

# Pacific Income Fund

## FUND OBJECTIVE

Aims to achieve consistently attractive and stable income with reasonable preservation of capital by investing in a diversified portfolio of fixed income securities such as bonds and money market instruments as well as stocks that offer a steady dividend income stream. The Fund also aims to provide moderate capital growth over a medium to long-term period.

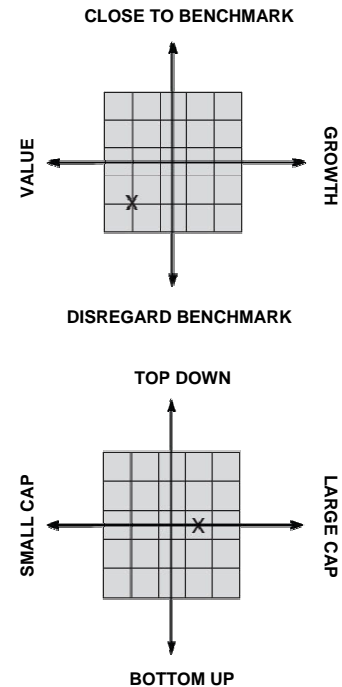
## REVIEW & OUTLOOK AS AT END MARCH 2011

- The equity allocation of Pacific Income Fund increased to 36.38% from 35.33% recorded in the previous month due to net buying of stocks.
- The Fund increased positions in two oil and gas stocks and a telecommunications service provider. It took a trading position in two timber stocks, resulting in a net increase in exposure to the sector.
- The Fund realised profit from trading in a timber stock and from the partial disposal of a banking stock.
- In the immediate term, the Fund will look for near-term opportunities to sell on strength and stay invested at the 35% level.
- Fixed income allocation was lower at 41.14% from 47.02% previously due to net inflow of funds and maturation of short-term papers. During the period, the Fund increased exposure in a short-tenured bond within the AA1 credit from the secondary market given the attractive valuation on a relative basis. The Fund also added position in a subordinated debt within the Single A segment for yield enhancements. Active cash management was also adopted in lieu of attractive investments in the primary market. The Fund purchased several short-term commercial papers as better cash alternatives.

## FUND MANAGER: PACIFIC MUTUAL FUND BHD

- Pacific Mutual Fund Bhd, a company incorporated in Malaysia, is an 85%-owned subsidiary of PacificMas Berhad, a company incorporated in Malaysia and listed on the Main Board of Bursa Malaysia Securities Berhad.
- The principal activities of Pacific Mutual Fund Bhd are the establishment and management of unit trust funds as well as the management of private investment mandates.
- The designated person responsible for the investment management of this Fund: Koh Huat Soon.

## INVESTMENT STYLE



BENCHMARK#	%
<b>COMPOSITE BENCHMARK</b>	
FBM 100	40
3-MONTH KLIBOR	60

#Benchmark: Since inception to 5 July 2009 = Composite Benchmark (40% KLCI & 60% 3-Month KLIBOR);  
From 6 July 2009 onwards = Composite Benchmark (40% FBM 100 & 60% 3-Month KLIBOR)

^ Volatility Factor (VF) as at 28 February 2011: 6.7. Volatility Class (VC) as at 31 December 2010: Low (above 4.3 and below/same as 11.8). VF means there is a possibility for the Fund in generating an upside return or downside return around this VF. VC is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC is 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. Source: Lipper.

This leaflet provides general information and does not have regard to any specific investment objective, financial situation, or particular personal need. The performance of the funds is calculated on a bid-to-bid basis including any capital gains and reinvested income distribution. Master Prospectus dated 15 November 2010, Supplementary Master Prospectus dated 22 December 2010 and Second Supplementary Master Prospectus dated 3 March 2011, which are to be read together, are obtainable at our offices. They have been registered with the Securities Commission Malaysia, who takes no responsibility for their contents. Units will only be issued when we receive the official application form referred to in and accompanying the Prospectuses. Investors should study the Prospectuses, and consider the fees and charges before investing. It should also note that distributions and investment value do go up or down and past performance may not be repeated. The Fund is subject to company specific risk. Description of the specific risk can be obtained from Master Prospectus dated 15 November 2010.

## FUND INFORMATION

Launch date	18 August 2000
Fund category ( as per Lipper)	Mixed Asset MYR Conservative
Fund type	Income & growth
Fund size in RM	209 million
Launch price	RM0.50
Initial investment (Cash/Saver's/EPF Plan)	RM500/RM100/RM1,000
Subsequent investment (Cash/Saver's/EPF Plan)	RM100/RM50/RM1,000
Sales charge	5.00% of NAV per unit
Annual management fee	1.50% p.a. of NAV
Exit fees	N/A
Annual expense ratio as at 30/09/10	1.60%
EPF investment scheme	Yes

## RISK AS AT END 31/3/11

3-YEAR Annualized Volatility	6.62
3-YEAR Annualized Sharpe Ratio	0.53
HSBC Risk Classification	2

\*\*3-YEAR VOLATILITY AND SHARPE RATIO FIGURES ARE BASED ON BID PRICES, ADJUSTED FOR DIVIDENDS RE-INVESTED AND IN MYD.

## FUNDS NAV AS AT END 31/3/11

52-Week High	0.5861
52-Week Low	0.5452

## TRAILING RETURNS

	3 MTHS	6 MTHS	1 YR	2 YRS	3 YRS	5 YRS
Absolute Returns To Date (%)	1.54	5.24	10.49	34.39	20.89	55.89
Annualized Returns To Date (%)	6.40	10.78	10.49	15.93	6.53	9.28

PERFORMANCE FIGURES ARE BASED ON BID-TO-BID PRICES, DIVIDENDS RE-INVESTED IN MYD.

## CALENDAR YEAR RETURNS

	2007	2008	2009	2010
Pacific Income Fund (%)	22.76	-12.80	19.45	11.35
Composite Benchmark <sup>#</sup> (%)	14.51	-15.83	17.78	10.04

PERFORMANCE FIGURES ARE BASED ON BID-TO-BID PRICES, DIVIDENDS RE-INVESTED IN MYD.

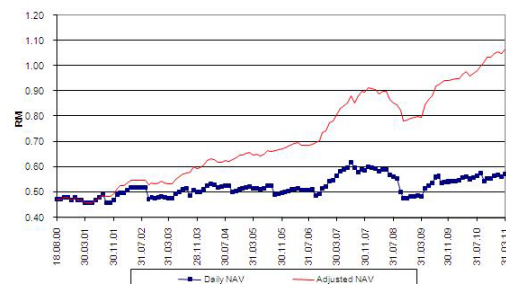
## TOP 10 HOLDINGS AS AT END 31/3/11

	% OF FUND
Sime Darby Bhd	2.62
Genting Bhd	2.29
Public Bank Bhd	2.25
CIMB Group Holdings Bhd	2.12
IOI Corporation Bhd	2.06
IJM Corporation Bhd	2.02
RHB Capital Bhd	1.95
Malayan Banking Bhd	1.90
Petronas Chemicals Group Bhd	1.89
Dialog Group Bhd	1.62

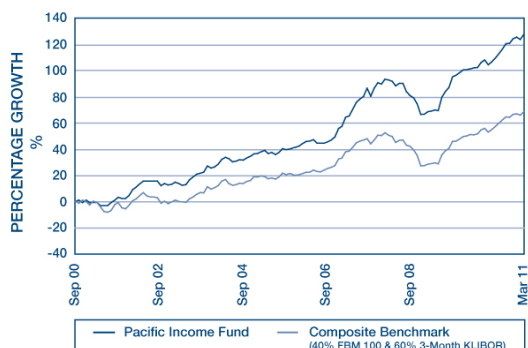
No. of stocks holdings      33 stocks (including collective investment scheme)

SOURCE: Lipper; Pacific Mutual

## CHART 1: HISTORICAL PRICE FUND SINCE INCEPTION



## CHART 2: PERFORMANCE OF FUND SINCE 8 SEPTEMBER 2000



## SECTOR ALLOCATION AS AT 31/3/11

