fundsupermart.com
INVEST GLOBALLY AND PROFITABLY

CONSERVATIVE PORTFOLIO

March 2014

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:**	14.86%	*The portfolio value is net of initial sales charge of 2% or lower*
Portfolio Value:	RM22,971.39	**February 2014 Return:**	0.91%	

1 Month	3 Month	6 Month	YTD	1 Year	2012	2013	Since Inception*
0.91%	1.88%	4.27%	0.93%	4.83%	6.84%	4.22%	14.86%

CONSERVATIVE PORTFOLIO

Fund Name	Target Allocation (%)	NAV		M-o-M Returns (%)
		31-Jan-14	28-Feb-14	
AmBond	16%	1.1705	1.171	0.04
Hwang AIIMAN Income Plus	18%	0.551	0.5519	0.16
AmDynamic Bond	14%	0.5979	0.6066	1.46
Hwang Select Bond Fund	12%	0.6131	0.6165	0.55
RHB-OSK Emerging Markets Bond Fund	10%	0.52369	0.5244	0.14
Hwang Select Income Fund	10%	0.6554	0.6601	0.72
Kenanga Growth Fund	6%	0.9652	0.9879	2.35
Pacific Global Stars Fund	7%	0.4043	0.4099	1.39
CIMB-Principal Global Titans Fund	7%	0.6477	0.6671	3.00

MARKET COMMENTARY

- **Commentary:** Global equities higher for the month after concerns about emerging markets subsided. Developed Market equities represented by the MSCI AC World Index gained 2.5%. Asian equities represented by the MSCI AC Asia ex Japan Index gained 1.1%. Emerging Market equities represented by the MSCI Emerging Markets Index gained 0.9%. Malaysia's benchmark FBM KLCI Index gained 2.1%.
- **Equity Market Strategy**: Equities remain an attractive investment proposition on the back of rising yields environment and improving global economic outlook. We continue to favour Asia ex-Japan and Emerging Markets region although we recognise selected EM markets are facing some domestic economic issues. These two regions continuing to offer some of the most attractive upside potential as their valuation still sport a substantial discount to its estimated fair value.
- **Bond Market Strategy**: We continue to underweight fixed income asset class to guard against the potential rise of interest rate. Within the fixed income portion, we prefer EM debts and Asian bonds which are expected to fare better in a growth-centric environment given their lower sensitivity on interest rate risk and positive correlation on economic activity. Locally, we believe the negative impact of the rising yields might be milder on local bonds especially corporate debts, because of the higher credit spread over Malaysia government bonds, stable interest rate environment and no signs of rising credit risk observed so far

[All returns in Ringgit terms unless otherwise stated]

PORTFOLIO COMMENTARY

- Portfolio grew 0.91% during the month
- CIMB-Principal Global Titans Fund was the best performing fund in the month by returning a 3.0% gain.
- AmBond was the worst performing fund in the month by returning 0.04%

ACTION TAKEN

- N/A