

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:	10.31%	<i>The portfolio value is net of initial sales charge of 2% or lower</i>
Portfolio Value:	RM22,062.90	March 2013 Return:	0.81%	

1 Month	3 Month	6 Month	YTD	1 Year	2011^	2012	Since Inception*
0.81%	1.16%	3.02%	1.16%	5.82%	2.07%	6.84%	10.31%

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

CONSERVATIVE PORTFOLIO

Fund Name	Target Allocation (%)	NAV		M-o-M Returns (%)
		28/2/2013	29/3/2013	
AmBond	34%	1.1936	1.1966	0.25
AmDynamic Bond	14%	0.6267	0.6109	0.69
Hwang Select Bond Fund	12%	0.627	0.6251	0.50
OSK-UOB Emerging Markets Bond Fund	10%	0.5414	0.5361	-0.98
RHB Asian Total Return Fund	10%	0.4435	0.4459	0.54
Kenanga Growth Fund	6%	0.7578	0.7763	2.44
Pacific Global Stars Fund	7%	0.4195	0.4146	-1.17
CIMB-Principal Global Titans Fund	7%	0.5176	0.5280	2.01

MARKET COMMENTARY

- The pace of US economic recovery is gaining stronger traction in 1Q 2013, boosted by the improved job market conditions (jobless claim fell, unemployment rate declined and positive non-farm payroll results), sustained recovery in US housing market and upside surprise reported in the retail sales and ISM non-manufacturing composite index.
- The EUR 10 billion bailout package on Cyprus reached after weeks of negotiation with Troika. The outcome of the package is the implementation of the one-time levy on bank deposits and orderly breakup of Cyprus Laiki Bank. The fear of bank run has largely dissipated after the imposition of capital control and other measures by its central bank.
- The pledge to curb rising property prices in China have reignited the concern of the possible credit tightening might come at earlier-than expected and might slow the recovery process.
- As of 29 March 2013, S&P 500 Index surged 3.60% while Europe up 1.32%. MSCI AC World Index gained 1.69% and MSCI Emerging Markets Index and MSCI Asia ex-Japan Index slid 1.87% and 2.07% respectively. Meanwhile, HSML100 Index (China H-shares) tumbled 4.33% and Russia RTSI\$ Index declined 4.85%.
- On local front, net foreign flow on equities boosted FBMKLCI Index by 2.08%. Foreign players dominated the trading scene in March with less domestic retail participation was seen, mainly due to the concern on upcoming GE13.

[All returns in Ringgit terms unless otherwise stated]

PORTFOLIO COMMENTARY

- 0.81% gain in March, following a 0.08% gain in February.
- Kenanga Growth Fund was the best performing fund in the month by returning a 2.44% gain, outperformed the 2.08% gain in the FBM KLCI.
- Pacific Global Stars Fund was the worst performing fund in the month by returning a 1.17% loss, underperformed the 1.59% gain in the global equities (represented by MSCI AC World Index).

ACTION TAKEN

- Pare down exposure on AmBond from 34% to 16% and initiate position on Hwang AIIMAN Income Plus by allocating 18% of the portfolio value to this fund.
- Malaysia fixed income allocation remained unchanged at 48%.