

HLG Star Select – Capital Protected

FUND OBJECTIVE

- The Fund aims to provide 100% capital protection at maturity while seeking potential returns over the tenure.

REVIEW & OUTLOOK AS AT END JULY 2010

The month of June – July 10 was a weak month for the underlyings. All 3 of the baskets registered negative performance with Agriculture being the least performer, falling 2.84%. The Financial basket and Consumer basket were also both down 0.43% and 1.91% respectively. June saw continued corrections in the broader markets that resulted in the weak performance of all 3 baskets.

Basket 1 (Financials) fell 0.43% this month on average. 2 stocks were down, with Morgan Stanley falling the most, down 3.04%. HSBC was also down 2.90% while DBS was up 4.66%. Morgan Stanley, the world's second-biggest merger adviser, hired JPMorgan Chase & Co.'s Thomas M. Miles, who helped arrange takeovers for companies such as UAL Corp.'s United Airlines and Bristol-Myers Squibb Co. Miles, a managing director in JPMorgan's M&A group, will take a similar role at Morgan Stanley when he joins later this year, Morgan Stanley spokesman Mark Lake confirmed. Miles worked at JPMorgan since 1994.

Basket 2 (Food) was down 1.91% in the period. Bungee was the best performer for this Basket rising 2.53%. Nestle was down 3.05% while Kellogg was down 5.21%. Nestle will receive \$28.1 billion from Novartis AG for its majority stake in Alcon, the maker of Opti-Free contact lens cleaners, giving it a cash pile exceeding the \$26.5 billion that Google Inc. had on its books at the end of March. The Swiss company is starting a new 10 billion-franc buyback program, though Nestle would rather invest in its business or make acquisitions, Chief Financial Officer Jim Singh said June 22.

Basket 3 (Agriculture/Resources) was on average down 2.84% during the period. Vale was the least performer, down 6.38%. Potash was down 6.14% while Archer-Daniels was up 4.02%. Vale SA, the world's biggest exporter of iron ore, said it's expanding its coal business across the globe as part of a strategy to diversify production.

FUND MANAGER

Mr. Hiew Teck Kong is responsible for the investment management of the fixed income portion of this fund. He holds a Bachelor of Science in Business Administration (Finance) from University of Nebraska, USA. Prior to joining HLAM, he was a Fixed Income Manager with CIMB-Principal Asset Management Berhad and Mayban Investment Management Sdn Bhd, where he helped managed institutional and unit trust funds from 2000 to 2005. He was also a Senior Fixed Income Dealer in Malaysia Discounts Berhad from 1997 to 2000. Mr. Hiew obtained his fund manager's representative license from the SC on 15 May 2001.

RBS is wholly-owned by The Royal Bank of Scotland Group plc - a broadly based financial services group with operations spanning retail banking, corporate and commercial banking, financial markets activities, wealth management and insurance. The Royal Bank of Scotland Group plc is listed in London Stock Exchange with market capitalization of GBP 44.3 billion as at 29 November 2007. For the half year ended 2007, the Royal Bank of Scotland Group plc posted a net profit of GBP 3.7 billion and its total assets stood at GBP 1,011 billion.

PORTFOLIO COMPOSITION

Agriculture / Resources	Archer – Daniels – Midland Potash Corporation Companhia Vale do Rio Doce (Vale)
Food	Nestle S.A. Bunge Limited Kellogg Company
Financials	Morgan Stanley DBS Group Holdings Limited HSBC (Replace by Lehman Brothers with effective from 15/09/08)

BENCHMARK

	%
RAM Quant Shop	100
MGs Bond Short 1 – 3 Year	

Principal Risks of the Fund

- Credit / Default risk
- Interest rate risk
- Risk of early termination
- Option risk
- Legal risk
- Liquidity risk
- Prepayment and commitment risk
- Currency risk
- Country risk

Investors are advised to read and understand the contents of the First Prospectus for the HLG Star Select – Capital Protected dated 30 June 2008, before investing. The Prospectus has been registered with the Securities Commission who takes no responsibility for its contents. A copy of the Prospectus can be obtained from any of HLAM's offices, agents or our authorised distributors. You should also consider the fees and charges involved before investing. Prices of units and distributions payable, if any, may go down or up and that past performance is no guarantee of future performance. Applications must be made on the 'Account Opening Form' referred to and accompanying the Prospectus.

HLG Star Select – Capital Protected

Date: 31/07/10

FUND INFORMATION

Launch Date Offer Period	30 June 2008 30 days from launch date (30 June 08 – 29 July 08)
Fund category (as per Lipper)	Guaranteed/ Protected
Fund type	Growth
Fund Size in RM	221.52 million
Launch price	RM0.50
Initial investment	RM1000.00
Subsequent investment during offer period	RM1000.00
Sales charge	2.45%
Annual management fee	Nil
Exit fees	1.00% within 1 st Year 0.50% within 2 nd Year
Annual expense ratio as at 31/05/10	0.05
EPF investment scheme	N/A
Participation rate	110%

RISK AS AT END 31/07/2010

3-YEAR Annualized Volatility	N/A
3-YEAR Annualized Sharpe Ratio	N/A
HSBC Risk Classification	Cautious

**3-YEAR VOLATILITY AND SHARPE RATIO FIGURES ARE BASED ON NAV, ADJUSTED FOR DISTRIBUTIONS RE-INVESTED AND IN MYR.

FUNDS NAV AS AT END 31/07/2010

52-Week High	0.5124
52-Week Low	0.4994

TRAILING RETURNS

	3 MTH	6 MTH	1 YR	2 YR	3 YR	5 YR
Absolute Returns To Date (%)	0.67	1.10	2.81	2.42	N/A	N/A
Annualized Returns To Date (%)	2.68	2.20	2.81	1.21	N/A	N/A

PERFORMANCE FIGURES ARE BASED ON NAV-TO-NAV, DISTRIBUTIONS RE-INVESTED IN MYR.

CALENDAR YEAR RETURNS

	2006	2007	2008	2009
HLG Star Select–Capital Protected (%)	N/A	N/A	N/A	3.99
RAM Quant Shop MGS Bond Short 1-3yr (%)	N/A	N/A	N/A	16.35

PERFORMANCE FIGURES ARE BASED ON NAV-TO-NAV, DISTRIBUTIONS RE-INVESTED IN MYR.

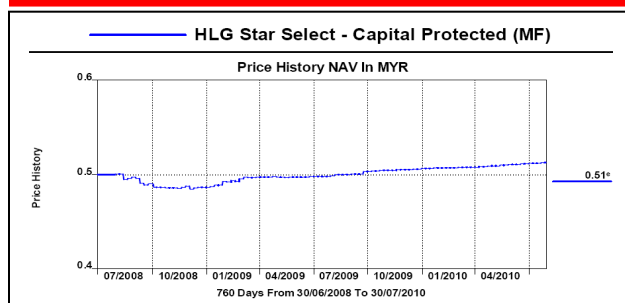
TOP 10 HOLDINGS AS AT END 31/07/2010

	% OF FUND
RHB Bank Berhad - Zero-coupon Negotiable Instrument of Deposits	20.08
AmBank Berhad - Zero-coupon Negotiable Instrument of Deposits	20.08
CIMB Investment Bank Berhad - Zero-coupon Negotiable Instrument of Deposits	20.07
HSBC Bank Berhad - Zero-coupon Negotiable Instrument of Deposits	19.85
Hong Leong Bank Berhad - Zero-coupon Negotiable Instrument of Deposits	19.85

No of equity stocks Holdings 1 stocks

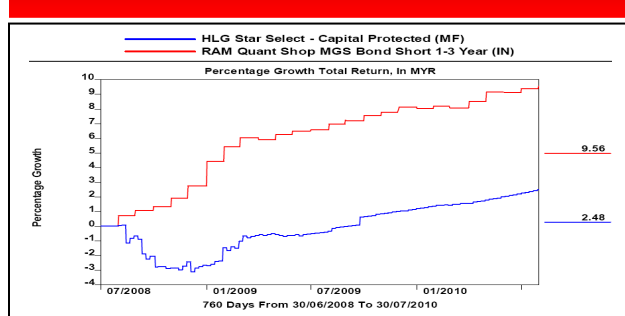
SOURCE: Hong Leong Asset Management Bhd
(Formerly known as HLG Unit Trust Bhd)

CHART 1: HISTORICAL PRICE FUND SINCE INCEPTION



NAV line chart (based on NAV-to-NAV)

CHART 2: PERFORMANCE OF FUND SINCE INCEPTION

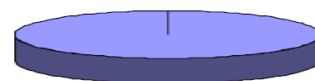


Source: Lipper

Calculation: Nav-Nav, gross (i.e income from HLG Star Select Capital Protected Fund such as distributions, if any, will be reinvested), based in Ringgit Malaysia, Percentage Growth

ASSET ALLOCATION* AS AT 31/07/10

Deposits, Receivables and others 0.07%



Zero-coupon Negotiable Instrument of Deposits 99.93%

*as a percentage of NAV. Please note that asset exposures for the funds are subject to frequent change on a daily basis.