

### Investment Objective

The fund objective is to provide capital appreciation. This is achieved through investing in undervalued and high quality equities of fundamentally sound companies listed on the Bursa Malaysia.

### Fund Data

NAV (as at 28<sup>th</sup> February 2010) 0.4090  
 Fund Value (RM) 22,398,412

### Equity Market Review

The month of February illustrated a volatile performance for FBM KLCI as sentiments was weighed down by external factors such as China's move to tighten liquidity, Greece's sovereign debt woes and also due to the move by the US Federal Reserve to hike up interest rates. Fortunately, after taking a breather during the Chinese Lunar New Year due to lack of trading activities, the KLCI resumed its upward trend towards the month end as investors were buoyed by the stronger than expected GDP growth in the last three months of 2009, where Malaysia's GDP grew by 4.5% yoy in the fourth quarter of 2009. As a result the FBM KLCI managed to add 11.6 points or 0.9% to close at 1,270.8 points for the month.

The Greek and China-induced correction was much welcomed, as it forced the markets globally to take a time-out. In general markets corrected between 5-13% from January peaks and market volumes were not high, and there seems to be a sense of relief that the long awaited correction has arrived.

### Outlook & Strategy

We remain fairly positive in this current environment. We hold to our view that this is a bull-market correction and not the pea of the market for the following reasons

- There has been a steady stream of net positive news coming out from Asia; and there are more positive news for Asia over developed economies
- Economies have recovered sufficient for policymakers to reduce quantitative easing and consider normalization of monetary policies. Australia and India has led with rate hikes
- GDP growth 1Q has been strong throughout Asia, strong enough for policymakers to consider tightening
- Double-dip expectations have taken a back seat
- EPS growth is forecast to be strong in 2010 and 2011. This is important to show sustainability of the rally
- Discarding outliers (Korea, Taiwan and Thailand) the rest of Asia is trading at 14-17X PER 2010, fairly valued.
- Greece's problems have not spread for now. We believe a EU-led rescues package will emerge.
- M&A activity is picking up. Huge deal flows include Cadbury, AIG
- Economic confidence continues to trend higher; property sales across Asia have resumed

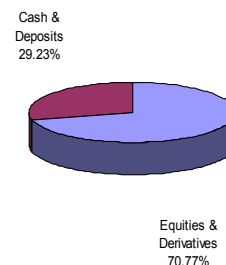
On balance our view is for the Malaysia market to move up to 1370-1400, an 11% appreciation on 24% IBES earnings growth. This strong earnings growth is tempered with Malaysia's 20% premium valuations to the region. A catalyst or "hot" sector search in Bursa yields only the gloves sector, but this makes up less than 1% of the FBM100 index weight. This is hardly a compelling reason for the entire market to re-rate.

We remain generally positive on equities across all Asian markets, as regional equity earnings growth of 30% heavily skews preference for equities prospects over bank deposits risk free of less than 2%. Hence until deposits rates rise to an average of over 5-6%, we remain comfortable holding on to our view, barring unforeseen circumstances.

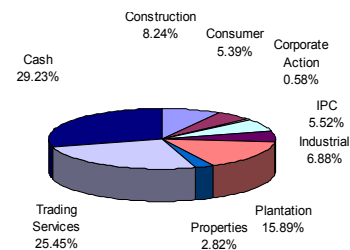
### Top Five Equity Holdings

Tenaga Nasional Berhad	9.23%
Sime Darby Berhad	7.47%
IOI Corporation Berhad	5.01%
Maxis Communications Berhad	4.49%
IJM Corporation Berhad	2.92%

### Asset Allocation



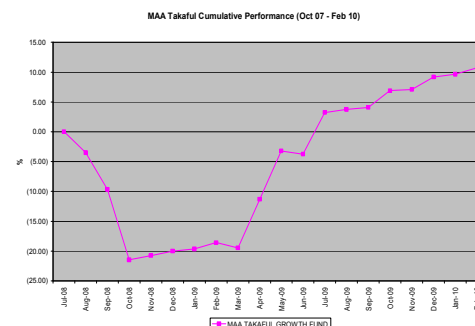
### Sector Allocation



### Fund Review

	MOM	YTD
NAV(% change)	0.24%	1.42%

### Performance (Since Inception)



Fund's performance is calculated on NAV to NAV.  
 The value of units may go up as well as down.  
 Past performance is not indicative of future results