



Investment Linked Fund Fact Sheets July 2012

General Advice Warning

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MCIS Zurich receives remuneration such as fees, charges or premiums for the products. Details of these payments including how they are calculated and when and how they are payable can be found in the relevant sales illustrations, or other disclosure document for each product.

Past performance is not a reliable indicator of future performance

The information in this presentation should not be considered a personal recommendation on any of the securities or stocks mentioned.

MCIS Zurich Investment Linked - Dividend Fund Monthly Report (July 2012)

Investment Objective

To achieve steady income stream with potential for capital growth over medium to long term by focusing mostly on high dividend yielding stocks and money market instruments. The aim of the Fund is to outperform the FBM KLCI Index over periods of five or more years.

Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class.

The Fund invests in a broad selection of companies listed on the Malaysian Stock Exchange. Using a relative value methodology it looks to buy stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving an income stream, together with some degree of long-term capital gains.

Risks

The Fund is considered high risk given the exposure to equity securities. Risk is managed at the Fund level through diversification of holdings, whilst at the management level, our Investment Team regularly review portfolio holdings, relative asset class exposures.

The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the sharemarket in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Fund Information

NAV (31.07.12)	RM0.7633
Fund Size	RM 52.4 million
Inception Date	21-Jan-08
Fund Management Fee	1.5% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mciszurich.com.my
Fund Manager	MCIS Zurich Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	82%
Cash	0%	20%	18%

Performance Table

Period	Fund	Index*
1 month (%)	2.18%	2.03%
3 months (%)	4.96%	3.88%
6 months (%)	9.91%	7.25%
12 months (%)	12.78%	5.35%
2 years (% pa)	14.25%	9.49%
3 years (% pa)	14.53%	11.57%
5 years (% pa)	-	-
Since Inception	10.90%	2.68%
Yield #	2.82%	3.50%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

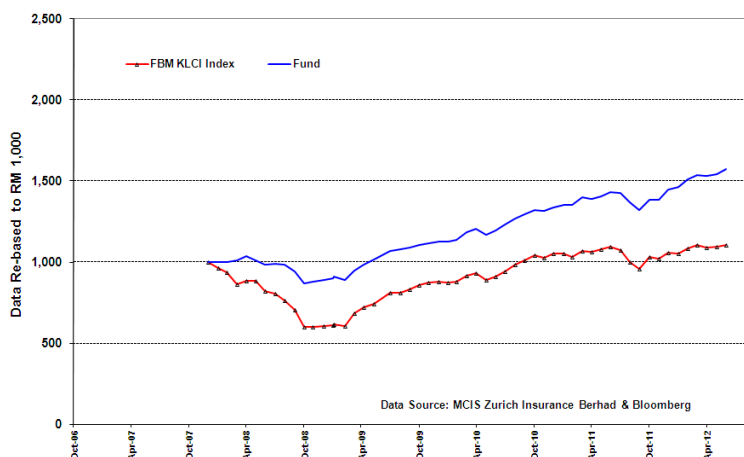
The Fund returns are calculated by MCIS Zurich and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is FBM KLCI sourced from Bloomberg. # Yield data is sourced from Bloomberg, and MCIS Zurich.

Other Charges : Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Dividend Fund Performance Since Inception



Top Five Holdings

Telekom Malaysia Berhad
Maxis Berhad
Petronas Gas Berhad
Sime Darby Berhad
Public Bank Berhad

MCIS Zurich Investment Linked - Equity Fund Monthly Report (July 2012)

Investment Objective

The objective of the Equity Fund is to achieve capital growth over the medium to long term by focusing on high quality equities listed on the FBM KLCI Index. The aim of the Equity Fund is to outperform the Index over periods of five or more years.

Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class.

The Fund invests in a broad selection of companies listed on the Malaysian Stock Exchange. Using a relative value methodology it looks to buy stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving long term growth in capital value.

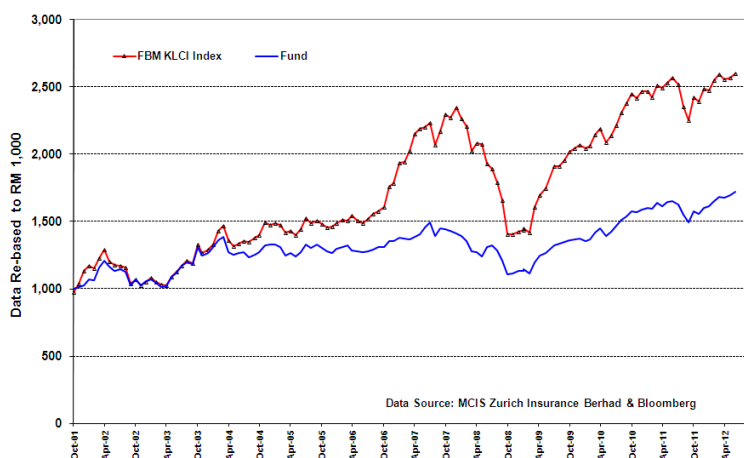
Risks

The Fund is considered high risk given the exposure to equity securities. Risk is managed at the Fund level through diversification of holdings, whilst at the management level, our Investment Team regularly review portfolio holdings, relative asset class exposures.

The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the sharemarket in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Equity Fund Performance Since Inception



Top Five Holdings

Tenaga Nasional Bhd
Malayan Banking Berhad
Public Bank Berhad
Telekom Malaysia Berhad

Fund Information

NAV (31.07.12)	RM0.8776
Fund Size	RM 8.5 million
Inception Date	15-Oct-01
Fund Management Fee	1.40% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or
Fund Manager	http://www.mciszurich.com.my
Exceptional Circumstances	MCIS Zurich Insurance Berhad
	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	84%
Cash	0%	20%	16%

Performance Table

Period	Fund	Index*
1 month (%)	2.01%	2.03%
3 months (%)	4.83%	3.88%
6 months (%)	8.69%	7.25%
12 months (%)	8.01%	5.35%
2 years (% pa)	9.38%	9.49%
3 years (% pa)	9.81%	11.57%
5 years (% pa)	3.27%	3.50%
Since Inception	5.33%	9.42%
Yield #	2.92%	3.56%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS Zurich and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is FBM KLCI sourced from Bloomberg. # Yield data is sourced from Bloomberg, and MCIS Zurich.

Other Charges : Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

MCIS Zurich Investment Linked - Jati Fund Monthly Report (July 2012)

Investment Objective

The Jati Fund is invested in accordance with Shariah principles in Shariah sanctioned equities, money market instruments, and fixed income investments. The aim is to provide security and income, while maintaining and potentially increasing the value of capital over the medium to long-term. The Jati Fund is not a takaful product.

Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class.

The Fund invests in a broad selection of Shariah approved securities listed on the Malaysian Stock Exchange. Using a relative value methodology it looks to buy stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving an income stream, together with some degree of long-term capital gains.

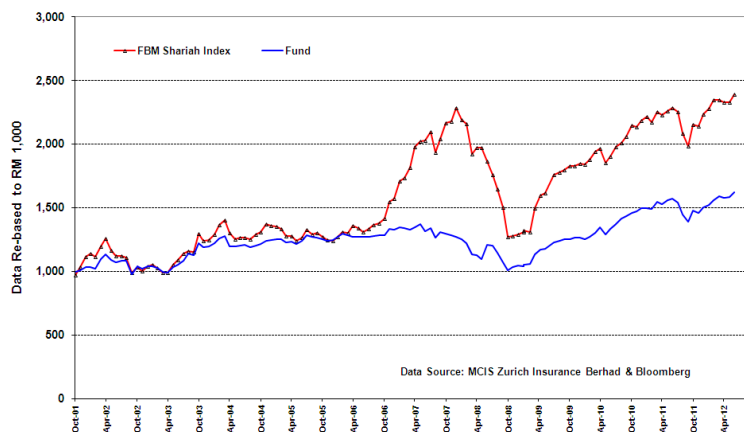
Risks

The Fund is considered high risk given the exposure to equity securities. Risk is managed at the Fund level through diversification of holdings, whilst at the management level, our Investment Team regularly review portfolio holdings, relative asset class exposures.

The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the sharemarket in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Jati Fund Performance Since Inception



Top Five Holdings

Telekom Malaysia Berhad
Axiata Berhad
Sime Darby Berhad
Petronas Chemical Group Berhad

Fund Information

NAV (31.07.12)	RM0.8251
Fund Size	RM 8.6 million
Inception Date	15-Oct-01
Fund Management Fee	1.35% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mciszurich.com.my
Fund Manager	MCIS Zurich Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	80%
Cash	0%	20%	20%

Performance Table

Period	Fund	Index*
1 month (%)	1.89%	2.50%
3 months (%)	4.55%	5.20%
6 months (%)	8.62%	7.43%
12 months (%)	7.20%	8.70%
2 years (% pa)	9.56%	11.27%
3 years (% pa)	10.33%	11.63%
5 years (% pa)	4.19%	3.14%
Since Inception	4.73%	8.62%
Yield #	2.32%	3.37%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS Zurich and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is FBMS Index sourced from Bloomberg. # Yield data is sourced from Bloomberg, and MCIS Zurich.

Other Charges : Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

MCIS Zurich Investment Linked - Balanced Fund Monthly Report (July 2012)

Investment Objective

The objective of the Balanced Fund is to provide security and income, while maintaining and potentially increasing the value of capital over the medium to long-term, through exposure across a range of asset classes. The Fund aims to outperform the performance benchmark over periods of three or more years.

Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class. The Fund invests in Malaysian equities and fixed income securities including government bonds and corporate debt securities.

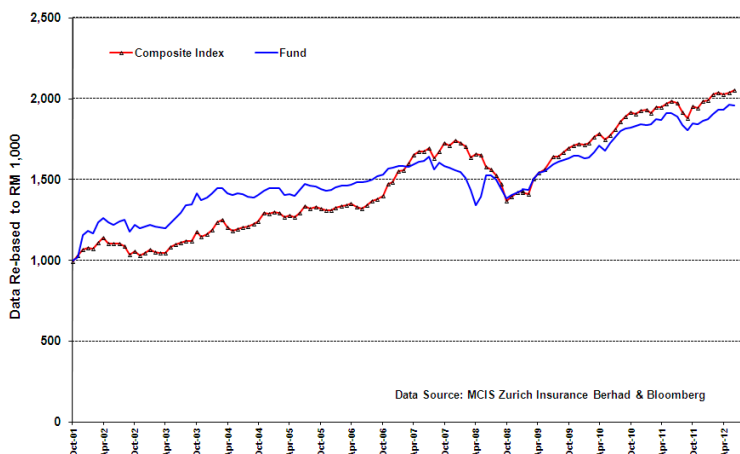
Risks

The Fund is considered medium risk given the exposure to equity securities and fixed income and cash. Risk is managed at the Fund level through diversification of holdings, whilst at the management level, our Investment Team regularly review portfolio holdings, relative asset class exposures.

The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the sharemarket in general, social and political factors, and the liquidity of the underlying assets. Additionally, levels of interest rates, and credit downgrades of defaults can affect the value of fixed income securities

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Balanced Fund Performance Since Inception



Top Five Holdings

- CIMB Subordinated Debt (Bond)
- RHB Berhad (Bond)
- Maybank Berhad (Equity)
- Bank Pembangunan Malaysia Berhad (Bond)
- Public bank Berhad (Bond)

Fund Information

NAV (31.07.12)	RM0.9840
Fund Size	RM7.3 million
Inception Date	15-Oct-01
Fund Management Fee	1.25% p.a.
Pricing	Daily
	Major Newspaper, or
Price Quote	http://www.mciszurich.com.my
Fund Manager	MCIS Zurich Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	40%	60%	41%
Fixed Income	40%	60%	42%
Cash	0%	20%	17%

Performance Table

Period	Fund	Index*
1 month (%)	0.60%	1.33%
3 months (%)	1.74%	2.84%
6 months (%)	4.88%	4.71%
12 months (%)	4.28%	5.66%
2 years (% pa)	5.64%	7.31%
3 years (% pa)	7.23%	8.30%
5 years (% pa)	3.69%	4.22%
Since Inception	6.45%	7.01%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS Zurich and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is composite of 50% FBM KLCI Index, and 50% HSBC Malaysia All Bond FBM KLCI Index. Index data sourced from Bloomberg.

Other Charges : Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

MCIS Zurich Investment Linked - Income Fund Monthly Report (July 2012)

Investment Objective

The objective of the Income Fund is to provide investors with security of income by investing in a mix of fixed income and fixed deposit securities. The aim of the Fund is to outperform the HSBC Malaysia Local Currency All Bond Total Return Index.

Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class. The Fund invests in cash and fixed income securities including government bonds and corporate debt securities.

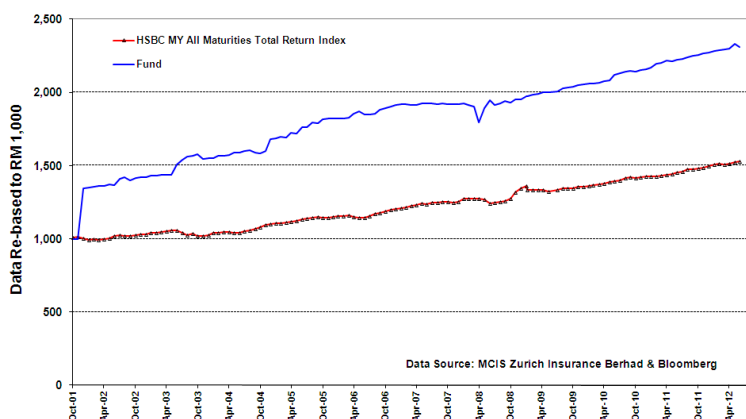
Risks

The Fund is considered lower risk given the exposure to cash and fixed income securities. Risk is managed at the Fund level through diversification of holdings, whilst at the management level, our Investment Team regularly review portfolio holdings, relative asset class exposures.

The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the sharemarket in general, social and political factors, and the liquidity of the underlying assets. Additionally, levels of interest rates, and credit downgrades or defaults can affect the value of fixed income securities.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Income Fund Performance Since Inception



Top Five Holdings

Cagamas Berhad
CIMB Berhad
RHB Berhad
Telekom Berhad
Bank Pembangunan Malaysia Berhad

Fund Information

NAV (31.07.12)	RM1.1592
Fund Size	RM 24.3 million
Inception Date	15-Oct-01
Fund Management Fee	0.5% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mciszurich.com.my
Fund Manager	MCIS Zurich Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Fixed Income	75%	100%	80%
Cash	0%	25%	20%

Performance Table

Period	Fund	Index*
1 month (%)	0.38%	0.64%
3 months (%)	0.84%	1.80%
6 months (%)	1.56%	2.19%
12 months (%)	3.98%	5.56%
2 years (% pa)	4.26%	4.88%
3 years (% pa)	4.89%	4.87%
5 years (% pa)	3.77%	4.28%
Since Inception	8.07%	4.07%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS Zurich and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is HSBC Malaysia All Bond FBM KLCI Index, sourced from Bloomberg.

Other Charges : Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Equity Market Review and Outlook

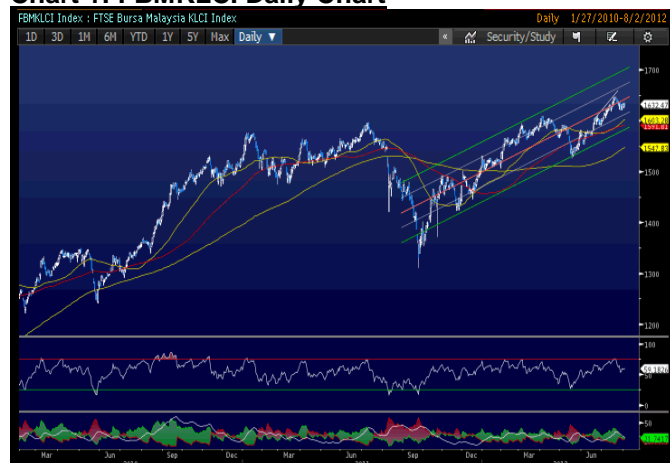
Market Review

The month of July saw continuous support from domestic players for the market with the FBMKLCI index recorded its new all time high of 1,645.0 on 18th July 2012. The positive sentiment was due to another mega listing for the year, IHH Healthcare on 24th July 2012. On the global side, Asian indices also rose on the last day of trading for the month on hopes for further stimulus from the European Central Bank (ECB) and the U.S. Federal Reserve in resolving Euro Zone debt crisis.

On month on month basis, the FBMKLCI rose by 2.03% to settle at 1,631.6. In tandem with domestic support for local market, the broader market FBMEMAS index rose by 2.36% to 11,175.2 level. For the month of July, average daily volume increased to 1,159.78m shares compared to June's average daily volume of 965.94m. However, the volume was lower than the 6 months average daily volume of 1,434.27m shares.

On the economic front, the headline inflation rate, CPI moderated to 1.6% yoy in June, after easing to +1.7% in May. This was mainly due to a moderation in the prices of food & non-alcoholic beverage prices. In other development, the Leading Index (LI), which provides an early signal of the direction that the economy is heading, bounced back to grow by 0.4% mom in May, a reversal from two months of contraction of 0.5% in April and March. As a whole, the direction of the leading index suggests that the economy is likely to improve gradually in the months ahead, albeit uneven.

Chart 1: FBMKLCI Daily Chart



Source: Bloomberg

Chart 2: FBMKLCI Monthly Pattern and Cycle Analysis



Source: Bloomberg

Market Outlook & Strategy

We maintain our cautious outlook on the market as we reckon the market correction will be well supported by local GLCs funds which tend to accumulate selected heavyweights on price weaknesses. The benchmark index immediate support and resistance remain pegged at 1,620 and 1,635, followed by 1,600 and 1,650 respectively. Any upside rally will be short-lived as investors may take the opportunity to sell on strength.

On the global side, the US and Euro Zone is expected to repeat slower economic growth with disappointment in the market as no concrete actions were tabled by the ECB recently to stabilize the Euro Zone just after its president, Mario Draghi committed to whatever it takes to support the Euro. We remain cautious on any spillover effect of this prolonged global economic crisis.

As local market consolidation continues coupled with global market uncertainties, we maintain our defensive strategy that focusing on low beta and high dividend yield stocks.

Fixed Income Review and Outlook

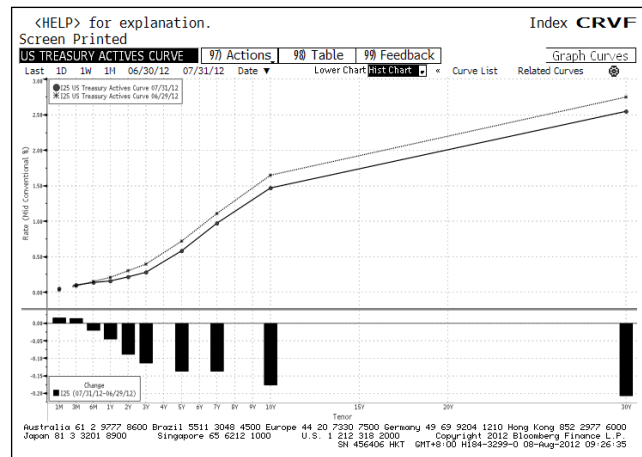
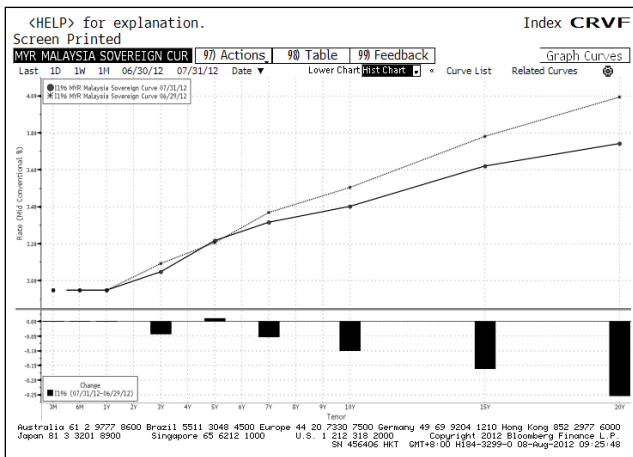
Market Review

Malaysian Government Bonds rallied in July as players continued to price in the risk-to-growth scenario, seeing the negative external headwinds. Gains were more pronounced along the bellies and longer end of the yield curve. Players went looking for yield pickup by extending their duration seeing the already tight credit spreads.

At the start of the month, Bank Negara kept the Overnight Policy Rate (OPR) on hold at 3.00% as expected (although at a time when both the European Central Bank (ECB) and the People's Bank of China (PBOC) loosened policy rates further to kick-start the slump in economic activities). In the accompanying statement, Bank Negara indicated their concerns about the downside risk to growth due to external developments. They also stated that inflation will not be a threat in the immediate term (CPI was smaller at +1.6% yoy versus +1.7% in the prior month). Additionally, Malaysia's IPI for May was pretty robust, indicating that manufacturing, electricity and mining output growth remained strong, which may give the central bank leeway in keeping monetary policy steady. May's IPI rose 7.6% y-o-y compared to a 3.2% gain in April.

The central bank conducted three MGS auctions in July. First was the RM3.5 billion reopening auction of the 10-year MGS. Demand was firm as measured by the bid-to-cover ratio of 2.35 times and average yield of 3.443%. That is about 3-5bps lower than WI trading beforehand. Next up was the reopening of the GII Aug'17 worth RM3.5 billion, which garnered weak demand. Bid-to-cover came up to 1.91 times, against the average of 2.21 times at the five MGS auctions prior to that. Average yield generated was 3.245%. Lastly, the central bank conducted the RM2.5 billion reopening auction of the 15-year MGS. However, demand was also lackluster. The bid-to-cover ratio came up to 1.707 times. Meantime, average yield generated was 3.591%.

US Treasuries also rallied though gains were pared ahead of the month end. US bond yields reached record lows during the month (the 10T touched 1.3875% on 24 July). Supporting the UST was the sustained worries in the Euro Zone and weak US and global economic growth prospects.



Market Outlook & Strategy

Since Bank Negara has held the OPR unchanged in July at 3%, which is the 4th MPC meeting out of 6th meetings this year, Bank Negara would likely stay pat on the OPR if not having a downward bias in cutting the OPR by 25bps should economic growth locally and globally start to falter. Therefore, we have maintained the notion of buying into dips of MGS or PDS, as we believe the longer term trend is still patchy domestic economic growth and earnings visibility of companies remained relatively poor at this juncture.