

PRU *asia select income fund*



PRUDENTIAL
Fund Management

March 2011
As at 28 February 2011

FUND OBJECTIVE

Seeks to provide a stable income stream and an opportunity for capital appreciation by investing primarily in a portfolio of Malaysian investment grade fixed income securities and a collective investment scheme primarily the International Opportunities Funds – Dragon Peacock which invests in equity and equity related securities of corporations which are incorporated in, or listed in, or operating principally from, or carrying on significant business in, or derive substantial revenue from, or whose subsidiaries, related or associated corporations, derive substantial revenue from People's Republic of China (PRC) and India.

REVIEW & OUTLOOK

Most Asian equities markets outside of Japan fell in February as political tension in the Middle East and North Africa (MENA) intensified aversion to risk and propped up oil prices which in turn heightened inflation concerns. Protests in Egypt escalated throughout the month prompting President Hosni Mubarak to step down after ruling for three decades. Political unrest swept Tunisia, Yemen, Algeria, Bahrain and Iran. Towards the end of the month, Libya grabbed the spotlight as the country was split between the government's opposition and followers of the Libyan leader Muammar Qaddafi.

Oil prices touched USD100 a barrel for the first time in more than two years as the violence in the MENA stoked concern that supplies will be disrupted should the turmoil spread to other crude oil-producing countries.

Focus was also on tightening measures by various governments. China's central bank raised the benchmark deposit and lending rates by 25 basis points early in the month and later increased the required reserve ratio for commercial banks. Indonesia's central bank raised its key rates in February, joining China, India, South Korea, Thailand and Vietnam in increasing borrowing costs this year.

Within the Asia Pacific ex-Japan region, Japan's Nikkei 225 (+3.77%), Thailand's SET Index (+2.47%) and Indonesia's Jakarta Composite Index (+1.79%) led the gains, while Korea's Kospi Index (-6.30%), Taiwan's TWSE Index (-5.97%) and Singapore's Straits Times Index (-5.32%) showed the worst performance.

FUND MANAGER

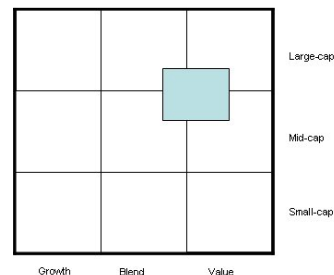
Krishna Kumar

Krishna is a Portfolio Manager and Investment Director with a focus on Indian equities. Krishna joined Prudential Asset Management (Singapore) Limited in January 2009. With over 15 years of investment experience, Krishna was previously at Birla Sun Life AMC and ICICI Prudential AMC. He has also spent time in equity research and sales. Krishna holds a Bachelor of Commerce degree and is a member of the Institute of Chartered Accountants of India.

Frank Shi

Frank is a Portfolio Manager and specialist in China equities. Frank joined Prudential Asset Management (Hong Kong) Limited in 2006. Previously, Frank was the director of China Research at CLSA. Prior to that, Frank worked across China with Arthur Anderson and Donaldson Lufkin Jenrette. Frank has over 13 years of investment experience. Frank has a bachelor degree in engineering from Tsinghua University, China and a MBA from Yale School of Management. He is also a China Certified Public Accountant.

INVESTMENT STYLE



BENCHMARK

MSCI China Index	20%
MSCI India Index	20%
RAM quant shop MGS Medium Index	60%

We recommend that you read and understand the Prudential Master Prospectus before investing. To invest, obtain a current Master Prospectus & Application Form from the head office of Prudential Fund Management Berhad or any approved distributor. A copy of the Prudential Master Prospectus dated 15 July 2010 and Supplemental Master Prospectus dated 1 October 2010 have been registered and lodged with the Securities Commission, who takes no responsibility for its contents. There are fees and expenses involved in investing in the funds. We suggest that you consider these charges carefully prior to making an investment. Past performance and income distributions are not guaranteed and may not be reflective of future performance and income distributions. Unit prices and income distributions, if any, may fall and rise. In the event that there is a discrepancy of information between the fact sheet and the prospectus, the information in the Prospectus shall prevail.

FUND INFORMATION

Launch date	18 November 2005
Fund category (as per Lipper Hindsight)	Mixed Asset / Emerging Markets
Fund type	Balanced/Growth & Income
Fund size	RM147,237,092.04
Launch price	RM0.5000
Initial investment (Lump Sum) (Regular)	RM1000* RM500*
Subsequent investment (Lump Sum & Regular)	RM100*
Sales charge	Up to 5.00% of NAV per unit
Annual management fee	1.5% of NAV of the Fund p.a.
Exit fees	Nil
Annual Expense Ratio as at 30 June 2010 (Source: Annual Report)	1.59%
EPF investment scheme	No

*OR SUCH AMOUNT WE MAY FROM TIME TO TIME DECIDE

RISK

	Value
3-YEAR annualised volatility	10.69
3-YEAR annualised sharpe ratio	-0.05
HSBC Risk Classification	2

FUND NAV

	NAV	RM0.5885
52-Week High	RM0.6234	8-Nov-10
52-Week Low	RM0.5746	1-Sep-10

TRAILING RETURNS

	1 mth	6 mths	1 yr	3 yrs	5 yrs
Absolute Returns to Date	-0.94%	1.85%	3.51%	6.93%	40.22%
Annualised Returns to Date	N/A	N/A	N/A	2.26%	6.99%

60% RAM qs MGS Medium + 20% MSCI India + 20% MSCI China
Performance figures are sourced from Lipper Hindsight 5, 28 February 2011

CALENDAR YEAR RETURNS

	2008	2009	2010
Fund	23.91%	30.80%	3.46%
Index	17.83%	29.78%	3.93%

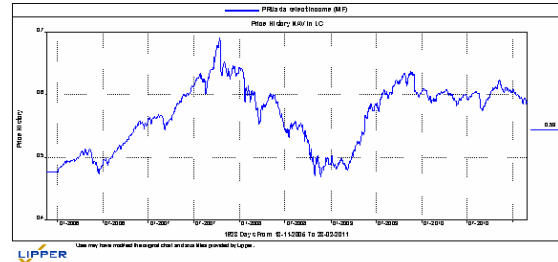
TOP 10 LARGEST HOLDINGS*

IOF-Dragon Peacock Fund	38.18
RHB Bank Bhd	5.59
Malakoff Corporation Bhd	5.42
Konsortium Lebuhraya Utara-Timur (KL) Sdn Bhd	3.68
Jimah Energy Ventures	3.68
Public Bank Bhd ^	3.53
Public Bank Bhd ^	3.50
Ambank (M) Bhd^	3.46
Hyundai Capital Services Inc	3.46
Ambank (M) Bhd^	3.44

* as percentage of NAV

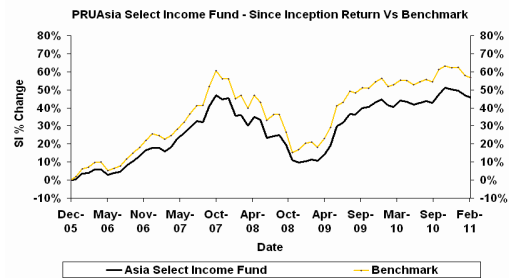
^ denotes different coupon rates & maturity for each

Chart 1: Historical Price of Fund Since Inception



Source: Lipper Hindsight 5, 28 February 2011.

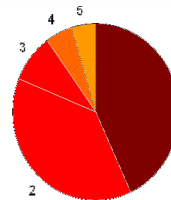
Chart 2: Performance of Fund Since Inception



Source: Lipper Hindsight 5, 28 February 2011.

INDUSTRY BREAKDOWN*

1. Bond - AA 43.04
2. IOF-Dragon Peacock Fund 38.18
3. Bond - A 8.88
4. Bond - AAA 5.30
5. Cash & Cash Equivalents 4.60



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

China	53.58
India	43.60
Cash	2.82

* as percentage of NAV

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