Uni Asia
Life Assurance

| | UNI ASIA PACIFIC INFRASTRUCTURE FUND | July 2011 |
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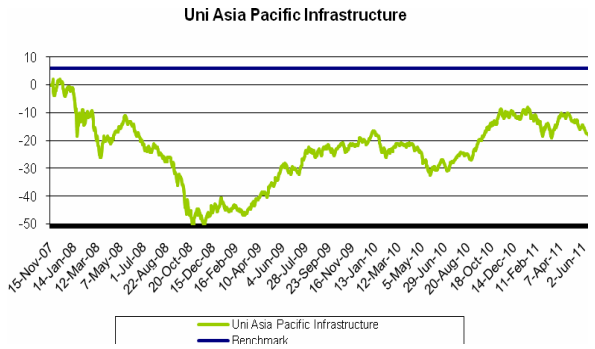
**OBJECTIVE**

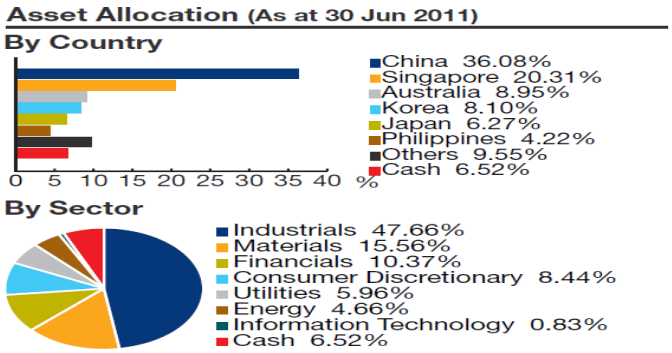
The fund aims to achieve medium to long-term capital growth by investing in a single collective investment scheme that invests primarily in securities (equities or equity-related securities) issued by companies which carry on infrastructure related businesses in the Asia-Pacific region.

**THE FUND IS SUITABLE FOR INVESTORS WHO:**

- This Fund is suitable for investors who are looking for investment that meant to produce returns over long-term




Note: Benchmark return 6% pa




***Note:*** Asset Allocation of United Asia Pacific Infrastructure Fund as at 30 June 11

**MANAGER'S COMMENTS**

The Uni Asia Pacific Infrastructure Fund was down 1.95% for the month ended 30 June 2011.

Asian equity markets were volatile during the quarter as risk aversion returned on the back of renewed concerns over sovereign credit risks of peripheral European countries and weaker-than-expected recovery in the US. The **Indian** market rose 1.9% as industrial production grew 4.4% yoy in April compared to 7.3% in March. The **Malaysian** market gained 1.8% despite industrial production shrinking 2.2% yoy unexpectedly in April from the 2.9% growth in March. The **Philippines** reported a gain of 1.6% as the BSP kept both the policy repo and reverse repo rates on hold at 6.50% and 4.50% respectively. The **Japan** equity market rose 1.6% despite the concerns about the slowdown in the US economy and the Greek debt crisis. The **Indonesian** market posted a gain of 1.3% as Bank Indonesia (BI) kept its benchmark interest rate steady at 6.75%. The **Australian** equity market fell 1.2% due to the selling pressure during the month. The **Singapore** market fell 1.4% as industrial production for May contracted the most in more than 2 years and more than market expectations, to -17.5% yoy and -3.8% mom. The **Korean** market fell 1.8% as Bank of Korea announced a 25 bps hike to its key interest rate to 3.25%. **Hong Kong** posted a loss of 3.9% as May CPI rose to a 34-month high at 5.2% yoy from 4.6% in April. **Thailand** fell 4.0% as the Bank of Thailand raised its 1 day repo rate by 25 bps to 3.0%. **China** fell 4.4% as PBoC announced its sixth increase of banks' reserve requirement ratio (RRR) this year, by 50bps. The **Taiwan** market fell 4.7% as inflation rose to 1.66% in May as compared to 1.32% in April due to higher prices of garments, transportation, miscellaneous items and food.

**OUTLOOK AND STRATEGY**

With investors' focus now on the global economic weakness as seen by the latest economic data points, we expect the market to trade sideways. We see investment opportunities in domestic consumption stocks with the growing affluence in the Asian economies underpinning demand.

| **FUND DETAILS** | | **TOP 5 HOLDINGS of United Asia Pacific Infrastructure Fund (% of NAV) as at 30 June 2011** | |
|---|---|---|---|
| Unit NAV (as at 30/6/2011) | RM0.3980 | ZhuZhou CSR Times Electric Co Ltd | 7.07 |
| Fund Size | RM41.3 million | Komatsu Ltd | 4.57 |
| Inception Date | 15 November 2007 | Keppel Corporation Ltd | 4.08 |
| Annual Fee | 1.5% | First Tractor Company Ltd | 3.58 |
| Initial Charge | 5.0% | Sembcorp Industries Ltd | 3.34 |

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