



Equity Funds Down as Risk Aversion Heightens

Executive Summary

Portfolio Performance So Far – The 1-month performance of all model portfolios were down, with returns ranging from -1.56 to -0.12%. No switches will be made to all portfolios.

Bonds Solutions Portfolio Update – The portfolio was marginally down 0.10% for the month due to decline in Templeton Global Total Return Fund A H1 MDis (5% of the portfolio).

Money Plus+ Portfolio Update – The portfolio was up 0.07% on a 1-month basis.

Funds' Performance Table – Equity funds generally underperformed bond funds in the 1-month period. Schroder AS Gold & Precious Metals Fund A Acc H outperformed in and was up 2.28%.

Market and Model Portfolio Update*

Equities were mostly down in the one-month period against the backdrop of worsening Europe debt crisis and as the US Supercommittee failed to reach a solution to cut deficit. Commodities were also mainly down as global economic growth slowed. With heightened risk aversion in the market, bonds generally outperformed equities in the 1-month period. In particular, emerging markets bonds outperformed as the JP Morgan Emerging Markets Bonds Global Total Return Index gained 0.7%.

All model portfolios recorded negative return for the 1-month period but the decline was considerably less than the MSCI AC World Index, which was down 8.89%. In line with market performance, bond funds generally outperformed equity funds in the month as risk aversion heightened. The top performer is Schroder AS Gold & Precious Metals Fund A Acc H, up 2.28% in the 1-month period while the worst performer is Templeton Global Total Return Fund A H1 MDis, down 4.63%.

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 | -2.00% | -1.97% | -1.58% | -1.63% | -1.45% | -1.48% | -0.38% | -0.03% |
| 1 Month | -1.21% | -1.56% | -0.27% | -1.02% | -0.12% | -0.62% | -0.10% | 0.07% |
| 3 Month | -0.78% | -0.30% | -0.65% | -0.29% | -1.97% | -0.83% | -1.97% | -- |
| YTD | -11.00% | -10.72% | -8.02% | -7.98% | -6.14% | -6.56% | -1.12% | -- |
| 1 Year | -10.78% | -9.91% | -7.99% | -8.07% | -5.59% | -6.25% | -1.46% | -- |
| 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 24 Nov 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:

- Schroder AS Gold & Precious Metals Fund A Acc H was the top performer in the portfolio, gaining 2.28%.
- Bond funds generally outperformed equity funds in the 1-month period following the worsening of Europe debt crisis.
- 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 Dec 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% | --- | --- |

*Source: All information from UT Research Team unless otherwise stated, as of 1st Dec 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: Cash)

Switched out:

- None

Switched in:

- None

Comments:

- Schroder AS Gold & Precious Metals Fund A Acc H was the top performer in the portfolio, gaining 2.28%.
- Bond funds generally outperformed equity funds in the 1-month period following the worsening of Europe debt crisis.
- 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 Dec 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 Dec 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:

- Schroder AS Gold & Precious Metals Fund A Acc H was the top performer in the portfolio, gaining 2.28%.
- Bond funds generally outperformed equity funds in the 1-month period following the worsening of Europe debt crisis.
- 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 Dec 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 Dec 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:

- DWS Lion Bond Fund was the top performer in the portfolio, gaining 0.20%.
- Bond funds generally outperformed equity funds in the 1-month period following the worsening of Europe debt crisis.
- 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 Dec 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 Dec 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:

- DWS Lion Bond Fund was the top performer in the portfolio, gaining 0.20%.
- Bond funds generally outperformed equity funds in the 1-month period following the worsening of Europe debt crisis.
- 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 Dec 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 Dec 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:

- DWS Lion Bond Fund was the top performer in the portfolio, gaining 0.20%.
- Bond funds generally outperformed equity funds in the 1-month period following the worsening of Europe debt crisis.
- 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 Dec 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 Dec 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:

- Fullerton Asian Bond Fund and DWS Lion Bond Fund outperformed, gaining 0.60% and 0.20% 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 Dec 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% |

*Source: All information from UT Research Team unless otherwise stated, as of 1st Dec 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 Money Plus+ Portfolio (Fund Source: Cash)

Switched out:

- None

Switched in:

- None

Comments:

- Fullerton Short Term Interest Rate Fund gained 0.07% in the 1-month period, contributing to the overall portfolio performance.
- We believe that the portfolio is adequately positioned and there will be no changes to the fund holdings at the moment.

Table 9: Latest Portfolio Components (as of 1st Dec 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% |

No fund switch was made to the portfolio.

Source: All information from UT Research Team unless otherwise stated, as of 1st Dec 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 | -1.29 | 0.63 | -11.05 | -0.02 |
| Aberdeen Pacific Equity Fund | -2.05 | -0.44 | -10.51 | -0.02 |
| DWS Lion Bond Fund | 0.20 | -0.79 | 1.64 | 1.52 |
| Fidelity ASEAN Fund | -0.50 | -1.42 | -8.37 | -0.01 |
| First State Bridge | 0.00 | 0.08 | -2.77 | 0.00 |
| Templeton Global Total Return Fund A H1 MDis | -4.63 | -8.19 | -2.48 | 0.00 |
| Fullerton Asian Bond Fund | 0.60 | -1.05 | 2.73 | 0.66 |
| Fullerton Short Term Interest Rate Fund | 0.07 | -0.61 | 2.18 | 1.86 |
| LionGlobal Japan Growth Fund | -4.46 | 5.49 | -6.70 | -0.02 |
| LionGlobal SGD Money Market Fund | 0.03 | 0.07 | 0.49 | -1.64 |
| LionGlobal Singapore Balanced Fund | -1.69 | -1.69 | -9.77 | -0.01 |
| LionGlobal Singapore Fixed Income Investment | 0.07 | -0.14 | 4.10 | 2.72 |
| Nikko AM Shenton Short Term Bond Fund | -0.10 | -0.09 | 1.54 | 3.33 |
| Phillip Money Market Fund | 0.04 | 0.11 | 0.54 | 0.40 |
| PIMCO Emerging Markets Bond Fund SGD Hedged | -0.11 | -0.73 | 2.63 | 0.78 |
| PineBridge Singapore Bond Fund | 0.13 | -0.72 | 3.61 | 2.31 |
| Schroder Singapore Trust | -3.81 | -3.13 | -13.9 | -0.03 |
| Schroder Singapore Fixed Income Fund | 0.00 | -0.36 | 4.65 | 2.57 |
| Schroder AS Gold & Precious Metals Fund A Acc H | 2.28 | -10.68 | 15.83 | 0.65 |

Source: Financial Express, prices as of 24 Nov 2011

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



PHILLIP SECURITIES PTE LTD Unit Trust – Model Portfolio Update

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