-compliant fixed income and equity securities.

Investor Profile

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

Investment Strategy

Invests in a portfolio of Shariah-compliant fixed income securities and Shariah-compliant equity securities, with more Shariah-compliant fixed income securities than Shariah-compliant equities, at all time.

FUND DETAILS (as at 30 December 2011)

Launch Date	: 14 August 2002
Unit NAV	: RM0.7415
Fund Size	: RM17,127,578.70
Annual Management Fee	: 1.5% of NAV
Annual Trustee Fee	: 0.07% of NAV subject to a minimum of RM18,000 p.a.
Initial Service Charge	: Up to 5.26% of NAV per unit
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

Equity Review:

After a sharp correction in November, the month of December saw global equity markets correct sharply mid December on the back of some disappointment from the 9 December 2011 EU Summit where investors had hoped for a more concrete resolution to the Euro Debt Crisis. Domestically, Malaysia bucked the trend in December, along with some of their ASEAN counterparts, and outperformed the region during the month. Window dressing activities were evident end of December, as investors bought ahead in preparation for the new year. The KLCI ended the month gaining 58.6 points or +3.98% to close at 1,530.7 points. The broader market out performed the KLCI, with the FBM Emas Index gained 4.22% in December. The FBM Small Cap Index under performed the KLCI gaining 1.32% for the month. Average value traded on Bursa in December eased 8.9% mom to RM1.3bn per day due to the year end holiday season. The sector indices on the local bourse closed higher for December, with the best performing sectors being Technology (+11.36%) and Plantation (+6.15%). The worst performing sectors were Construction (+3.09%) and Industrial (+4.09%).

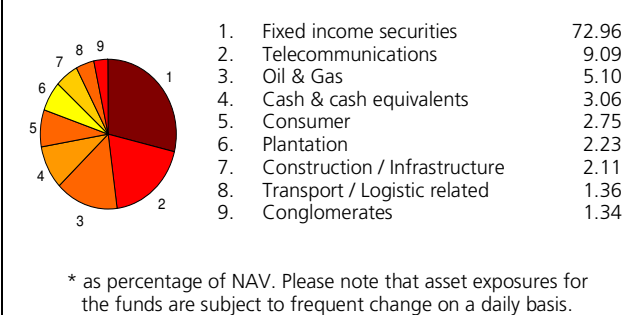
Fixed Income Review:

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)
25.01.2008	3.30
01.06.2010	3.00
27.05.2011	3.88

SECTOR ALLOCATION*(as at 30 December 2011)



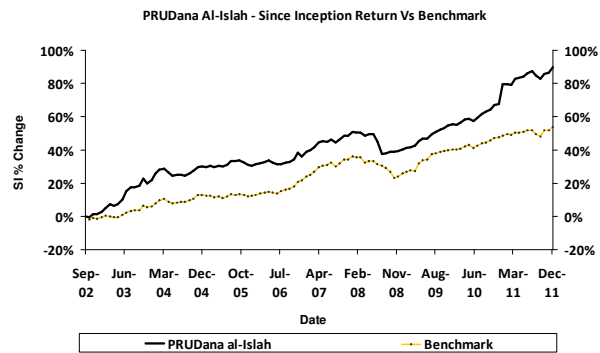
LARGEST HOLDINGS* (as at 30 December 2011)

Binariang GSM Sdn Bhd	8.15
Jimah Energy Ventures Sdn Bhd	7.01
Mukah Power Generation Sdn Bhd	6.99
Gulf Investment Corporation	6.05
National Bank of Abu Dabi	6.01
Maybank Islamic Bhd	5.97
Lingkar Trans Kota Holdings Bhd	5.97
Project Lebuhraya Utara Selatan	5.96
IJN Capital Sdn Bhd	5.94
Sime Darby Bhd	5.87

* 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	1.73%	2.05%	5.70%	35.32%	39.63%
B'mark*	1.22%	1.29%	3.42%	22.33%	26.43%

* RAM qs MGS (Short)

Performance figures are sourced from Lipper Hindsight 5, Bursa Malaysia and RAM quant shop MGS Bond Index, 30 December 2011