

**UNI STRATEGIC FUND**

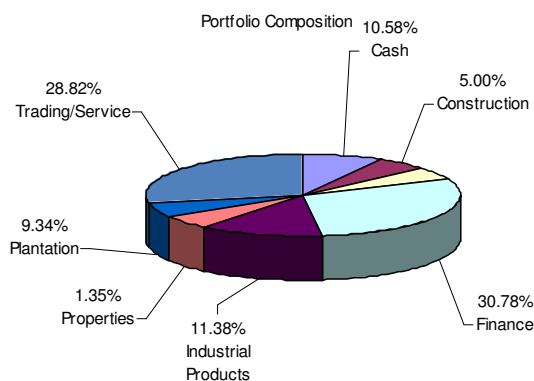
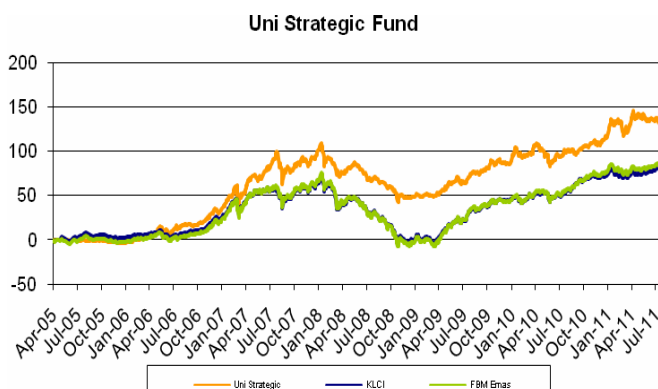
**August 2011**

**OBJECTIVE**

To achieve consistent capital appreciation over the medium to long-term by investing mainly in companies that have been systematically filtered through a series of proven pre-determined financial criteria.

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

- are willing to accept risks for returns presented by the stock market.
- have a medium to long term investment horizon.



**MANAGER'S COMMENTS**

The FBM KLCI started the month on a stronger footing as it hit a new all-time high early in the month. However, market sentiment quickly turned negative as investors turned nervous regarding the US and European debt problems. For the month, the FBM KLCI fell 30 points or 1.9% to close at 1,549 points. The broader index FBM EMAS fell 1.5% to 10,683 points. Smaller caps outperformed the KLCI index as the FBM Small Cap fell 1.7% to 12,511 points for the first time since May. Among the major regional bourses, Thailand and Indonesia markets posted substantial gains after the general election shock majority win for Pheu Thai party whilst the India and China markets declined due to heavy foreign selling.

On the local corporate front, the successful listing of Bumi Armada and various M&A activities failed to rally the market. Bumi Armada share price surged 36.6% on its first day of listing on 20<sup>th</sup> July. Other M&A activities during the month include CI Holding's disposal of its entire 70m shares in Permanis Sdn Bhd to Japan's Asahi Group Holdings Ltd for RM820m cash while Telekom Malaysia Bhd sold its remaining stake in mobile operator Axiata Group Bhd at RM5.20/share to raise about RM468m.

For the month of July 2011, the Fund's NAV decreased by 0.4% which outperformed the FBM Emas' loss of 1.5%. Year-to-date, the Fund's NAV is up 8.1% to beat FBM Emas' increase of 3.0%. The fund's outperformance was due to our timely exit on high volatility stock such as timber and property stocks as well as reduced holdings in foreign favourite stocks such as Genting and AMMB. Moving forward, in view of the weak market sentiment and uncertainty over US economic growth prospects, we will lower our equity exposure at around 80% to 85% with more emphasis on defensive stock picks.

FUND DETAILS		TOP 5 HOLDINGS (%)	
Unit NAV	RM 1.1817	CIMB Group Holdings Berhad	6.7
Fund Size	RM 23.0 million	Malayan Banking Bhd	6.3
Inception Date	1 April 2005	Alliance Financial Group Berhad	4.1
Annual Fee	1.5%	Tenaga Nasional Bhd	4.1
Initial Charge	5.0%	Affin Holdings Bhd	3.8

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