

### FUND OBJECTIVE

The objective of the Fund is to provide regular income as well as to achieve medium to long term capital appreciation through investments primarily in Malaysian bonds.

### FUND IS SUITABLE FOR INVESTORS WHO

- have a medium to long term investment horizon;
- want a diversified portfolio of fixed interest securities;
- want to receive a tax-effective income stream and maintain the value of their investment over the medium term; and/or
- are looking for a less volatile investment but can accept that returns may fluctuate over the short term.

### FUND REVIEW

The Fund's performance for the month of February was 0.27%, compared to the benchmark Quantshop MGS Medium index return of -0.01%.

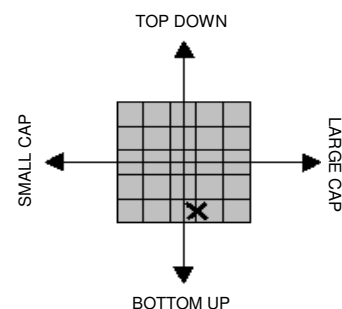
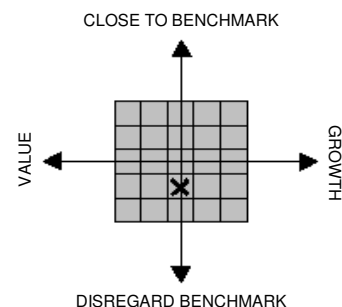
We expect BNM to maintain the OPR at 2.75% in their monetary policy meeting in March. We believe BNM is not too concerned with inflation at this juncture and may use other measures such as an increase in Statutory Reserve Requirements (SRR) for banks as one policy tool to control liquidity. However if the situation in the Middle East is prolonged, and results in an oil supply shock, BNM will be proactive to assess the impact to inflation and growth and OPR may remain at current level with higher probability of rate rise only in second half of 2011.

Due to ample liquidity in the market, we believe the bonds will be supported against excessive yield rising. We continue to maintain our strategy with an overweight in the corporate debt segment and aim to switch to new issuances if the primary bond yields are attractive.

### FUND MANAGER

Ng Tsu Miin, Vice President - Fixed Income. She joined CIMB-Principal from SBB Asset Management in May 2007. She was with SBB and AMInvestment Management Sdn Bhd for more than 7 years where she managed fixed income funds for both unit trust and institutional clients. B.Com (Hons) from Lincoln University in New Zealand with the final undergraduate year in University of California, Berkeley. She is a Chartered Financial Analyst charterholder and holds a Capital Markets Services Representative's for fund management under CMSA.

### INVESTMENT STYLE



**Benchmark (YTD)** 0.13%  
RAM Quant shop MGS Bond Index  
(medium sub-index)

<sup>4</sup>Based on the fund's portfolio returns as at 15 February 2011, the Volatility Factor (VF) for this fund is 2.28 and is classified as "Very Low" (source: Lipper). "Very Low" includes funds with VF that are below 4.325. The VF means there is a possibility for the fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The fund's portfolio may have changed since this date and there is no guarantee that the fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

We recommend that you read and understand the contents of the Master Prospectus Issue No. 14 dated 30 June 2010 and its Supplemental Master Prospectus dated 27 September 2010 and Second Supplemental Master Prospectus dated 14 January 2011 which have been duly registered with the Securities Commission, before investing and that you keep the said Prospectuses for your records. Any issue of units to which the Prospectuses relate will only be made upon receipt of the completed application form referred to and accompanying the Prospectuses, subject to the terms and conditions therein. Investments in the Fund are exposed to credit/default risk, interest rate risk, counterparty risk and company specific risk. You can obtain a copy of the Prospectuses from the head office of CIMB-Principal Asset Management Berhad or from any of our approved distributors. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. All performance figures have been verified by Mercer Zainal Consulting Sdn. Bhd. (35090-H).

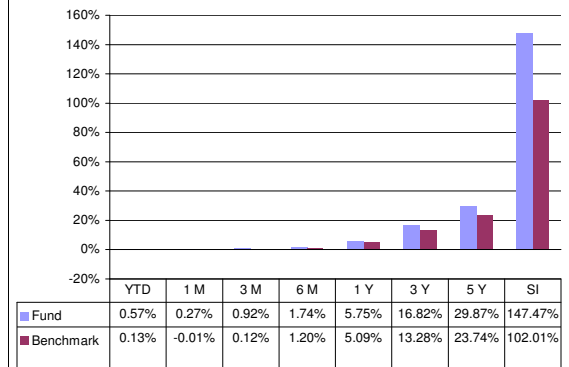
## CIMB-Principal Bond Fund

### FUND INFORMATION

Launch date	15/11/1995
Fund category*	Bonds
Fund type	Income
Fund Size in RM (as at 28/02/2011)	RM413.83 million
Current Price (as at 28/02/2011)	RM1.1585
Initial investment	Minimum RM2,000
Subsequent investment	RM500 or more at any time
Sales charge	Up to 2%
Annual management fee	1.00% per annum
Exit fees	None
Annual expense ratio (as at 31/12/2009)	1.06%
Manager	CIMB-Principal Asset Management Berhad

\* as per S&P, Micropal or Lipper

### PERFORMANCE RECORD AS AT 28/02/2011



### RISK AS AT 28/02/2011

3-Year Annualized Volatility**	2.28
3-Year Annualized Sharpe Ratio**	1.01
HSBC Risk Classification	2

\*\* 3-year Volatility and Sharpe Ratio figures are based on bid prices, adjusted for dividends re-invested and in MYR.

### FUNDS NAV AS AT 28/02/2011

52-Week High	1.1585
52-Week Low	1.1521

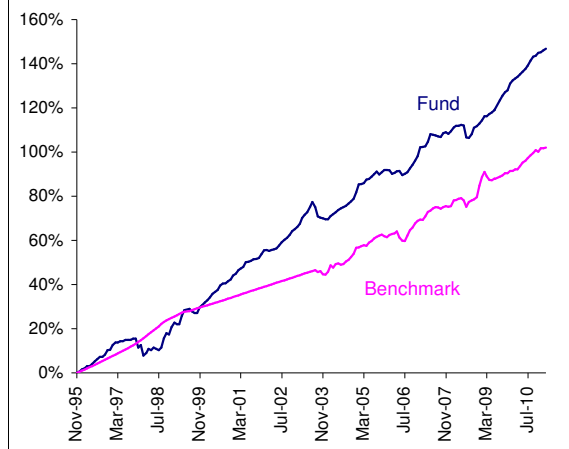
### TRAILING RETURNS

	3 M	6 M	1 Y	3 Y	5 Y
Absolute***	0.92%	1.74%	5.75%	16.82%	29.87%
Annualized***	N/A	N/A	5.75%	5.32%	5.37%

\*\*\* Returns To Date (%)

Performance figures are based on bid-to-bid prices, dividends re-invested in MYR.

### NAV TO NAV AS AT 28/02/2011



### CALENDAR YEAR RETURNS

	2006	2007	2008	2009	2010
Fund (%)	5.47	3.59	2.35	8.43	5.84
Benchmark (%)	4.32	3.14	7.52	1.51	5.34

Performance figures are based on bid-to-bid prices, dividends re-invested in MYR.

### SECTOR ALLOCATION AS AT 28/02/2011

Fixed Rate Bond >3 years	58.47%
Fixed Rate Bond <3 years	31.96%
CP<3 years	0.48%
Cash	9.09%
<b>Total</b>	<b>100%</b>

### TOP 10 HOLDINGS AS AT 28/02/2011

Holdings	% of Fund
Sabah Credit Corporatop 4.50% 07/09/2012	3.64
Malaysian Government 5.094% 30/4/2014	3.56
Jimah Energy Ventures Sdn Bhd 8% 11/11/2016	2.80
Sports Toto Malaysia Sdn Bhd 6.00% 30/06/2017	2.58
Malayan Banking Berhad 5.00% 15/05/2013	2.48
Sunrise Berhad 4.55% 31/01/2014	2.42
Special Power Vehicle 19/11/2018	2.19
Gulf Investment Corporation 5.25% 01/03/2016	2.18
RHB Bank Berhad 5.00% 29/04/2015	1.98
Hyundai Capital Services 5.5% 20/5/2011	1.94
<b>Top 10 Holdings % of Shareholder</b>	<b>25.77</b>