

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:	9.67%	<i>The portfolio value is net of initial sales charge of 2% or lower</i>
Portfolio Value:	RM21,933.46	June 2013 Return:	-1.46%	

1 Month	3 Month	6 Month	YTD	1 Year	2011^	2012	Since Inception*
-1.46%	-0.59%	0.57%	0.57%	4.22%	2.07%	6.84%	9.67%

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

CONSERVATIVE PORTFOLIO

Fund Name	Target Allocation (%)	NAV		M-o-M Returns (%)
		30-May-2013	28-June-2013	
AmBond	16%	1.1942	1.1901	-0.34
Hwang AII MAN Income Plus	18%	0.56221	0.5615	-0.13
AmDynamic Bond	14%	0.6219	0.6233	0.23
Hwang Select Bond Fund	12%	0.62097	0.6071	-2.23
OSK-UOB Emerging Markets Bond Fund	10%	0.5215	0.5032	-3.51
Hwang Select Income Fund	10%	0.66864	0.6488	-2.97
Kenanga Growth Fund	6%	0.8834	0.8641	-2.18
Pacific Global Stars Fund	7%	0.4005	0.3791	-5.34
CIMB-Principal Global Titans Fund	7%	0.5511	0.5478	-0.60

MARKET COMMENTARY

- Market volatility extended in the month of June as investors fretted on the looming tapering of asset purchases by the Fed.
- US 10 year treasury bonds saw their yields spiked to a year-to-date high of 2.6% on 25 June 2013, sending shockwaves across global financial markets as a re-pricing of risk saw asset prices generally correct lower across the board.
- Compounding the uncertainty and re-pricing of markets was the sudden rise in Chinese interbank lending rates as rumours that various financial institutions defaulted on repayments sent the overnight SHIBOR soaring to a record high of 13.44% on 20 June 2013.
- Volatility returned in various fixed income asset classes with Emerging Markets Debt tumbled -2.23%, the worst performer within fixed income segments. Within Asian bonds segment, Asian High Yield and Asian High Credit shed -1.56% and -0.84% respectively as of 28 June 2013.

As for equities, global equities fell -1.22% with MSCI Emerging Markets and MSCI Asia ex-Japan were hardest hit, tumbled -4.45% and -3.83% respectively in June. Developed markets such as US and Japan bucked the regional declining trend, edging up 0.24% and 5.55% respectively in the month of June.

[All returns in Ringgit terms unless otherwise stated]

PORTFOLIO COMMENTARY

- Portfolio declined -1.46%, bringing its year-to-date return to 0.57%.
- AmDynamic Bond was the best performing fund in the month by returning a 0.23% gain, outperformed the -0.51% negative return seen in the TR BPAM All Bond Index.
- Pacific Global Stars Fund was the worst performing fund in the month by returning a -5.34% loss, underperformed MSCI AC World Index that fell -1.22% in June.

ACTION TAKEN

- Dividend Adjustment on Hwang AII MAN Income Plus and Hwang Select Income Fund