

PRU Dragon Peacock Fund (CASH)

August 2011

All data as at 31 July 2011 unless otherwise stated

Investment Objective

The investment objective of the PRU Dragon Peacock Fund is to maximize long-term total return by investing primarily in equity and equity-related instruments of corporations, which are incorporated in, or listed in, or operating principally from, or carrying on significant business in, or derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, the People's Republic of China (PRC) and the Republic of India (India).

Fund Details

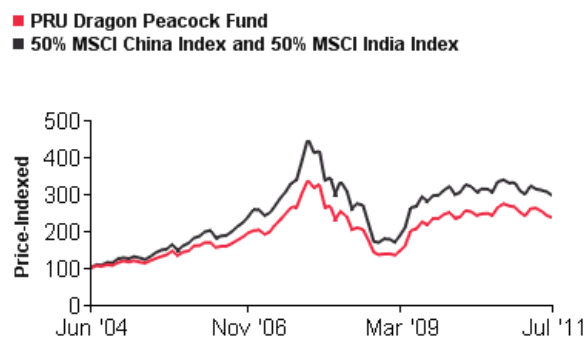
Launch Date	18 May 2004	Sub-Manager	Prudential Asset Management (Hong Kong) Limited (China Portfolio Only)
Initial Sales Charge	Max 5%	Benchmark	50% MSCI China Index and 50% MSCI India Index
Min. Initial Investment	SGD 1,000 ⁺	Subscription Method	Cash, SRS Account
Min. Subsequent Investment	SGD 100	Fund Size	SGD 1,143.7 M
Annual Management Fee	1.5%	Fund Currency	SGD
Manager	Prudential Asset Management (Singapore) Limited	CPFIS Risk Classification	Higher Risk - Narrowly Focused (Country - Others)

Performance

Period	1 month	3 months	1 year	3 years *	5 years *	Since Inception *
Offer-Bid	-7.2%	-14.2%	-9.4%	2.5%	7.1%	12.0%
Bid-Bid	-2.3%	-9.7%	-4.6%	4.2%	8.2%	12.8%
Benchmark	-3.4%	-5.8%	-5.8%	2.5%	9.4%	16.4%

Source: Prudential Asset Management (Singapore) Limited and Bloomberg. S\$; net income reinvested; Offer-bid includes 5% Initial Sales Charge. *Annualised

Performance Chart



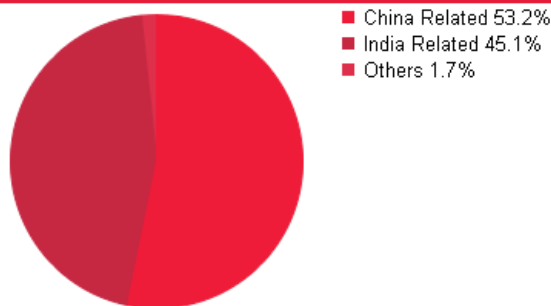
Source: Prudential Asset Management (Singapore) Limited and Bloomberg. S\$; bid-to-bid; net income reinvested. Inception date: 18 Jun 04.

⁺ Subject to distributor's terms and conditions.

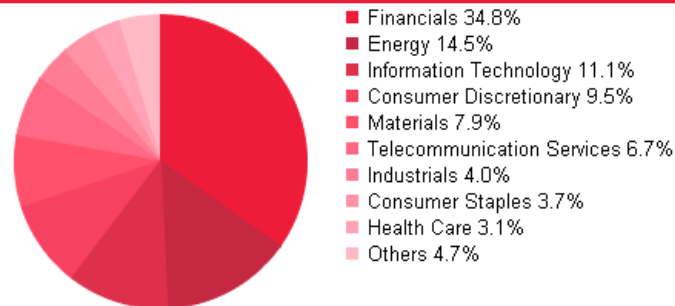
Top 10 holdings

BANK OF CHINA LTD SHS H ORD CNY1	7.4%
INFOSYS LTD ORD INR5 (DMT)	5.3%
INDUSTRIAL AND COMMERCIAL BANK OF CHINA H SHS ORD CNY1	4.4%
RELIANCE INDUSTRIES LTD ORD INR10 (DMT)	4.3%
ICICI BANK LTD ORD INR10 (DEMAT)	4.3%
CHINA UNICOM (HONG KONG) ORD HKD0.1	4.2%
FOCUS MEDIA HOLDING LIMITED ADR (1 ADR REP 10 ORD SHS)	4.0%
CNOOC LTD ORD HKD0.02	3.6%
SOHU.COM INC COM USD0.001	3.3%
DR REDDY'S LABORATORIES LTD ORD INR5 (DMT)	3.1%

Country



Sector



Market Overview

Chinese and Indian equities closed broadly lower amidst reports of moderating economic growth momentum and elevated inflation rates in both markets. Uncertainties in the global environment including US debt problem were some of the other issues overhanging the markets. The Consumer Price Index in China increased to 6.40% in June from a year ago compared to 5.50% in May¹, while the Wholesale Price Index (WPI) in India edged up to 9.44% from 9.06% in May². The Reserve Bank of India (RBI) surprised the market by increasing the benchmark rate by 50 basis points, bringing the Repo rate to 8%³. The RBI also upped the WPI target for March 2012 to 7% from 6%³. The People's Bank of China (PBoC) increased its interest rates in July, bringing the one-year deposit rate to 3.50% and lending rate to 6.56%⁴.

The top three contributors for the month were Sohu.com Inc, Evergrande Real Estate Group and Focus Media Holdings Ltd-ADR. Sohu.com's share price recovered from its losses in June as the market's attention turned towards its upcoming second quarter results that were expected to be strong. Evergrande Real Estate Group's share price trended higher and established a new high, driven by market optimism towards its sales and earnings growth trajectory. Focus Media Holdings' share price was boosted by its announcement of a share buyback from Fosun International. Xingda International Holdings Ltd detracted from performance as its share price dipped on market worry of weaker first half earnings. Bank of China Ltd's share price weakened in line with the banking sector, as the market grew increasingly concerned about Local Government debt exposure across the financial system. China Mobile Ltd, which the Fund does not own, posted gains during the month on the back of stronger than anticipated subscriber growth rate for June.

Source:¹ JP Morgan China monthly wrap, 2 August 2011; ² Ministry of Commerce, July 2011; ³ RBI website, July 2011, ⁴ PBoC website, July 2011

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A prospectus in relation to the Fund is available and a copy of the prospectus may be obtained from PAMS and its distribution partners. Investors should read the prospectus before investing in units of the Fund. All application for units in the Fund must be made on the manner described in the prospectus. The value of units in the Fund and the income accruing to the units, if any, may fall or rise. Past performance of the Fund/manager is not necessarily indicative of the future performance. The prediction, projection or forecast on the economy, securities markets or the economic trends of the markets targeted by the Fund are not necessarily indicative of the future or likely performance of the Fund. An investment in the Fund is subject to investment risks, including the possible loss of the principal amount invested. Investors may wish to seek advice from a financial adviser before making a commitment to invest in units of the Fund. Whilst PAMS has taken all reasonable care to ensure that the information contained in this document is not untrue or misleading at the time of publication, PAMS cannot guarantee its accuracy or completeness. Any opinion or estimate contained in this document is subject to change without notice. PAMS is an ultimately wholly-owned subsidiary of Prudential plc of the United Kingdom. PAMS and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America. As at Jun 2011 PAMS had approximately S\$68.50 billion of assets under management, of which approximately S\$51.78 billion were discretionary funds managed in Singapore. In case of discrepancy between the English and Chinese versions, the English version shall prevail.