

# Managing Your Equity Investment In A Changing World



# YOU

**Are The Expert**

An aerial, high-angle photograph of a busy city square. The ground is paved with light-colored, rectangular tiles. Numerous people are walking in various directions. In the upper left, a man in a dark suit and tie is walking. In the upper center, a woman in a light blue suit is walking. In the upper right, a man in a dark suit is walking. In the lower right, a man in a light brown suit and tie is walking. In the lower center, a man in a light blue suit is walking. The text is overlaid on the image.

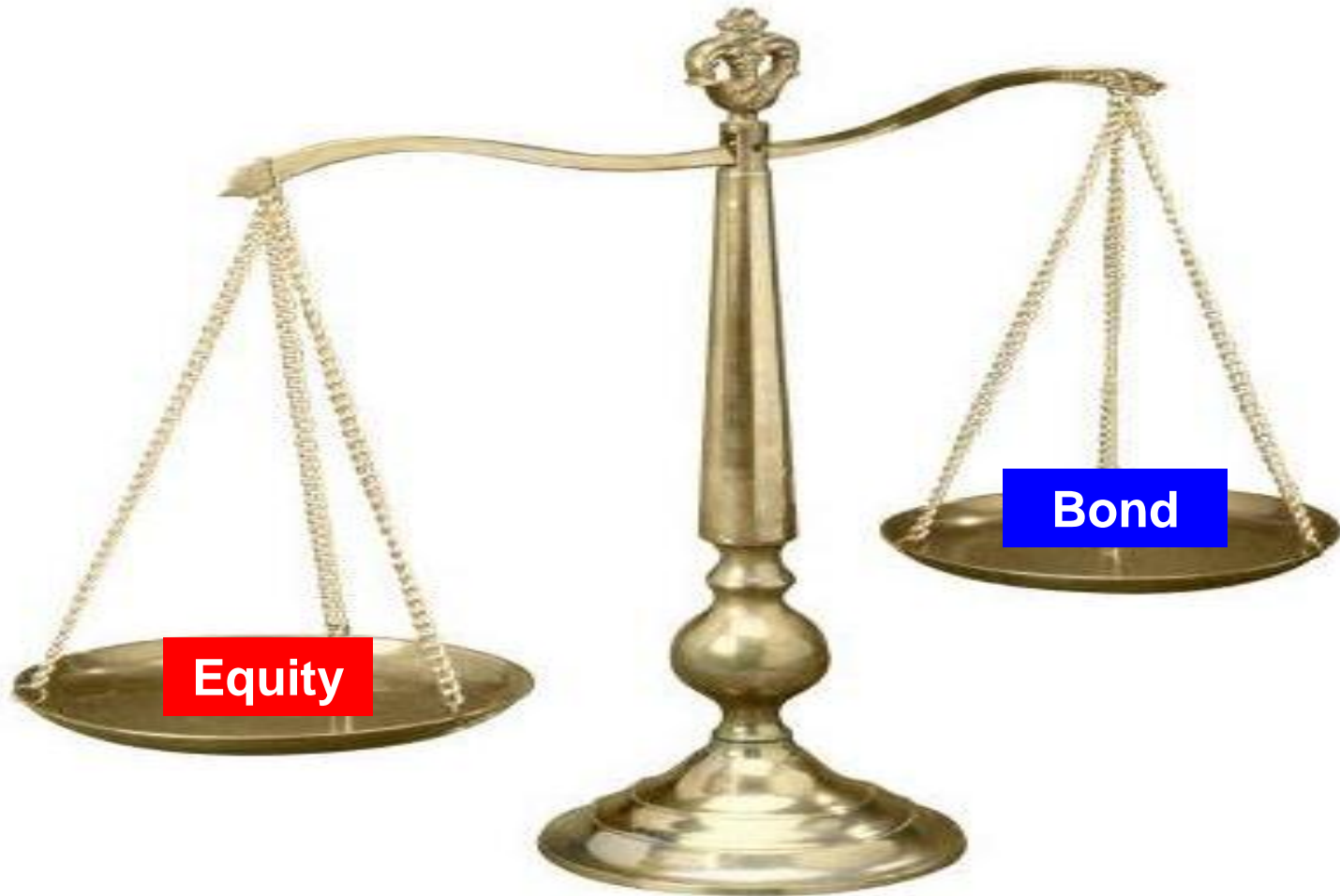
**600 professionals**  
**10 speakers**  
**1 mission**

**To make Malaysians better**

- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

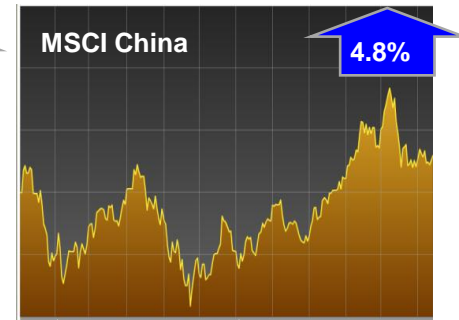
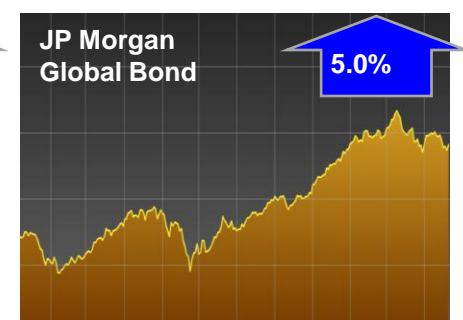
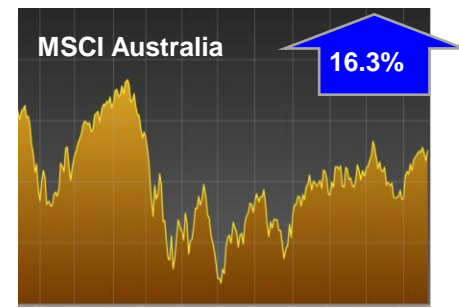
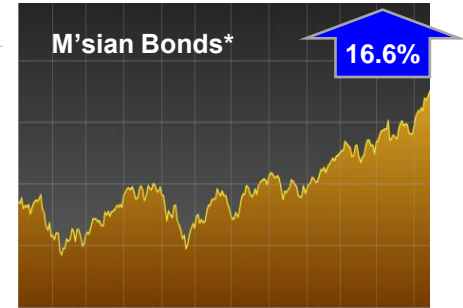
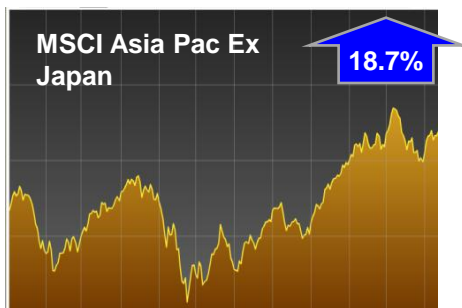
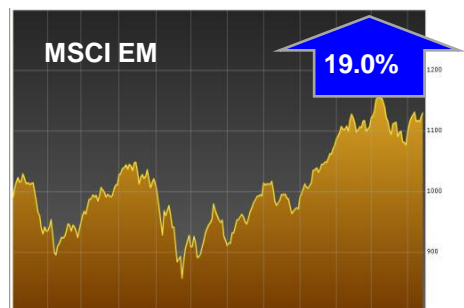
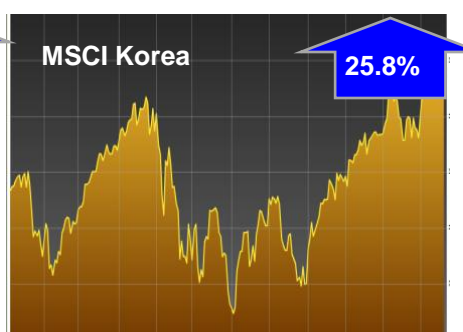
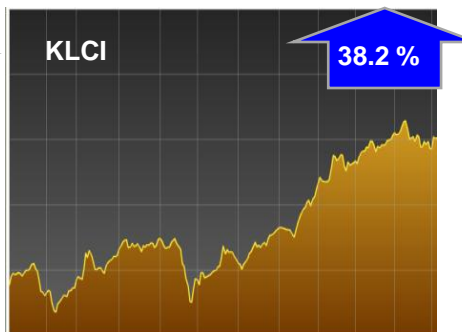
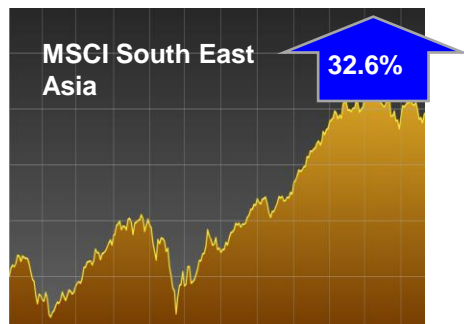


- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# 2010 Global Market Index - USD



Source: Bloomberg, from 31 Dec 2009 to 31 Dec 2010 in USD

\* RAM Quantshop MGS, Source : Lipper, from 31 Dec 2009 to Dec 2010 in USD





- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Q1 2011 Global Market Index - USD



Source: Bloomberg, from 31 Dec 2010 to 31 March 2011 in USD

\* RAM Quantshop MGS, Source : Lipper, from 31 Dec 2010 to 31 March 2011 in USD





- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

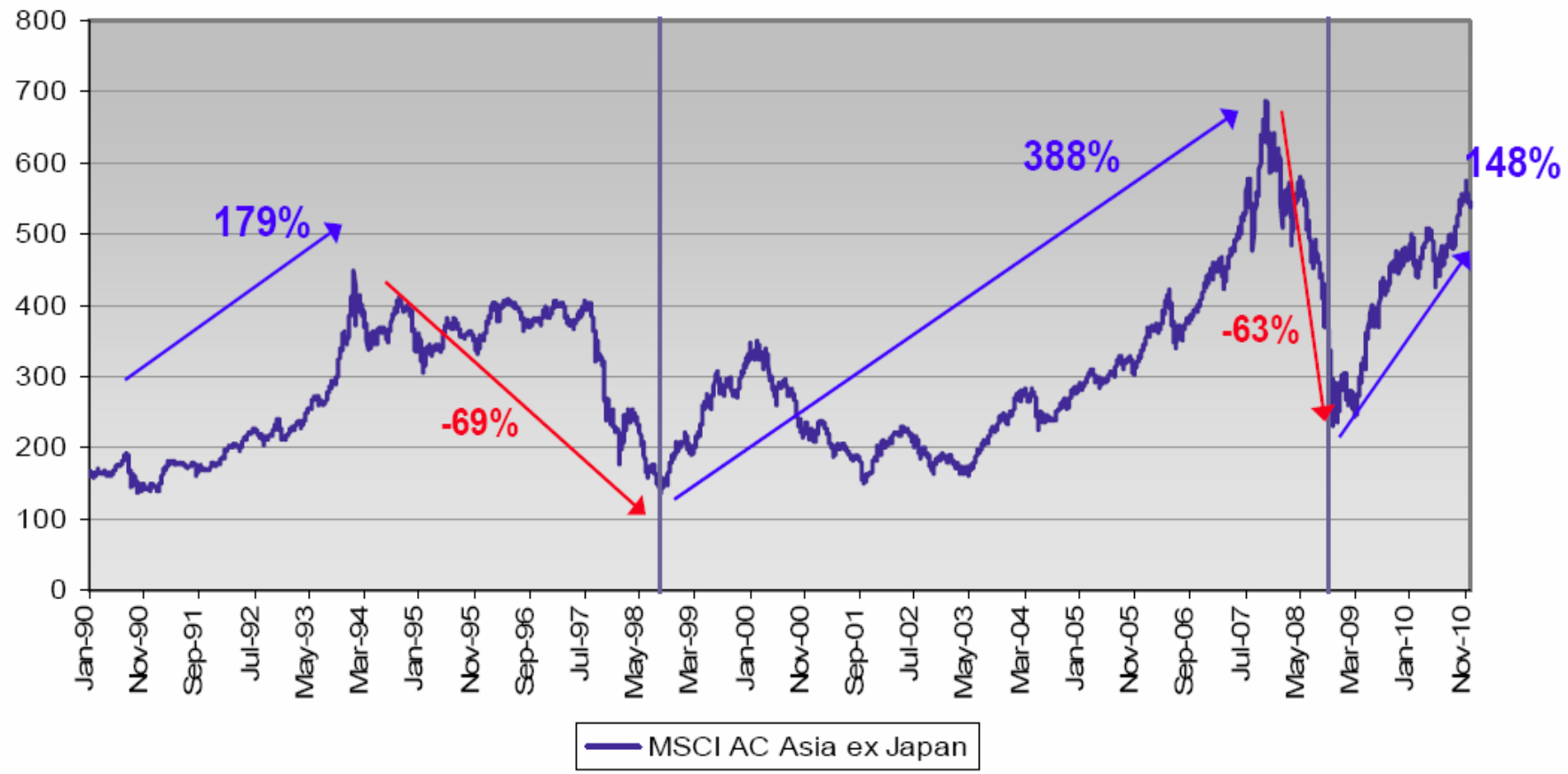


- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)



- Islamic Fund House of the Year

# Early



Source: AmInvestment Management Sdn Bhd, and Bloomberg, 28 February 2011  
 Past performance is not an indication of future performance



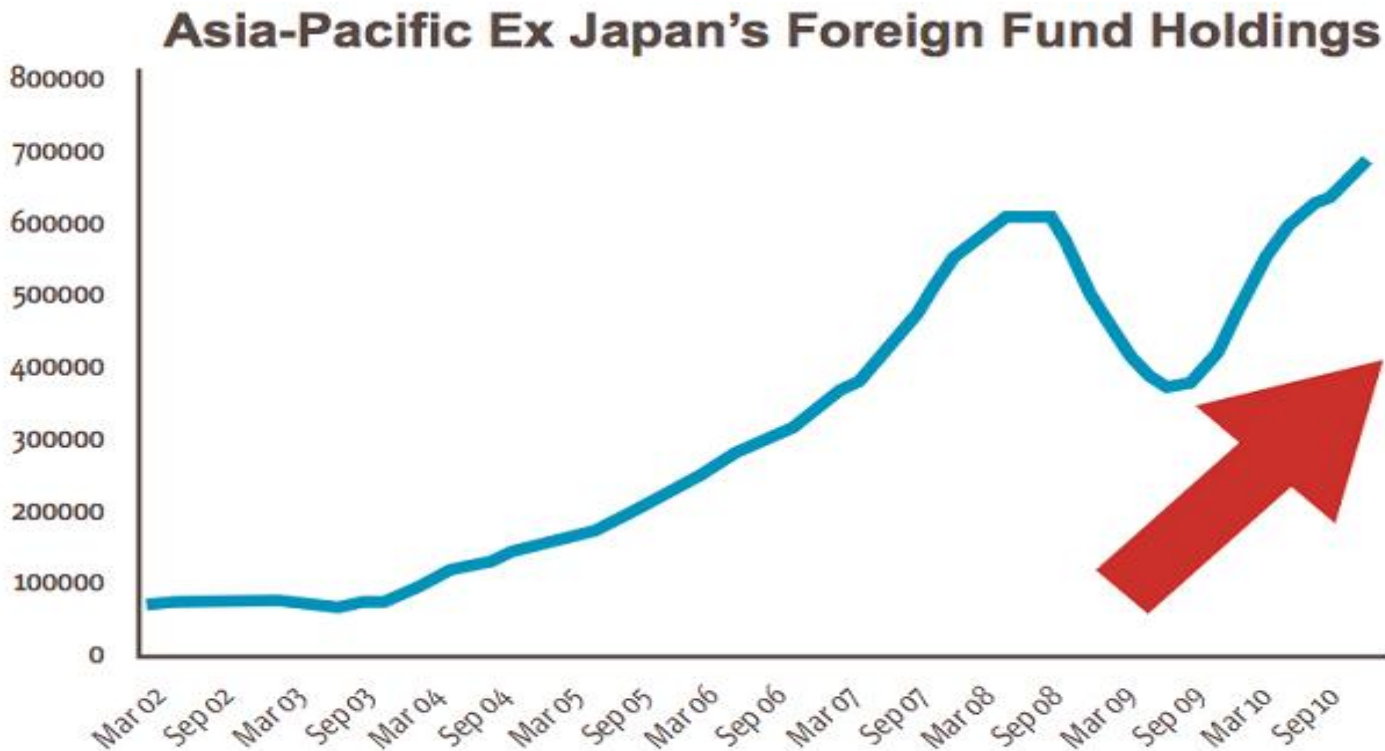


- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Easing



Source: EPFR Global, December 2010

**Strong Investor's Confidence → Increasing foreign fund inflows generally drive market performance**



- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)



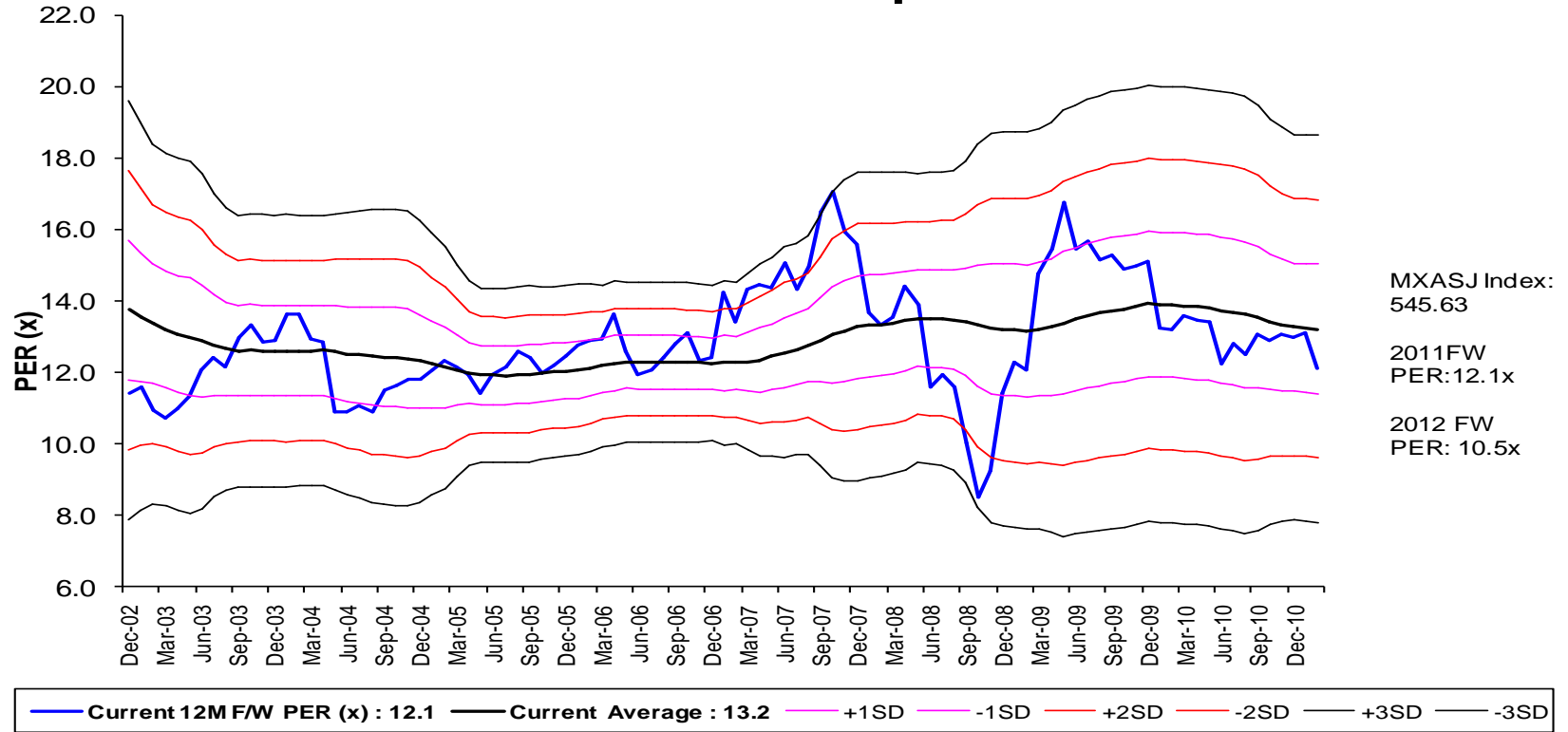
- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)



- Islamic Fund House of the Year

# Economical

## MSCI AC Asia ex-Japan PE Chart



Source: AmInvestment Management Sdn Bhd, and Bloomberg, 28 February 2011



- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Earnings

Country	EPS Growth (%)		P/E (x)		12m fwd P/E (x)	Index
	2011	2012	2011	2012	5 yrs avg	
Indonesia	22.30	15.90	12.80	11.00	12.30	3470
Malaysia	16.70	11.80	15.20	13.60	14.20	1491
Singapore	9.40	9.70	14.70	12.90	14.10	3010
Thailand	21.10	15.70	11.90	10.30	10.20	987

Source: IBES, date extracted 28 February 2011

- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)



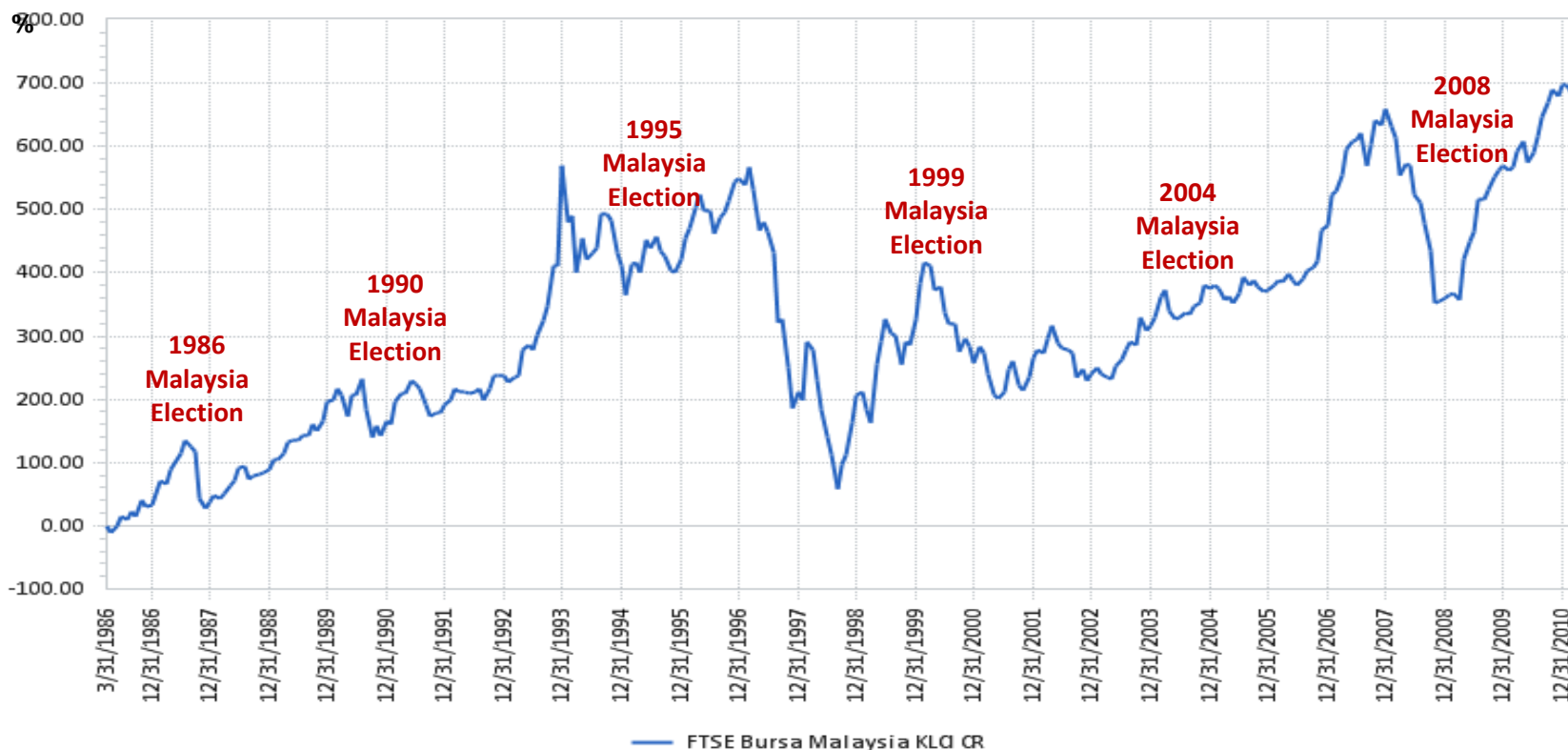
- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)



- Islamic Fund House of the Year

# Election

## KLCI performance over the past 25 years



Source: Lipper, data from 31 March 1986 to 31 March 2011  
Past performance is not an indication of future performance





- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Eagerness

Range		1/ 5/07 - 4/ 1/11		Period	W Weekly	221 Wk.	Period
Securities		Crncy	Prc	Appr	Total Ret	Difference	Annual Eq
1	VIX Index	USD	43.33	%	43.33	%*	8.86 %
2							
3							

(\* = No dividends or coupons)



Source: Bloomberg, 5 January 2007 to 1 April 2011  
Past performance is not an indication of future performance

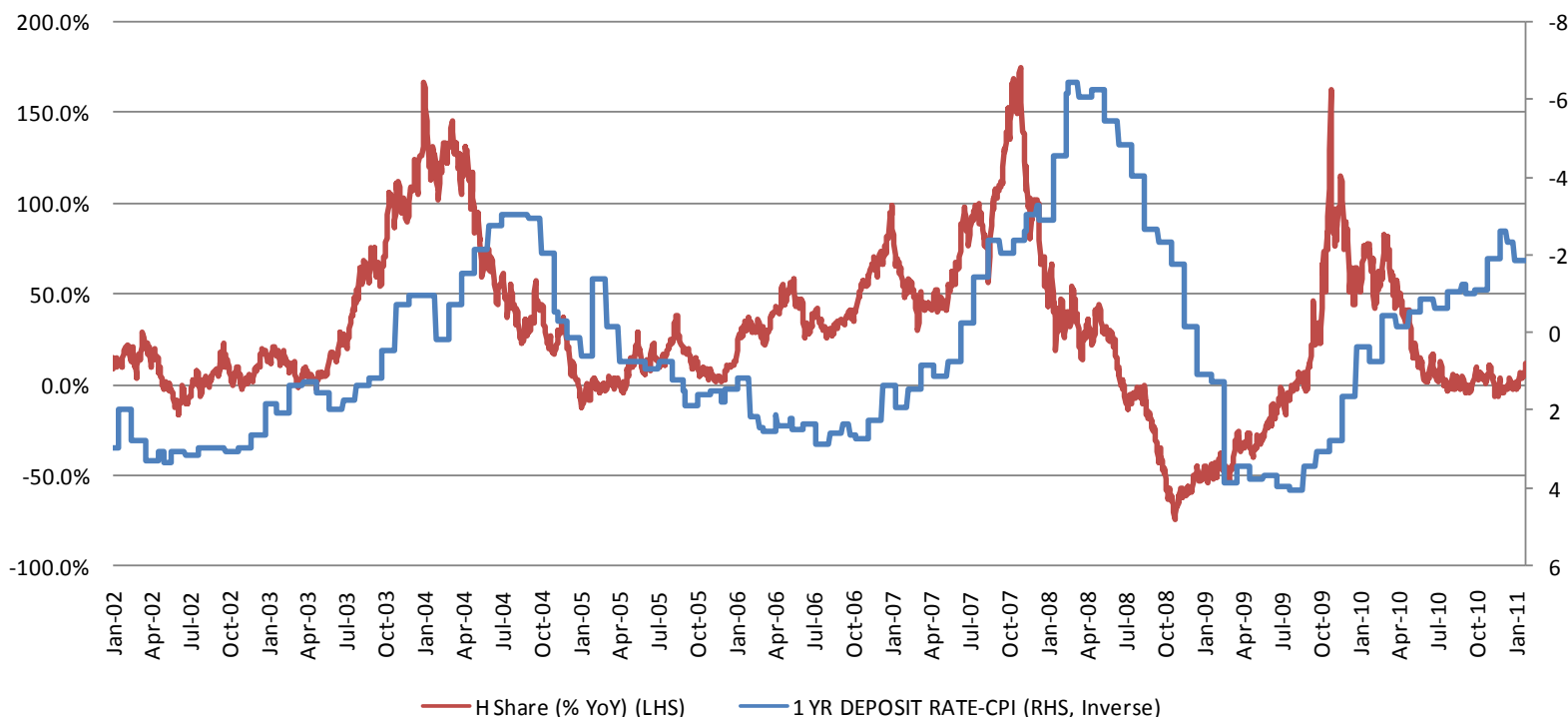


- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Extraordinary



- Investors have largely priced in inflation and hence tightening risk.
- Another 150 bps expected before inflation peaks around mid 2011.
- Inflationary causes such as grains and hog shortages in 2003 and 2007 are better managed this time.

Source: AmInvestment Management Sdn Bhd, and Bloomberg, 28 February 2011

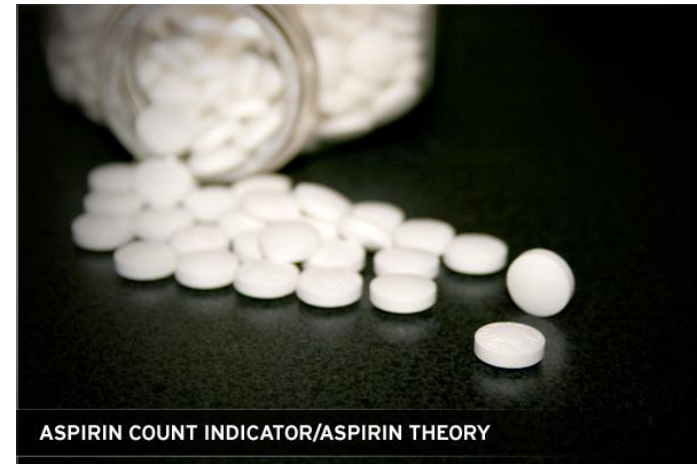


- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Economic Recovery



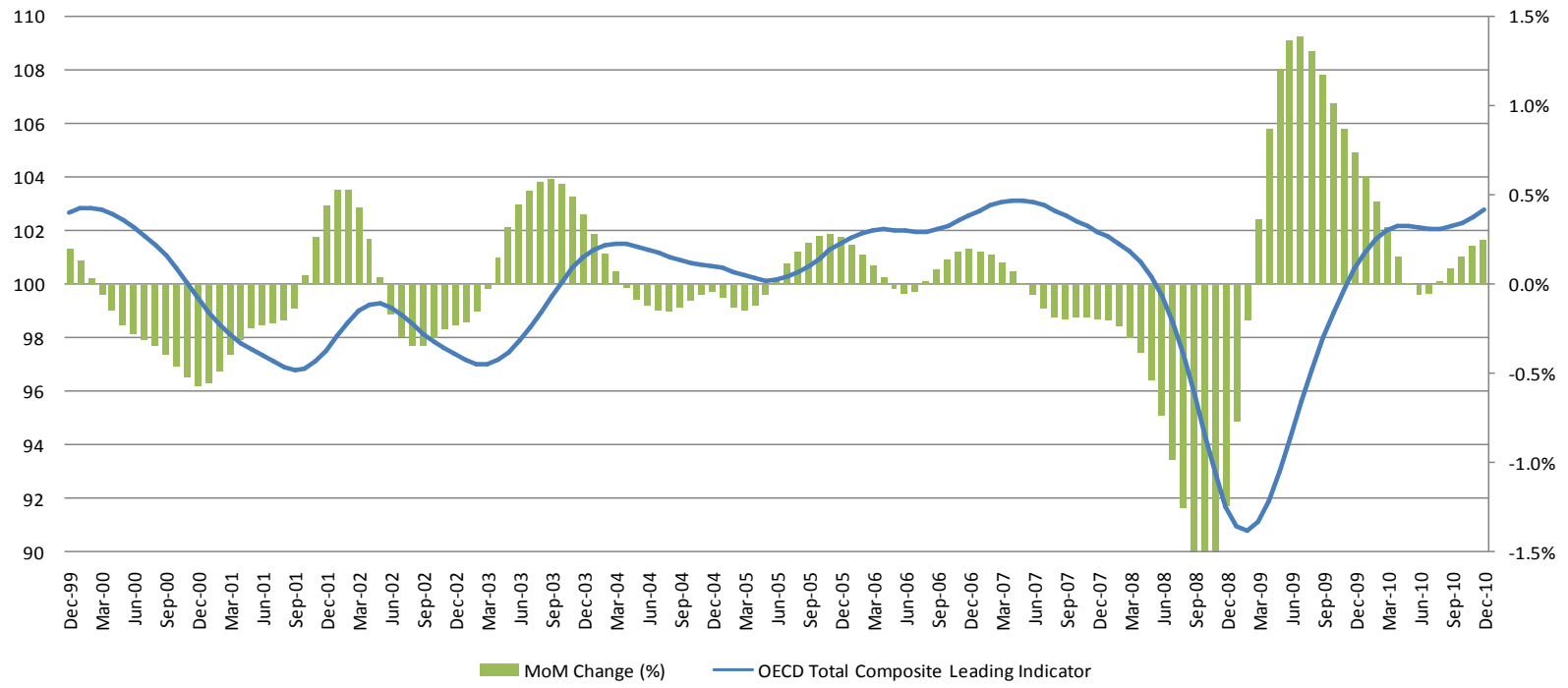
- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# OECD Leading Indicator

- Global growth continues to move upwards
- Global recovery firmly in place



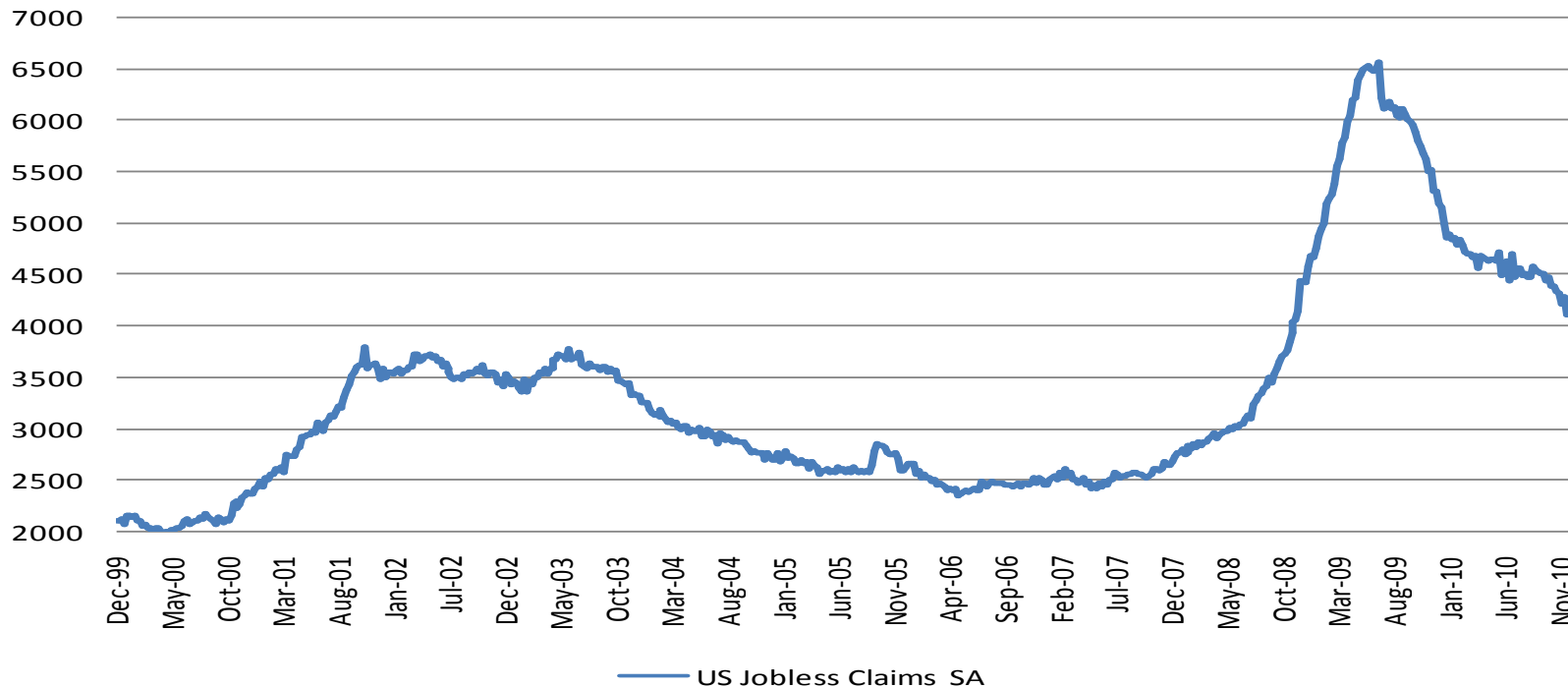
Source: Bloomberg, date extracted 28 February 2011





# US Unemployment Claims

- Unemployment claims have continued to drop
  - Job creation is positive but slow
- Nominal retail sales is growing at high single digit



Source: Bloomberg, date extracted 28 February 2011



- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)



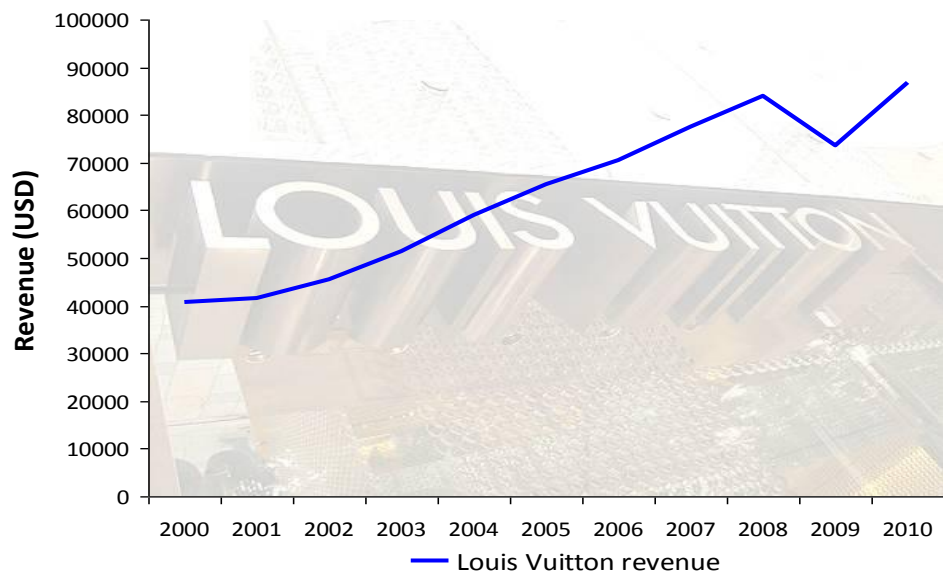
- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)



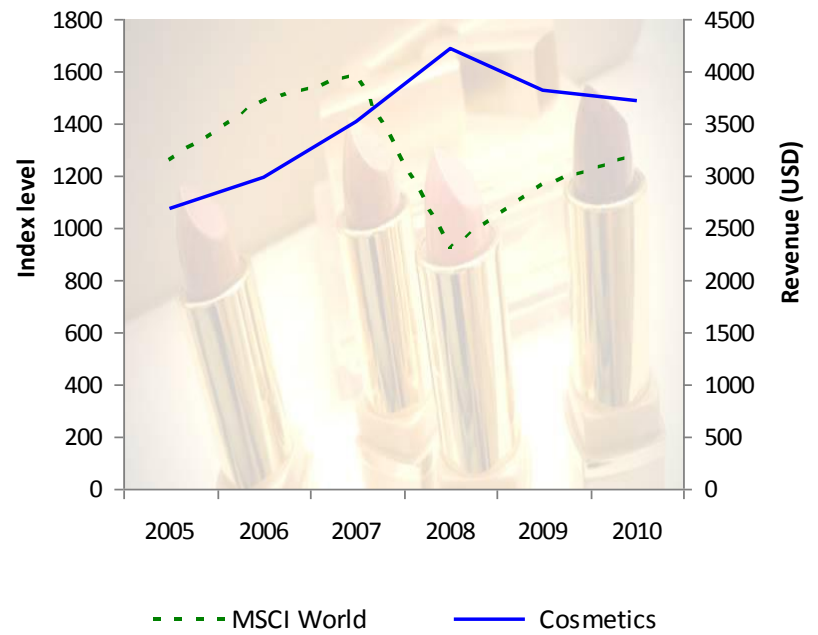
- Islamic Fund House of the Year

# Consumer Indicators

Louis Vuitton sales index



Cosmetics sales index



Source: Bloomberg, date extracted 31 March 2011

Note:

Cosmetics is represented by Christian Dior cosmetics and fragrances sales.  
 Louis Vuitton sales is represented by sales of fashion and leather goods

For training purposes only. Not for circulation.

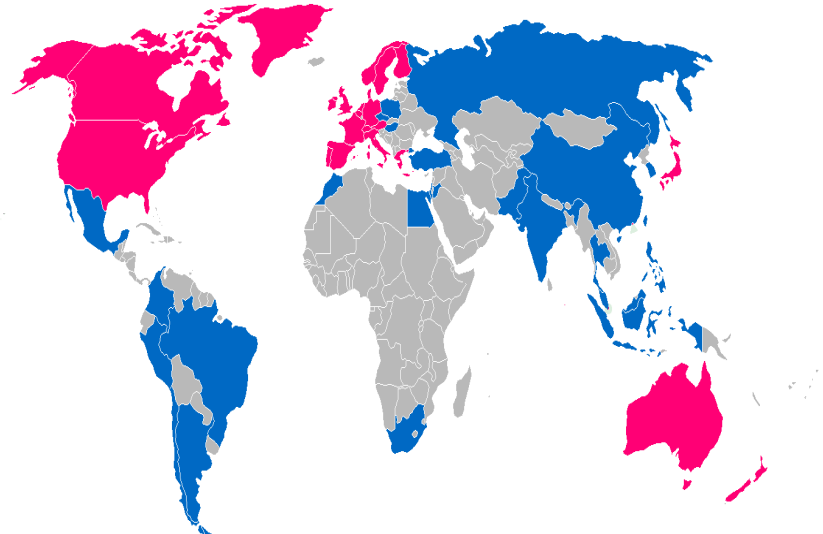
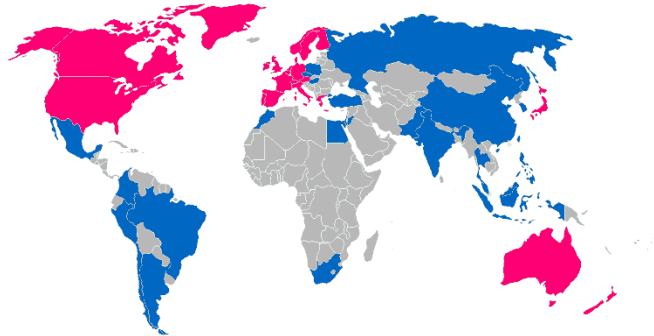
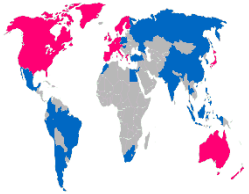


- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Emerging Markets ...





- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

## The City 600\* today ...

# 1.5 billion

people live in these 600 cities—  
22 percent of global population

# \$30 trillion

of GDP in 2007—more than half of  
global GDP

# 485 million

households, with average per capita GDP of

# \$20,000

The top 100 cities generated

# \$21 trillion

of GDP in 2007—38 percent  
of the global total

## ... and tomorrow

# 2.0 billion

people will live in these 600 cities in 2025—  
25 percent of the global population

# \$64 trillion

of GDP in 2025, nearly  
60 percent of global GDP

# 735 million

households will live in these cities, with  
average per capita GDP of

# \$32,000

... of which

# 235 million

households in developing world  
cities will have income above  
\$20,000 per annum

\* The City 600 are the top 600 cities by contribution to global GDP growth from 2007 to 2025.



- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)



- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)



- Islamic Fund House of the Year

## *Equities Selection*

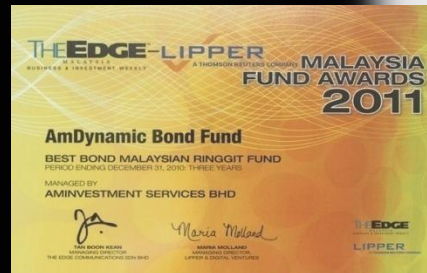


# Our awards

The Asset Asian Awards 2010<sup>1</sup> and Asia Asset Management Best of the Best Awards 2010<sup>2</sup>



The Edge-Lipper Malaysia Fund Awards 2011<sup>3</sup>



Failaka Islamic Fund Awards 2011 – Best Asia Pacific Fund (1Year)<sup>4</sup>



Source:

<sup>1</sup> The Asset Triple A Asian Awards for 2010, 6 July 2010

<sup>2</sup> Asia Asset Management, Best of the Best Awards for 2010, 20<sup>th</sup> January 2011

<sup>3</sup> The Edge- Lipper Malaysia Fund Awards 2011, 28 February 2011

<sup>4</sup> Failaka Islamic Fund Awards for Am-Namaa' Asia- Pacific Equity Growth, 10 March 2011



# AmInvestment bullish on equities, commodities

by **Sharon Tan**  
FD@bizedge.com

KUALA LUMPUR: AmInvestment Bank group's fund management division (FMD) remains bullish on equities and commodities despite the sovereign crisis in Europe and



ment Bank expects to collect about RM50 million in the first month of the launch of the new fund, which will invest in commodity-producing global companies through the target fund, CAAM Islamic Global Resources.

"The key drivers for the continuous demand for commodities are the on-going long term megatrends of rising global population, growing global gross domestic product, massive infrastructure project in China as

## Commodities to resume uptrend

With or without China, global demand for commodities will remain strong, says analyst

by **Krystle Wong**  
FD@bizedge.com

KUALA LUMPUR: Bulk commodity demand is unlikely to weaken despite China's slowdown in infrastructure spending this year, said Amundi global commodity equity portfolio manager Nicolas Fragneau.

In fact, Fragneau expects the market outlook to remain positive over the next five to 10 years, thanks to growth drivers external to China.

In particular, the continued urbanisation and industrialisation of different developing economies are expected to play an important role in maintaining strong global demand for commodities.

"After the 2008 bubble and the massive sell-off linked to the financial crisis, commodities have resumed the strong upward trend initiated in 2002. The average length of a commodity's cycle is typically 15 years.

"Taking the crisis as the end of the current cycle, we expect market corrections will be limited. The long run as demand from developing countries will remain strong," Fragneau said at a media briefing on commodities here yesterday.

He attributed the initial downturn in China and Southeast Asia to infrastructure spending that once slowed down in these regions. However, these regions slowed down but demand would continue to grow by emerging economies in America and the Middle East, allaying fears that China's slowdown would critically impact the commodities market.

The commodity portfolio manager said he expected the commodities market to be prolonged beyond the 15-year lifespan of 15 years.

"Brazil, India, Ukraine and other developing countries are expected to play an important role in maintaining strong global demand for commodities. New cities and transportation links are being developed in these countries.

"Near the end of the current cycle, China's growth starts to slow down. I expect China to emerge and drive demand for another

## Agribusiness provides investment opportunities

Limited farmland, rising incomes to drive increasing demand for food

by **Max Koh**  
FD@bizedge.com

KUALA LUMPUR: Agribusiness provides compelling investment opportunities as global warming and growing global population drive demand for commodities and consumer food products, said Deutsche Asset Management (Australia) Ltd director and investment specialist for Asia Pacific & MENA Bill Barbour.

"The global agribusiness, which encompasses everything from agricultural commodities to consumer products, will grow in the long term, even though we see some volatility in the short term due to its cyclical

Barbour was talking at a media briefing on "How Food Scarcity Makes Compelling Investment Opportunities" organised by AmInvestment Bank Group.

The briefing was to promote the banking group's AmGlobal Agribusiness Fund, a type of capital growth fund that identifies investments in global agribusiness equities.

The fund has an approved fund size of 500 million units, with assets managed under the fund amounting to RM190 million. A minimum of 95% of the fund's net asset value (NAV) will be invested in the Luxembourg-based DWS Global Agribusiness Fund while 5% of its NAV is maintained in liquid assets.

Barbour said agribusiness was a booming sector as food and commodities became scarce due to increasing demand and limited supply.



Barbour (left) and Ng at the AmGlobal Agribusiness media briefing. Photo by Suhaimi Yusuf

However, farmland has been decreasing from 0.5 hectares per person in 1950 to 0.3 hectares per person in 2000. There is a potential shortage

also contribute to food scarcity. "As income per capita improves in developing countries, consumers would switch to quality food sources.

Apart from that, demand for food will also increase as food becomes scarce due to global warming.

"This year, we have seen wheat prices shoot up as the Russian crops were affected by the drought. China has also seen a shortage of corn beans while the US, Australia and Brazil are seeing a deficit of grain.

"This has pushed the prices of soft commodities up. However, the spike in volatility is normal, as prices would go up in the long term due to scarcity," he said.

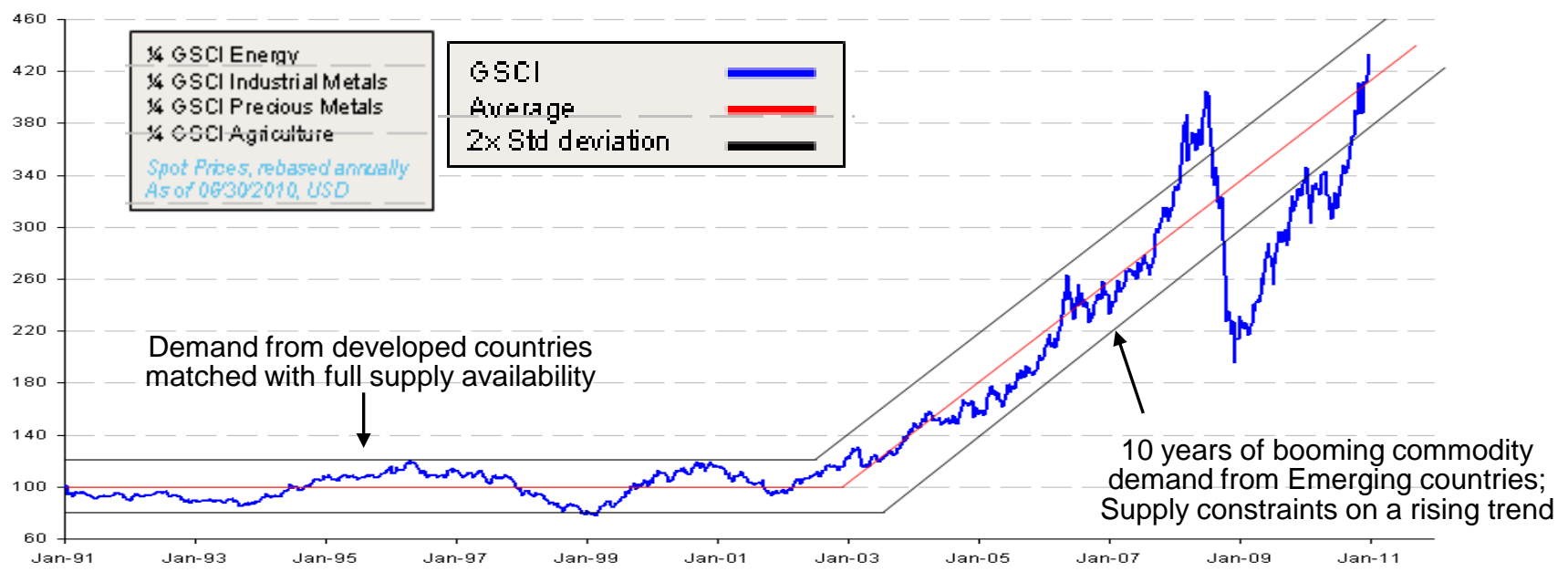
He added that the inventory of grain supply was also fast depleting this year, despite the good harvest last year.

"The fact is that weather conditions lead to price hikes," he said.

AmInvestment Bank Group retail funds director Ng Chze How said investors could expect at least 12% to 15% yield from the fund, as he was



# View on the super cycle



- **The next decade:**
  - **Global demand will continue to be strong** for commodities
  - Supported mainly by **urbanization & industrialization** in Emerging countries
  - Main drivers for commodity prices will come increasingly from **supply constraints**

► **Supply constraints + Inflation: another leg of the Super Cycle ahead**

Source: Reuters





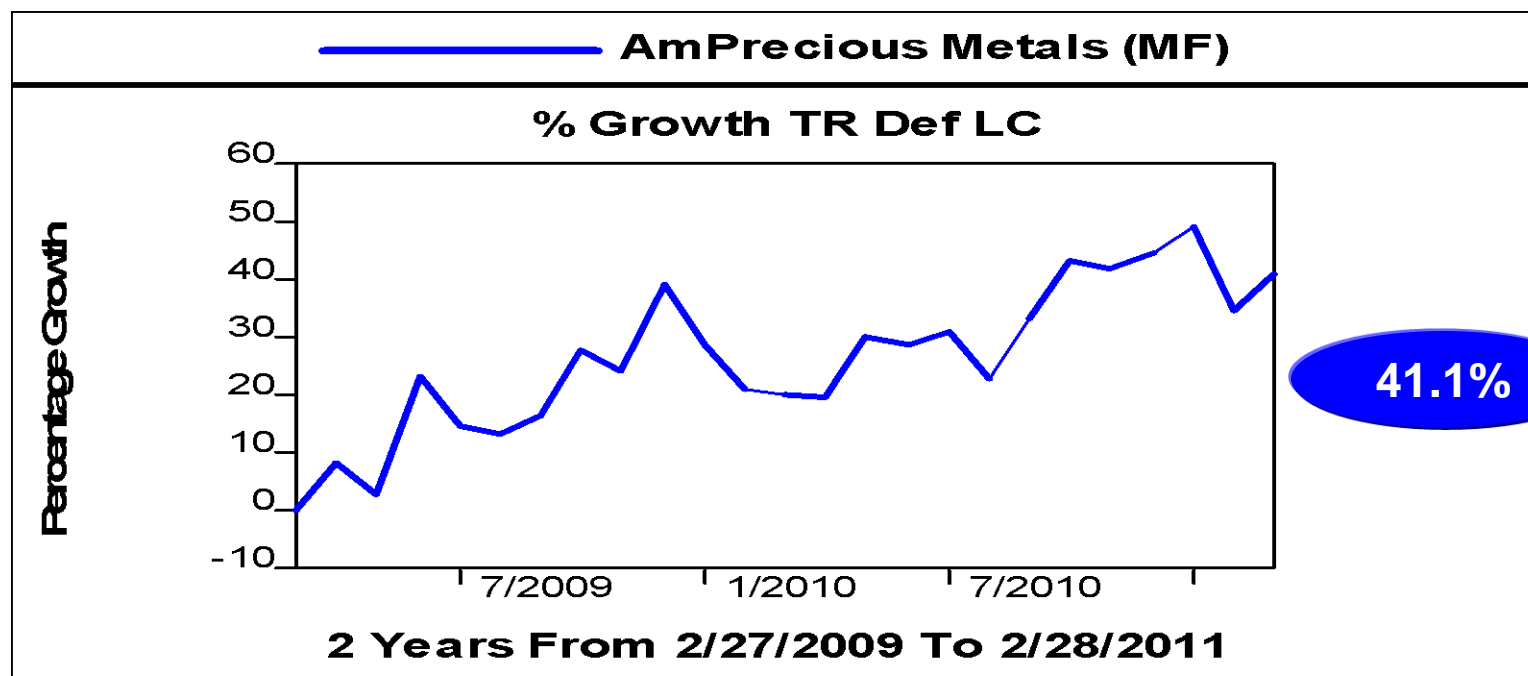
- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# AmPrecious Metals

## As at 28 February 2011



Fund Performance	1 Mth	6 Mths	1 Yr	2 Yr
AmPrecious Metals (%)	4.81	5.96	17.41	41.05

Source: Lipper Hindsight, NAV to NAV, 28 February 2011  
Past performance is not indicative of future performance.



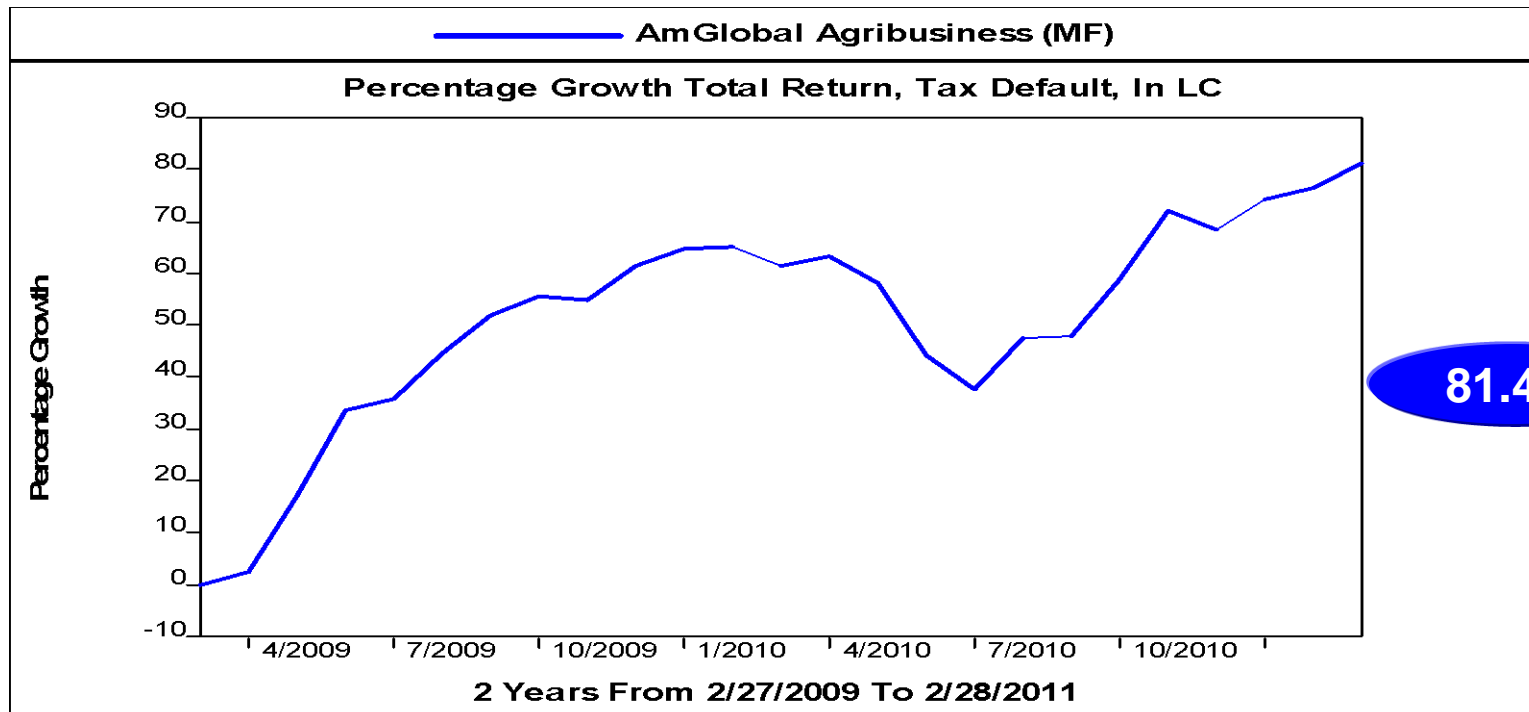
- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# AmGlobal Agribusiness

## As at 28 February 2011



Fund Performance	3 Mth	6 Mths	1 Yr	2 Yr
AmGlobal Agribusiness (%)	7.70	22.72	12.41	81.36

Source: Lipper, NAV to NAV, data as at 28 February 2011.  
Past performance is not indicative of future performance.

For training purposes only. Not for circulation.



**AmMutual**

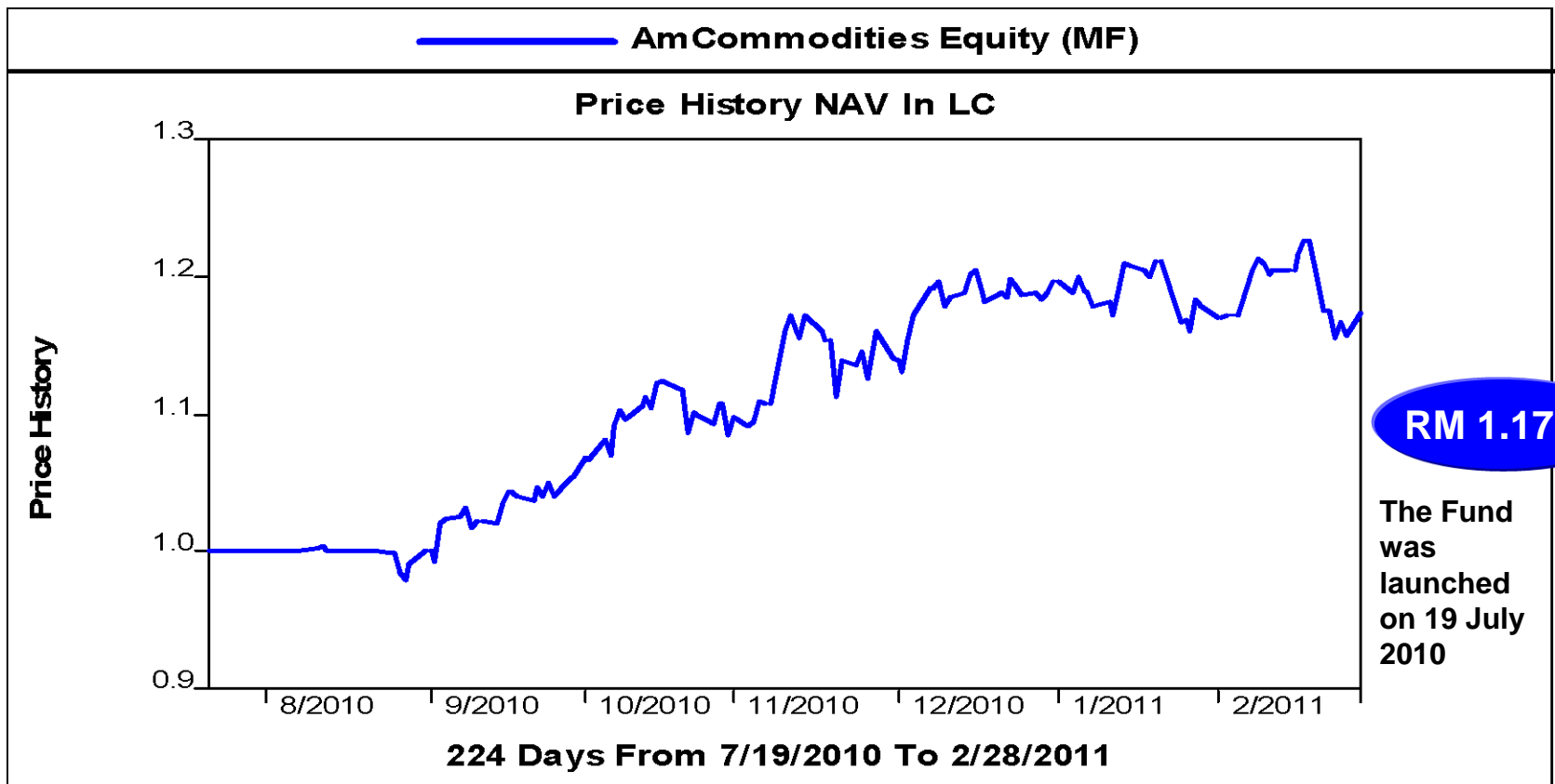
- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# AmCommodities Equity

## NAV movement as at 28 February 2011



**Note : An income distribution of 5sen per unit was distributed on 21 February 2011.**

Source: Lipper Hindsight, NAV to NAV, as at 28 February 2011  
Past performance is not an indication of future performance



**A successful planning starts with  
the planning for success**

**and**

**I cannot see S CC SS without  
U and E**



**Now  
Malaysians wealth depends on  
YOU!!**





- Best Bond Group Award
- Best Bond MYR Fund (3 yrs)
- Best Bond MYR Fund (5 yrs)

- Asset Management Company of the Year
- Islamic Asset Management House of the Year (Asia Pacific)

- Islamic Fund House of the Year

# Disclaimer ..... AND THANK YOU !

The information contained in this promotional material is general information only and does not take into account your individual objectives, financial situations or needs. You should seek your own financial advice from an appropriately licensed adviser before investing. We recommend that you read and understand the contents of the Master Prospectus dated 10 September 2010 (expires 9 September 2011) that is registered with the Securities Commission, who takes no responsibility for its contents. For copies of the prospectus, visit us at our nearest representative office. You should be aware that investments in unit trust funds carry risks. An outline of some of the risks is contained in the prospectus. Refer to the prospectuses for detailed information of the specific risks for the funds. Unit prices and income distribution, if any, may rise or fall. Past performance of a fund is not indicative of future performance. Please consider the fees and charges involved before investing. Units will be issued upon receipt completed application form accompanying the prospectus and subject to terms and conditions therein. AmInvestment Services Berhad does not guarantee any returns on the investments. In the event of any dispute or ambiguity arising out of the other language translation in this leaflet, the English version shall prevail.

Islamic Asset Management House of the Year, Asia Pacific\*

Asset Management Company of the Year, Malaysia for AmInvestment Bank Group's Fund Management Division\*\*

Winner of 3 awards at The Edge-Lipper Malaysia Fund Awards 2011\*\*\* – Best Bond Group Award and Best Bond MYR Fund (3yrs & 5yrs) for AmDynamic Bond

Islamic Fund House of the Year - Malaysia\*\*\*\*

\*The Asset Triple A Asian Awards 2010, 6 July 2010

\*\*The Asset Triple A Investment Awards 2010, 13 October 2010

\*\*\*The Edge-Lipper Malaysia Fund Awards 2011, 28 February 2011

\*\*\*\* Asia Asset Management, the Journal of Investments & Pensions, 25 February 2011

