

The portfolio aims to achieve a slow but steady return by investing 90% into bond funds and 10% 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 80% bond funds and 20% equity funds.

Total Investment:	RM20,000.00	Absolute Return:	9.34%	<i>The portfolio value is net of initial sales charge of 2% or lower</i>			
Portfolio Value:	RM21867.58	January 2013 Return:	0.27%				
1 Month	3 Month	6 Month	YTD	1 Year	2011^	2012	Since Inception*
0.27%	1.47%	3.02%	0.27%	6.06%	2.07%	6.84%	9.34%

^2011 return starting from 1 January 2011 since portfolio revamped. *Cumulative Return

CONSERVATIVE PORTFOLIO

Fund Name	Target Allocation (%)	NAV		M-o-M Returns (%)
		31/12/2012	31/1/2013	
AmBond	34%	1.1879	1.1907	0.24
AmDynamic Bond	14%	0.6219	0.6242	0.37
Hwang Select Bond Fund	12%	0.621	0.6247	0.60
OSK-UOB Emerging Markets Bond Fund	10%	0.5434	0.5496	1.14
RHB Asian Total Return Fund	10%	0.4413	0.4431	0.41
Kenanga Growth Fund	6%	0.8097	0.7479	-0.65
Pacific Global Stars Fund	14%	0.4113	0.4264	3.67

MARKET COMMENTARY

- Japan embarked on large scale open-ended asset purchase program and 1.3 trillion yen stimulus package to battle the prolonged deflation-contraction cycle. It drove the Nikkei 225 market on bullish note.
- China 4Q 2012 GDP grew at 7.9% year-on-year and managed to avert the 8 quarters slowdown. Export figures, retail sales, industrial production and manufacturing PMI data matched market expectation and pointed to a more stabilized economic situation.
- World equities, aided by the strong performance in US and Europe market which surged 6.90% and 7.58% respectively, closed higher by 6.37% in January.
- During the month of January, Thailand, Russia and Australia were the top performing markets that spiked 10.13%, 7.79% and 7.36% respectively.
- FBM KLCI was weighed down by the rumours that the imminent call on general election which heightened the political risk premium, sent the local bourse down by a whopping 3.64%.

[All returns in Ringgit terms unless otherwise stated]

PORTFOLIO COMMENTARY

- 0.27% gain in January, following a 1.97% gain in December.
- Pacific Global Stars Fund was the best performing fund in the month by returning a 3.67% gain, but underperformed the 6.37% gain in the global equities (represented by MSCI AC World Index, in RM terms).
- Kenanga Growth Fund was the worst performing fund in the month by returning a 0.65% loss, but outperformed the -3.64% loss in the Malaysian equities (represented by FBM KLCI).

ACTION TAKEN

- NA