

DECEMBER 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:	-14.83%	<i>The portfolio value is net of initial sales charge of 2% or lower for equity funds</i>
Portfolio Value:	RM17,033.57	November 2011 Return:	-2.42%	

1 Month	3 Month	6 Month	1 Year	YTD	Since Inception
-2.42%	-0.85%	-14.22%	-	-14.83%	-14.83%

AGGRESSIVE PORTFOLIO

Fund Name	Target Allocation (%)	NAV		% Change
		31/10/2011	30/11/2011	
Alliance Global Equities	24.0%	0.5082	0.507	-0.24
Kenanga Growth	6.0%	2.0045	2.0563	2.58
AmGlobal Emerging Markets Opportunities	25.0%	0.9217	0.9068	-1.62
Prudential Asia Pacific Equity	25.0%	0.4772	0.4516	-5.36
OSK-UOB Big Cap China Enterprise Fund	5.0%	0.4396	0.4241	-3.53
OSK-UOB Global Capital Fund	5.0%	0.3488	0.3457	-0.89
AmBRIC Equity Fund	5.0%	0.8064	0.7419	-8.00
OSK-UOB Asian Growth Opportunities Fund	5.0%	0.4124	0.3962	-3.93

MARKET COMMENTARY

- Market euphoria in October did not sustain into November as we saw global equity markets slumped during the month.
- The failed of the US "Super Committee" on the agreement for a USD1.2 trillion in deficit cuts planned for the next 10 years has led to a "downgrade" warning by Moody's Investors Service. This caused a major sell-off in November as investors worried that US credit rating will be downgraded by another rating agency after rating cut by Standard & Poor's in August.
- Poor bond sales by the Eurozone strongest country Germany has also attributed to the negative sentiment in November. German debt agency could not find buyers for around half a bond sales of EUR6 billion. This showed that investors have even begun to lost confidence on Germany and worried that Germany will be dragged by other weaker Eurozone countries.
- The surged of Italy bond's yield for tenure 6 months and longer above the "dangerous zone" of 7.0% has caused investors concern that Italy was unable to bear the high borrowing cost. Ireland, Portugal and Greece asked for bail-out funds when their respective bonds' yields cross the 7.0% border line.
- Even though the [USD swap arrangements costs cut by 6 major central banks](#) to increase liquidity funding in the Eurozone provided some light to the market, we are skeptical that this will solve the debt crisis and the meeting amongst European leaders in 9 December 2011 will be a decisive moment.
- MSCI AC World Index stayed flat at 0.0% return in the month in MYR terms.
- MSCI Emerging Markets Index declined 3.6% while MSCI Asia Ex-Japan Index dropped 5.3% in the month in MYR terms.
- In Malaysia, FBMKLCI fell 1.3% in the month.

PORTFOLIO COMMENTARY

- 2.42% loss in November, following a 7.23% gained in October.
- Kenanga Growth fund was the best performing fund in the portfolio by returning a 2.58% gain in November outperformed the FBMKLCI which fell 1.3%.
- As markets valuations still remain attractive, we maintain overweight on equities. And here is our [Key Investment Theme and Outlook for 2012](#).

NIL

ACTION TAKEN