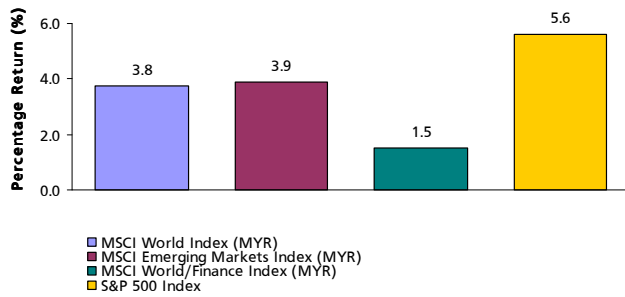




GLOBAL EQUITIES

Global Equities - Percentage Returns
(end October 09 - end November 09)



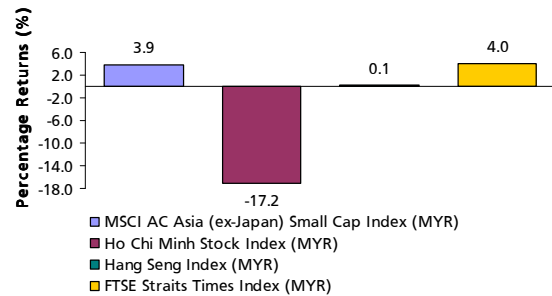
Source: Bloomberg

- Market sentiment improved over November 2009 as global equity markets recorded gains across the board. Risk appetite remains relatively well supported as buying flows rose over the month.
- As expected, volatility may rise over the short term. However, as yields on deposits globally remain at all-time lows, the vast amount of liquidity on the sidelines will likely continue to flow back into risky assets such as equities.
- The MSCI World Index and the MSCI Emerging Market Index (in MYR terms) recorded monthly gains of 3.8% and 3.9% respectively.
- Emerging Market (EM) equities were lead higher by strong performances over the month in China (+6.3%), India (+7.1%) and Brazil (+8.8%). However, the fourth component of the BRIC group (i.e. Russia) lagged slightly, recording a gain of 3.0% for the month.
- US equities also put in a strong showing over the month, gaining 5.6% (in MYR terms) as measured by the S&P 500 Index.
- However, financials were laggards over the month, only recording a slight improvement of 1.5% (in MYR terms) month on month.

REGIONAL EQUITIES

- Asian equity markets generally posted gains alongside global equity peers. However, performances were mixed.
- The key markets of China, India and Singapore lead the region higher while Hong Kong was flat over November 2009.
- Within the region, Vietnam was the outlier as it posted a sharp fall of 17.2% as investors sold down holdings after the State Bank of Vietnam moved to simultaneously increase the benchmark interest rate by 1% to 8% and to devalue the Vietnamese Dong by 5%.
- The devaluation of the Dong brings it more in-line with levels traded on the black-market and also helps support domestic exporters. Despite the short-term pressures expected on Vietnamese equities, the long-term structural growth of the country remains intact.
- Small cap stocks within the region generally benefitted from the increased risk appetite, recording a return of 3.9% in MYR terms as measured by the MSCI AC Asia (ex-Japan) Small Cap Index.
- Asian equities continue to be an attractive destination for global investment flows and the trend is expected to persist moving into 2010. However, volatility may pick up slightly in the interim as some investors look to lock-in strong gains made over the year. That being said, there is also substantial liquidity on the sidelines waiting for opportunities to enter the market, thus providing support to overall Asian equities.

Regional Equities - Percentage Returns
(end October 09 - end November 09)

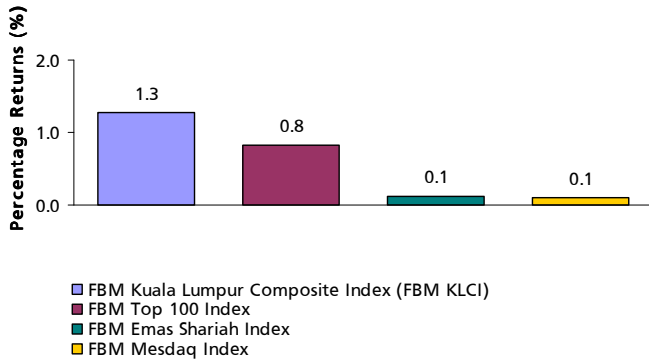


Source: Bloomberg



LOCAL EQUITIES

Local Equities - Percentage Returns
(end October 09 - end November 09)



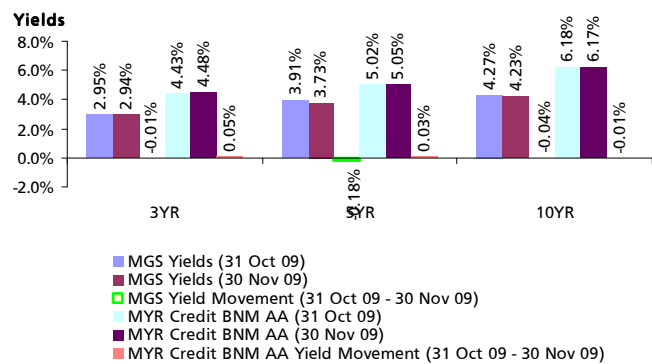
Source: Bloomberg

- In November 2009, Malaysian equity continued to record slight positive gain but it underperformed regional equity markets.
- The FTSE Bursa Malaysia Top 100 Index ("FBM100") recorded a gain of 0.8%, while the FTSE Bursa Malaysia Emas Shariah Index was largely flat at 0.1% over the month.
- Asian equities gained 2.3% over the month as measured by the MSCI Asia ex Japan Index led by China, India and Singapore market.
- The key corporate highlight in November 2009 was the re-listing of Maxis Bhd which raised more than RM10 billion and its first-day performance at 8.4% premium over the offering price of RM5 per share.
- Malaysia's third quarter 2009 (3Q09) gross domestic product (GDP) growth declined 1.2%, which was 5.7% better than the preceding quarter.
- The Manager remains cautious over the near-term as profit taking activity may continue after a stellar performance in equity markets since March 2009.
- However, the Manager believes that downside risk from this point is relatively contained as markets are on the recovery track over the medium term.
- The Manager will continue to pursue bottom-up opportunities in the market.

LOCAL & GLOBAL FIXED INCOME

- Over November 2009, as expected, Bank Negara Malaysia (BNM) kept the OPR unchanged at 2% for the sixth consecutive meeting since the last rate cut in February 2009.
- Currently, economic conditions appear to be improving whilst inflation is expected to remain benign. BNM believes that the current monetary policy stance is appropriate and will continue to provide support for economic activities.
- Malaysia government securities (MGS) yields tightened over the month with the 3-year and 5-year MGS yield improving 1 basis point (bps) and 18 bps respectively.
- In the private debt securities (PDS) market, fund flows were concentrated along the high grade segment.
- Asian dollar bond market weakened towards the end of November 2009 as investors sold off emerging market assets amidst credit troubles affecting Dubai World.
- Global markets were caught off guard by Dubai World's debt restructuring announcement that it was looking for a standstill agreement with creditors and bond holders which sparked concerns of potential defaults
- However, further announcement that Dubai World has began talks with banks to restructure USD26 billion of debt, less than half its USD59 billion of liabilities reduced some of the panic that built up in the market

MGS vs Malaysian AA2/AA Corporate Bond Yields
(end October 09 - end November 09)

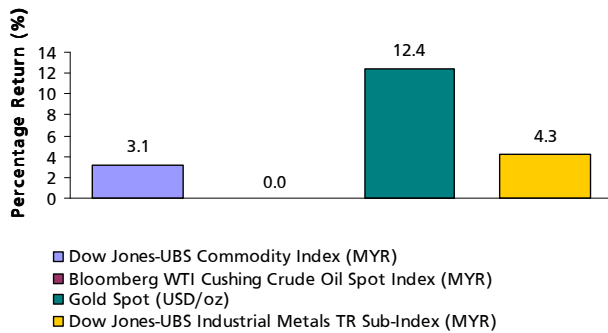


Source: Bloomberg



GLOBAL COMMODITIES

Global Commodities - Percentage Returns
(end October 09 - end November 09)



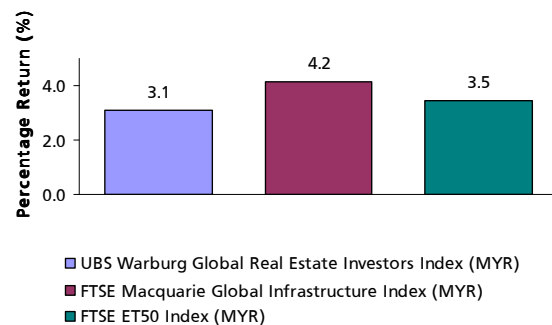
Source: Bloomberg

- Commodities underperformed the global equity markets marginally in November despite the strength of the metals and agricultural sectors and the continued weakness of the USD.
- Oil price traded sideways for the month to close at USD77 per barrel.
- Gold continued to be an investor's favourite as an alternative currency to the US Dollar and an attractive store of value in times of crisis. Gold price reached a high of close to USD1180 per ounce at month end. Copper also outperformed and was up 17.8% as measured by the LME Copper Index.
- The Dow Jones-UBS Commodity Index was up 3.1% for the month, underperforming the broader equity markets which returned 3.8% (as measured by the MSCI World Index in MYR terms).
- Agricultural market performed well due to a weaker US Dollar and an abundance of global liquidity. Support of prices is expected in coffee, sugar, cocoa, vegetable oils, cotton and oil seeds in general.
- Commodity related equities across the board recorded strong performance as well, supported by strong commodity prices and stock markets.
- The Manager has been, and will continue to be, extremely vigilant for any signs of a reversal in all risk assets and the US dollar. While the currency stays weak, commodity markets will likely perform well.

GLOBAL THEMES: PROPERTY, INFRASTRUCTURE & ENVIRONMENTAL

- Global REIT markets experienced some strong gains during the second week of the month but lost ground towards the end. Investor sentiment was negatively impacted due to mixed economic data and the concerns late in the month about the debt burden of Dubai World, a large conglomerate owned by the government of Dubai, one of the seven emirates of the United Arab Emirates. Global REIT markets gained ground over the month but underperformed the broader equity markets.
- The UBS Warburg Real Estate Investors Index returned 3.1% while the MSCI World Index gained 3.8% in MYR terms.
- Global equity markets were stronger overall in November, amid concerns late in the month about the debt burden of Dubai World. Dubai World planned to defer debt servicing for 6 months. Despite the situation remaining unclear, global markets had largely recovered their Dubai inspired losses by month-end. The infrastructure sector, as measured by the Macquarie Global Infrastructure Index (MGII), returned 4.2% for the month.
- The FTSE ET50 Index (MYR) which tracks the 50 largest listed companies within the environmental sector, was up 3.5% for the month, outperforming the broader equity market. In the year to date, many of the companies reporting results that have exceeded market expectation have been the beneficiaries of aggressive and well-executed cost cutting programmes. Given the lean cost structures put in place by many portfolio holdings, the Manager believes that the fund is well positioned to benefit from operating efficiencies as the market recovery continues, and presents continuing opportunities for exceeding earnings expectations.

Global Property, Infrastructure & Environmental Markets - Percentage Returns
(end October 09 - end November 09)



Source: Bloomberg