

CIMB Islamic Balanced Fund

Available under the EPF Members Investment Scheme.

INVESTMENT VOLATILITY^A



FUND INFORMATION

Location Kuala Lumpur, Malaysia
Domicile Malaysia
Fund Currency Ringgit Malaysia
Fund Size (RM) RM167.17 million
Fund Size (SGD) SGD68.45 million
Fund Unit 396.58 million units

Fund Launch 8 March 2001
Fund Inception (RM) 8 March 2001
Fund Inception (SGD) 2 January 2008

Benchmark 30% FTSE Bursa Malaysia Emas Shariah Index + 30% DJ Islamic Asia Pacific Ex Japan + 40% CIMB Islamic 1-Mth GIA

Dealing Daily (as per Bursa Malaysia trading day)
Application Fee Up to 6.50%
Management Fee 1.50% p.a.
Trustee Fee 0.10% p.a. (min RM35,000 p.a.)

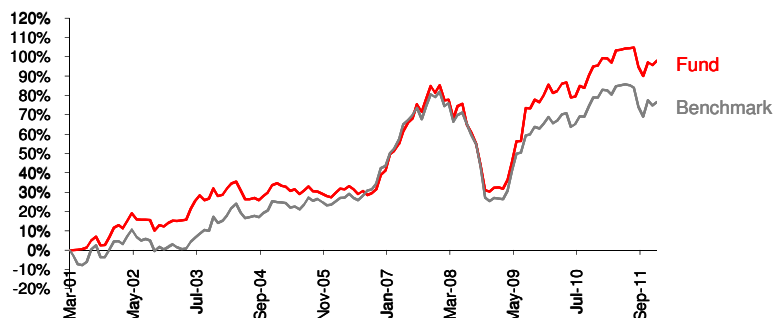
Unit NAV (RM) RM0.4215
Unit NAV (SGD) SGD0.1726

| Currency | ISIN Code | Bloomberg Ticker |
|----------|--------------|------------------|
| RM | MYU1000BE007 | BHALMIZ MK |
| SGD | MYU1001BE005 | BHALMIZ MK |

FUND OBJECTIVE

To achieve medium to long-term growth in both capital and income by investing in permissible Shariah-compliant investments.

FUND PERFORMANCE in RM*



Cumulative Performance (%)

| | YTD | 1 Month | 3 Months | 6 Months | 1 Year | 3 Years | 5 Years | Since Inception |
|------------------|-------|---------|----------|----------|--------|---------|---------|-----------------|
| Fund | -0.70 | 1.15 | 4.21 | -3.14 | -0.70 | 49.64 | 40.20 | 97.98 |
| Benchmark | -3.48 | 1.01 | 4.50 | -4.65 | -3.48 | 39.09 | 23.06 | 76.62 |

Calendar Year Performance (%)

| | 2010 | 2009 | 2008 | 2007 | 2006 | 2005 | 2004 |
|------------------|------|-------|--------|-------|-------|-------|------|
| Fund | 7.45 | 40.26 | -28.56 | 31.15 | 10.93 | -5.41 | 4.64 |
| Benchmark | 8.37 | 32.96 | -30.19 | 26.74 | 16.23 | -1.03 | 8.29 |

Most Recent Fund Distributions

| | 2011 | 2010 | 2009 | 2009 | 2008 | 2005 |
|-------------------------|------|------|------|------|------|------|
| | Oct | Oct | Nov | May | Jan | Sep |
| Gross (Sen/Unit) | 2.45 | 2.80 | 3.50 | 3.50 | 4.00 | 2.50 |

*March 2001 to December 2011, Performance data represents the combined income & capital return as a result of holding units in the fund for the specified length of time, based on bid to bid prices. Earnings are assumed to be reinvested. Source: Management Co.

CIMB-PRINCIPAL AWARDS AND ACCOLADES



**Asset Management
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CIMB-Principal Asset Management Berhad

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^ABased on the fund's portfolio returns as at 15 December 2011, the Volatility Factor (VF) for this fund is 10.49 and is classified as "Moderate" (source: Lipper). "Moderate" includes funds with VF that are above 10.830 but not more than 14.240. 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.

We recommend that you read and understand the contents of the Master Prospectus (Shariah-compliant Funds) Issue No. 4 dated 30 June 2011 and its Supplemental Master Prospectus (Shariah-compliant Funds) dated 9 December 2011, which have been duly registered with the Securities Commission Malaysia, before investing and that you keep the said Prospectuses for your record. Any issue of units to which the Prospectuses relate will only be made upon receipt of the completed application form referred to in and accompanying the Prospectuses, subject to the terms and conditions therein. Investments in the Fund are exposed to stock specific risk, company specific risk, counterparty risk, credit/default risk, interest rate risk, country risk and currency risk. You can obtain copies of the Prospectuses from the head office of CIMB-Principal Asset Management Berhad or from any of our approved distributors. There are fees and charges involved in investing in the funds. We suggest that you consider these fees and charges carefully prior to making an investment. Unit prices and income distributions, if any, may fall or rise. Past performance is not reflective of future performance and income distributions are not guaranteed. You are also advised to read and understand the contents of the Unit Trust Loan Financing Risk Disclosure Statement before deciding to borrow to purchase units. All performance figures have been verified by Mercer (Malaysia) Sdn Bhd (253344-U).

FUND MANAGER'S REPORT

The Fund rose 1.15% in December, outperforming its benchmark by 0.14%. YTD, the Fund fell 0.70% while the benchmark lost 3.48%. During the month, Equity outperformed while Fixed Income underperformed. Within Equity, Local Equity outperformed while Foreign Equity underperformed. The outperformance from Local Equity came mainly from zero-weighting MISC and overweighting Petronas Dagangan. For Foreign Equity, the key detractors were SembCorp Industries and Hyundai Mobis. Main contributors for fixed income were the positions in power and bank related bonds.

We expect the start of 2012 to be a continuation of where 2011 left off, with caution and shifting in risk budgeting by institutions. We are not changing our strategy and maintaining asset allocation and risk for the portfolio.

In light of uncertain market conditions, we have added dividend plays to the portfolio. We remain cautious and continue to favor a combination of stocks that offer dividends and growth with resilient earnings. For fixed income, we will continue to maintain our strategy to overweight AA-rated corporate bonds with focus on primary issuances. We will position to extend the portfolio duration.

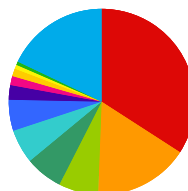
PORTFOLIO ANALYSIS

ASSET ALLOCATION

| | |
|--|--------|
| Shariah-Compliance Fixed Income Securities (Local) | 34.11% |
| Shariah-Compliance Equities (Local) | 26.91% |
| Shariah-Compliance Equities (Foreign) | 21.07% |
| Cash | 17.91% |

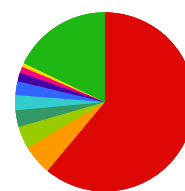
| | |
|-------|---------|
| Total | 100.00% |
|-------|---------|

SECTOR BREAKDOWN



| | |
|---------------------|--------|
| Sukuk | 34.11% |
| Trading / Services | 16.54% |
| Technology | 6.86% |
| Plantations | 6.56% |
| Industrial Products | 5.89% |
| Basic Materials | 5.41% |
| Oil & Gas | 2.52% |
| Construction | 1.58% |
| Consumer Products | 1.34% |
| Finance | 0.67% |
| Properties | 0.61% |
| Cash | 17.91% |

COUNTRY ALLOCATION



| | |
|-------------|--------|
| Malaysia | 61.02% |
| Hong Kong | 5.45% |
| Australia | 4.03% |
| Taiwan | 3.00% |
| South Korea | 2.74% |
| Singapore | 2.49% |
| India | 1.58% |
| Thailand | 1.10% |
| Indonesia | 0.50% |
| Philippines | 0.18% |
| Cash | 17.91% |

| | |
|-------|---------|
| Total | 100.00% |
|-------|---------|

| | |
|-------|---------|
| Total | 100.00% |
|-------|---------|

RISK STATISTICS

| | |
|-------------------|----------------------|
| Beta | 1.06 |
| Information Ratio | 0.77 |
| Sharpe Ratio | 1.02 |
| | 3 years monthly data |

TOP HOLDINGS

| | | | |
|----|---|----------|--------|
| 1 | Kesas Sdn Bhd 7.7% 11/10/2012 | Malaysia | 3.69% |
| 2 | Jimah Energy Ventures Sdn Bhd 8.40% 12/05/2017 | Malaysia | 3.61% |
| 3 | Sime Darby Berhad | Malaysia | 3.42% |
| 4 | Jimah Energy Ventures Sdn Bhd 8.30% 11/11/2016 | Malaysia | 2.85% |
| 5 | Axiata Group Berhad | Malaysia | 2.55% |
| 6 | Digi.com Berhad | Malaysia | 2.51% |
| 7 | Konsortium Lebuhraya Utara Timur 6.97% 28/10/2025 | Malaysia | 2.17% |
| 8 | Kesas Sdn Bhd 7.95% 11/10/2013 | Malaysia | 1.91% |
| 9 | Bank Muamalat Malaysia Berhad 5.15% 15/06/2021 | Malaysia | 1.85% |
| 10 | Tenaga Nasional Berhad | Malaysia | 1.83% |
| | Total | | 26.38% |