

Unit Trust Model Portfolio

Balanced Portfolio

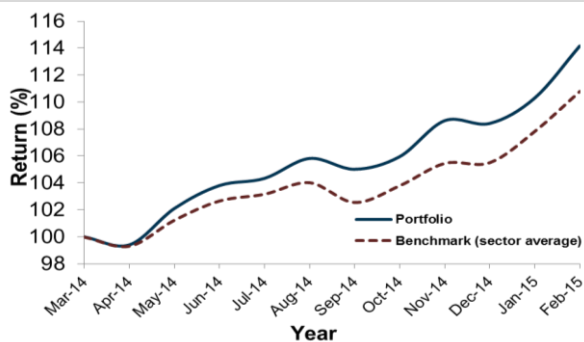
February 2015

By Phillip Securities Research (Singapore)
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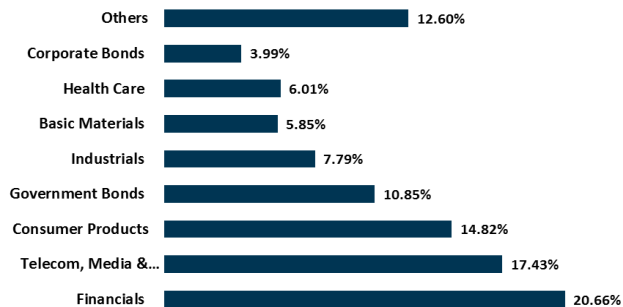
Investment Objective

The Balanced Model Portfolio is designed with a primary objective of finding a balance between assuring the safety of the principal by minimizing the downside risk and to focus on long-term capital appreciation of the portfolio at the same time, consistent with prudent investment management, through investing in multiple asset classes and geographies. The Model Portfolio will comprise of an actively managed basket of funds investing in equities, fixed income, property and commodities related securities in global markets.

Cumulative Performance Chart*



Sector Allocation^



* Source: FE Holdings and PSR. The above performance figures are net of all fees but include the reinvestment of dividends as at 28 Feb 2015. Investment returns are NOT guaranteed. Past performance is not indicative of future performance.

^ Source: FE Holdings and PSR. Sector and Geographical allocations are as at 28 Feb 2015 and are subject to change without notice.

Performance Overview

Return since inception	14.16%
Sharpe Ratio (6 months annualized)	2.83
Volatility (6 months annualized)	5.62%

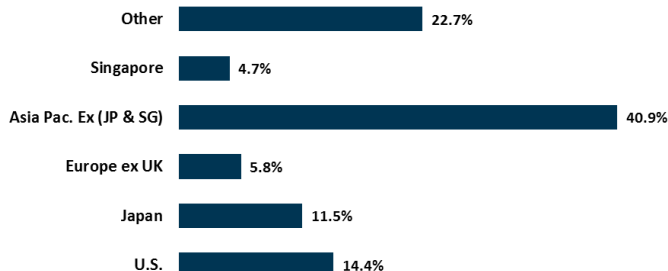
Portfolio Holdings

✓ UOB United SGD	15%
✓ Templeton Total Return (USD)	18%
✓ Fidelity America	10%
✓ Templeton European	7%
✓ First State Dividend Advantage	15%
✓ Lion Global Japan Growth (hedged)	10%
✓ First State Regional China	10%
✓ Allianz Income & Growth	7%
✓ Fidelity Taiwan (USD)	8%

Portfolio Commentary

- ✓ The Portfolio returned 3.50% for the month of February.
- ✓ The month saw developed market equities push to new cyclical highs where the first half of the month was dominated by news of a possible Greece exit from the eurozone, but this was ignored by markets as the economic picture improved.
- ✓ The second half saw investors focus on the divergence in monetary policy and dissipating fears of deflation as commodity prices firmed up.
- ✓ The biggest macro event in February was US Federal Reserve (the Fed) Chair Janet Yellen's testimony to Congress. In clarifying the Fed's position on the word "patient" in its statements,
- ✓ Market expectations for the first rate move have now been pushed out to 3rd Quarter, and the outlook for rates looks set to drive market sentiment over the coming months.
- ✓ The decline in the price of oil should also boost growth overall. Global monetary stimulus also plays a role here.
- ✓ The expansionary central bank policy remains a structural plus for equity investments, especially against the backdrop of low future returns in the bond market.
- ✓ We still maintain that the improving economic outlook and the low oil price will help equity market to thrive directly or indirectly. The search for returns beyond government bonds remains the key within the bond market.

Geographical Allocation^



Investment Information

Inception Date:	April 2014
Underlying Instrument:	Unit Trusts/ Mutual Funds
Base Currency:	SGD

Investment Amount

Recommended Initial Investment:	SGD 20,000
Closure:	No minimum time commitment
Fees:	Applicable fees apply

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