



Equity Funds Outperform, Model Portfolios Up

Executive Summary

Portfolio Performance So Far – The 1-month performance of all model portfolios were positive, with returns ranging from 1.5% to 3.3%. No switches will be made to all portfolios.

Bonds Solutions Portfolio Update – Bond funds were affected by the increase in Singapore and Treasury yields, but remained positive with a 0.34% increase.

Money Plus+ Portfolio – Focus on investing in unit trusts which mainly invest in bonds of shorter-term to maturity, including money market funds.

Funds' Performance Table – Equity funds generally outperformed bond funds in the 1-month period, with Fidelity ASEAN Fund and Aberdeen Global Emerging Markets Fund leading the increase.

Market and Model Portfolio Update*

Equities rallied following the decision in Europe to leverage the EFSF to 1 trillion and persuade bondholders to take a 50% loss on Greek debt. Economic data in US also surprised on the upside as 3Q GDP grew faster than expected and gains were observed in consumer spending and business investment. The MSCI World Index gained 13.6% while MSCI Asia Pacific ex Japan and MSCI Emerging Markets Index gained 14.8% and 14.7% respectively (as of 28th Oct). Treasury yields increased as risk aversion decreased and high yield bond funds saw record inflow for the week ending 21 Oct, as tracked by EPFR.

All model portfolios recorded positive return for the 1-month period but were weighed down by the depreciation of SGD against USD. Overall, equity funds generally outperformed bond funds in the month as Singapore government and US Treasury yields increased. Among equity funds, Fidelity ASEAN Fund and Aberdeen Global Emerging Markets Fund led the increase, with returns of 7.2% and 6.5% respectively.

Table 1: Model Portfolio Performance*

	High Risk Cash	High Risk CPF	Med Risk Cash	Med Risk CPF	Low Risk Cash	Low Risk CPF	Bonds Solutions Portfolio	Money Plus+ Portfolio
1 Week	2.91%	2.18%	2.27%	1.48%	1.82%	1.20%	0.18%	0.09%
1 Month	3.30%	2.70%	2.71%	2.04%	1.52%	1.61%	0.34%	--
3 Month	-7.08%	-6.68%	-5.44%	-4.36%	-5.37%	-3.75%	-3.15%	--
YTD	-8.61%	-8.38%	-6.61%	-6.43%	-4.99%	-5.37%	-0.88%	--
1 Year	-8.78%	-7.31%	-6.59%	-6.78%	-4.91%	-5.63%	-1.39%	--
2010	-0.48%	6.55%	1.36%	3.62%	4.85%	3.33%	5.00%	--
2009	6.26%	10.01%	5.40%	6.98%	0.92%	3.70%	--	--
2008	-33.38%	-44.07%	-22.73%	-31.69%	-9.41%	-13.25%	--	--
2007	26.88%	27.49%	18.15%	19.08%	3.92%	7.29%	--	--
Net of WRAP Fees	at 1.5% pa						at 0.5% pa	at 0.25% pa
Inception	29 Dec 2006						4 Jan 2010	6 Oct 2011

Source: Bloomberg, Financial Express and UT Research Team

*Performance as of 27 Oct 2011 unless otherwise stated.

+ Money Plus is not a deposit and investment through Money Plus is not the same as placing money on deposit with a bank or deposit-taking company such as a finance company.



Key Changes to High Risk Portfolio (Fund Source: Cash)

Switched out:

- None

Switched in:

- None

Comments:

- Fidelity ASEAN Fund and Aberdeen Pacific Equity Fund were the top performers in the portfolio, gaining 7.2% and 4.7% respectively.
- Equity funds generally outperformed bond funds in the 1-month period following the progress on Europe debt crisis and positive US economic surprises.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 2: Latest Portfolio Components (as of 1st Nov 2011)

High Risk Portfolio			
First State Bridge (Core)	10%	Fullerton Asian Bond Fund	10%
LionGlobal Singapore Balanced Fund (Core)	10%	Schroder AS Gold and Precious Metals Fund A Acc SGD Hedged	10%
Aberdeen Pacific Equity Fund	12%	Templeton Global Total Return Fund A H1 MDis	10%
Fidelity ASEAN Fund	13%	LionGlobal Japan Growth Fund	10%
Phillip Money Market Fund (Cash Component)	15%	---	---

No fund switch was made to the portfolio.

*Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011
 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.*



Key Changes to Medium Risk Portfolio (Fund Source: Cash)

Switched out:

- None

Switched in:

- None

Comments:

- Fidelity ASEAN Fund and Aberdeen Pacific Equity Fund were the top performers in the portfolio, gaining 7.2% and 4.7% respectively.
- Equity funds generally outperformed bond funds in the 1-month period following the progress on Europe debt crisis and positive US economic surprises.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 3: Latest Portfolio Components (as of 1st Nov 2011)

Medium Risk Portfolio			
First State Bridge (Core)	10%	LionGlobal Singapore Fixed Income Investment	10%
LionGlobal Singapore Balanced Fund (Core)	10%	DWS Lion Bond Fund	10%
Aberdeen Pacific Equity Fund	12%	Fullerton Asian Bond Fund	10%
Fidelity ASEAN Fund	13%	Phillip Money Market Fund (Cash Component)	15%
Schroder AS Gold and Precious Metals Fund A Acc SGD Hedged	10%	---	---

*Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011
 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.*

No fund switch was made to the portfolio.



Key Changes to Low Risk Portfolio (Fund Source: Cash)

Switched out:

- None

Switched in:

- None

Comments:

- Aberdeen Pacific Equity Fund and First State Bridge were the top performers in the portfolio, gaining 4.7% and 3.1% respectively.
- Equity funds generally outperformed bond funds in the 1-month period following the progress on Europe debt crisis and positive US economic surprises.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 4: Latest Portfolio Components (as of 1st Nov 2011)

Low Risk Portfolio			
First State Bridge (Core)	10%	LionGlobal Singapore Fixed Income Investment	10%
LionGlobal Singapore Balanced Fund (Core)	10%	Fullerton Asian Bond Fund	10%
Aberdeen Pacific Equity Fund	12%	DWS Lion Bond Fund	10%
Schroder AS Gold and Precious Metals Fund A Acc SGD Hedged	13%	Phillip Money Market Fund (Cash Component)	15%
Fullerton Short Term Interest Rate Fund	10%	---	---

*Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011
 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.*

No fund switch was made to the portfolio.



Key Changes to High Risk Portfolio (Fund Source: CPF)

Switched out:

- None

Switched in:

- None

Comments:

- Aberdeen Global Emerging Markets Fund and Aberdeen Pacific Equity Fund were the top performers in the portfolio, gaining 6.5% and 4.7% respectively.
- Equity funds generally outperformed bond funds in the 1-month period following the progress on Europe debt crisis and positive US economic surprises.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 5: Latest Portfolio Components (as of 1st Nov 2011)

High Risk Portfolio			
First State Bridge (Core)	10%	LionGlobal Japan Growth Fund	10%
LionGlobal Singapore Balanced Fund (Core)	10%	PineBridge Singapore Bond Fund	10%
Aberdeen Pacific Equity Fund	12%	DWS Lion Bond Fund	10%
Schroder Singapore Trust	13%	Nikko AM Shenton Short Term Bond Fund (10% + liquidity component)	15%
Aberdeen Global Emerging Markets Fund	10%	---	---

*Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011
 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.*

No fund switch was made to the portfolio.



Key Changes to Medium Risk Portfolio (Fund Source: CPF)

Switched out:

- None

Switched in:

- None

Comments:

- Aberdeen Global Emerging Markets Fund and Aberdeen Pacific Equity Fund were the top performers in the portfolio, gaining 6.5% and 4.7% respectively.
- Equity funds generally outperformed bond funds in the 1-month period following the progress on Europe debt crisis and positive US economic surprises.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 6: Latest Portfolio Components (as of 1st Nov 2011)

Medium Risk Portfolio			
First State Bridge (Core)	10%	LionGlobal Japan Growth Fund	10%
LionGlobal Singapore Balanced Fund (Core)	10%	LionGlobal Singapore Fixed Income Investment	15%
Aberdeen Pacific Equity Fund	12%	DWS Lion Bond Fund	15%
Aberdeen Global Emerging Markets Fund	13%	Nikko AM Shenton Short Term Bond Fund (liquidity component)	5%
PineBridge Singapore Bond Fund	10%	---	---

*Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011
 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.*

No fund switch was made to the portfolio.



Key Changes to Low Risk Portfolio (Fund Source: CPF)

Switched out:

- None

Switched in:

- None

Comments:

- Aberdeen Global Emerging Markets Fund and Aberdeen Pacific Equity Fund were the top performers in the portfolio, gaining 6.5% and 4.7% respectively.
- Equity funds generally outperformed bond funds in the 1-month period following the progress on Europe debt crisis and positive US economic surprises.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 7: Latest Portfolio Components (as of 1st Nov 2011)

Low Risk Portfolio			
First State Bridge (Core)	10%	PineBridge Singapore Bond Fund	10%
LionGlobal Singapore Balanced Fund (Core)	10%	LionGlobal Singapore Fixed Income Investment	15%
Aberdeen Pacific Equity Fund	12%	DWS Lion Bond Fund	15%
Aberdeen Global Emerging Markets Fund	13%	Nikko AM Shenton Short Term Bond Fund (10% + liquidity component)	15%

Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011. Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.

No fund switch was made to the portfolio.



Key Changes to Bonds Solutions Portfolio (Fund Source: Cash)

Switched out:

- None

Switched in:

- None

Comments:

- PIMCO Emerging Markets Bond Fund SGD Hedged and Templeton Global Total Return Fund A H1 MDis outperformed, gaining 4.9% and 3.8% respectively.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 8: Latest Portfolio Components (as of 1st Nov 2011)

Bonds Solutions Portfolio			
Fullerton Asian Bond Fund	18%	Templeton Global Total Return Fund A H1 MDis	5%
DWS Lion Bond Fund	13%	LionGlobal Singapore Fixed Income Investment	18%
PIMCO Emerging Markets Bond Fund SGD Hedged	5%	Phillip Money Market Fund (Cash Component)	5%
PineBridge Singapore Bond Fund	18%	Schroder Singapore Fixed Income Fund	18%

No fund switch was made to the portfolio.

Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.



Money Plus+ Portfolio – Incepted on 6th Oct 2011 (Fund Source: Cash)

Objective:

- To achieve stable returns over the long term[#].

Key Features:

- Zero exposure in equity unit trusts.
- Focus on investing in unit trusts which mainly invest in bonds of shorter-term to maturity, including money market funds.

Table 9: Latest Portfolio Components (as of 1st Nov 2011)

Money Plus+ Portfolio			
Nikko AM Shenton Short Term Bond Fund	30%	Fullerton Short Term Interest Rate Fund	35%
LionGlobal SGD Money Market Fund	30%	Phillip Money Market Fund (Cash Component)	5%

*Source: All information from UT Research Team unless otherwise stated, as of 1st Nov 2011
 Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.*

+ Money Plus is not a deposit and investment through Money Plus is not the same as placing money on deposit with a bank or deposit-taking company such as a finance company.

#There is no guarantee that the returns over the long term will be stable and steady as investment returns are subject to market conditions and investment risks which may cause you to lose your original principal amount invested.

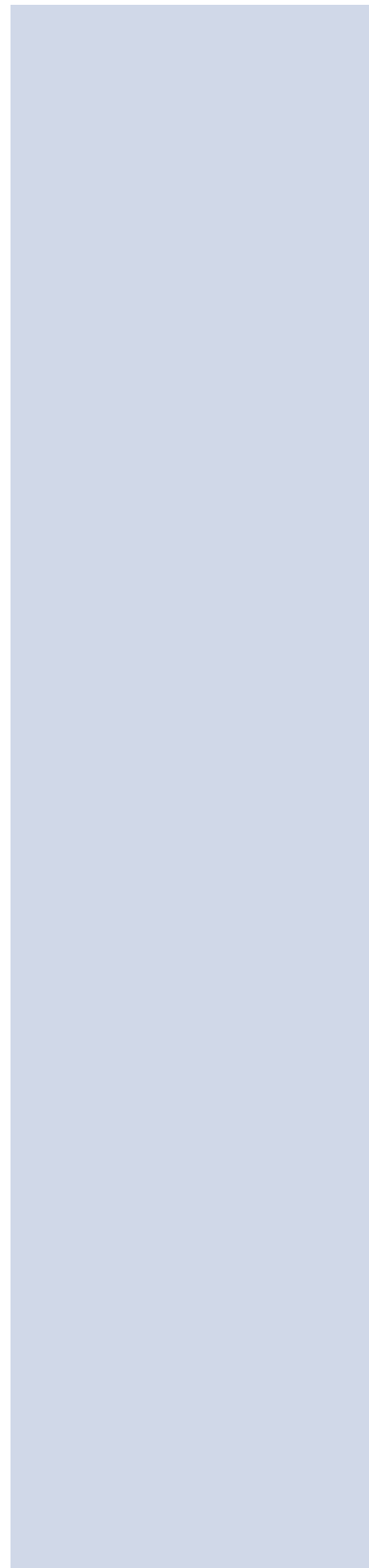




Table 10: Portfolio Funds' Performance

Fund Name	1 Mth Return %	3 Mth Return %	1 Yr Return %	1 Yr Sharpe Ratio
Aberdeen Global Emerging Markets Fund	6.45	-6.79	-8.77	-0.02
Aberdeen Pacific Equity Fund	4.67	-7.25	-7.06	-0.02
DWS Lion Bond Fund	-0.34	-0.56	1.31	0.64
Fidelity ASEAN Fund	7.18	-9.53	-4.59	-0.01
First State Bridge	3.12	-3.88	-2.31	0.00
Templeton Global Total Return Fund A H1 MDis	3.83	-4.44	3.48	-6.19
Fullerton Asian Bond Fund	1.79	-1.90	2.04	0.22
Fullerton Short Term Interest Rate Fund	0.16	-0.81	2.35	1.50
LionGlobal Japan Growth Fund	4.47	-5.04	1.04	0.00
LionGlobal SGD Money Market Fund	0.02	0.08	0.51	0.34
LionGlobal Singapore Balanced Fund	1.16	-8.64	-6.17	-0.01
LionGlobal Singapore Fixed Income Investment	-0.21	1.43	3.80	1.36
Nikko AM Shenton Short Term Bond Fund	0.00	-0.17	1.61	1.85
Phillip Money Market Fund	0.04	0.11	0.54	1.22
PIMCO Emerging Markets Bond Fund SGD Hedged	4.93	0.62	2.58	0.00
PineBridge Singapore Bond Fund	-0.78	-0.33	3.13	1.23
Schroder Singapore Trust	4.33	-11.07	-4.87	-0.02
Schroder Singapore Fixed Income Fund	-0.60	1.51	3.81	1.21
Schroder AS Gold & Precious Metals Fund A Acc H	2.60	0.66	17.32	0.52

Source: Financial Express, prices as of 27 Oct 2011

Funds are in Singapore dollar share class unless otherwise stated, assuming dividends are reinvested.



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