

OCTOBER 2011

The portfolio aims to achieve a slow but steady return by investing 10% into bond funds and 90% into equity funds. The target allocation may change with our views on financial markets. Currently we have an **overweight position in equities** and we are targeting to have an exposure of 100% equity funds.

Total Investment:	RM20,000.00	Absolute Return:	-18.60%	<i>The portfolio value is net of initial sales charge of 2% or lower for equity funds</i>
Portfolio Value:	RM16,279.30	September 2011 Return:	-5.24%	

1 Month	3 Month	6 Month	1 Year	YTD	Since Inception
-5.24%	-17.10%	-16.80%	-	-18.60%	-18.60%

AGGRESSIVE PORTFOLIO

Fund Name	Target Allocation (%)	NAV		% Change
		29/8/2011	30/9/2011	
Alliance Global Equities	24.0%	0.4939	0.4813	-2.55
Kenanga Growth	6.0%	1.9938	1.8931	-5.05
AmGlobal Emerging Markets Opportunities	25.0%	0.9186	0.8573	-6.67
Prudential Asia Pacific Equity	25.0%	0.4634	0.441	-4.83
OSK-UOB Big Cap China Enterprise Fund	5.0%	0.4538	0.4041	-10.95
OSK-UOB Global Capital Fund	5.0%	0.3279	0.3226	-1.62
AmBRIC Equity Fund	5.0%	0.7773	0.7315	-5.89
OSK-UOB Asian Growth Opportunities Fund	5.0%	0.4371	0.3876	-11.32

MARKET COMMENTARY

- Continue from August, Global stock markets did not perform well in the month of September as the European sovereign debt problem magnified.
- Investors are waiting for a certain plan from the European Union-IMF-European Central Bank troika to release the next tranche of bail-out funds for Greece in October.
- Slower economy growth in US also impacted the global markets negatively.
- We have revised down the Euro-zone GDP forecasts and expect a mild recession in the Euro-zone for the next coming 12 months.
- We have also revised down the US economic growth forecasts and expect a slower growth in 2011 and 2012. Please refer to "[Key Changes To Investment Outlook](#)".
- Even though we expect a recession in Euro-zone and slower growth in US, based on our stress test on the earnings forecasts for those markets under our coverage, we still see very attractive valuation. Please refer to "[Looking Past The Current Turmoil – Upgrading 12 Markets; Downgrading Europe](#)".
- MSCI AC World Index dropped 2.93% in the month in MYR terms.
- MSCI Emerging Markets Index dropped 8.44% while MSCI Asia Ex-Japan Index dropped 6.95% in the month in MYR terms.
- Malaysian market has been affected by the global slowdown causing FBMKLCI to drop 4.16% in the month.

PORTFOLIO COMMENTARY

- 5.24% loss in September, following a 11.04% loss in August.
- OSK-UOB Asian Growth Opportunities fund was the worst performing fund in the portfolio, by returning a 11.32% loss in September.
- Kenanga Growth Fund returns a 5.05% loss in September which underperformed the 4.16% loss in the FBMKLCI.
- Prudential Asia Pacific Equity Fund returns a 4.83% loss which outperformed the 6.95% dropped in the MSCI Asia Ex-Japan Index.
- As markets valuations still remain attractive, we maintain overweight on equities.
- Investors should not be panic during this period and take the recent market downturn as an opportunity to buy into the cheaper markets.

ACTION TAKEN

The following **Portfolio Rebalancing** has been done as at 30 September 2011:-

- Switch out RM 200 from Kenanga Growth Fund
- Switch in RM 200 to AmGlobal Emerging Markets Opportunities fund