

INTRODUCTION

- INITIATION DATE:** 01 July 2014
- OBJECTIVE:** This higher risk portfolio aims to achieve long term capital appreciation by investing 30% into fixed income and 70% into equities
- SUITABLE FOR:** Aggressive investors who understand the risks and fluctuations in stock markets and those who have a long-term investment horizon. Could be a person saving for retirement.

STRATEGY

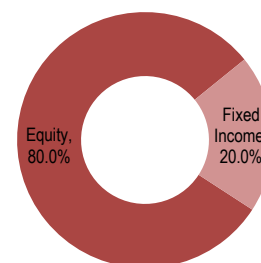
- EQUITIES**
- Equities to fare better in a rising yield environment and improving global economic outlook.
 - Continue to favour Asia ex-Japan and Emerging Markets regions although we recognise selected EM markets are facing some domestic economic issues
 - These regions offer the most upside potential due to their attractive valuation
- FIXED INCOME**
- Continue to underweight fixed income asset class to guard against the potential rise of interest rate
 - The negative impact of the rising yields might be milder on local bonds especially corporate debt
 - Corporate debt has a higher credit spread over Malaysia government bond yields, a stable interest rate environment and no signs of rising credit risk observed so far

HOLDINGS

Fund Name	Weighting	NAV at 30 Sep	NAV at 31 Oct	INDIVIDUAL PERFORMANCE (%)					
				1M	3 M	6 M	1 YR	3 YR [^]	STDEV
Aberdeen Islamic World Equity Fund	25%	1.2420	1.2353	-0.54	-0.58	0.55	10.32	-	-
AMB Dana Arif	20%	0.5821	0.5838	0.29	1.09	-1.27	0.97	3.12	1.45
Eastspring Investments Asia Pacific Shariah Equity Fund	10%	0.2815	0.2793	-0.78	-3.32	-0.75	-1.90	3.82	9.47
Kenanga Syariah Growth Fund	20%	1.2357	1.2258	-0.80	-1.11	1.67	10.03	15.40	8.88
Pheim Asia Ex-Japan Islamic Fund	25%	1.0371	1.0202	-1.63	-2.65	1.74	7.79	10.43	12.23
Portfolio	100%	10,013.55	9,941.11	-0.72	-1.15	-	-	-	1.86

Source: Bloomberg, IFAST compilations as of 31 Oct 2014

ASSET ALLOCATION

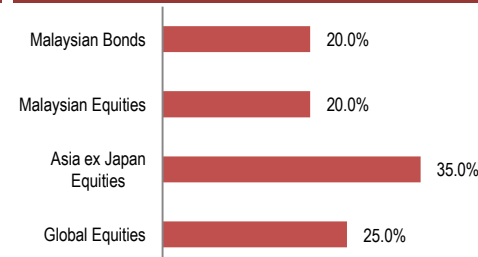


Source: IFAST compilations based on factsheets as of 30 Sep 2014

COMMENTARY

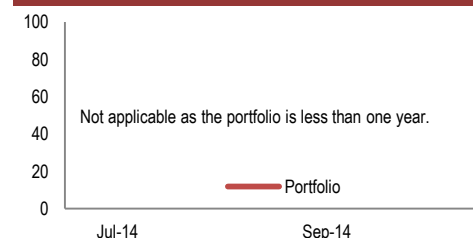
- MARKET**
- Markets recovered most of the losses suffered at the start of the month
 - Global equities represented by the MSCI AC World Islamic Index gained 0.11%
 - Asian equities represented by the MSCI AC Asia ex Japan Islamic Index gained 1.79%
 - Emerging Market equities represented by the MSCI Emerging Markets Index gained 2.05%
 - Malaysia's benchmark FBM EMAS Shariah Index gained 1.22%
 - Overall, equities outperformed bonds for the month
 - Global bonds gained 1.07% while Asian bonds gained 1.99%
 - Emerging Market bonds gained 2.52% while Malaysia sukuk gained 0.45%
- PORTFOLIO**
- The best performer was the AMB Dana Arif which gained 0.29%
 - The worst performer was the Pheim Asia Ex-Japan Islamic Fund which lost -1.63%
 - The portfolio is currently overweight equities by 10.00%

REGIONAL ALLOCATION



Source: IFAST compilations based on factsheets as of 30 Sep 2014

INDEXED PERFORMANCE COMPARISON



Source: Bloomberg, IFAST compilations as of 31 Oct 2014

[All returns in Ringgit terms unless otherwise stated]

PORTFOLIO ADJUSTMENTS