

FUND OBJECTIVE & BENCHMARK

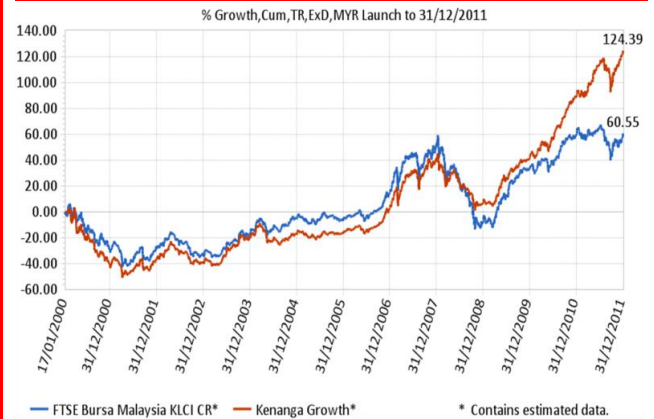
To provide unit holders with long-term capital growth. The Fund's benchmark is the FTSE Bursa Malaysia KLCI Index (KLCI).

FUND DETAILS

Fund Category/Type	Equity / Growth
Investment Manager	Kenanga Investors Berhad
Trustee	HSBC (Malaysia) Trustee Bhd
Launch Date	17 January 2000
NAV per Unit	RM 2.1317
Fund Size	RM 51.91 million
Sales Charge	5.00%
Annual management Fee	1.50% p.a.
Annual Trustee Fee	0.08% p.a.
Initial Offer Price	RM 1.00 per Unit
Designated Fund Manager	Chen Fan Fai (Since July 2007)

FUND PERFORMANCE

**NAV to NAV Prices and Cumulative Return
Over The Period %**

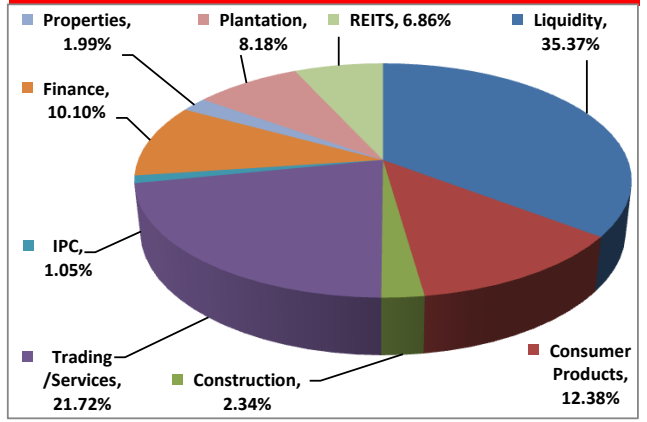


Source : Lipper IM

TOP 10 HOLDINGS (%NAV)

Dutch Lady Milk Industries	3.67
Tradewinds	2.95
QSR Brand	2.92
Batu Kawan	2.89
United Plantations	2.85
Dialog Group	2.79
Hong Leong Financial Group Bhd	2.67
Nestle (M'sia)	2.49
Capitamalls Malaysia	2.46
Public Bank Bhd	2.45

SECTOR ALLOCATION (%NAV)



FUND PERFORMANCE (%)

	1 month	3 months	6month	1 year	3 years (p.a)	5 years (p.a)	Since Inception (p.a)
Fund	3.67	12.60	4.65	19.07	28.19	16.96	6.99
Benchmark	3.98	10.35	-3.06	0.78	20.41	6.90	4.04

LIPPER FUND TABLE (EQUITY MALAYSIA-NON-ISLAMIC)

	1 month	3 months	6month	1 year	3 years	5 years	Since Inception
Fund Ranking	51/83	12 /82	1/82	1/80	2/ 74	3/68	50/77
*Leaders Rating	Consistent Return : 5			Preservation:5		Total Return : 5	

*Refer to overleaf for details

Source : Lipper IM

FUND MANAGER'S COMMENT

1. Malaysian economy is expected to slow down slightly from 4.9% in 2011 to 4.5% in 2012. Growth is underpinned by consumption and investment while export is likely to slow down.
2. Consensus EPS growth (median) is also expected to slow down from 12.3% in 2011 to 12.0% in 2012.
3. KLCI at 1531 (31/12/2011) is valued at PER of 13.9X, PBR of 2.3X and GDY of 3.4%. Adjusting PER to its 5yr median of 13.5X and PBR to its median of 2.2X, will result in valuation contraction of 2.9% to 4.3%. Off-setting this with EPS growth of 12% will see the KLCI potentially rising between ~7.7% to 9.1% by end 2012.
4. As downside risk is likely to come from the external side, we will continue to focus on companies deriving bulk of their earnings from the domestic market. This can be found in companies in the consumer, utilities and REITs. We also like plantation on a long term structural basis.
5. Companies likely to benefit from the ETP can be found in the oil & gas and construction sector. We prefer the oil & gas companies as their projects pipeline are more certain. Further, most construction companies have exposure in the property sector which we are not keen on. The oil & gas sector will be our main focus in the early part of the year.
6. In December, we initiate a buy on Sarawak Oil Palms (an upstream oil palm plantation player in Sarawak. Its productivity is set to increase given their relatively young age profile). We exited Media Prima (expecting company's revenue to be affected by the weak ADEX).

FUND PRICE HISTORY *			
	Since Inception	2010	2011
Highest (RM)	2.1317	1.7997	2.1317
Lowest (RM)	0.4700	1.3440	1.7905

*Sources : Historical Data of the Manager

DISTRIBUTION / UNIT SPLIT HISTORY			
(For Past 3 Years)*			
Declaration Date	Gross Distribution	Gross Distribution Yield	Unit Split
N / A			



<http://www.KenangaInvestors.com.my>

Head Office Suite 12.02, 12 th Floor Kenanga International Jalan Sultan Ismail 50250 Kuala Lumpur, Malaysia Tel: +603 2057 3688 Fax: +603 2161 8807	Regional Office, Kuala Lumpur Suite 12.02, 12 th Floor Kenanga International Jalan Sultan Ismail 50250 Kuala Lumpur, Malaysia Tel: +603 2713 3188 Fax: +603 2713 5868	Regional Office, Kuching Level 1, Wisma Mahmud Jalan Sungai Sarawak 93100 Kuching, Sarawak, Malaysia Tel: +6082 343 022 Fax: +6082 343 066	Regional Office, Kota Kinabalu Lot 47, No. 20, 1st Floor Damai Plaza, Phase 4, Block F Lorong Pokok Kayu Manis II 88300 Kota Kinabalu, Malaysia. Tel: +6088 269 678 Fax: +6088 259 678
---	---	--	---

*Leader Rating

Consistent Return : Lipper ratings for Consistent Return reflect funds' historical risk-adjusted returns, adjusted for volatility, relative to peers.

Preservation : Lipper ratings for Preservation reflect funds' historical loss avoidance relative to other funds within the same asset class.

Total Return : Lipper ratings for Total Return reflect funds' historical total return performance relative to peers.

The Lipper ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for the Total Return, Consistent Return & Preservation metrics over three-year periods.

The highest 20% of funds in each peer group are named Lipper Leader or a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2, and the lowest 20% are scored 1.

Based on the fund's portfolio returns as at 15 December 2011, the Volatility Factor (VF) for this fund is 9.38 and is classified as "Moderate". (source: Lipper) "Moderate" includes funds with VF that are above 10.830 but below 14.240 (source: Lipper). 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.

A Master Prospectus dated 30 June 2011, registered with the Securities Commission, who takes no responsibility for its contents, is obtainable at our offices. Units will only be issued on receipt of application form referred to in and accompanying the Prospectus. Investors are advised to read and understand the Prospectus and consider the fees and charges involved before investing. Unit prices and distributions may go down as well as up. A Fund's track record does not guarantee its future performance. Investors are advised to read and understand the contents of the unit trust loan financing risk disclosure statement before deciding to borrow to purchase units.