

OUR VISION

To develop the unit trust industry as the preferred vehicle for savings and retirement.

OUR MISSION

To educate and develop awareness of the investing public and to further enhance the prestige and reputation of member companies, both locally and internationally.

OUR OBJECTIVES

To improve the regulatory, fiscal and legal environment for unit trusts;

To formulate sound and ethical business practices to promote the interest of the unit trust industry and provide investor protection;

To provide information, assistance and other services to its Members; and

To promote public awareness of the benefits and risks of investing in unit trusts.

OUR VALUES

**PROFESSIONALISM
INTEGRITY
CONSISTENCY**

These values are important to the growth and image of the unit trust industry.

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Notice of Annual General Meeting

NOTICE IS HEREBY GIVEN THAT the Eleventh (11th) Annual General Meeting of the Federation of Malaysian Unit Trust Managers ("FMUTM") will be held at Sentral Link Room, 6th Floor, Hilton Kuala Lumpur, 3 Jalan Stesen Sentral, 50470 Kuala Lumpur on Friday, 27 May 2005 at 10.00 a.m.

AGENDA

1. To confirm and adopt the Minutes of the Tenth (10th) Annual General Meeting held on 26 May 2004.
2. To receive the President's Report.
3. To receive and consider the audited accounts and the report of the Council of FMUTM for the financial year ended 31 December 2004.
4. To re-appoint Messrs KPMG as the Auditors of FMUTM and authorise the Council to fix their remuneration for 2005.
5. To deal with any other ordinary business for which due notice shall have been received.

By Order of the Council,



Bernard Chang Tze Wah

Secretary

Dated this 12th day of May 2005

Note:

A member of FMUTM, entitled to attend and vote at this meeting is entitled to appoint a proxy to attend and vote in his stead. A proxy need not be a member of FMUTM. The Form of Proxy must be deposited with the Secretary at the Registered Office of FMUTM at RDL Corporate Services Sdn Bhd, 18th Floor, Wisma Sime Darby, Jalan Raja Laut, 50350 Kuala Lumpur not later than 5 p.m. on 24 May 2005.

Corporate Information

COUNCIL MEMBERS

Y.M. Tunku Dato' Ya'acob Tunku Abdullah

President

Chairman, Self-Regulatory Organisation Committee

Mr. Low Hong Ceong, Paul

Vice President

Chairman, Industry Development Committee

Mr. Cheah Chuan Lok

Chairman, Education and Conference Committee

Deputy Chairman, Industry Development Committee

Mr. Cheah Swee Leng, Edmond

Chairman, Secretariat

En. Mansoor Ahmad

Deputy Chairman, Distribution Standards Committee

En. Nor'Azamin Salleh

Deputy Chairman, Technical Committee

En. Shamsul Anuar Ahamad Ibrahim

Deputy Chairman, Self-Regulatory Organisation Committee

Mr. Tan Keah Huat

Chairman, Technical Committee

Mr. Toh Chin Hian, Mark

Chairman, Distribution Standards Committee

En. Wan Kamaruzaman Wan Ahmad

Chairman, Compliance and Disciplinary Committee

Mr. Foo Kah Foong, Christopher

Independent Councillor

En. Mohammad Faiz Mohammad Azmi

Independent Councillor

Prof. Dr. Saiful Azhar Rosly

Independent Councillor

MANAGEMENT

Mr. Lee Siew Hoong

Executive Director

PAST COUNCIL PRESIDENTS

1993 (Pro tem Council)

Mr. Soh Teck Toh, Steven

1994 – 1995

Y. Bhg. Dato' Malek Merican

1996 – 1997

Y. Bhg. Dato' Kamaruddin Mohammed

1998 – 2003

Y. Bhg. Dato' Abdul Azim Mohd Zabidi

2004 – Present

Y.M. Tunku Dato' Ya'acob Tunku Abdullah

REGISTERED OFFICE

RDL Corporate Services Sdn Bhd

18th Floor, Wisma Sime Darby

Jalan Raja Laut

50350 Kuala Lumpur

Tel: 603 - 2694 9999

Fax: 603 - 2698 4759

Mr. Bernard Chang Tze Wah

Company Secretary

AUDITORS & TAX CONSULTANT

KPMG

Wisma KPMG

Jalan Dungun

Damansara Heights

50490 Kuala Lumpur

Tel: 603 - 2095 3388

Fax: 603 - 2095 2177

BANKERS

Maybank Berhad

AG 1-2 & AG 9-10

Plaza Pekeliling

2, Jalan Tun Razak

50500 Kuala Lumpur

Tel: 603 - 4041 6049

Fax: 603 - 4041 5161

Maybank Berhad

Wisma Tan Kim San

518A, Jalan Ipoh

51200 Kuala Lumpur

Tel: 603 - 4042 8030

Fax: 603 - 4042 3112



On behalf of the Council Members of the Federation of Malaysian Unit Trust Managers (FMUTM), I have great pleasure in presenting to you the 11th Annual Report and Audited Financial Statements for the 12 months ending 31 December 2004.

2004 witnessed the continued growth and progress of the FMUTM even as the association belatedly marked its 10th anniversary with a gala dinner celebration, made more memorable by the launch of its exclusive commemorative book, aptly titled, *A Growing Force*.

During the year under review, the Malaysian economy experienced strong growth, led by private sector activity, while the public sector consolidated its fiscal position. For 2004 as a whole, Malaysia's Gross Domestic Product (GDP) grew 7.1%. Going forward, the growth prospect for Malaysia remains favourable in 2005. Economic growth momentum is expected to be maintained, well supported by both domestic and external demand. In particular, the strength of private (consumption and investment) expenditure, together with sustained exports, will continue to buoy up the Malaysian economy. This solid base will be reinforced by sound economic fundamentals as well as robust corporate and financial sectors. Moreover, GDP growth is likely to be

achieved amid low inflation; upside risks being limited by capacity expansion and productivity growth. Inflation is anticipated to remain relatively low in 2005 despite the US dollar depreciation and the higher oil prices.

On the global front, economic expansion is expected to be sustained at a steady pace in 2005. Despite some signs of slower growth, this has not become a cause for concern as the underlying conditions in the global environment continue to be supportive of growth. In particular, the pace of slowdown in the United States and People's Republic of China is foreseen to be moderate, based on the premise that adjustment in imbalances in these economies would be gradual. Overall, domestic demand in the Asian region is pro-growth, backed by favourable fundamentals and contribution from new growth areas. The impact of the tsunami is estimated to be minimal and short term, confined to the tourism and fishery industries in selected areas in the affected countries. Against this backdrop, the strength of the Malaysian economy with its highly diversified economic structure and sound fundamentals increases Malaysia's potential to absorb and respond to the challenging external environment.

For the unit trust industry, I am delighted to report that 2004 shaped up as a demanding yet progressive and successful year. The Malaysian unit trust industry as a whole made impressive gains, recording a year-on-year Net Asset Value (NAV) growth of 24.7%, aggregating RM87.39 billion worth of funds under management. This resounding growth far outstripped the stock market benchmark, Bursa Malaysia Composite Index, which gained 12.8% for the corresponding period. Over the course of last year, industry players launched a record number of 61 new funds, contributing in no small measure to the industry's mounting assets and widening array of unit trust products and services. As fund size matters, the need to continue expanding the size of funds under management cannot be overemphasised. To this end, the Federation will continue to nurture collective and concerted efforts by the industry as well as encourage various initiatives by its members to develop innovative products and services, and generate new growth areas, including overseas investments and private pension funds.

While the industry has been steadily chalking up double-digit growth rates since 1992 (the year when such statistics were made available), there is still a whole lot more that can be, and needs to be, done in order to propel the industry to greater heights. As the cover visual of our annual report symbolically suggests, the key to success is “envisioning the future”. Already, FMUTM is in sight of the finish line; the completion of an evolution cycle first set in motion a few years ago with the industry’s Development Plan (DP). To reiterate, the essence of the DP’s vision is to ensure that Unit Trust Management Companies (UTMCs) are restructured into investment companies and to expand the scope of their business beyond unit trust products and services. It is no secret that we have taken the initiative to start the ball rolling in the evolution process; in shaping and moulding the role of FMUTM as it moves inexorably towards successfully redefining and restructuring itself into an association representing all organisations involved in managed funds.

Beyond a mere change of name, as endorsed by our members at the 10th Annual General Meeting, to “Federation of Malaysian Investment Managers” or “FMIM”, the future holds even greater promise for the new expanded entity. The restructured entity will see to it that the industry group stays relevant with the times amidst a fast changing financial services landscape and challenging operating environment. As the industry moves forward, reinventing ourselves and more importantly, refocusing our *raison d’être*, after nearly twelve years of existence, is crucial in the Federation’s mission to forge a continued growth path. Ultimately, we need to strategise and energise our combined and collective plans in the right direction to realise the industry’s objective of remaining at the forefront of, and helping to drive, the various Capital Market Masterplan’s (CMP) recommendations pertaining to the investment management industry.

The task at hand is a demanding and even daunting one, filled with many variables and pitfalls. With the rationalisation to a single licensing regime for the investment management industry, we must not waste time with petty issues or cater to individual self interest. Rather, we must quickly reengineer our association to work towards the collective good of the investment management industry.

During the period under review, in line with our belief that an effective partnership between regulators and the industry is paramount in enhancing investors’ trust and confidence, FMUTM continued to nurture close working relationships with the regulators, authorities and other relevant organisations on issues of mutual concern. The sub-section on “Developmental Initiatives with Regulators and Authorities” of this annual report covers the significant developmental dialogue and work undertaken. Suffice to highlight here the more significant regulatory developments.

First, the Securities Commission (SC) issued the “Guidelines on Online Transactions of and Online Activities in relation to Unit Trusts” on 24 November 2004. The Guidelines were developed in line with recommendations in the SC’s Consultation Paper on “Framework for the Implementation of Electronic Commerce in the Capital Market” as well as the broader CMP aspirations to promote continued technological innovation in the capital market and enhance the efficiency of market infrastructure, with a view to accelerate the development of the market. By allowing transactions of units in unit trust funds to be done electronically, UTMCs are expected to have greater opportunity to take advantage of technology to provide value-added services to investors. Simultaneously, consequential amendments were made to the existing “Guidelines on Advertisement and Promotional Material” and an “Investor’s Guide to Online Investing in Unit Trusts” were released by the SC.

The Securities Industry (Amendment) Act 2003, which came into effect on 5 January 2004, besides bringing about single licensing for the fund management industry, also expanded the definition of the term “Investment Adviser” (IA). An IA now also refers to a person who holds out or carries on a business of analysing the financial circumstances of another person and provides a plan to meet that other person’s financial needs and objectives, including any investment plan in securities, whether or not a fee is charged. Hence, any person who currently acts as or represents himself or herself as being a financial planner is required to be licensed as an Investment Adviser by the SC.

On 23 March 2005, Bank Negara Malaysia (BNM), in releasing its Annual Report 2004, announced a liberalisation of the foreign exchange administration rules. In particular, this meant the limit that can be invested abroad by UTMCs is increased to 30% from 10% of the NAV attributed to residents of Malaysia. This is certainly a step in the right direction and will provide the depth and breadth for our capital markets to develop as well as the impetus for unit trust funds to diversify investments. In the longer term, with greater geographical portfolio diversification, we can expect to see better investment returns.

To round off my statement, allow me to recap the five key areas of priority for the unit trust industry, which FMUTM will champion.

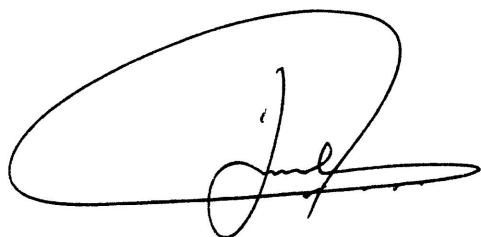
First, the industry must strive to have sufficient and sustained breadth and depth in terms of product and service innovations to offer to the investors. Second, the industry must redouble efforts to capture a bigger share of the financial services sector. Third, we will solicit the SC's support in having more tax incentives to nurture unit trusts as a source for long-term savings, higher education funds and retirement funds. Fourth, the Federation will be in consultation with the SC to look into the possibility of allowing Investment Advisers to be an additional distribution intermediary. Fifth, FMUTM will continue to invest in technology, through enhancing and upgrading our computer information technology infrastructure, so that work processes and communication with members can be more efficient and effective.

The Federation will continue to liaise with the regulators and authorities on the key areas of priority and growth. We will make recommendations for a more liberalised regulatory environment as we strongly believe that capital markets thrive on their breadth and depth, particularly under a less regulated regime. Specifically, we aim to participate in the private pension funds sector once the Government liberalises its investment or fund placement policies. We expect to submit a proposal soon on this important growth area (having commissioned a financial consultant to conduct appropriate research and prepare an analysis of pension fund options) to the SC and Ministry of Finance. FMUTM will also continue to liaise with the Ministry of Finance on our proposal for tax incentives and breaks because we are of the view that these would be a great stimulus or catalyst, as are private pension funds, for the industry's growth.

As a national association, the Federation will strive to provide value-added services and enhance benefits to members as well as play a pivotal role in promoting public awareness of the benefits and risks of investing in unit trusts. For instance, our fully-committed IT drive manifested itself with the launch of FMUTM's Internet Investment Information (I³) System, Phase 1, in August 2004. This and other events and activities during the year under review, are detailed in the operational review section of this annual report.

I wish to place on record my heartfelt gratitude to my colleagues on the Council for their selfless efforts. The strategic work done by the team would not have been possible if not for their invaluable contributions and magnanimity in making available their time, experience and expertise. On behalf of the Council, I would like to convey my appreciation to our Secretariat staff for their untiring efforts and dedication. Without their unwavering support and hard work, FMUTM would not have successfully carried out its role and responsibilities and fulfilled its objectives last year.

In conclusion, I would also like to take this opportunity to thank the Securities Commission for their backing and patronage, as well as for their confidence and trust in our vision of the industry and its future.



Tunku Dato' Ya'acob Tunku Abdullah
President

5 May 2005



Y.M. TUNKU DATO' YA'ACOB TUNKU ABDULLAH

Y.M. Tunku Dato' Ya'acob was appointed a Council Member of the FMUTM in April 2002 and is currently serving as its President, a post he assumed since May 2004. He also chairs the Self-Regulatory Organisation (SRO) Committee of the FMUTM.

Y.M. Tunku Dato' Ya'acob is presently the Deputy President of the Federation of Public Listed Companies (FPLC); a Council Member and the Immediate Past Chairman of the National Insurance Association of Malaysia (NIAM); a Board Member and the Immediate Past President of the Financial Planning Association of Malaysia (FPAM); and sits on the Board of Advisors for the International Centre for Leadership in Finance (ICLIF).

Y.M. Tunku Dato' Ya'acob holds a B. Sc. (Honours) in Economics and Accounting from the City University, London and is also a Fellow of the Institute of Chartered Accountants of England and Wales (ICAEW). He was attached to the offices of PricewaterhouseCoopers in London and Kuala Lumpur from 1982 to 1987.

Y.M. Tunku Dato' Ya'acob served as the Chief General Manager of Malaysian Assurance Alliance Berhad (MAA Assurance) from 1987 to 1995 and was its Managing Director/Chief Executive Officer until May 2000 when he became Chairman of MAA Assurance, a position he still holds today. He is also the Deputy Group Managing Director of the Melewar Group Berhad, an investment holding company.

Y.M. Tunku Dato' Ya'acob also holds the posts of Managing Director/Chief Executive Officer of MAA Holdings Berhad, Managing Director of Melewar Industrial Group, Director of Mycron Steel Berhad, Director of Trenergy Malaysia Berhad, Director of Malaysian National Reinsurance Berhad and Chairman of Toyochem Corporation Berhad, all of which are public listed companies on Bursa Malaysia. He also holds directorships in several private limited companies.



MR. LOW HONG CEONG, PAUL

Mr. Paul Low is the Chief Executive Officer of SBB Mutual Berhad. He is responsible for the company's performance and leads the company in the formulation of its business strategies and future plans. He has been with SBB Mutual since July 1998. He holds an MBA from McNeese State University, Louisiana, USA and is a Certified Financial Planner (CFP).

Mr. Paul Low has been in the financial service circuit since 1986 which includes international experience in the USA. Before his return to Malaysia in 1993, he was with Northwestern Mutual and Metlife in the USA. He was also the Founder and President of the Malaysian-California Chamber of Commerce 1992/1993 and President of St. Louis Chinese Junior Chamber of Commerce USA in 1987/1988.

Mr. Paul Low is currently a Council Member chairing the Industry Development Committee as well as Vice President of the FMUTM. He is also a Board Member and Vice President of the FPAM.



MR. CHEAH CHUAN LOK

Mr. Cheah is the Chief Executive Officer of AmInvestment Services Berhad (formerly known as AMMB Investment Services Berhad) and responsible for the general management of the company. Prior to his present appointment, he was a Fund Manager and also the Head of Equity Research of AMMB Asset Management Sdn Bhd.

Mr. Cheah holds an MBA from Maryhurst College, Oregon, USA. He is currently a Council Member of the FMUTM as well as Chairman of the Education and Conference Committee and Deputy Chairman of the Industry Development Committee.



MR. CHEAH SWEE LENG, EDMOND

Mr. Edmond Cheah, BA (Hons), Certified Financial Planner (CFP), is a member of the Institute of Chartered Accountants of England and Wales (ICAEW) as well as a Chartered Accountant of the Malaysian Institute of Accountants. His professional experience has been in the fields of audit, merchant banking, corporate and financial advising, portfolio and investment management and unit trust management.

Mr. Edmond Cheah was previously the Chief Executive Officer cum Executive Director and Investment Committee Member of Public Mutual Berhad, a unit trust management company that manages over RM9 billion worth of funds in Malaysia. At present, he is an Independent Director of Meridian Asset Management Sdn Bhd, a fund management company licensed by the Securities Commission.

Mr. Edmond Cheah is currently the President of the FPAM, a Council Member of the FMUTM and Chairman, Secretariat. He is also a Task Force member on Islamic Finance for Labuan Offshore Financial Services Authority (LOFSA), a member of the Securities Market Consultative Panel of Bursa Malaysia and the Treasurer of the Society for the Prevention of Cruelty to Animals (SPCA).

Mr. Edmond Cheah also sits on the Board of Adventa Berhad, a company listed on the second board of Bursa Malaysia. He is an Independent Non-Executive Chairman of the Board as well as a member of the Remuneration, Nomination and Audit Committees of the company.

Mr. Edmond Cheah has co-authored a financial planning book entitled "Financial Freedom – Your Guide to Lifetime Financial Planning" and a second book, "Financial Freedom – Through Malaysian Equities and Unit Trusts".



EN. MANSOOR AHMAD

En. Mansoor Ahmad is the Chief Executive Officer/Executive Director of ASM Mara Unit Trust Management Berhad. He holds a Bachelor of Economics (Honours) from the University of Malaya and an MBA from the Australian Graduate School of Management, University of New South Wales, Sydney, Australia.

En. Mansoor's involvement in the financial services sector started in 1975 when, as a Research Officer with Kompleks Kewangan Malaysia Berhad, he provided extensive economic and company research for the purpose of investments within the group. Moving on, he joined Amanah Saham Mara Berhad in 1983, assuming the post of Investment Manager where he was responsible for the investment management of the company's unit trust funds. In 1994, En. Mansoor rose to helm the company's fund management and venture capital investment as its Assistant General Manager and General Manager. Expanding his experience and exposure in financial services, he embarked on fund management and marketing activities in 1999 as General Manager of ASM Asset Management Sdn Bhd.

En. Mansoor is currently a Council Member of the FMUTM and Deputy Chairman of the Distribution Standards Committee.



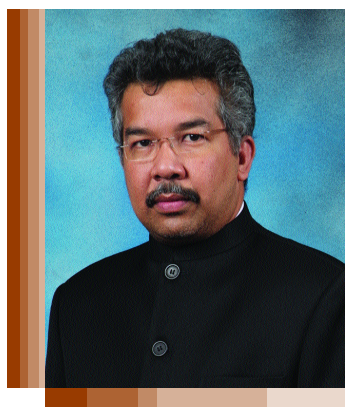
EN. NOR'AZAMIN SALLEH

En. Nor'Azamin Salleh is currently the Senior General Manager of Avenue Capital Resources Berhad. He is concurrently the Executive Director of Avenue Asset Management Services Sdn Bhd, a wholly-owned subsidiary of Avenue Capital Resources Berhad. His main responsibility is to oversee and map the strategic directions for both the asset management and unit trust businesses of the group.

En. Nor'Azamin graduated from Australia National University with a Bachelor of Commerce degree and later obtained his MBA from Open Business School, UK. He is also a Chartered Accountant (Malaysia), Certified Practising Accountant (Australia), Certified Risk Manager (CRM) and Certified Financial Planner (CFP).

En. Nor'Azamin has over seven years of working experience in the fund management and unit trust industry. Previously, he was the Chief Operating Officer and Executive Director of Commerce Asset Fund Managers and Commerce Trust Berhad.

En. Nor'Azamin is currently a Council Member of the FMUTM and Deputy Chairman of the Technical Committee.



EN. SHAMSUL ANUAR AHAMAD IBRAHIM

En. Shamsul Anuar, a fellow of the Association of Chartered Certified Accountants (FCCA), is the Chief Executive Officer of Amanah Saham Sarawak Berhad (ASSB). He has been with ASSB since 1993 as Finance and Administration Manager, then General Manager before being promoted to his present position in October 2003. He started his career as a Lecturer in the Faculty of Accountancy, UiTM in 1989. Prior to joining ASSB in October 1993, he was the Finance and Administration Manager of Syarikat Perumahan PJ Sdn Bhd. In addition, he represents Permodalan ASSAR Sdn Bhd, the parent company of ASSB, as Director and/or Management Exco in the various companies under its wing.

Being active in top management level for the past eleven years, he acquired extensive experience in the investment management, operational and financial matters of ASSB. His sharp analytical skills have benefited the company considerably.

En. Shamsul is currently a Council Member of the FMUTM and Deputy Chairman of the SRO Committee.



MR. TAN KEAH HUAT

Mr. Tan is the Chief Executive Officer of Apex Investment Services Berhad and Director of Apex Asset Management Sdn Bhd. He holds a B. Sc. (Honours) in Actuarial Science from the University of Western Ontario, Canada and he is also a Certified Financial Planner (CFP).

Mr. Tan has been involved in the fund management industry since 1995 and previously held the position of Chief Executive Officer in AMMB Investment Services Berhad. His responsibilities also extend to the roles of Investment Committee Member, Chairman of Fixed Income Risk Committee and Chairman of Derivative Risk Management Committee.

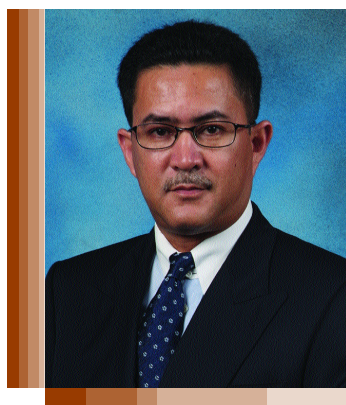
Mr. Tan is currently a Council Member of the FMUTM, chairing the Technical Committee.



MR. TOH CHIN HIAN, MARK

Mr. Mark Toh is an Associate of the Chartered Insurance Institute (UK) with a Masters degree from the University of Keele, UK. He began his career with the Prudential Assurance Company Ltd, holding various positions until his appointment in 1991 by a local banking group, to start up and manage a group of financial services companies that included unit trusts, asset management, trustee and will-writing. In 2000, he rejoined Prudential as the Chief Executive Officer of Prudential Unit Trusts Berhad, bringing along with him more than 25 years of both local and international experience in the financial services industry.

Mr. Mark Toh is a Board Member of the FPAM and also currently a Council Member of the FMUTM, chairing the Distribution Standards Committee.



EN. WAN KAMARUZAMAN WAN AHMAD

En. Wan Kamaruzaman graduated from University of Malaya with an honours degree in Economics (Analytical Economics). He started his career with Malayan Banking Berhad, where he held various positions and gathered wide experience in FOREX and money market dealings. He also acquired overseas working experience as Chief Dealer at Maybank's Hamburg Branch and as Treasury Manager at its London Branch.

En. Wan Kamaruzaman joined Affin Moneybrokers Sdn Bhd as its Chief Executive Officer in 1994. During his tenure at Affin Moneybrokers, he was able to guide the company to achieve good and consistent corporate results as reflected by the "Highest Dividend Award" conferred on the company by LTAT from 1995 to 2002.

During his tenure with Affin Moneybrokers, En. Wan Kamaruzaman was also an Associate Fellow of Institute of Bankers Malaysia and Honorary Secretary of Persatuan Pasaran Kewangan Malaysia. He joined Affin Trust Management Berhad in September 2003 as Acting Chief Executive Officer and subsequently became its Chief Executive Officer.

En. Wan Kamaruzaman is currently a Council Member of the FMUTM and Chairman of the Compliance and Disciplinary Committee.



MR. FOO KAH FOONG, CHRISTOPHER

Mr. Christopher Foo has been a partner of a legal firm, Messrs Raja, Darryl & Loh, since March 1994. Prior to this, he was a partner of another legal firm for more than 10 years. He obtained his LLB (Honours) from the University of Malaya and was admitted as an Advocate & Solicitor of the High Court of Malaya in 1981.

Mr. Christopher Foo has contributed and provided advice to various unit trust management companies and trustees on legal matters pertaining to the unit trust industry, such as the establishment of funds, the preparation of various legal documentation and organisation of unitholders' meetings, amongst others.

Mr. Christopher Foo was appointed an Independent Councillor of the FMUTM in November 2000.



EN. MOHAMMAD FAIZ MOHAMMAD AZMI

En. Mohammad Faiz is currently a partner and head of the Financial Services Group in PricewaterhouseCoopers Malaysia, which specialises in providing services to clients in the financial industry. He holds an honours degree in Law from Durham University, UK. Besides being called to the English Bar, he is also a member of the Malaysian Institute of Accountants as well as the Institute of Chartered Accountants of England and Wales (ICAEW). His audit clients include banks, stockbroking firms, fund management firms and funds.

En. Mohammad Faiz also acts as a trainer in his firm's banking and securities courses. He is a Director in Financial Risk Management, a unit specialising in offering advice on risk management and accounting matters, particularly on special products and transactions. He represents his firm on the Malaysian Accounting Standards Board's (MASB) committees on Islamic Accounting, IAS39 and Bank Reporting.

En. Mohammad Faiz was appointed an Independent Councillor of the FMUTM in June 2001.



PROF. DR. SAIFUL AZHAR ROSLY

Dr. Saiful Azhar Rosly is Professor of Economics at the International Islamic University Malaysia. He specialises in Islamic economics, banking and finance. He also teaches money and banking and monetary economics. Prof. Saiful obtained his Bachelor and Masters in Economics from Northern Illinois University, DeKalb, USA. He pursued his Ph.D studies at the National University of Malaysia (Universiti Kebangsaan Malaysia or UKM) specialising in input-output study of the Malaysian manufacturing sector.

At present, Prof. Saiful Azhar serves as advisor and consultant in a number of financial organisations in Malaysia. He is currently a member of the Syariah panel of Permodalan Usahawan Nasional Berhad (PUNB), Commerce International Merchant Bank (CIMB) and EON Finance Berhad. He is also resident advisor to SilverLake Malaysia. He sat on the National Economic Development Council on Islamic Banking and Finance (MAPEN2). He has written for several reputed journals, including 'The Thunderbird Business Review', 'The International Journal of Islamic Financial Services', 'Arab Law Quarterly', 'International Journal of Social Economics' and 'IIUM Journal of Economics and Management'. Presently, he writes a monthly column on Islamic capital markets for Bursa Malaysia's 'Investors' Digest'. Prof. Saiful Azhar was also a columnist for the Sun newspaper and ZoomFinance from 1995-2000.

Currently, Prof. Saiful Azhar is conducting an MTEN research on the establishment of Centres of Excellence (COE) in Labuan. He is also developing an Islamic micro-financing model for Malaysia and the Middle East under the Islamic Development Bank (IDB) stewardship.



MR. LEE SIEW HOONG

Mr. Lee Siew Hoong joined the FMUTM as its Executive Director in September 2004, bringing with him a wealth of experience in the financial sector. An accountant by training, his career spanned the gamut of a start-up as an Articled Clerk with an accounting firm of international standing to his last held position as the Principal Officer of FPAM.

During his 12-year tenure with the accounting firm, Mr. Lee held increasingly responsible and varied positions, culminating in his becoming a Senior Manager. This period saw him gaining invaluable work exposure in the areas of audit, taxation, receivership, liquidation and corporate restructuring. Moving on, he broadened his considerable experience by assuming the post of Company Secretary cum Asset Administration Manager in a finance company, particularly involved in loan recovery matters. Three years later, he added to his widening work portfolio, becoming a Dealer Representative in an 8-year stint with a reputable stockbroking firm.

Taking on a fresh challenge, Mr. Lee joined the FPAM in 2000 where, as its Principal Officer, he was directly responsible for the smooth running of the organisation as a whole, as well as charting strategic directions for a continued membership build-up towards the objective of promoting and developing the Malaysian financial planning industry.

Mr. Lee is a Chartered Accountant of the Malaysian Institute of Accountants and a member of the Malaysian Institute of Certified Public Accountants.

THE MALAYSIAN ECONOMY

The Malaysian economy expanded by 7.1% in 2004, exceeding the government's official forecast of 6.6%. Growth was driven by sustained expansion in manufacturing output and services, induced by a prolonged cyclical upswing in domestic private consumption and external demand, as well as prudent financial management.

Malaysian share prices trended upwards last year, with sentiment buoyed mainly by favourable economic and political developments on the domestic front, notably the government's overwhelming election victory, coupled with definitive steps taken to curtail the weak operational and financial performance of government-linked companies.

The increase in share prices was markedly apparent towards the end of the year under review, sparked by speculative interest in Ringgit assets on broad expectations of a Ringgit revaluation. Consequently, the local bourse registered a sharp gain of 14.3%, with the Kuala Lumpur Composite Index closing the year at 907.43 pts, ranking as the sixth best performing market in the world, according to Lipper Asia Ltd.

In line with the shift of investor interest towards larger capitalised stocks, small capitalised counters experienced significant losses in 2004, following strong gains the year before, with the Second Board and MESDAQ Market indices falling by 21.2% and 19.3%, respectively.

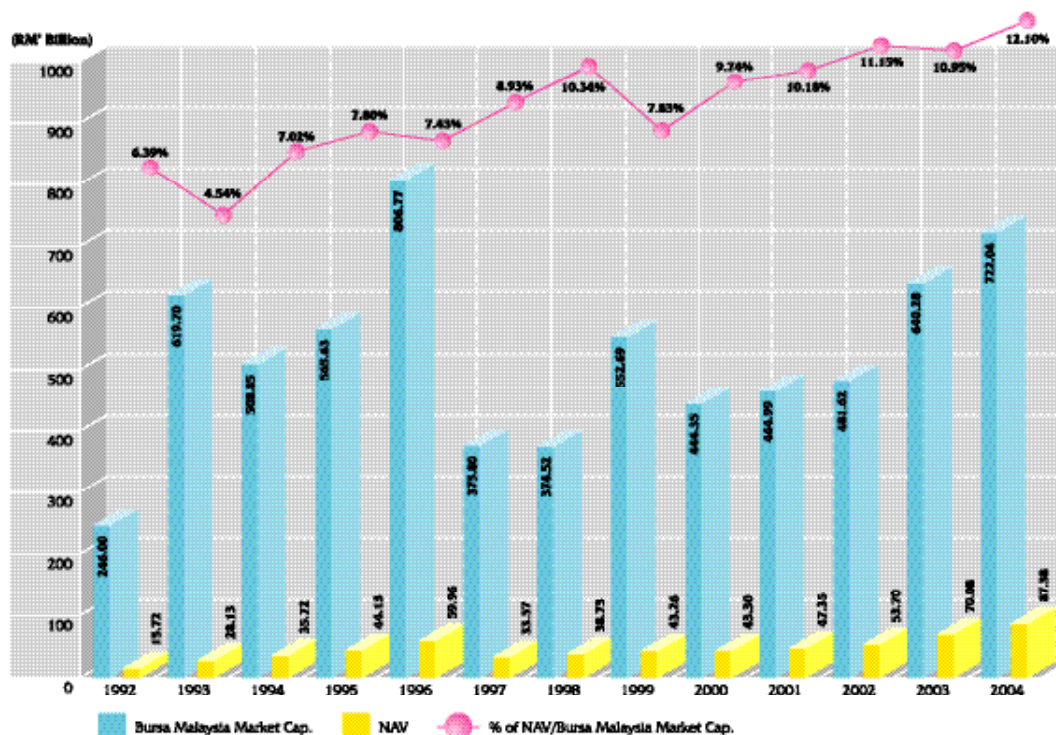
The domestic bond market performed relatively better in the first half of 2004, preceded by a tumultuous six-month period that marked the end of the five-year bond bull market. Optimism fueled by an accommodative domestic interest rate policy helped to support the bond market considerably. However, the Malaysian Government Securities (MGS) yield curve was subsequently steepened as heavy foreign buying interest in short and medium-term paper drove bond yields lower. The pressure on yields was particularly apparent towards the end of 2004, amidst heightened speculation on regional currency realignments.

ANALYSIS OF THE NET ASSET VALUE (NAV) OF THE INDUSTRY

On the back of favourable economic and market conditions in the country, the total net assets of the unit trust industry continued to expand strongly, registering a seventh consecutive year of gains. Total NAV of the industry jumped 24.7% over the past year, posting a record RM87.39 billion, the highest level since 1992 and representing 12.1% of the market capitalisation on Bursa Malaysia (Chart 1).

Chart 1

Total Net Asset Value vs Bursa Malaysia Market Capitalisation as at 31 December 2004 (RM billion)



Source: Securities Commission

All types of funds reported net increases in asset value with stock funds continuing to outpace other types of private unit trust funds, with total NAV of stock funds increasing to RM16.9 billion as at 31 December 2004, a gain of RM2.6 billion or 17.8% over the preceding year (Chart 2). Apart from the appreciation in stock market value, the NAV growth can also be partly attributed to reduced investor risk aversion towards overall investment in Malaysian stocks. This followed the market boost from the string of positive developments mentioned above. Notwithstanding its healthy growth, stock funds' dominance as a group fell from 49.8% as at the end of last year to a low of 44.6%.

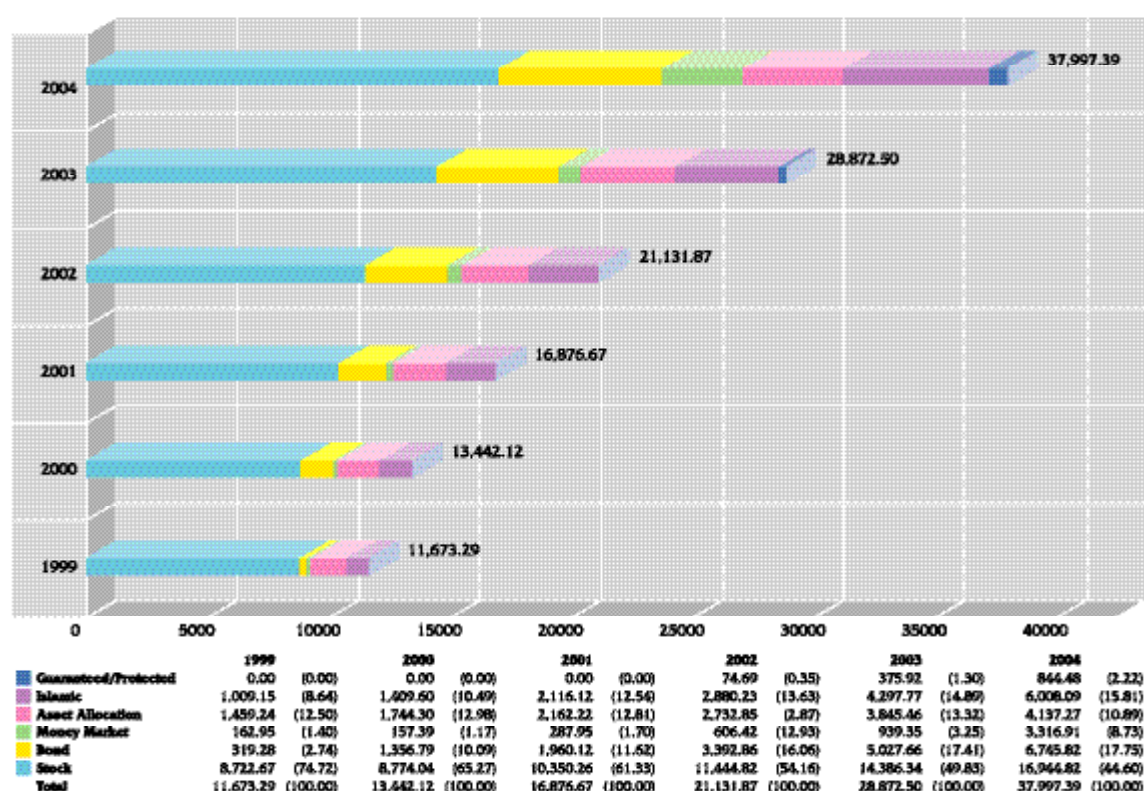
Bond funds continued to do well with total NAV increasing 34.2% to RM6.7 billion, representing 17.8% of total industry assets. These funds registered strong gains on the back of steady capital appreciation as the bond market enjoyed a flush of liquidity from speculation over the Ringgit revaluation.

Reflective of the growing appeal of Islamic unit trusts to investors who are inclined towards longer term investments that conform to Syariah principles, the NAV of Islamic funds rose to RM6.0 billion, comprising 15.8% of total industry assets.

Assets of money market funds, asset allocation funds and guaranteed/protected funds all registered commendable increases. In the case of money market funds, total NAV reached RM3.3 billion, more than tripling the previous high of RM0.94 billion at end - 2003. Supported by strong market acceptance, the assets gathered by guaranteed/protected funds more than doubled from RM0.37 billion to RM0.84 billion during the period under review, while asset allocation funds climbed 7.6% to RM4.1 billion from RM3.8 billion the year before.

Chart 2

Net Asset Value by Types of Funds as at 31 December 2004 (RM million)



Source: Lipper Asia Ltd.

Based on respondent private funds as categorised by Lipper Asia Ltd and adopted by members.

Notes:

- Based on Lipper's fund investment objectives, these funds have been grouped into the following six types:
 - Guaranteed/Protected Funds : Comprises Capital Guaranteed funds and Capital Protected funds.
 - Money Market Funds : Include all Money Market funds.
 - Asset Allocation Funds : Include Mixed Asset: Growth funds and Mixed Asset: Income funds.
 - Islamic Funds : Include Mixed Asset: Islamic/Syariah Balanced, Bond: Islamic/Syariah and Equity: Islamic/Syariah.
 - Bond Funds : Include General Bond funds.
 - Stock Funds : Include Equity: Index Tracking funds, Equity: Income funds, Equity: Growth funds, Equity: Info & Technology funds, and Equity: Small Companies funds.
- The private sector fund classification may differ between the Securities Commission and Lipper.

NEW FUNDS LAUNCHED

In 2004, a record number of 61 new funds were launched successfully by 16 unit trust management companies, details of which are listed in Table 1. During the period under review, two funds ceased operations and this brought the total number of unit trust funds in circulation to 275 as at the end of the year.

Table 1: New Funds Launched in 2004

Funds		Launch Date	Approved Fund Size (million units)	Management Company
1.	AmConstant	5 Jan 04	750	AmlInvestment Services Berhad
2.	RHB Islamic Growth	26 Jan 04	250	RHB Unit Trust Management Berhad
3.	TA Small Cap	9 Feb 04	200	TA Unit Trust Management Berhad
4.	CT Institutional Bond	11 Feb 04	500	Commerce Trust Berhad
5.	Xcess Cash	18 Feb 04	500	Commerce Trust Berhad
6.	PRU Dana Dinamik	25 Feb 04	600	Prudential Unit Trusts Berhad
7.	Mayban SmallCap	3 Mar 04	500	Mayban Unit Trust Berhad
8.	SBB Value	16 Mar 04	500	SBB Mutual Berhad
9.	Strategic Bond	23 Mar 04	1,000	Commerce Trust Berhad
10.	Alliance Dana Adib	25 Mar 04	200	Alliance Unit Trust Management Berhad
11.	AUTB Dana Bon Amanah	5 Apr 04	500	Asia Unit Trusts Berhad
12.	SBB Sector Rotation	12 Apr 04	500	SBB Mutual Berhad
13.	Hwang-DBS Select Small Caps	15 Apr 04	600	Hwang-DBS Unit Trust Berhad
14.	Hidden Treasures	20 Apr 04	1,200	Commerce Trust Berhad
15.	GrowthPath-GrowthPath 2010	21 Apr 04	Combined fund size = 1 billion units	OSK-UOB Unit Trust Management Berhad
16.	GrowthPath-GrowthPath 2015	21 Apr 04		OSK-UOB Unit Trust Management Berhad
17.	GrowthPath-GrowthPath 2020	21 Apr 04		OSK-UOB Unit Trust Management Berhad
18.	GrowthPath-GrowthPath 2025	21 Apr 04		OSK-UOB Unit Trust Management Berhad
19.	GrowthPath-GrowthPath Today	21 Apr 04		OSK-UOB Unit Trust Management Berhad
20.	ING OneAnswer-Managed Growth	23 Apr 04	300	ING Funds Berhad
21.	ING OneAnswer-RHB Diversified	23 Apr 04	300	ING Funds Berhad
22.	ING OneAnswer-Blue Chip	23 Apr 04	300	ING Funds Berhad
23.	ING OneAnswer-Bon Islam	23 Apr 04	300	ING Funds Berhad
24.	ING OneAnswer-Income Plus	23 Apr 04	300	ING Funds Berhad
25.	ING OneAnswer-AmlInvest Balanced	23 Apr 04	300	ING Funds Berhad
26.	ING OneAnswer-Hwang-DBS Growth Opportunities	23 Apr 04	300	ING Funds Berhad
27.	ING OneAnswer-Amanah SSCM Tactical	23 Apr 04	300	ING Funds Berhad
28.	ING OneAnswer-Ekuiti Islam	23 Apr 04	300	ING Funds Berhad
29.	Mayban Dana Arif	27 Apr 04	400	Mayban Unit Trust Berhad
30.	OSK-UOB Emerging Opportunity	18 May 04	400	OSK-UOB Unit Trust Management Berhad
31.	TA High Growth	7 Jun 04	600	TA Unit Trust Management Berhad
32.	KL City SmallCap	8 Jun 04	750	KL City Unit Trust Berhad
33.	Hwang-DBS Dana Fahim	28 Jun 04	600	Hwang-DBS Unit Trust Berhad
34.	SBB Money Market	19 Jul 04	200	SBB Mutual Berhad
35.	AmConstant-Series 2	19 Jul 04	150	AmlInvestment Services Berhad
36.	Mayban Dana Fitrah 1 (Capital Protected)	27 Jul 04	300	Mayban Unit Trust Berhad
37.	SBB Strategic Equity	18 Aug 04	500	SBB Mutual Berhad
38.	Steady Returns Bond 2	18 Aug 04	120	Commerce Trust Berhad
39.	OSK-UOB Smart Series-OSK-UOB Smart Treasure	1 Sep 04	Combined fund size = 1 billion units	OSK-UOB Unit Trust Management Berhad
40.	OSK-UOB Smart Series-OSK-UOB Smart Balanced	1 Sep 04		OSK-UOB Unit Trust Management Berhad
41.	OSK-UOB Smart Series-OSK-UOB Smart Income	1 Sep 04		OSK-UOB Unit Trust Management Berhad
42.	Alliance Tactical Growth	2 Sep 04	800	Alliance Unit Trust Management Berhad

Funds	Launch Date	Approved Fund Size (million units)	Management Company
43. Alliance Optimal Income	2 Sep 04	400	Alliance Unit Trust Management Berhad
44. MAAKL Money Market	8 Sep 04	300	MAAKL Mutual Berhad
45. MAAKL Equity 80	8 Sep 04	1,000	MAAKL Mutual Berhad
46. Prudential Fixed Maturity	9 Sep 04	300	Prudential Unit Trusts Berhad
47. AmlIslamic Growth	10 Sep 04	1,000	AmlInvestment Services Berhad
48. AmlIslamic Balanced	10 Sep 04	1,000	AmlInvestment Services Berhad
49. Hwang-DBS Capital Guaranteed II	15 Sep 04	150	Hwang-DBS Unit Trust Berhad
50. SBB Dana Al-Faiz	16 Sep 04	1,000	SBB Mutual Berhad
51. SBB Enterprise	16 Sep 04	1,000	SBB Mutual Berhad
52. SBB Dana Al-Hafiz	8 Oct 04	200	SBB Mutual Berhad
53. SBB Dana Al-Ikhlas	8 Oct 04	500	SBB Mutual Berhad
54. Hwang-DBS Capital Guaranteed III	13 Oct 04	150	Hwang-DBS Unit Trust Berhad
55. Prudential Equity Income	18 Oct 04	600	Prudential Unit Trusts Berhad
56. AmConstant 12/07	10 Nov 04	150	AmlInvestment Services Berhad
57. Mayban Lifestyle 2009	25 Nov 04	250	Mayban Unit Trust Berhad
58. Mayban Lifestyle 2014	25 Nov 04	250	Mayban Unit Trust Berhad
59. Mayban Lifestyle Today	25 Nov 04	250	Mayban Unit Trust Berhad
60. Public Focus Select	25 Nov 04	500	Public Mutual Berhad
61. CMS Islamic Balanced	6 Dec 04	200	CMS Trust Management Berhad

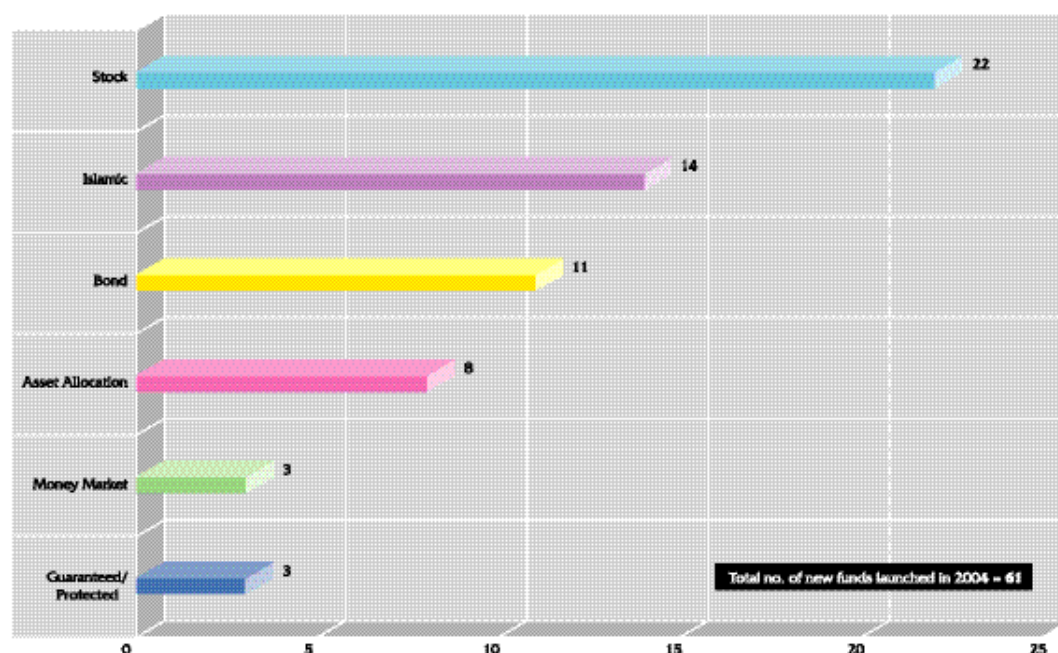
Riding on the bullish market sentiment, the biggest number of funds launched are equity funds, aggregating 22 or 36.1% of the total new funds launched. Of these, 14 are equity-growth funds, five small companies funds and the remaining three equity-income funds (Chart 3). Last year also saw the launch of life cycle funds, an innovative type of fund that automatically adjusts asset allocation according to investors' investment horizon.

With a wider range of products available to meet investors' different risk-return profiles, Islamic unit trusts are becoming increasingly popular. This trend is clearly indicated in that of the 14 new funds in 2004, 78.6% or 11 of the funds are Islamic bond funds. Among the contributing factors are progressive developments in the Islamic Capital Market such as extension of the Syariah review process to include pre-IPO stage, issuance of the first Islamic Ringgit-Bond by a supranational body i.e. the World Bank, as well as more investor-friendly tax treatments that are comparable to those of conventional products.

Fixed income and capital preservation products continued to be of broad appeal, totaling 25 of new funds launched during the period under review. The bulk of these are bond funds numbering 11. Of the balance, eight are asset allocation funds and three each for capital guaranteed/protected funds and money market funds.

Chart 3

New Funds Launched by Types of Funds



Source: Lipper Asia Ltd, FMUTM analysis.

GLOBAL THEMES IN THE MALAYSIAN UNIT TRUST INDUSTRY

The Asia Pacific region performed well in 2004, with many of its economies experiencing robust growth despite a year of unexpected political events, natural disasters and the biggest surge in oil prices since 1979. Asian stock markets were among the best performing bourses in the world during the year, with only China and Thailand bucking the trend.

With the exception of China and Thailand, equity funds outperformed bond funds among the markets reviewed. Improving corporate fundamentals of Asian lenders also provided support to fixed income products. The main theme that reverberated throughout the fixed income universe in 2004 was the fall in the U.S. dollar which spurred investors to seek refuge and yields in fixed income investments.

Private sector unit trusts in Malaysia grew 33% in net asset value during the year to a record high of RM38.4 billion, with equity products representing the major proportion or 45% of industry assets. Islamic unit trust schemes also grew rapidly in popularity in the country among both Muslim and non-Muslim customers.

In line with the robust 14.3% appreciation of the benchmark KL Composite Index, most fund sectors registered strong gains in 2004, returning on average 7.14%. This was, however, lower than the 20.39% recorded in the previous year. Equity Index Tracking funds were the best performers during the year, with the sector average gaining 15.89% in value. Mixed-Asset Growth funds ranked second with a 10.57% gain, followed by Mixed-Asset Income funds which returned 9.07%.

Technology-related and smaller-cap funds, on the other hand, were poor performers relative to their stellar returns in the previous year, although both the Equity Info & Technology as well as the Equity Small Companies sectors managed to eke out gains of 4.38% and 3.44%, respectively. Funds within the Equity State Fund sector underperformed during the year.

Fixed income funds also did well, with the Bond General and Bond Islamic sectors gaining 6.40% and 6.66%, respectively, amid a backdrop of benign interest rates and improving company fundamentals.

Malaysia had a bumper year in terms of fund offerings in 2004, with a record 61 new unit trusts being offered for sale during the year. Equity funds made up the largest number or 36% of new fund launches, followed by bond funds and mixed-asset funds which took up 18% and 13%, respectively, of the total fund offerings. A large number of these were Islamic funds, which represented 23% of the total fund offerings for the year and were among the most successful products in terms of unit subscriptions.

The best performing funds for the year were recognised at the Edge-Lipper Malaysian Unit Trust Fund Awards 2004, with awards given out to a total of 27 recipients (Table 1). The Lipper Consistent Return methodology was adopted as the global standard to select winning funds over three and five-year periods. In addition, the ten-year awards were introduced this year to recognise consistent performers within the respective fund universes over the longer term. Fund families with high average scores for all funds within a particular asset class or overall were also awarded.

The Lipper Fund Awards programme which was run across 17 countries in Asia, Europe and the United States, highlights funds that have excelled in delivering consistently strong risk-adjusted performance, relative to peers, among the 125,000 funds that Lipper tracks globally.

Table 1: The Edge-Lipper Malaysian Unit Trust Fund Awards 2004-Winners

Category	1-year Ended 31 Dec 2004	Performance (% Returns)	3-years Ended 31 Dec 2004	Performance (% Returns)	5-years Ended 31 Dec 2004	Performance (% Returns)
Bond General	Commerce Trust	9.35	Public Bond	23.47	Public Bond	51.57
	Lifetime Bond					
	MAAKL Bond	9.35				
Bond Islamic/Syariah	Public Islamic Bond	9.54	Nil	–	Nil	–
Equity Growth	PB Growth	24.79	Prudential Growth	71.70	CMS Premier	51.62
Equity Income	Public Industry	17.65	Hwang-DBS Select Opportunity	130.60	TA Comet	69.94
Equity Index Tracking	MAAKL Equity Index	23.76	ASM Index	38.21	Nil	–
Equity Info & Technology	Nil	–	Nil	–	Nil	–
Equity Islamic/Syariah	MAAKL Al-Faid	18.76	TA Islamic	64.79	Public Ittikal	59.59
Equity Small Companies	Public Small Cap	16.34	Prudential Small Cap	64.54	Nil	–
Mixed-asset Growth	PB Balanced	19.87	Prudential Balanced	57.29	PB Balanced	47.40
Mixed-asset Income	Hwang-DBS Select Balanced	15.98	CMS Balanced	43.08	Nil	–
Mixed-asset Islamic/Syariah	Dana Makmur Pheim	12.31	Nil	–	Nil	–

Notes:

1. The Best Fund Group over three years was won by TA Unit Trust Management Berhad. There are no winners for the Bond, Mixed-Asset and Overall Group Awards for the Edge-Lipper Malaysian Unit Trust Fund Awards 2004.
2. The Best Fund over 10 years for the fund categories of Equity Income and Equity Islamic/Syariah were won by AUTB Investment and Amanah Saham Darul Iman, respectively.

Prospects for the Malaysian unit industry are bright. Growth momentum is positive and unit trust fund penetration remains low. In addition, ongoing changes in regulations and business liberalisation to allow greater flexibility and changes in fund management will provide more breadth and depth to both conventional and Islamic capital markets.

Barring any unforeseen circumstances and earnings surprises on the downside, the Malaysia bourse is generally expected to maintain its positive growth trend in 2005. This will augur well for equity funds, although specific funds directly exposed to the electrical and electronics (E&E) sector may underperform because of the anticipated slowdown in the global electronics industry.

Improving corporate outlook and credit re-ratings will also lend support to related corporate fixed income instruments and bond funds, although tightening of interest rates may dampen the performance of such products. More guaranteed or principal protected-type funds are likely to be launched to meet the needs of more risk-averse investors.

Extracted from Lipper's "Global Themes in the Mutual Fund Industry 2004 Malaysia" by Kenneth Koh, Lipper Asia Ltd.

As a quasi-self regulatory organisation, FMUTM is responsible for the registration of Persons Dealing In Unit Trusts (PDUTs). In line with the Securities Commission's requirements to ensure that eligible individuals possess the minimum accepted level of product knowledge and understanding of unit trusts before they are registered and licensed to market and distribute units, the conduct of the mandatory Unit Trust Examination (UTE) for PDUTs has been entrusted to FMUTM.

REGISTRATION OF PERSONS DEALING IN UNIT TRUSTS (PDUTs)

The total number of PDUTs stood at 32,027 as at 31 December 2004 compared to 32,308 as at 31 December 2003, a slight decrease of 0.87%. The decline was due to a reconciliation exercise conducted through the Internet Investment Information (I³) System which saw the termination of PDUTs whose registration with the FMUTM has expired for a period exceeding six months.

Of the total of 32,027 registered PDUTs, 89.8% of them were attached to Ordinary Members while the remaining 10.2% were with Associate Members (Table 2). Further analysis (Chart 4) shows that 73.9% or 23,681 of the registered PDUTs were Tied Agents. Related Party Corporate Representatives, Third Party Corporate Representatives and UTMC staff comprise 10.9%, 11.1% and 4.1% of the registered PDUTs, respectively.

The profile of registered PDUTs (Chart 4) shows a composition of 11.1% Third Party Corporate Representatives, an increase of 1.6% from 2003, whereas Related Party Corporate Representatives saw a reduction of 2.1% to 10.9% in 2004. The shift in the composition was primarily due to more IUTAs, including those which changed status to market and distribute third party unit trusts. The composition of UTMC staff and Tied Agents was 4.1% and 73.9%, respectively, a marginal increase of 0.5% and 0.1%, respectively, from 2003.

Table 2: Number of Registered PDUTs

Members	31 December 2003	31 December 2004
Ordinary Members		
Abrar Unit Trust Management Berhad	2	0
Affin Trust Management Berhad	345	141
Alliance Unit Trust Management Berhad	11	103
Amanah Saham Kedah Berhad	25	24
Amanah Saham Nasional Berhad	293	343
Amanah Saham Sarawak Berhad	54	50
AmlInvestment Services Berhad	1,060	1,060
Apex Investment Services Berhad	448	539
Asia Unit Trusts Berhad	394	337
ASM Mara Unit Trust Management Berhad	466	416
Avenue Unit Trust Management Berhad	37	42
BBMB Unit Trust Management Berhad	0	0
BIMB Unit Trust Management Berhad	49	50
CMS Trust Management Berhad	385	249
Commerce Trust Berhad	228	236
HLG Unit Trust Berhad	1,715	1,717
Hwang-DBS Unit Trust Berhad	124	183
ING Funds Berhad	0	881
Kenanga Unit Trust Berhad	71	120
KLCity Unit Trust Berhad	286	261
KSC Capital Berhad	0	1
MAAKL Mutual Berhad	591	840
Mayban Unit Trust Berhad	1,456	1,579
MBf Unit Trust Management Berhad*	1	0
Metrowangsa Unit Trusts Berhad**	175	0
OSK-UOB Unit Trust Management Berhad	547	558
Pacific Mutual Fund Berhad	1,576	1,222
Pelaburan Johor Berhad	19	17
Sub-total	10,358	10,969

Members	31 December 2003	31 December 2004
Ordinary Members		
Sub-total (brought forward from previous page)	10,358	10,969
Pengurusan Kumipa Berhad	20	13
Permodalan BSN Berhad	50	50
Pheim Unit Trusts Berhad	33	34
Phillip Mutual Berhad	18	22
Prudential Unit Trusts Berhad	2,541	2,738
PTB Unit Trust Berhad	11	11
Public Mutual Berhad	10,022	9,970
RHB Unit Trust Management Berhad	524	237
Saham Sabah Berhad	49	37
SBB Unit Trust Management Berhad	1	0
SBB Mutual Berhad	5,342	4,381
TA Unit Trust Management Berhad	361	290
Tabung Amanah Saham Selangor Berhad	17	11
Sub-total	29,347	28,763
Associate Members		
Affin Bank Berhad	82	154
Affin Securities Sdn Bhd	7	14
Alliance Bank Malaysia Berhad	247	256
AmBank Berhad	0	0
AmFinance Berhad	0	0
AmMerchant Bank Berhad	28	32
Bank Simpanan Nasional	0	0
CIMB Securities Sdn Bhd	27	30
Citibank Berhad	197	203
Commerce International Merchant Bankers Berhad	7	16
Deutsche Bank (Malaysia) Berhad	6	0
ECM-Libra Securities Sdn Bhd	0	0
ENG Securities Sdn Bhd	7	6
EON Bank Berhad	277	348
EON Finance Berhad	199	0
Hong Leong Bank Berhad	0	29
HSBC Bank Malaysia Berhad	344	406
Inter-Pacific Securities Sdn Bhd	8	5
Jupiter Securities Sdn Bhd	0	0
Malacca Securities Sdn Bhd	0	2
Malayan Banking Berhad	0	0
Mayban Securities Sdn Bhd	0	0
OCBC Bank (Malaysia) Berhad	345	388
RHB Bank Berhad	674	775
Southern Bank Berhad	113	216
Standard Chartered Bank Malaysia Berhad	215	191
United Overseas Bank (Malaysia) Berhad	178	193
Sub-total	2,961	3,264
Grand Total	32,308	32,027

Source: FMUTM

Note:

The statistics show the number of PDUTs who have passed the UTE and have been issued with FMUTM numbers.

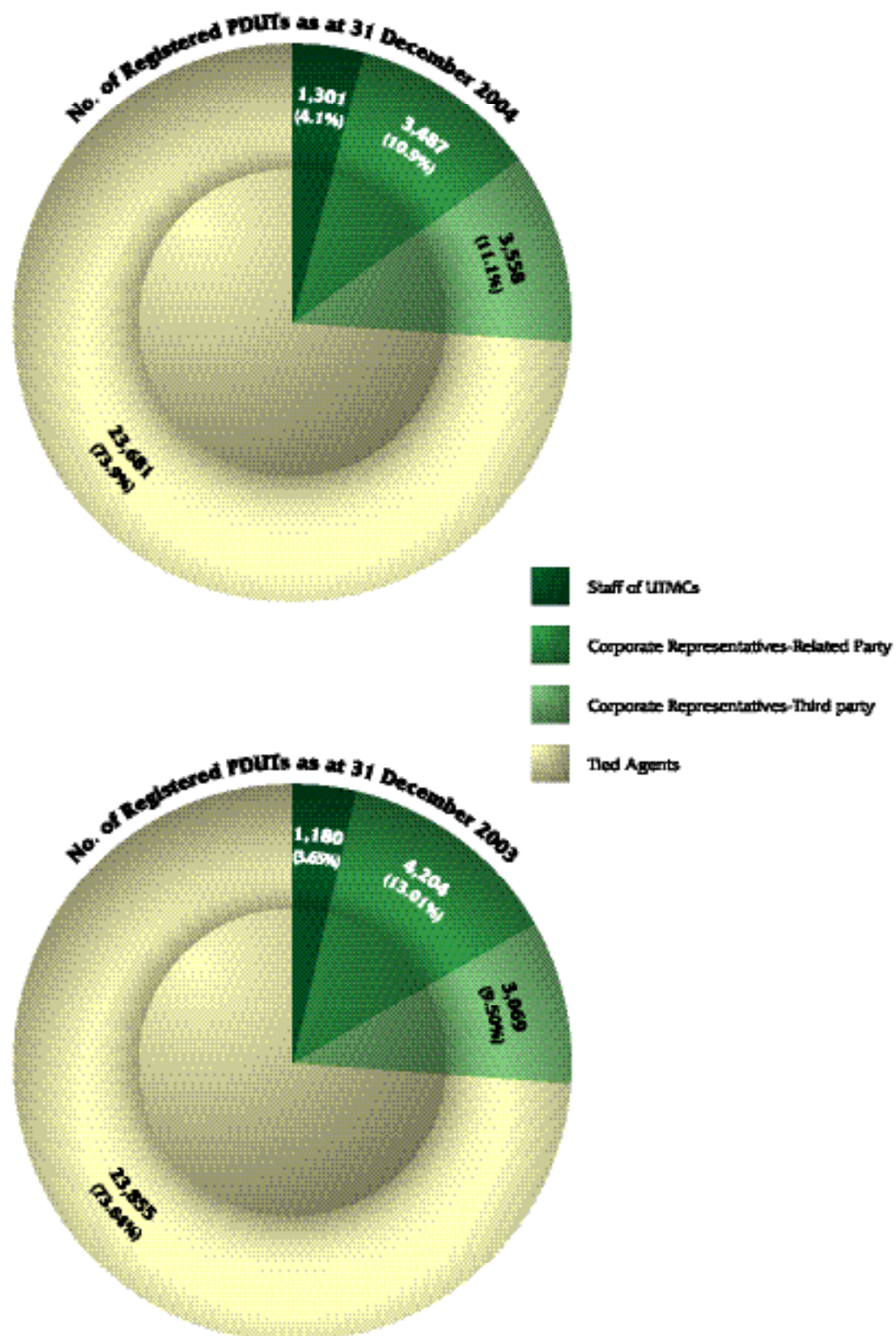
Termination and re-registration of PDUTs with different member companies and non-renewal cases are also accounted for.

* MAAKL Mutual Berhad assumed ownership of MBf Unit Trust Management Berhad in December 2003.

** Metrowangsa Unit Trusts Berhad has ceased operations; all the registered PDUTs concerned have since been terminated.

Chart 4

Profile of Registered PDUTs



Source : FMUTM

MANUAL UNIT TRUST EXAMINATION (MUTE)

During the year under review, 18 MUTE sessions were conducted, out of which 10 sessions were held nationwide. The eight permanent examination centres were in Klang Valley, Ipoh, Johor Bahru, Kuching, Kota Kinabalu, Kuantan, Miri and Penang. Ad hoc nationwide sessions were conducted in Kota Bharu, Alor Setar, Melaka and Sibul depending on the need and number of candidates.

A total of 9,188 candidates sat for the MUTE during the period. In the Klang Valley MUTE, the highest number of candidates recorded was 422 in June 2004 and nationwide, 901 candidates participated in March 2004. On the average, the percentage of attendance and passing rate for the period was 90.6% and 72.2%, respectively.

The MUTE sessions were conducted in Bahasa Melayu, English and Chinese, comprising 9.8%, 78.9% and 11.3%, respectively, of the total sitting for the period under review (Chart 5).

The last Klang Valley MUTE was held in September 2004 and nationwide MUTE sessions ended in October 2004.

Table 3: MUTE Sessions held from January 2004 to December 2004

Examination Date	Location	No. of Registered Candidates
17 January 2004	Nationwide	533
07 February 2004	Kuala Lumpur	204
21 February 2004	Nationwide	642
13 March 2004	Kuala Lumpur	372
27 March 2004	Nationwide	901
10 April 2004	Kuala Lumpur	295
24 April 2004	Nationwide	781
08 May 2004	Kuala Lumpur	243
22 May 2004	Nationwide	841
12 June 2004	Kuala Lumpur	422
26 June 2004	Nationwide	829
10 July 2004	Kuala Lumpur	306
24 July 2004	Nationwide	631
07 August 2004	Kuala Lumpur	270
21 August 2004	Nationwide	744
11 September 2004	Kuala Lumpur	244
25 September 2004	Nationwide	414
23 October 2004	Nationwide	516
Total		9,188

Source : FMUTM

COMPUTERISED UNIT TRUST EXAMINATION (CUTE)

CUTE was introduced with the aim of conducting the UTE in a more efficient and conducive environment with higher levels of professionalism, security and integrity. CUTE candidates are able to obtain the examination results immediately (post-CUTE) compared with the MUTE, which examination results took about three weeks to be made known.

The locations for CUTE are in Klang Valley, Penang, Johor Bahru, Ipoh, Kota Kinabalu, Kuantan, Kuching, Alor Setar, Kota Bharu, Kuala Terengganu, Seremban and Melaka (tentative). CUTE sessions in the Klang Valley are held eight times per month on Thursday and Saturday. In Penang and Johor Bahru, CUTE is held two times per month; on every 2nd Thursday and 4th Saturday in Penang; and every 2nd and 4th Saturday in Johor Bahru. CUTE is conducted once a month on the 4th Saturday in Ipoh, Kota Kinabalu, Kuantan and Kuching; and once every quarter (3 months), also on the 4th Saturday in Alor Setar, Kota Bharu, Kuala Terengganu, Seremban and Melaka.

The first CUTE session took place on 22 July 2004, with the MUTE session running concurrently. Commencing November 2004, CUTE was implemented fully. From its inception in July 2004 to December 2004, a total of 2,208 candidates had registered for CUTE (Table 4). The attendance and passing rate was 87.0% and 67.7%, respectively.

Similar to MUTE, the CUTE sessions were also undertaken in Bahasa Melayu, English and Chinese, comprising 6.1%, 89.1% and 4.8%, respectively, of the total sitting for the said period (Chart 6).

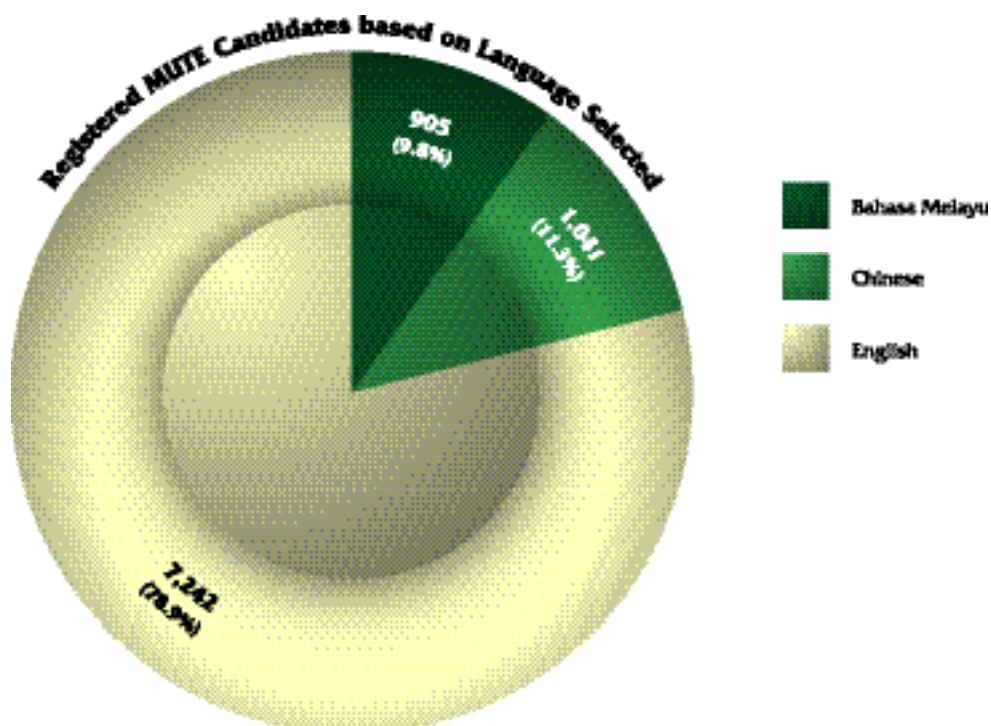
Table 4: CUTE Sessions held from July 2004 to December 2004

Exam Session	Location	
	Kuala Lumpur	Nationwide
July 2004	15	Nil
August 2004	111	1
September 2004	225	13
October 2004	513	91
November 2004	431	179
December 2004	436	193
Sub Total	1,731	477
Total	2,208	

Source : FMUTM

Chart 5

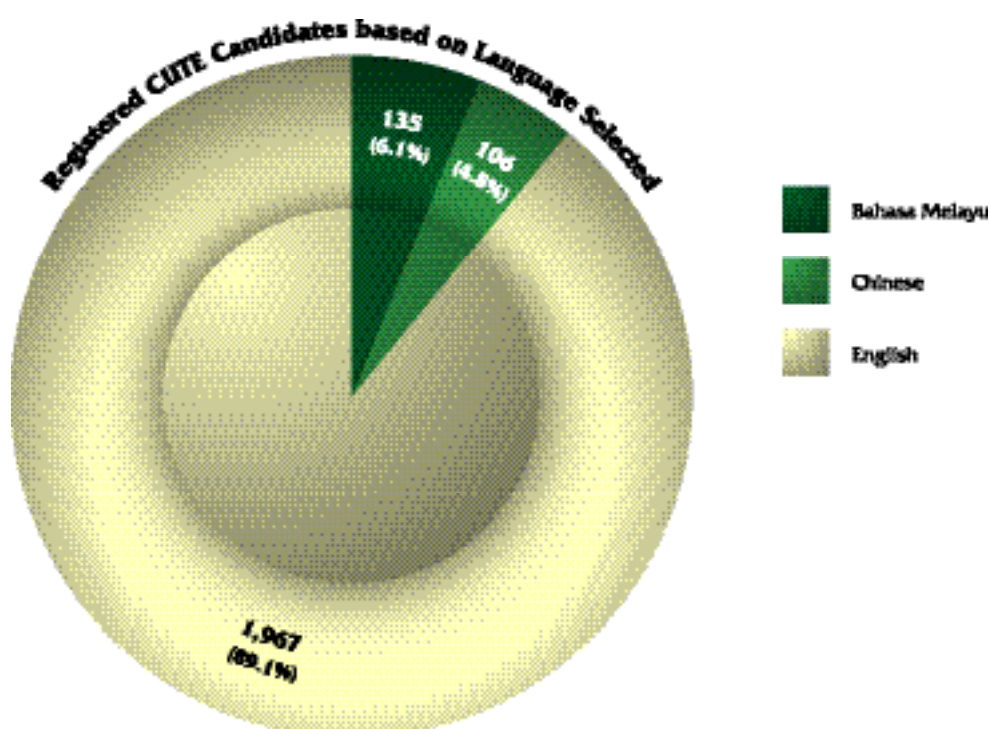
Profile of MUTE Candidates Based on Language Selected



Source : FMUTM

Chart 6

Profile of CUTE Candidates Based on Language Selected



Source : FMUTM

REGISTRATION OF INSTITUTIONAL UNIT TRUST AGENTS (IUTAs)

During 2004, three IUTA applications were approved for the marketing and distribution of unit trusts. Hong Leong Bank Berhad, one of the three approved IUTAs, changed status from related party to third party distributor, duplicating the conversion exercise which RHB Bank Berhad, Affin Bank Berhad and AmMerchant Berhad undertook prior to 2004. Affin-ACF Finance Berhad and Affin Securities Sdn Bhd were also approved as related and third party distributors, respectively.

It is noted that the related party IUTAs are gradually progressing into distributing third party funds to offer investors a better and wider range of investment choices based on their needs and product affordability.

As at 31 December 2004, the total number of registered IUTAs stood at 35 following the de-registration of Hong Leong Finance Berhad and Public Finance Berhad, due to the completion of merger and acquisition exercises with Hong Leong Bank Berhad and Public Bank Berhad, respectively, and the termination of HLG Securities Sdn Bhd as an IUTA.

The total number of approved IUTAs, as at 31 December 2004, comprised 18 banks, 4 UTMCS, 5 finance companies and 8 stockbroking firms.

Name of IUTAs	Effective Date*	Types of Distributorship
Approved IUTAs (in Year 2004)		
1. Affin-ACF Finance Berhad	15 Jun 2004	Related Party
2. Affin Securities Sdn Bhd	15 Jun 2004	Third Party
3. Hong Leong Bank Berhad	1 Oct 2004	Third Party
Approved IUTAs (in previous years)		
4. OCBC Bank (Malaysia) Berhad	1 May 2000	Third Party
5. HSBC Bank Malaysia Berhad	1 May 2000	Third Party
6. Standard Chartered Bank Malaysia Berhad	1 May 2000	Third Party
7. Citibank Berhad	1 May 2000	Third Party
8. Deutsche Bank (Malaysia) Berhad	1 Jul 2000	Third Party
9. OSK Securities Berhad	15 Jul 2000	Related Party
10. SBB Mutual Berhad	1 Sep 2000	Third Party
11. Public Bank Berhad	1 Oct 2000	Related Party
12. Southern Bank Berhad	15 Oct 2000	Third Party
13. Apex Unit Trusts Berhad	1 Nov 2000	Third Party
14. Bumiputra-Commerce Bank Berhad	1 Nov 2000	Related Party
15. AmSecurities Sdn Berhad	15 Jun 2001	Related Party
16. AmInvestment Services Berhad	15 Jun 2001	Third Party
17. AmBank Berhad	15 Jun 2001	Related Party
18. AmFinance Berhad	15 Jun 2001	Related Party
19. Alliance Bank Malaysia Berhad	1 Aug 2001	Third Party
20. SBB Securities Sdn Bhd	1 Sep 2001	Related Party
21. RHB Securities Sdn Bhd	1 Oct 2001	Related Party
22. CIMB Securities Sdn Bhd	1 Dec 2001	Third Party
23. United Overseas Bank (Malaysia) Berhad	15 Mar 2002	Third Party
24. Commerce International Merchant Bankers Berhad	1 May 2002	Third Party
25. Kenanga Unit Trust Berhad	1 Jul 2002	Third Party
26. Malayan Banking Berhad	15 Sep 2002	Third Party
27. Mayban Finance Berhad	15 Sep 2002	Related Party
28. Southern Finance Berhad	15 Oct 2002	Related Party
29. RHB Bank Berhad	1 Feb 2003	Third Party
30. Affin Bank Berhad	1 Mar 2003	Third Party
31. Inter-Pacific Securities Sdn Bhd	15 Mar 2003	Third Party
32. ENG Securities Sdn Bhd	1 Jun 2003	Third Party
33. AmMerchant Bank Berhad	1 Sep 2003	Third Party
34. EON Bank Berhad	15 Sep 2003	Third Party
35. EON Finance Berhad	15 Sep 2003	Third Party

Source: FMUTM

* Date of commencement for marketing and distribution of unit trusts.

DEVELOPMENTAL INITIATIVES WITH REGULATORS AND AUTHORITIES

During the year under review, FMUTM continued to nurture close working relationships with the regulators, authorities and other relevant organisations. On its part, FMUTM adopted a proactive approach, providing constructive views and suggestions during discussions on issues of mutual concern. This section covers the main developmental dialogue and work undertaken during the period.

1. Securities Commission (SC)

a) Ninth (9th) SC-FMUTM Policy Meeting

The 9th SC – FMUTM Policy Meeting was held on 8 November 2004 and the following issues were deliberated upon:

- Recognition of FMUTM as a body approved by the SC pursuant to the Securities Industry Act 1983;
- Disclosure of actual amount of sales charge and fees paid by unitholders in application form/statement;
- SRO structure for FMUTM;
- 5 new licenses to be granted to foreign fund managers;
- Syariah admissibility on capital guaranteed fund;
- Institutional unit trust agents to be renamed as independent unit trust advisers;
- Revised fees structure payable to the SC; and
- Update of status on the standard trust deed.

b) SC – FMUTM Meeting

A meeting between the SC and FMUTM was held on 11 August 2004 and the following issues were covered:

- UTMCS to be accountable for actions/omissions of their respective agents, e.g.
 - advertisement and promotional materials produced by agents (especially IUTAs)
 - delivery of annual report to unitholders who bought units through IUTAs
 - complaints against agents/IUTAs;
- Issue of advertisement and promotional materials before the registration of prospectus;
- FMUTM's views in relation to investments abroad by UTMCS, subsequent to the liberalisation announcement by BNM; and the need to expand the list of products under the Futures Industry (Specified Exchanges) Order 1997;
- IUTA concept for licensed financial planners. FMUTM to consider a platform similar to IUTAs for licensed financial planners; and
- Change of status for IUTA registration for the purpose of marketing and distribution of unit trusts.

c) Capital Guaranteed Fund Under the Syariah Perspective

- The Syariah Advisory Council (SAC) decided that Syariah capital guaranteed funds could be structured based on the Mudharabah (sharing-of-profit) principle;
- Under the Mudharabah principle, the element of guarantee on the Mudharabah capital is permitted if it is guaranteed by a third party, as long as it conforms with other Syariah requirements which include investment in Syariah approved instruments; and
- Fees charged by the Guarantor in accordance with the dhaman (guarantee) principle or kafalah be al-mal (property guarantee) is also permitted.

d) SIDC Training Programme for Capital Market Professionals

Spearheaded by the SC in July 2004 over several days, the training programme served to increase the delegates' knowledge and understanding on topics such as SIDC Capital Market Workshop Series: The Malaysian Equity Market, Financial Planning and The Professional and Trainee Dealer Representatives (TDR) Preparatory Course.

e) Capital Market Graduate Training Scheme

Continuing our support for SC's Capital Market Graduate Training Scheme, the 4th programme saw 8 graduates being attached to FMUTM and its member companies for an 11-month practical work exposure. The attachment followed a 4-week intensive programme conducted by the SC with input from capital market intermediaries such as merchant banks, stockbrokers and unit trust management companies.

f) Recognition of FMUTM as an organisation approved by the SC pursuant to section 14 of the Securities Industry Act 1983

Pursuant to the SC's letter dated 14 Sept 2004, FMUTM comes under the supervision of the SC and is:

- Required to obtain SC's approval on any proposals to amend FMUTM's rules and/or constitution (Memorandum and Articles of Association), roles, functions and responsibilities;
- Responsible for all aspects of registration of unit trust agents, including conducting of training and examination for individuals to be registered with FMUTM;
- Responsible to deal with disciplinary matters of individuals or organisations registered under FMUTM, subject to SC's supervision;
- Required to take on a role in ensuring compliance and enforcement of the Guidelines on the Marketing and Distribution of Unit Trust Funds;
- Involved in dealing with minor complaints made against individuals or institutions registered with FMUTM, through a process of investigation and hearing where a fine or punishment, such as suspension and revocation of approval could be imposed when necessary; and
- Required to take reasonable measures to stimulate the growth and enhance the standards of best practices in the unit trust industry in Malaysia for the betterment of all.

g) Among others, discussions were also initiated on the following issues:

- Consultative committee on Module 10 Study Guide – Fund Management of the SC licensing examination;
- Consultative committee on Islamic Securities;
- Guidelines on Online Transactions of and Online Activities in relation to Unit Trusts;
- Capital market submissions for the National Budget 2005;
- Consultation paper on the Self-Regulation Framework for the Malaysian Capital Market;
- Guidelines on prevention of money laundering for Capital Market intermediaries;
- Guidelines on advertising and promotional materials within the unit trust industry, e.g. banner, fact sheet, brochure, poster, radio, tv script, media advertisement, newsletter and website;
- Exploratory talk on "Out-Performance Fees" for funds generating returns above the benchmarks as set by the fund managers; and
- Implementation of the increased fees and charges structure introduced by SC.

2. BURSA MALAYSIA

FMUTM has interacted on various occasions with Bursa Malaysia to enhance the industry's operations structure. Discussions were undertaken on the following issues:

- A proposed Bursa Malaysia research scheme; and
- Industry consultation on the proposed index for exchange traded funds (ETFs).

3. BANK NEGARA MALAYSIA (BNM)

To meet the unit trust industry's need for geographical portfolio diversification and enhance returns on investments, BNM has confirmed that unit trust management companies may invest a total of ten percent (10%) of the total net asset value of funds under management, in foreign markets.

4. THE EMPLOYEES PROVIDENT FUND (EPF)

As at 31 December 2004, the 'EPF Members' Investment Scheme' which was introduced in November 1996, saw a total of RM6.5 billion of EPF funds being withdrawn for investment under this scheme. Discussions on the following issues were initiated:

- Reducing the 3 months waiting period for switching of funds between fund managers;
- Concessions for EPF contributors for investing in unit trusts;
- Lowering the eligibility threshold from RM50,000 to RM30,000 under EPF Account 1; and
- Introducing private pension schemes.

MEMBERSHIP

As at 31 December 2004, the total number of FMUTM members stood at 65 following the exit of Amanah Property Trust Managers Berhad and HLG Securities Sdn Bhd, both of which have ceased operations. During 2004, seven companies joined the FMUTM, one as Ordinary Member and six as Associate Members. A list of Ordinary Members, Associate Members and their respective Authorised Representatives is shown below.

Ordinary Members, Associate Members and Authorised Representatives as at 31 December 2004

Ordinary Members	Year Joined	Authorised Representative
1. AmlInvestment Services Berhad	1993	Mr. Cheah Chuan Lok
2. AmProperty Trust Management Berhad	1993	En. Kamalul Arifin Othman
3. Asia Unit Trusts Berhad	1993	En. Ahkter Abdul Manan
4. ASM Mara Unit Trust Management Berhad	1993	En. Mansoor Ahmad
5. SBB Mutual Berhad	1993	Mr. Low Hong Ceong, Paul
6. KLCity Unit Trust Berhad	1993	Mr. Wong Mien
7. Pelaburan Johor Berhad	1993	En. Ahmed Muzni Mohamed
8. Public Mutual Berhad	1993	Y. Bhg. Datuk Tay Ah Lek
9. RHB Unit Trust Management Berhad	1993	Mr. Tan Lib Chau, Michael
10. Affin Trust Management Berhad	1994	En. Wan Kamaruzaman Wan Ahmad
11. Amanah Saham Sarawak Berhad	1994	En. Shamsul Anuar Ahamad Ibrahim
12. Mayban Unit Trust Berhad	1994	En. Shamsudin Bahari
13. Pengurusan Kumipa Berhad	1994	Pn. Hajjah Nor Asmah Abdul
14. HLG Unit Trust Berhad	1995	Mr. Teo Chang Seng
15. PTB Unit Trust Berhad	1995	Tn. Haji Othman Muhammad
16. Alliance Unit Trust Management Berhad	1996	Mr. Tan Wai Kuen, Kenny
17. Amanah Saham Kedah Berhad	1996	En. Norkhalim Ahmad
18. CMS Trust Management Berhad	1996	Mr. S. Kumaravelloo Pillai
19. OSK-UOB Unit Trust Management Berhad	1996	Mr. Ho Seng Yee
20. Pacific Mutual Fund Berhad	1996	Mr. Michael Auyeung
21. Permodalan BSN Berhad	1996	Tn. Haji Mohamed Sirad Mohamed Marzuki
22. Saham Sabah Berhad	1996	Y. Bhg. Datuk Haji Hassan Haji Otoi
23. TA Unit Trust Management Berhad	1996	En. Mohd Hasnul Ismar Mohd Ismail*
24. Tabung Amanah Saham Selangor Berhad	1996	En. Abdul Rahim Abdul Aziz
25. Apex Investment Services Berhad	1997	Mr. Tan Keah Huat
26. BIMB Unit Trust Management Berhad	1997	En. Ahmad Nazrien Haji Yusof
27. Commerce Trust Berhad	1997	Pn. Nor Rejina Abdul Rahim
28. Amanah Saham Nasional Berhad	1998	En. Paisol Ahmad
29. Pelaburan Hartanah Nasional Berhad	1998	En. Mohamed Rahim Ismail
30. Kenanga Unit Trust Berhad	1998	Mr. Chua Lai Huat, Richard
31. Avenue Unit Trust Management Berhad	1999	Mr. Wong Teck Meng, Danny
32. Prudential Unit Trusts Berhad	2001	Mr. Toh Chin Hian, Mark
33. Hwang-DBS Unit Trust Berhad	2001	Ms. Lee Le Leng
34. MAAKL Mutual Berhad	2002	Y.M. Tunku Dato' Ya'acob Tunku Abdullah
35. Pheim Unit Trusts Berhad	2002	Mr. Phua Lee Kerk
36. KSC Capital Berhad	2002	En. Daud Mah Abdullah
37. Phillip Mutual Berhad	2003	En. Munawir Mohammad
38. ING Funds Berhad	2004	Mr. Ong Chong Gain, Steve

Note:

* Appointed on 27 January 2005

Associate Members	Year Joined	Authorised Representative
1. Standard Chartered Bank (Malaysia) Berhad	1996	Mr. Lim Kheng Swee, Ronnie
2. HSBC Bank Malaysia Berhad	1998	Mr. U Chen Hock
3. Citibank Berhad	1999	Mr. Sik Wan King, Charles
4. Deutsche Bank (Malaysia) Berhad	1999	Ms. Lee Kwee Hua, Evelyn
5. OCBC Bank (Malaysia) Berhad	1999	Mr. Lee Foo Yeun, Alex
6. Southern Bank Berhad	2000	Mr. Tom Van Tighem
7. Bank Simpanan Nasional	2001	En. Mohd Ariffin Marzuki
8. Jupiter Securities Sdn Bhd	2001	En. Johari Hassan
9. Alliance Bank Malaysia Berhad	2001	Ms. Fong Yuh Leng, Hellen
10. CIMB Securities Sdn Bhd	2001	Mr. Gui Eng Hock, Paul
11. RHB Bank Berhad	2001	Ms. Angela Christine Tan
12. Commerce International Merchant Bankers Bhd	2002	Mr. Michael William Greenall
13. United Overseas Bank (M) Berhad	2002	Mr. Aw Tee Woo
14. Inter-Pacific Securities Sdn Bhd	2002	Mr. Tan Mun Choy
15. Malayan Banking Berhad	2002	En. Zulkifly Sulaiman
16. Affin Bank Berhad	2002	Tn. Haji Zainal Haji Osman
17. ENG Securities Sdn Bhd	2002	En. Mohd Fuad Foo Abdullah
18. EON Bank Berhad	2002	En. Abdul Jamel Pawanteh
19. EON Finance Berhad	2002	Mr. Lau Yiong
20. AmMerchant Bank Berhad	2003	Mr. Tai Terk Lin
21. Affin Securities Sdn Bhd	2003	En. Saiful Bahri Zainuddin
22. Malacca Securities Sdn Bhd	2004	Mr. Lim Peng Cheong
23. Mayban Securities Sdn Bhd	2004	En. Hamzah Mahmood
24. ECM Libra Securities Sdn Bhd	2004	Mr. Lim Ah Lay
25. Hong Leong Bank Berhad	2004	Ms. Lam Chooi Yoke
26. AmFinance Berhad	2004	En. Abdul Aziz Peru Mohamed
27. AmBank Berhad	2004	En. Abdul Aziz Peru Mohamed

Note:

The list of Authorised Representatives is compiled based on company board resolutions received by the FMUTM.

REPORT FROM THE COUNCIL

The various committees, established under the previous Council, with specific objectives to serve the interest of FMUTM's members and the investing public, have been proactive in undertaking activities to fulfil their respective roles during their tenure. With the election of a new Council at the 10th AGM on 26 May 2004, these committees were subsequently streamlined and reorganised with a view to carrying on the good work of their predecessors in a more focused but equally effective manner.

The new committees and the respective areas of focus, as well as activities undertaken during the initial period from June to December 2004, are summarised below:

1. Self-Regulatory Organisation Committee

Y.M. Tunku Dato' Ya'acob Tunku Abdullah

Chairman

En. Shamsul Anwar Ahamad Ibrahim

Deputy Chairman

Areas of focus:

- To liaise with the Securities Commission and other relevant parties on all matters relating to the formation of an SRO.
- To deliberate and define the powers and scope of responsibilities for FMUTM as an SRO.
- To present for approval to all members a proposal for the formation of an SRO.

Activities:

a) 1st SRO Committee Meeting

16 March

b) 2nd SRO Committee Meeting

30 November

Progressive deliberation on the proposed structure for Federation of Malaysian Investment Managers (FMIM), including Financing Structure, Organisation Structure, Fee Structure, Membership and Registration Structure.

2. Industry Development Committee

Mr. Low Hong Ceong, Paul

Chairman

Mr. Cheah Chuan Lok

Deputy Chairman

Areas of focus:

- To be responsible for the orderly and efficient development and growth of the local unit trust industry.
- To coordinate and prepare a private pension funds proposal on behalf of the unit trust industry for submission to the government.
- To develop an efficient IT system under CDDS for timely and effective collation and dissemination of industry facts and figures to members.
- To coordinate liaison with the Government, the Securities Commission or any other authorities on policies, amendments, proposals or any other matters regarding the development of the industry.
- To be responsible on matters relating to the managed funds industry at the international level.
- To establish and foster friendly relationship with foreign funds associations to facilitate exchange of information that can help accelerate the development of our industry.

Activities:

- a) 5th Members' Briefing on Internet Investment Information (I³) System** **28 June**

In conjunction with the soft launch of the System, a briefing was held to familiarise members with the implementation procedures, namely (I³) System Technical Updates, Computerised Unit Trust Examination (CUTE) Module and PDUT Guidance Notes.
- b) Official Launch of FMUTM's Internet Investment Information (I³) System** **18 August**

The FMUTM's Internet Investment Information (I³) System is an integrated web-enabled system which is intended to disseminate realtime information to FMUTM members, distributors and the public. With the implementation of this System, FMUTM hopes to enhance the professional standards and the image of the unit trust industry, as well as streamline operational procedures for better efficiency and effectiveness.
- c) 1st Industry Development Committee Meeting** **23 September**

Brainstorming session on development of a private pension funds proposal, including the possible appointment of a financial consulting group to undertake the required research and preparation of an integrated industry proposal for submission to the Ministry of Finance.
- d) Meeting with the SC** **22 December**

A consultative session with the SC on our approach to preparing a proposal to the Ministry of Finance on private pension funds.

3. Distribution Standards Committee

Mr. Toh Chin Hian, Mark
Chairman
En. Mansoor Ahmad
Deputy Chairman

Areas of focus:

- To strengthen the rules on registration and business conduct/practices for PDUTs and IUTAs.
- To regularly review and ensure minimum standards or qualifications of candidates for the purpose of unit trust examinations (UTE) and registration with FMUTM are met.
- To coordinate reviews of the Guidelines on Unit Trust Funds or draft rules as and when appropriate.
- To coordinate liaison with the Securities Commission on guidelines or policies pertaining to all unit trust examinations and distribution.

Activities:

- a) 1st Distribution Standards Committee Meeting - IUTA** **5 July**

The meeting was held to discuss the roles and functions of the new committee and gather views and feedback from IUTAs to further improve service and operational standards. Issues such as the following were deliberated upon:

 - Possibility of obtaining voting rights for associate members;
 - The unhealthy practice of rebate promotions by some IUTAs;
 - Regulating the percentage of discount allowed to be given to IUTAs by UTMCS;
 - Enforcement practices by FMUTM for any breach of regulations or guidelines; and
 - Collating information from all IUTAs on the current rebates, gifts and discounts available in the market.
- b) Bloomberg's Fixed Income Presentation** **24 November**

Bloomberg did a presentation to our members to demonstrate their methodology on how to "mark-to-market" fixed income instruments.

4. Technical Committee

Mr. Tan Keah Huat

Chairman

En. Nor'Azamin Salleh

Deputy Chairman

Areas of focus:

- To develop best practices in line with international standards for products and investment guidelines for the conduct of unit trust activities in Malaysia.
- To coordinate liaison with federal and state government, and the Securities Commission on guidelines or policies pertaining to state unit trust funds and syariah trust funds.
- To coordinate liaison with the government, Inland Revenue Board or other authorities on all matters pertaining to tax and accounting for unit trust funds.
- To develop, in conjunction with other regulatory authorities, the accounting and reporting standards for unit trusts.

Activities:

a) 1st Technical Committee Meeting

18 October

Among other issues, the discussion centred on:

- Finalising the standard trust deed;
- Revising the standard rules on pricing of unit trusts;
- A better mechanism on transfer of EPF funds from one UTMC to another UTMC;
- Standard rule of booking of unit trusts by UTMCs if investors are purchasing via EPF funds;
- Reducing the EPF eligibility threshold of RM50,000 to RM30,000 in Account 1;
- Seek EPF agreement on unit trust holdings purchased via EPF funds to be transferred to the nominated beneficiary in case of death; and
- Application of rules to independent financial advisers.

5. Education and Conference Committee

Mr. Cheah Chuan Lok

Chairman

Areas of focus:

- To organise education and training programmes for staff of member companies and PDUTs.
- To organise public awareness programmes to educate the public on unit trust.
- To liaise with local or overseas professional institutions and organisations in matters relating to education and training.
- To develop, in conjunction with other Committees of the FMUTM, a career path for PDUTs.

Activities:

a) 18th IIFA Conference, Rio de Janeiro, Brazil:

18 – 19 October

“Reputation Is Our Most Important Asset”

Hosted by the Brazilian Association of Investment Banks (ANBID), the conference saw delegates from nearly 30 IIFA member countries covering all regions of the world, representing some 90% of total global fund assets of USD14.5 trillion. The annual assembly provided a platform to discuss major issues affecting the industry and expound on global development in the industry. During the discussions, delegates re-affirmed the importance of maintaining and enhancing investor confidence in funds which demand the highest standards of integrity among fund industry participants, as well as the provision of quality advice to informed investors.

b) Annual Convention of Unit Trust Consultants:

14 December

“Enhancing Investors’ Trust & Confidence”

861 participants gathered at Berjaya Times Square Hotel and Convention Center for the Annual Convention of Unit Trust Consultants which was primarily aimed at keeping PDUTs abreast of current developments within the industry and also serve as a platform for the PDUTs to interact with the FMUTM.

6. Compliance and Disciplinary Committee

En. Wan Kamaruzaman Wan Ahmad
Chairman

Areas of focus:

- To strengthen all aspects of the legal and institutional framework for corporate governance and best practices for our members and industry players.
- To liaise with the regulatory authorities to strengthen regulatory enforcement.
- To be responsible for the setting up of a compliance, disciplinary and appeals body in FMUTM and to receive, hear complaints and appeals from consumers/members.

Activities:

a) 1st Compliance and Disciplinary Committee Meeting

11 October

Among other issues, the discussion centred on:

- Reviewing existing guidelines and practices for practicality, enforceability and currency;
- Raising the professionalism of our agents to better serve the members; and
- Formulating procedures to receive complaints from the public and investigate, hear and dispose of cases.

7. Secretariat

Mr. Cheah Swee Leng, Edmond
Chairman

Areas of focus:

- To be responsible for the smooth operations of the Secretariat.
- To be responsible for the preparation of budget and financial statement of the FMUTM.
- To supervise and oversee the administration of the staff employed by FMUTM.
- To organise Annual General Meeting and Council Meetings.
- To enhance communication channels among FMUTM's members, Committees and other parties related to the industry.
- To enhance and reinforce the corporate image of unit trust products and services, the industry and FMUTM.

Activities:

a) Malaysia International Halal Showcase (MIHAS)

14 – 18 August

FMUTM participated in this exhibition under the “Islamic Capital Market Pavillion” together with the SC and various capital market intermediaries to provide an overview of the available Islamic capital market products and services, as well as domestic and international development and regulatory efforts.

COUNCIL MEMBERS' ATTENDANCE RECORD

Council Members	2004 Council Meetings	86th	87th	88th	89th	90th	91st	Total	
		4 Feb 2004	14 Apr 2004	18 Jun 2004	4 Aug 2004	28 Oct 2004	14 Dec 2004		
1. Y. M. Tunku Dato' Ya'acob Tunku Abdullah		<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	5/6	
2. Y. Bhg. Dato' Abdul Azim Mohd Zabidi		<div></div>	<div></div>	Retired from the Council				1/2	
3. Low Hong Ceong, Paul		<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	5/6	
4. Cheah Chuan Lok		<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	5/6	
5. Cheah Swee Leng, Edmond		<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	6/6	
6. Mansoor Ahmad		N/A		<div></div>	<div></div>	<div></div>	<div></div>	3/4	
7. Nor 'Azamln Salleh		N/A		<div></div>	<div></div>	<div></div>	<div></div>	4/4	
8. Shamsul Anuar Ahamad Ibrahim		N/A		<div></div>	<div></div>	<div></div>	<div></div>	4/4	
9. Tan Keah Huat		<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	5/6	
10. Toh Chin Hian, Mark		<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	<div></div>	5/6	
11. Wan Kamaruzaman Wan Ahmad		N/A		<div></div>	<div></div>	<div></div>	<div></div>	2/4	
12. Norkhalim Ahmad		<div></div>	<div></div>	Retired from the Council				2/2	
13. Yeoh Keat Seng		<div></div>	Retired from the Council					1/1	
Independent Councillors									
14. Foo Kah Foong, Christopher		<div></div>	<div></div>	N/A	<div></div>	<div></div>	<div></div>	5/5	
15. Mohd Faiz Mohd Azmi		<div></div>	<div></div>	N/A	<div></div>	<div></div>	<div></div>	4/5	
16. Prof. Dr. Saiful Azhar Rosly		<div></div>	<div></div>	N/A	<div></div>	<div></div>	<div></div>	5/5	
In Attendance									
17. Lee Siew Hoong		N/A				<div></div>	<div></div>	2/2	
18. Tan Chai Fong, Kathy		<div></div>	<div></div>	<div></div>	<div></div>	Resigned		4/4	
		<div></div>	Present						
		<div></div>	Absent						

Calendar of Events

for the year 2004



FEBRUARY

4 February 2004
86th Council Meeting

MARCH

3 - 7 March 2004
9th Asia-Oceania Regional Meeting
New Delhi, India

16 March 2004
1st SRO Committee Meeting

APRIL

3 April 2004
FMUTM's 10th Anniversary Golf Tournament
The Dato' Kamaruddin Mohammed Challenge Trophy

14 April 2004
87th Council Meeting

MAY

7 May 2004
FMUTM's 10th Anniversary Celebration

17 - 19 May 2004
Investment Company Institute's General Membership Meeting
Washington, D.C.

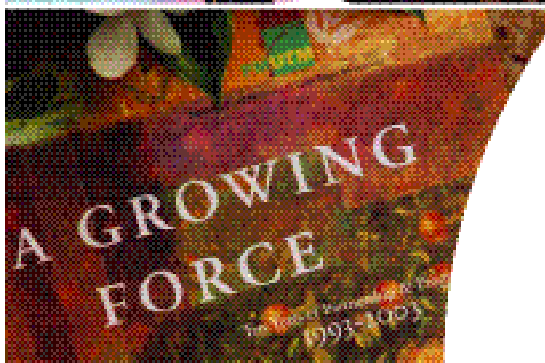
21 - 23 May 2004
5th Council Brainstorming Session
Bangkok, Thailand

26 May 2004
10th Annual General Meeting

JUNE

18 June 2004
88th Council Meeting

28 June 2004
5th Members' Briefing on
Internet Investment Information (I³) System





JULY
5 July 2004
1st Distribution Standards
Committee Meeting - ILTA



AUGUST
4 August 2004
89th Council Meeting

14 - 18 August 2004
Participated under the 'Islamic Capital Market Pavilion' in
the 1st Malaysian International Halal Showcase (MIHAS)

18 August 2004
Official Launch of FMUTM's Internet Investment Information (I²) System

SEPTEMBER
23 September 2004
1st Industry Development Committee Meeting

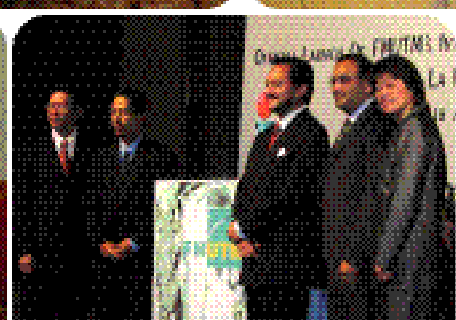
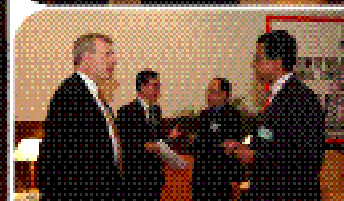
OCTOBER
18 - 19 October 2004
18th IEA Conference:
'Reputation Is Our Most Important Asset'
Rio de Janeiro, Brazil

28 October 2004
90th Council Meeting

NOVEMBER
24 November 2004
Bloomberg's Fixed Income Presentation

30 November 2004
2nd SRO Committee Meeting

DECEMBER
14 December 2004
Annual Convention of Unit Trust Consultants:
'Enhancing Investors' Trust & Confidence'



The Council Members have pleasure in submitting their report and the audited financial statements of the Federation for the year ended 31 December 2004.

Principal activities

The Federation's principal functions are to conduct its affairs in the best interests of unit trust holders and the unit trust industry, to encourage and foster amongst its members conduct, ethics and standards of practice that will best serve, maintain further and protect the interests of unit trust holders and the unit trust industry. There has been no significant change in the nature of these functions during the financial year.

Results

	RM
Operating surplus for the year	<u>760,446</u>

Reserves and provisions

There were no material transfers to or from reserves and provisions during the year except as disclosed in the financial statements.

Council Members of the Federation

Council Members in office since the date of the last report are:

Tunku Dato' Ya'acob bin Tunku Abdullah
Low Hong Ceong
Cheah Swee Leng, Edmond
Toh Chin Hian, Mark
Cheah Chuan Lok
Tan Keah Huat
Nor'Azamin Bin Salleh (elected on 26.5.2004)
Mansoor Bin Ahmad (elected on 26.5.2004)
Wan Kamaruzaman Bin Wan Ahmad (elected on 26.5.2004)
Shamsul Annuar Bin Ahamad Ibrahim (elected on 26.5.2004)
Christopher Foo Kah Foong (re-appointed on 23.7.2004)
Prof. Dr. Saiful Azhar Bin Rosly (re-appointed on 23.7.2004)
Mohammad Faiz Mohammad Azmi (re-appointed on 23.7.2004)
Dato' Abdul Azmin Bin Mohd Zabidi (retired on 26.5.2004 but did not seek re-election)
Norkhalim Bin Ahmad (retired on 26.5.2004 but did not seek re-election)
Yeoh Keat Seng (retired on 26.5.2004 but did not seek re-election)
Wong Say Fun, Peter (resigned on 1.12.2003)

Council Members' benefits

Direct benefits

Since the end of the previous financial year, no Council Member of the Federation has received or become entitled to receive any benefit (other than Honorarium Fee disclosed in Note 8 to the financial statements) by reason of a contract made by the Federation with the Council Member or with a firm of which the Council Member is a member, or with a company in which the Council Member has a substantial financial interest.

Indirect benefits

During the year, an amount of RM122,855 is payable for professional services rendered by PricewaterhouseCoopers, Malaysia and Raja, Darryl & Loh Advocates & Solicitors, in which two Council Members are partners. This has also been disclosed in Note 11 of the financial statements.

There were no arrangements during and at the end of the financial year which had the object of enabling Council Members of the Federation to acquire benefits by means of the acquisition of shares in or debentures of any other body corporate.

Other statutory information

Before the financial statements of the Federation were made out, the Council Members took reasonable steps to ascertain that:

- i) there are no bad debts to be written off and no provision need to be made for doubtful debts, and
- ii) all current assets have been stated at the lower of cost and net realisable value.

At the date of this report, the Council Members of the Federation are not aware of any circumstances:

- i) that would render it necessary to write off any bad debts or provide for any doubtful debts, or
- ii) that would render the value attributed to the current assets in the Federation financial statements misleading, or
- iii) which have arisen which render adherence to the existing method of valuation of assets or liabilities of the Federation misleading or inappropriate, or
- iv) not otherwise dealt with in this report or the financial statements, that would render any amount stated in the financial statements of the Federation misleading.

At the date of this report, there does not exist:

- i) any charge on the assets of the Federation that has arisen since the end of the financial year and which secures the liabilities of any other person, or
- ii) any contingent liability in respect of the Federation that has arisen since the end of the financial year.

No contingent liability or other liability of the Federation has become enforceable, or is likely to become enforceable, within the period of twelve months after the end of the financial year which, in the opinion of the Council Members, will or may substantially affect the ability of the Federation to meet its obligations as and when they fall due.

In the opinion of the Council Members, the results of the operations of the Federation for the financial year ended 31 December 2004 have not been substantially affected by any item, transaction or event of a material and unusual nature nor has any such item, transaction or event occurred in the interval between the end of that financial year and the date of this report.

Auditors

The auditors, Messrs KPMG, have indicated their willingness to accept re-appointment.

Signed in accordance with a resolution of the Council Members:

Tunku Dato' Ya'acob bin Tunku Abdullah
President

Low Hong Ceong
Vice President

Kuala Lumpur,
Date: 24 March 2005

Statement by Council Members

pursuant to Section 169(15) of the Companies Act, 1965

In the opinion of the Council Members, the financial statements set out on pages 42 to 50 are drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia so as to give a true and fair view of the state of affairs of the Federation at 31 December 2004 and of its results and cash flows for the year ended on that date.

Signed in accordance with a resolution of the Council Members:

Tunku Dato' Ya'acob Bin Tunku Abdullah

President

Low Hong Ceong

Vice President

Kuala Lumpur,

Date: 24 March 2005

Statutory Declaration

pursuant to Section 169(16) of the Companies Act, 1965

I, **Lee Siew Hoong**, the officer primarily responsible for the financial management of Federation of Malaysian Unit Trust Managers, do solemnly and sincerely declare that the financial statements set out on pages 42 to 50 are, to the best of my knowledge and belief correct, and I make this solemn declaration conscientiously believing the same to be true, and by virtue of the provisions of the Statutory Declarations Act, 1960.

Lee Siew Hoong

Subscribed and solemnly declared by the above named in Kuala Lumpur on 24 March 2005

Before me:

Barathan A/L Sinniah @ Chinniah

(W 202)

Commissioner For Oaths

Report of the Auditor to the Members

of the Federation of Malaysian Unit Trust Managers

We have audited the financial statements set out on pages 42 to 50. The preparation of the financial statements is the responsibility of the Federation's Council Members.

It is our responsibility to form an independent opinion, based on our audit, on the financial statements and to report our opinion to you, as a body, in accordance with Section 174 of the Companies Act, 1965 and for no other purpose. We do not assume responsibility to any other person for the content of this report.

We conducted our audit in accordance with approved Standards on Auditing in Malaysia. These standards require that we plan and perform the audit to obtain all the information and explanations which we consider necessary to provide us with evidence to give reasonable assurance that the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence relevant to the amounts and disclosures in the financial statements. An audit also includes an assessment of the accounting principles used and significant estimates made by the Council Members as well as evaluating the overall adequacy of the presentation of information in the financial statements. We believe our audit provides a reasonable basis for our opinion.

In our opinion:

- (a) the financial statements are properly drawn up in accordance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia so as to give a true and fair view of:
 - i) the state of affairs of the Federation at 31 December 2004 and its results and cash flows for the year ended on that date; and
 - ii) the matters required by Section 169 of the Companies Act, 1965 to be dealt with in the financial statements of the Federation; and
- (b) the accounting and other records and the registers required by the Companies Act, 1965 to be kept by the Federation have been properly kept in accordance with the provisions of the said Act.

KPMG

Firm Number: AF 0758

Chartered Accountants

Foong Mun Keong

Partner

Approval Number: 2613/12/06(J)

Kuala Lumpur,

Date: 24 March 2005

Balance Sheet

as at 31 December 2004

	Note	2004 RM	2003 RM
Plant and equipment	2	963,162	471,014
Current assets			
Other receivable, deposits and prepayment		294,785	486,875
Tax recoverable		152,141	-
Cash and cash equivalents	3	5,112,899	4,402,862
		<hr/>	<hr/>
		5,559,825	4,889,737
Current liabilities			
Advanced billings		1,165,203	848,018
Other payables and accruals		852,201	504,420
Taxation		-	323,176
		<hr/>	<hr/>
		2,017,404	1,675,614
Net current assets		<hr/>	<hr/>
		3,542,421	3,214,123
		<hr/>	<hr/>
		4,505,583	3,685,137
Financed by:			
Accumulated fund	4	4,360,583	3,600,137
Deferred liabilities			
Deferred tax liabilities	6	145,000	85,000
		<hr/>	<hr/>
		4,505,583	3,685,137
		<hr/>	<hr/>

The financial statements were approved and authorised for issue by the Council Members on 24 March 2005

The notes set out on pages 45 to 50 form an integral part of, and should be read in conjunction with, these financial statements.

Income Statement

for the year ended 31 December 2004

	Note	2004 RM	2003 RM
Revenue	7	3,456,630	3,017,647
Interest income		115,972	87,797
Depreciation		(225,052)	(146,244)
Rental of premises		(124,030)	(124,025)
Staff cost		(898,026)	(749,139)
Other operating and administrative expenses		(856,399)	(765,658)
Other net expenses		(333,702)	(7,652)
Excess of revenue over expenditure	8	1,135,393	1,312,726
Tax expense	9	(374,947)	(302,793)
Excess of revenue over expenditure after taxation for the year		760,446	1,009,933

The notes set out on pages 45 to 50 form an integral part of, and should be read in conjunction with, these financial statements.

Cash Flow Statement

for the year ended 31 December 2004

	2004 RM	2003 RM
Cash flows from operating activities		
Excess of revenue over expenditure	1,135,393	1,312,726
Adjustments for:		
Depreciation	225,052	146,244
Interest income	(115,972)	(87,797)
(Gain)/Loss on disposal of plant and equipment	(45,161)	967
Excess of operating revenue over expenditure before working capital changes	1,199,312	1,372,140
Changes in working capital and deferred income		
Other receivables, deposits and prepayments	191,647	(308,264)
Advanced billings	317,185	12,585
Other payables and accruals	347,781	69,450
Deferred income	-	(1,180)
Cash generated from operations	2,055,925	1,144,731
Tax paid	(790,264)	(189,194)
Net cash generated from operating activities	1,265,661	955,537
Cash flows from investing activities		
Purchase of plant and equipment	(722,176)	(139,335)
Interest received	116,416	87,334
Proceeds from disposal of plant and equipment	50,136	150
Net cash used in investing activities	(555,624)	(51,851)
Net increase in cash and cash equivalents	710,037	903,686
Cash and cash equivalents at beginning of year	4,402,862	3,499,176
Cash and cash equivalents at end of year	5,112,899	4,402,862
Cash and cash equivalents comprise:		
Deposits and repo with a licensed bank	4,481,565	4,388,750
Cash and bank balances	631,334	14,112
	5,112,899	4,402,862

The notes set out on pages 45 to 50 form an integral part of, and should be read in conjunction with, these financial statements.

Notes to the Financial Statements

1. Summary of significant accounting policies

The following accounting policies are adopted by the Federation and are consistent with those adopted in previous years.

(a) Basis of accounting

The financial statements of the Federation are prepared on the historical cost basis except as disclosed in the notes to the financial statements and in compliance with the provisions of the Companies Act, 1965 and applicable approved accounting standards in Malaysia.

(b) Plant and equipment

Plant and equipment are stated at cost less accumulated depreciation.

Plant and equipment retired from active use and held for disposal are stated at the carrying amount at the date when the asset is retired from active use, less impairment losses, if any.

(c) Depreciation

The straight-line method is used to write off the cost of the assets over the term of their estimated useful lives at the following principal annual rates:

Office equipment	20%
Furniture and fittings	10%
Office renovations	33 1/3%
Motor vehicles	20%

(d) Cash and cash equivalents

Cash and cash equivalents consist of cash on hand, balances and deposits with banks and highly liquid investments which have an insignificant risk of changes in value.

(e) Income tax

Tax on the profit or loss for the year comprises current and deferred tax. Income tax is recognised in the income statement.

Current tax expense is the expected tax payable on the taxable income for the year, using tax rates enacted or substantially enacted at the balance sheet date, and any adjustment to tax payable in respect of previous years.

Deferred tax is provided, using the liability method, on temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements. The amount of deferred tax provided is based on the expected manner of realisation or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the balance sheet date.

A deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

(f) Receivables

Receivables are stated at cost less allowance for doubtful debts, if any. Known bad debts are written off and specific allowance is made for any amount considered to be doubtful of collection.

(g) Revenue recognition

i) Subscriptions

Annual subscriptions receivable from members and Persons Dealing in Unit Trusts are accounted for under the accruals method of accounting.

ii) Advance billings

Annual subscriptions received over the period of subscriptions for each calendar year are recognised as revenue evenly in the income statement on a monthly basis over the 12 months of each financial year.

iii) Application and examination fees

Application and examination fees are recognised upon the receipt of application and the holding of examination respectively.

iv) Refundable registration fees

Registration fees received in advance are recognised as revenue in the income statement upon confirmation of an applicant as a registered Persons Dealing in Unit Trusts.

v) Interest income

Interest income is recognised in the income statement as it accrues, taking into account the effective yield on the asset.

(h) Employee benefits

(i) Short term employee benefits

Wages, salaries and bonuses are recognised as expenses in the year in which the associated services are rendered by employees of the Federation. Short term accumulating compensated absences such as paid annual leave are recognised when services are rendered by employees that increase their entitlement to future compensated absences, and short term non-accumulating compensated absences such as sick leave are recognised when absences occur.

(ii) Defined contribution plans

Obligations for contributions to defined contribution plans are recognised as an expense in the income statement as incurred.

(i) Impairment

The carrying amount of assets is reviewed at each balance sheet date to determine whether there is any indication of impairment. If any such indication exists, the asset's recoverable amount is estimated. An impairment loss is recognised whenever the carrying amount of an asset or the cash-generating unit to which it belongs exceeds its recoverable amount. Impairment losses are recognised in the income statement. Any subsequent increase in recoverable amount is recognised in the income statement.

The recoverable amount is the greater of the asset's net selling price and its value in use. In assessing value in use, estimated future cash flows are discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset. For an asset that does not generate largely independent cash inflows, the recoverable amount is determined for the cash-generating unit to which the asset belongs.

An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount and it is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortisation, if no impairment loss has been recognised. The reversal is recognised in the income statement.

2. Plant and equipment

	Office equipment RM	Furniture and fittings RM	Office renovations RM	Motor vehicles RM	Total RM
Cost					
At 1 January 2004	747,578	82,221	148,822	151,630	1,130,251
Additions	547,903	15,028	11,001	148,244	722,176
Disposals	(42,438)	–	–	(146,937)	(189,375)
At 31 December 2004	1,253,043	97,249	159,823	152,937	1,663,052
Depreciation					
At 1 January 2004	345,187	45,358	144,625	124,067	659,237
Charge for the year	180,764	8,834	5,454	30,000	225,052
Disposals	(42,438)	–	–	(141,961)	(184,399)
At 31 December 2004	483,513	54,192	150,079	12,106	699,890
Net book value					
At 31 December 2004	769,530	43,057	9,744	140,831	963,162
At 31 December 2003	402,391	36,863	4,197	27,563	471,014
Depreciation charge for the year ended 31 December 2003	104,930	8,222	2,766	30,326	146,244

3. Cash and cash equivalents

	2004 RM	2003 RM
Deposits and repo with a licensed bank	4,481,565	4,388,750
Cash and bank balances	631,334	14,112
	5,112,899	4,402,862

4. Accumulated fund

	2004 RM	2003 RM
Accumulated fund brought forward	3,600,137	2,590,204
Operating surplus for the year	760,446	1,009,933
Accumulated fund carried forward	4,360,583	3,600,137

5. Deferred income

	2004 RM	2003 RM
Capital grant		
At 1 January	–	1,180
Recognised in the income statement	–	(1,180)
At 31 December	–	–

6. Deferred tax liabilities

	2004 RM	2003 RM
Property, plant and equipment	145,000	85,000

7. Revenue

Revenue represents members' subscriptions and application fees, Institutional Unit Trust Agents' annual and application fees and Persons Dealing in Unit Trusts' application, registration and net examination fees received or receivable.

8. Excess of revenue over expenditure

	2004 RM	2003 RM
Excess of revenue over expenditure is arrived at after charging:		
Auditors' remuneration	5,000	5,000
Honorarium fee paid/payable to independent Council Members	4,200	3,900
PDUT seminar expenses	118,874	108,228
Other project expenses	262,274	3,793
Unit trust examination expenses	470,079	288,784
Loss on disposal of plant and equipment	–	967
and crediting:		
Capital grant recognised	–	1,180
Interest income	115,972	87,797
Unit trust examination fees	1,098,522	867,302
Conference net income	–	98,154
Gain on disposal of plant and equipment	45,161	–

The number of employees (excluding Council Members) of the Federation during the year was 15 (2003 - 13). Staff costs include contributions to the Employees' Provident Fund of RM96,547 (2003 - RM73,972).

9. Tax expense

	2004 RM	2003 RM
Current tax expense		
- current	230,769	274,793
- prior years	84,178	–
	314,947	274,793
Deferred tax expense		
- Origination and reversal of temporary differences	60,000	28,000
	374,947	302,793
Reconciliation of effective tax rate		
Excess of revenue over expenditure	1,135,393	1,312,726
Income tax using Malaysia tax rates	317,910	367,563
Non-deductible expenses	39,144	40,184
Tax exempt income	(57,042)	(81,330)
Effect of changes in tax rates	(15,025)	(15,035)
Other items	5,782	(8,589)
	290,769	302,793
Underprovision in prior years	84,178	–
	374,947	302,793

The Federation is treated as a 'Trade Association' under Section 53(3) of the Income Tax Act 1967, under which its income is taxed at scale rates. The effect of changes in tax rate above is a result of the disparity between corporate tax rate of 28% and the scale rates applicable to the Federation.

10. Capital commitments

	2004 RM	2003 RM
Contracted but not provided for in the financial statements	93,600	93,600

11. Related party transactions

	2004 RM	2003 RM
Amount paid/payable for professional services		
- rendered by PricewaterhouseCoopers, Malaysia, in which a Council Member is a partner	58,000	53,800
- rendered by Raja, Darryl & Loh Advocates & Solicitors in which a Council Member is a partner	64,855	–
	122,855	53,800

12. Financial instruments

Financial risk management objectives and policies

Exposure to credit, interest rate and liquidity risks arises in the normal course of the Federation's business. The Council reviews and agrees policies for managing each of these risks and they are summarised as follows:

Credit risk

Management monitors credit risk on an ongoing basis. Fixed deposits are placed only with a licensed financial institution.

At balance sheet date, there was no significant concentration of credit risk as fixed deposits are placed with anchor banks. The maximum exposure to credit risk is represented by the carrying amount of each financial asset.

Interest rate risk

The Federation does not have any borrowings. Excess funds are placed in short term fixed deposits based on the prevailing rate. The fluctuations in interest rate have no material impact on the financial statements.

Liquidity risk

The Federation monitors and maintains a level of cash and cash equivalents deemed adequate by management to finance the Federation's operations and to mitigate the effects of fluctuations in cash flows.

Effective interest rates and repricing analysis

The following table shows information about the Federation's exposure to interest rate risk.

	2004			2003		
	Effective interest rate per annum %	Total RM	Within 1 year RM	Effective interest rate per annum %	Total RM	Within 1 year RM
Financial assets						
Fixed deposits and repo	2.63	4,481,565	4,481,565	2.68	4,388,750	4,388,750

Fair values

In the opinion of the Council Members, there is no significant difference between the fair values and the book values of financial assets and financial liabilities.

Detailed Income Statement

for the year ended 31 December 2004

	2004 RM	2003 RM
Revenue		
Members' subscription	864,000	785,000
Members' application fees	35,000	10,000
Persons Dealing in Unit Trusts (PDUTs)		
- application and registration fees	1,676,604	1,431,379
Examination fees	1,098,522	867,302
Examination expenses	(470,079)	(288,784)
- net examination fees	628,443	578,518
Institutional Unit Trust Agents (IUTAs)		
- application fees	10,000	6,250
- annual fees	242,583	206,500
	3,456,630	3,017,647
Other income/(expenses)		
Books/Materials sales	791	1,428
Capital grant	—	1,180
Gain/(Loss) on disposal of plant and equipment	45,161	(967)
PDUT seminar expenses	(118,874)	(108,228)
Conference income	—	98,154
Other project expenses	(262,274)	(3,793)
Sundry income	1,494	4,574
	(333,702)	(7,652)
Interest income	115,972	87,797
Less:		
Expenditure		
Depreciation	(225,052)	(146,244)
Rental	(124,030)	(124,025)
Staff costs	(898,026)	(749,139)
Other operating and administrative expenses		
Advertisement	(12,499)	(16,754)
Auditors' remuneration	(5,000)	(5,000)
Bank charges	(3,105)	(1,321)
Computer programme	(63,591)	(23,439)
Council and committee events	(48,898)	(63,313)
Honorarium fees	(4,200)	(3,900)
Courier and postage	(7,162)	(2,574)
Entertainment	(7,640)	(7,717)
Insurance	(1,518)	(1,075)
Magazines and periodicals	(4,001)	(3,893)
Printing and stationery	(30,494)	(23,609)
Professional fees	(355,035)	(128,524)
Secretarial fees	(1,268)	(1,430)
Study tour/conference	(98,909)	(181,230)
Sundry expenses	(9,365)	(18,455)
Promotion	(44,511)	(23,800)
Telephone and faxes	(34,647)	(39,435)
Travelling and accommodation	(67,527)	(90,669)
Upkeep of office equipment	(14,294)	(2,240)
Upkeep of office	(10,163)	(9,986)
Water and electricity	(14,572)	(8,794)
Sponsorship	(18,000)	(108,500)
	(856,399)	(765,658)
Excess of revenue over expenditure	1,135,393	1,312,726
Tax expense	(374,947)	(302,793)
Excess of revenue over expenditure after taxation for the year	760,446	1,009,933

ORDINARY MEMBERS

Affin Trust Management Berhad 22nd Floor, Menara Boustead Jalan Raja Chulan 50200 Kuala Lumpur		Contact Person En. Wan Kamaruzaman Wan Ahmad Tel (603) 2034 2869 Fax (603) 2034 2881
Funds Affin Equity Dana Islamiah Affin Affin Capital		Launch Date 29/04/1993 11/11/2001 12/12/2001
		Type of Funds Equity: Income Mixed Asset: Islamic/Syariah Balanced Bond: General
		Approved Fund Size (million units) 400 400 600
Alliance Unit Trust Management Berhad 23.01, 23rd Floor Menara Multi-Purpose, Capital Square No. 8, Jalan Munshi Abdullah 50100 Kuala Lumpur		Contact Person Mr. Tan Wai Kuen, Kenny Tel (603) 2698 4299 Fax (603) 2693 0792
Funds Alliance First Alliance Vision Alliance Moneyplus Alliance Dana Adib Alliance Optimal Income Alliance Tactical Growth		Launch Date 16/01/1996 01/03/2000 30/01/2002 25/03/2004 02/09/2004 02/09/2004
		Type of Funds Mixed Asset: Income Equity: Small Companies Bond: General Equity: Islamic/Syariah Equity: Income Equity: Growth
		Approved Fund Size (million units) 800 400 300 200 400 800
Amanah Saham Kedah Berhad No. 178 - 180, Jalan Sultanah Sambungan 05250 Alor Setar Kedah		Contact Person En. Norkhalim Ahmad Tel (604) 730 0323 Fax (604) 730 0320
Funds Amanah Saham Kedah		Launch Date 27/02/1995
		Type of Funds State Fund
		Approved Fund Size (million units) 200
Amanah Saham Nasional Berhad 25th Floor, Bangunan PNB 201-A, Jalan Tun Razak 50400 Kuala Lumpur		Contact Person En. Paisol Ahmad Tel (603) 2050 5500 Fax (603) 2161 0082
Funds ASN ASB ASW 2020 ASN 2 Amanah Saham Malaysia Amanah Saham Didik Amanah Saham Nasional 3 Imbang ASG - Amanah Saham Kesihatan ASG - Amanah Saham Persaraan ASG - Amanah Saham Pendidikan		Launch Date 20/04/1981 02/01/1990 28/08/1996 09/06/1999 20/04/2000 20/04/2001 16/10/2001 17/03/2003 17/03/2003 17/03/2003
		Type of Funds Federal Fund Federal Fund Federal Fund Federal Fund Federal Fund Federal Fund Federal Fund Federal Fund Federal Fund
		Approved Fund Size (million units) 2,500 Unlimited 3,000 2,500 3,000 700 1,000 Combined Fund Size - 1 billion units

Note:

Above fund information excludes funds launched from January 2005

For latest update of members' information, please refer to our Website at www.fmutm.com.my

Amanah Saham Sarawak Berhad Lot 357, Section 5 KTLD, Jalan Satok 93400 Kuching Sarawak	Contact Person Tel Fax	En. Shamsul Anuar Ahamad Ibrahim (6082) 231 433 (6082) 231 461	
Funds Amanah Saham Sarawak	Launch Date 25/08/1993	Type of Funds State Fund	Approved Fund Size (million units) 750
AmInvestment Services Berhad 9th Floor, Bangunan AmBank Group No. 55, Jalan Raja Chulan 50200 Kuala Lumpur	Contact Person Tel Fax	Mr. Cheah Chuan Lok (603) 2078 2633 (603) 2031 5210	
Funds AmCash Management AmTotal Return AmIttikal AmCumulative Growth AmIncome AmBond AmNew Frontier AmIncome Plus AmAl-Amin AmBon Islam AmDynamic Bond AmBalanced AmConservative AmConstant AmConstant - Series 2 AmIslamic Growth AmIslamic Balanced AmConstant 12/07	Launch Date 28/11/1986 10/01/1989 01/01/1993 24/07/1996 20/01/2000 20/01/2000 15/10/2001 26/11/2001 26/11/2001 26/11/2001 16/09/2003 16/09/2003 16/09/2003 05/01/2004 19/07/2004 10/09/2004 10/09/2004 10/11/2004	Type of Funds Equity: Money Market Equity: Income Equity: Islamic/Syariah Equity: Growth Equity: Money Market Bond: General Equity: Info & Technology Equity: Money Market Equity: Money Market Bond: Islamic/Syariah Bond: General Mixed Asset: Growth Bond: General Bond: General Bond: General Equity: Islamic/Syariah Mixed Asset: Islamic/Syariah Balanced Bond: General	Approved Fund Size (million units) 500 500 1,000 500 1,000 2,000 500 200 200 1,000 1,000 1,000 1,000 750 150 1,000 1,000 150
AmProperty Trust Management Berhad 17th Floor, Bangunan AmBank Group No. 55, Jalan Raja Chulan 50200 Kuala Lumpur	Contact Person Tel Fax	En. Kamalul Arifin Othman (603) 2078 2633 (603) 2732 0644	
Funds AmFirst Property	Launch Date 17/08/1989	Type of Funds Property	Approved Fund Size (million units) 135
Apex Investment Services Berhad Suite 10-A3, 10A Floor Grand Seasons Avenue 72, Jalan Pahang 53000 Kuala Lumpur	Contact Person Tel Fax	Mr. Tan Keah Huat (603) 2693 2789 (603) 2692 6546	
Funds Apex Malaysia Growth Apex CI Tracker Apex Small-Cap Apex Dana Al-Sofi-I Apex Dana Al-Faiz-I	Launch Date 06/08/1997 28/06/2000 18/09/2000 28/08/2003 28/08/2003	Type of Funds Equity: Growth Equity: Index Tracking Equity: Small Companies Equity: Islamic/Syariah Mixed Asset: Islamic/Syariah Balanced	Approved Fund Size (million units) 100 100 300 100 100

Note:

Above fund information excludes funds launched from January 2005

For latest update of members' information, please refer to our Website at www.fmutm.com.my

Asia Unit Trusts Berhad First Floor, Bangunan Amanah Capital No. 82, Jalan Raja Chulan 50200 Kuala Lumpur		Contact Person En. Ahkter Abdul Manan Tel (603) 2163 3311 Fax (603) 2164 1904
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
AUTB Progress	01/06/1970	Equity: Small Companies
AUTB Dana Bakti	14/05/1971	Equity: Islamic/Syariah
AUTB Tactical	05/05/1976	Equity: Growth
AUTB Bond	24/01/1984	Bond: General
AUTB Investment	18/07/1996	Equity: Income
AUTB Dana Bon Amanah	05/04/2004	Bond: Islamic/Syariah
		300
		500
		300
		50
		300
		500
ASM Mara Unit Trust Management Berhad Ground Floor, Wisma ASMB No. 1A, Jalan Lumut 50400 Kuala Lumpur		Contact Person En. Mansoor Ahmad Tel (603) 4041 7199 Fax (603) 4042 6511
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
ASM KMBY Ketiga	01/11/1969	Equity: Income
ASM KMBY Kelima	03/09/1971	Equity: Income
ASM KMBY Keenam	05/05/1972	Equity: Income
ASM KMBY Ketujuh	28/12/1972	Equity: Income
ASM KMB - Dana Pertumbuhan	28/12/1972	Equity: Growth
ASM KMBY Kesepuluh	24/10/1978	Equity: Income
ASM KMBY Kesebelas	29/10/1979	Equity: Income
ASM First Public	20/04/1992	Equity: Income
ASM Premier	12/06/1995	Equity: Income
Amanah Saham Pekerja-Pekerja TNB	28/08/1995	Equity: Income
Dana Al-Aiman	19/05/1997	Equity: Islamic/Syariah
ASM Balanced	06/12/1997	Mixed Asset: Growth
ASM Index	25/03/2002	Equity: Index Tracking
Dana Bestari	03/10/2002	Equity: Islamic/Syariah
ASM Dana Mutiara	05/08/2004	Equity: Islamic/Syariah
		20
		20
		20
		20
		20
		20
		50
		350
		350
		50
		200
		100
		250
		250
		20
Avenue Unit Trust Management Berhad Level 12, Menara Asia Life 189, Jalan Tun Razak 50400 Kuala Lumpur		Contact Person Mr. Wong Teck Meng, Danny Tel (603) 2166 3030 Fax (603) 2161 4608
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Amanah Saham Wanita (ASNITA)	05/05/1998	Equity: Islamic/Syariah
Avenue Equity Extra	10/09/1999	Equity: Income
Avenue Income Extra	10/09/1999	Bond: General
Avenue Money Extra	08/10/2002	Equity: Money Market
Avenue Bond Extra	08/10/2002	Bond: General
Avenue Versatile Extra	28/10/2002	Mixed Asset: Growth
Avenue Syariah Extra	06/11/2002	Mixed Asset: Islamic/Syariah Balanced
		450
		500
		1,500
		200
		500
		200
		250

Note:

Above fund information excludes funds launched from January 2005

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BIMB Unit Trust Management Berhad Level 5, Darul Takaful Jalan Sultan Ismail 50250 Kuala Lumpur		Contact Person Tel Fax	En. Ahmad Nazrien Haji Yusof (603) 2694 6617 (603) 2694 3516
Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
Amanah Saham Bank Islam	30/06/1994	Equity: Islamic/Syariah	302
ASBI Dana Persaraan	27/12/2001	Mixed Asset: Islamic/Syariah Balanced	400
ASBI Dana Bon Islam	27/12/2001	Bond: Islamic/Syariah	400
ASBI Dana Pendidikan	27/12/2001	Mixed Asset: Islamic/Syariah Balanced	400
CMS Trust Management Berhad Level 1, Wisma Mahmud Jalan Sungai Sarawak 93100 Kuching Sarawak		Contact Person Tel Fax	Mr. S. Kumaravelloo Pillai (6082) 343 022 (6082) 343 077
Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
CMS Premier	26/11/1996	Equity: Growth	1,000
CMS Balanced	23/05/2001	Mixed Asset: Income	500
CMS Bond	15/08/2002	Bond: General	500
CMS Islamic	15/08/2002	Equity: Islamic/Syariah	500
CMS Islamic Balanced	06/12/2004	Mixed Asset: Islamic/Syariah Balanced	200
Commerce Trust Berhad Level 5, Menara Milenium No. 8, Jalan Damanlela Bukit Damansara 50490 Kuala Lumpur		Contact Person Tel Fax	Pn. Nor Rejina Abdul Rahim (603) 2084 2300 (603) 2084 2004
Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
Lifetime Dana Mubarak	15/06/1995	Equity: Islamic/Syariah	300
Lifetime Bond	15/11/1995	Bond: General	1,500
Lifetime - Balanced Returns	12/03/1998	Mixed Asset: Growth	1,000
Lifetime - Future Goals	12/03/1998	Equity: Growth	1,000
Lifetime - Income Plus	12/03/1998	Mixed Asset: Income	1,000
Lifetime Dana Barakah	26/05/2003	Mixed Asset: Islamic/Syariah Balanced	500
Steady Returns Bond	13/10/2003	Bond: General	250
CT Institutional Bond	11/02/2004	Bond: General	500
Xcess Cash	18/02/2004	Equity: Money Market	500
Strategic Bond	23/03/2004	Bond: General	1,000
Hidden Treasures	20/04/2004	Equity: Small Companies	1,200
Steady Returns Bond 2	18/08/2004	Bond: General	120

Note:

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HLG Unit Trust Berhad Level 8, Menara HLA No. 3, Jalan Kia Peng 50450 Kuala Lumpur		Contact Person Mr. Teo Chang Seng Tel (603) 2733 2500 Fax (603) 2733 2541
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
HLG Growth	08/09/1995	Equity: Growth
HLG Penny Stock	26/04/1999	Equity: Growth
HLG Blue Chip	26/04/1999	Equity: Growth
HLG Trading/Services Sector	29/08/2000	Equity: Growth
HLG Industrial & Technology Sector	29/08/2000	Equity: Growth
HLG Finance Sector	29/08/2000	Equity: Growth
HLG Consumer Products Sector	29/08/2000	Equity: Growth
HLG Construction, Infrastructure & Property Sector	29/08/2000	Equity: Growth
HLG Dana Makmur	12/11/2001	Equity: Islamic/Syariah
HLG Bond	29/01/2002	Bond: General
HLG Balanced	29/04/2002	Mixed Asset: Income
HLG Dana Maa'rof	25/03/2003	Mixed Asset: Islamic/Syariah Balanced
HLG Dana Munir	25/03/2003	Bond: Islamic/Syariah
		} Combined Fund Size = 500 million units
Hwang-DBS Unit Trust Berhad Suite 12-03, 12th Floor Menara Keck Seng 203, Jalan Bukit Bintang 55100 Kuala Lumpur		Contact Person Ms. Lee Le Leng Tel (603) 2142 1881 Fax (603) 2143 1881
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Hwang-DBS Select Opportunity	07/09/2001	Equity: Income
Hwang-DBS Dana Izdihar	08/10/2002	Equity: Islamic/Syariah
Hwang-DBS Capital Guaranteed Fund I	25/04/2003	Guaranteed/Protected
Hwang-DBS Select Balanced	28/07/2003	Mixed Asset: Income
Hwang-DBS Select Bond	28/07/2003	Bond: General
Hwang-DBS Select Small Caps	15/04/2004	Equity: Small Companies
Hwang-DBS Dana Fahim	28/06/2004	Mixed Asset: Islamic/Syariah Balanced
Hwang-DBS Capital Guaranteed II	15/09/2004	Guaranteed/Protected
Hwang-DBS Capital Guaranteed III	13/10/2004	Guaranteed/Protected
		} Combined Fund Size = 1,000 million units
ING Funds Berhad 12th Floor, Menara ING 84, Jalan Raja Chulan 50200 Kuala Lumpur		Contact Person Mr. Ong Chong Gain, Steve Tel (603) 2162 3005 Fax (603) 2163 5200
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
ING OneAnswer - Income Plus	23/04/2004	Bond: General
ING OneAnswer - AmlInvest Balanced	23/04/2004	Mixed Asset: Growth
ING OneAnswer - RHB Diversified	23/04/2004	Mixed Asset: Income
ING OneAnswer- Managed Growth	23/04/2004	Mixed Asset: Income
ING OneAnswer - Blue Chip	23/04/2004	Equity: Growth
ING OneAnswer - Amanah SSCM Tactical	23/04/2004	Equity: Growth
ING OneAnswer - Hwang-DBS Growth Opportunities	23/04/2004	Equity: Small Companies
ING OneAnswer - Ekuiti Islam	23/04/2004	Equity: Islamic/Syariah
ING OneAnswer - Bon Islam	23/04/2004	Bond: Islamic/Syariah

Note:

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Kenanga Unit Trust Berhad Suite 9.05, 9th Floor Kenanga International Jalan Sultan Ismail 50250 Kuala Lumpur		Contact Person Mr. Chua Lai Huat, Richard Tel (603) 2161 9755 Fax (603) 2162 9796
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
KUT - Negara Equity	17/01/2000	Equity: Growth
KUT - Negara Equity Islamic	29/01/2002	Equity: Islamic/Syariah
		500 200
KLCity Unit Trust Berhad No. 8, Jalan Binjai Off Jalan Ampang 50450 Kuala Lumpur		Contact Person Mr. Wong Mien Tel (603) 2166 9799 Fax (603) 2166 8799
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
KL City Ruby	31/12/1980	Equity: Income
KL City Sapphire	25/11/1993	Equity: Income
KL City Emerald	01/06/2001	Equity: Income
KL City Dana Imbang	26/02/2003	Mixed Asset: Islamic/Syariah Balanced
KL City SmallCap	08/06/2004	Equity: Small Companies
		200 300 100 300 750
KSC Capital Berhad Suite E-13A-15, Block E Plaza Mont' Kiara 2, Jalan 1/70C, Mont' Kiara 50480 Kuala Lumpur		Contact Person En. Daud Mah Abdullah Tel (603) 6203 3888 Fax (603) 6201 2118
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Value	16/12/2002	Equity: Growth
		100
MAAKL Mutual Berhad 1.03, Mezzanine Floor, Menara MAA 12, Jalan Dewan Bahasa 50460 Kuala Lumpur		Contact Person Y.M.Tunku Dato' Ya'acob Tunku Abdullah Tel (603) 2146 9588 Fax (603) 2146 9550
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
MAAKL Balanced	02/05/1991	Mixed Asset: Income
MAAKL Value	28/06/1995	Equity: Growth
MAAKL Equity Index	26/05/1997	Equity: Index Tracking
MAAKL Syariah Index	04/01/2002	Equity: Islamic/Syariah
MAAKL Progress	18/02/2002	Equity: Small Companies
MAAKL Growth	18/02/2002	Equity: Growth
MAAKL Bond	18/02/2002	Bond: General
MAAKL As-Saad	30/06/2003	Bond: Islamic/Syariah
MAAKL Al-Faid	30/06/2003	Equity: Islamic/Syariah
MAAKL Money Market	08/09/2004	Money Market
MAAKL Equity 80	08/09/2004	Equity: Growth
		750 300 300 300 300 300 300 300 300 300 300 1,000

Note:
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Mayban Unit Trust Berhad
Level 12, MaybanLife Tower
Dataran Maybank
No. 1, Jalan Maarof
59000 Kuala Lumpur

Contact Person

En. Shamsudin Bahari

Tel

(603) 2287 2818

Fax

(603) 2287 6818

Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
Mayban Unit Trusts	26/03/1992	Equity: Income	1,500
Mayban Balanced	19/09/1994	Mixed Asset: Growth	1,150
Mayban Income	19/06/1996	Bond: General	600
Mayban Dana Yakin	24/11/2000	Equity: Islamic/Syariah	700
Mayban Index-Linked	16/05/2002	Equity: Index Tracking	400
Mayban Dana Ikhlas	17/09/2002	Mixed Asset: Islamic/Syariah Balanced	400
Mayban Value	07/01/2003	Equity: Growth	300
Mayban Ethical	07/01/2003	Equity: Income	300
Mayban Enhanced Bond	27/05/2003	Bond: General	500
Mayban First Capital Guaranteed	19/08/2003	Guaranteed/Protected	300
Mayban SmallCap	03/03/2004	Equity: Small Companies	500
Mayban Dana Arif	27/04/2004	Bond: Islamic/Syariah	400
Mayban Dana Fitrah 1 (Capital Protected)	27/07/2004	Guaranteed/Protected	300
Mayban Lifestyle 2014	25/11/2004	Mixed Asset: Growth	250
Mayban Lifestyle Today	25/11/2004	Bond: General	250
Mayban Lifestyle 2009	25/11/2004	Mixed Asset: Growth	250

OSK-UOB Unit Trust Management Berhad
5th Floor, Plaza OSK
Jalan Ampang
50450 Kuala Lumpur

Contact Person

Mr. Ho Seng Yee

Tel

(603) 2164 3036

Fax

(603) 2164 4226

Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
OSK-UOB Equity	08/08/1996	Equity: Growth	750
OSK-UOB Small Cap Opportunity	20/04/1998	Equity: Small Companies	1,000
OSK-UOB KidSave	10/05/1999	Mixed Asset: Income	700
KLCI Tracker	03/04/2000	Equity: Index Tracking	500
TMT Focus	18/08/2001	Equity: Info & Technology	200
OSK-UOB Dana Islam	26/10/2001	Equity: Islamic/Syariah	100
OSK-UOB Income	26/02/2003	Bond: General	300
OSK-UOB Capital Guaranteed-Series 1	02/09/2003	Guaranteed/Protected	200
GrowthPath - GrowthPath 2010	21/04/2004	Mixed Asset: Growth	} Combined Fund size = 1 billion units
GrowthPath - GrowthPath 2015	21/04/2004	Mixed Asset: Growth	
GrowthPath - GrowthPath 2020	21/04/2004	Equity: Growth	
GrowthPath - GrowthPath 2025	21/04/2004	Equity: Growth	
GrowthPath - GrowthPath Today	21/04/2004	Bond General	} Combined Fund size = 1 billion units
OSK-UOB Emerging Opportunity	18/05/2004	Equity: Growth	
OSK-UOB Smart Balanced	07/09/2004	Mixed Asset: Growth	
OSK-UOB Smart Income	07/09/2004	Bond: General	
OSK-UOB Smart Treasure	07/09/2004	Equity: Growth	

Note:

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Pacific Mutual Fund Berhad 1001, Level 10, Uptown 1 No. 1, Jalan SS 21/58 Damansara Uptown 47400 Petaling Jaya		Contact Person Mr. Michael Auyeung Tel (603) 7725 9877 Fax (603) 7725 9860
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Pacific Premier	10/08/1995	Equity: Income
Pacific Pearl	06/01/1997	Equity: Small Companies
Pacific Dana Aman	16/04/1998	Equity: Islamic/Syariah
Pacific Millennium	15/04/1999	Equity: Income
Pacific Recovery	15/04/1999	Equity: Growth
Pacific Income	18/08/2000	Mixed Asset: Income
Pacific Dana Murni	25/03/2003	Bond: Islamic/Syariah
Pacific Select Income	11/08/2003	Mixed Asset: Income
Pacific Select Balance	11/08/2003	Mixed Asset: Income
Pacific Dividend	18/11/2003	Equity: Income
		500
		500
		1,000
		500
		500
		500
		500
		300
		300
		500
Pelaburan Hartanah Nasional Berhad Tingkat 24, Menara PNB 201-A, Jalan Tun Razak 50400 Kuala Lumpur		Contact Person En. Mohamed Rahim Ismail Tel (603) 2050 5100 Fax (603) 2050 5221
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Amanah Hartanah PNB	20/03/1989	Property
		100
Pelaburan Johor Berhad Tingkat 10, Menara Perbandaran Johor Kotaraya 80000 Johor Bahru Johor		Contact Person En. Ahmed Muzni Mohamed Tel (607) 223 4953 Fax (607) 224 5251
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Amanah Saham Johor	15/05/1992	State Fund
Dana Johor	19/04/1995	State Fund
Amanah Saham Angkasa	24/04/1998	State Fund
		300
		500
		300
Pengurusan Kumipa Berhad Tingkat 20, Kompleks Teruntum Jalan Mahkota 25720 Kuantan Pahang		Contact Person Pn. Hajjah Nor Asmah Abdul Tel (609) 556 3900 Fax (609) 513 3949
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Kumpulan Modal Bumiputra Pahang	20/06/1994	State Fund
		150
Permodalan BSN Berhad Tingkat 18, Wisma BSN No. 117, Jalan Ampang 50450 Kuala Lumpur		Contact Person Tn. Haji Mohamed Sirad Mohamed Marzuki Tel (603) 2164 5545 Fax (603) 2143 1910
		Approved Fund Size (million units)
Funds	Launch Date	Type of Funds
Amanah Saham BSN	12/01/1995	Equity: Income
		500

Pheim Unit Trusts Berhad Letter Box 12, 3rd Floor MUI Plaza, Jalan P. Ramlee 50250 Kuala Lumpur		Contact Person Mr. Phua Lee Kerk
	Tel Fax	(603) 2142 8888 (603) 2141 9199
Funds Dana Makmur Pheim Pheim Emerging Companies Balanced Pheim Income	Launch Date 28/01/2002 28/01/2002 28/01/2002	Type of Funds Mixed Asset: Islamic/Syariah Balanced Mixed Asset: Growth Bond: General
		Approved Fund Size (million units) 100 100 100
Phillip Mutual Berhad B-2-7, Megan Avenue II 12, Jalan Yap Kwang Seng 50450 Kuala Lumpur		Contact Person En. Mohd Fadzli Mohd Anas
	Tel Fax	(603) 2715 9802 (603) 2166 6417
Funds Phillip Master Money Market Phillip Master First Ethical Phillip Master Equity Growth	Launch Date 18/06/2003 18/06/2003 18/06/2003	Type of Funds Equity: Money Market Equity: Growth Equity: Growth
		Approved Fund Size (million units) 200 200 200
Prudential Unit Trusts Berhad 21st Floor, Menara TA One 22, Jalan P Ramlee 50250 Kuala Lumpur		Contact Person Mr. Toh Chin Hian, Mark
	Tel Fax	(603) 2052 3388 (603) 2052 3232
Funds PRU Master Trust-Prudential Small-Cap PRU Master Trust-Prudential Balanced PRU Master Trust-Prudential Bond PRU Master Trust-Prudential Growth PRU Islamic Trust-Prudential Dana Al-Ilham PRU Islamic Trust-Prudential Dana Al-Islah	Launch Date 29/05/2001 29/05/2001 29/05/2001 29/05/2001 14/08/2002 14/08/2002	Type of Funds Equity: Small Companies Mixed Asset: Growth Bond: General Equity: Growth Equity: Islamic/Syariah Mixed Asset: Islamic/Syariah Balanced
		Approved Fund Size (million units) } Combined Fund Size = 2 billion units } Combined Fund Size = 300 million units
Prudential First Capital Guaranteed PRU Master Trust-Prudential Cash Management PRU Dynamic PRU Dana Dinamik Prudential Fixed Maturity Prudential Equity Income	22/08/2002 29/05/2003 06/11/2003 25/02/2004 09/09/2004 18/10/2004	Guaranteed/Protected Equity: Money Market Mixed Asset: Growth Mixed Asset: Islamic/Syariah Balanced Bond: General Equity: Income
		150 Part of PRU Master Trust 500 600 300 600
PTB Unit Trust Berhad Suite 3A01, Menara AMCORP 18, Jalan Persiaran Barat, 46050 Kuala Lumpur		Contact Person Tn. Haji Othman Muhammad
	Tel Fax	(603) 7954 3030 (603) 7958 8779
Funds Amanah Saham Darul Iman	Launch Date 31/10/1994	Type of Funds State Fund
		Approved Fund Size (million units) 500

Note:

Above fund information excludes funds launched from January 2005

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Public Mutual Berhad Block B, Sri Damansara Business Park Persiaran Industri Bandar Sri Damansara 55200 Kuala Lumpur	Contact Person Tel Fax	Mr. Lam Kam Yin (603) 6279 6800 (603) 6277 9800
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Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
Public Savings	29/03/1981	Equity: Income	1,500
Public Growth	11/12/1984	Equity: Income	4,500
Public Index	02/03/1992	Equity: Index Tracking	1,500
Public Industry	18/11/1993	Equity: Income	1,000
Public Regular Saving	25/04/1994	Equity: Income	2,000
Public Aggressive Growth	25/04/1994	Equity: Growth	1,000
Public Balanced	07/06/1995	Mixed Asset: Income	1,500
Public Bond	11/06/1996	Bond: General	1,500
Public Ittikal	10/04/1997	Equity: Islamic/Syariah	1,000
PB Balanced	05/05/1998	Mixed Asset: Income	300
Public SmallCap	13/06/2000	Equity: Small Companies	500
Public Islamic Bond	15/08/2001	Bond: Islamic/Syariah	300
Public Equity	15/08/2001	Equity: Growth	2,000
PB Growth	03/10/2002	Equity: Growth	600
PB Fixed Income	03/10/2002	Bond: General	300
Public Institutional Bond	30/04/2003	Bond: General	2,000
Public Islamic Equity	28/05/2003	Equity: Islamic/Syariah	2,000
Public Money Market	16/12/2003	Equity: Money Market	1,000
Public Focus Select	25/11/2004	Equity: Growth	1,250

RHB Unit Trust Management Berhad Level 7, Tower One, RHB Centre Jalan Tun Razak 50400 Kuala Lumpur	Contact Person Tel Fax	Mr. Tan Lib Chau, Michael (603) 9286 2666 (603) 9286 2835
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Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
RHB Dynamic	15/09/1992	Equity: Income	750
RHB Capital	12/04/1995	Equity: Growth	500
RHB Mudharabah	09/05/1996	Mixed Asset: Islamic/Syariah Balanced	500
RHB Bond	10/10/1997	Bond: General	500
RHB Malaysia Recovery	03/05/1999	Equity: Growth	500
RHB Islamic Bond	25/08/2000	Bond: Islamic/Syariah	250
RHB Spectrum - RHB Technology	18/04/2001	Equity: Info & Technology	125
RHB Spectrum - RHB Index	18/04/2001	Equity: Index Tracking	125
RHB Spectrum - RHB Income	18/04/2001	Mixed Asset: Income	125
RHB Spectrum - RHB Balanced	18/04/2001	Mixed Asset: Growth	125
RHB Islamic Growth	26/01/2004	Equity: Islamic/Syariah	250

Saham Sabah Berhad Suite 1-9-W2, W3 & W4, 9th Floor CPS Tower, Centre Point Sabah No. 1, Jalan Centre Point 88000 Kota Kinabalu Sabah	Contact Person Tel Fax	Y. Bhg. Datuk Haji Hassan Haji Otoi (6088) 266 588 (6088) 262 588
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Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
Saham Amanah Sabah	10/10/1994	State Fund	500

Note:

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SBB Mutual Berhad No 50-54, Jalan SS 21/39 Damansara Utama 47400 Petaling Jaya		Contact Person Tel Fax	Mr. Low Hong Ceong, Paul (603) 7712 2888 (603) 7726 0190
Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
SBB Double Growth	15/05/1991	Equity: Growth	750
SBB Emerging Co. Growth	10/05/1994	Equity: Small Companies	700
SBB Premium Capital	01/08/1995	Equity: Income	1,000
SBB Savings	10/08/1995	Mixed Asset: Growth	500
SBB High Growth	28/09/1995	Equity: Growth	1,000
SBB Retirement Balanced	12/03/1997	Mixed Asset: Growth	500
SBB Dana Al-Ihsan	07/05/1998	Equity: Islamic/Syariah	1,200
SBB Bond	28/07/1999	Bond: General	200
SBB Composite Index	23/08/1999	Equity: Index Tracking	200
SBB Index-Linked	08/06/2000	Equity: Index Tracking	500
SBB Dana Al-Mizan	08/03/2001	Mixed Asset: Islamic/Syariah Balanced	1,000
SBB HGF Sequel	08/03/2001	Equity: Growth	500
SBB Dana Al-Ihsan 2	30/04/2003	Equity: Islamic/Syariah	500
SBB Dana Al-Azam	30/04/2003	Equity: Small Companies	500
SBB Dana Al-Hikmah	30/04/2003	Equity: Islamic/Syariah	500
SBB Equity Income	01/10/2003	Equity: Income	500
SBB Crystal Equity	01/10/2003	Equity: Growth	500
SBB Value	16/03/2004	Equity: Growth	500
SBB Sector Rotation	12/04/2004	Equity: Growth	500
SBB Money Market	19/07/2004	Money Market	200
SBB Strategic Equity	18/08/2004	Equity: Growth	500
SBB Dana Al-Faiz	16/09/2004	Equity: Islamic/Syariah	1,000
SBB Enterprise	16/09/2004	Equity: Growth	1,000
SBB Dana Al-Hafiz	08/10/2004	Bond: Islamic/Syariah	200
SBB Dana Al-Ikhlās	08/10/2004	Equity: Islamic/Syariah	500
TA Unit Trust Management Berhad 23rd Floor, Menara TA One No. 22, Jalan P. Ramlee 50250 Kuala Lumpur		Contact Person Tel Fax	En. Mohd Hasnul Ismar Mohd Ismail (603) 2072 1277 (603) 2031 4479
Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
TA Growth	01/07/1996	Equity: Income	350
TA Comet	01/10/1999	Equity: Income	300
TA Islamic	24/04/2001	Equity: Islamic/Syariah	250
TA Income	06/05/2002	Mixed Asset: Income	150
TA SmallCap	09/02/2004	Equity: Small Companies	200
TA High Growth	07/06/2004	Equity: Growth	600
Tabung Amanah Saham Selangor Berhad Lot 1 & 10, Aras 1A, Blok Podium Plaza Perangsang, Persiaran Perbandaran 40000 Shah Alam Selangor		Contact Person Tel Fax	En. Abdul Rahim Abdul Aziz (603) 5510 0841 (603) 5510 1255
Funds	Launch Date	Type of Funds	Approved Fund Size (million units)
Amanah Saham Selangor	06/08/1994	State Fund	500

Note:

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ASSOCIATE MEMBERS

Affin Bank Berhad 17th Floor, Menara Affin 80, Jalan Raja Chulan 50200 Kuala Lumpur	Contact Person Tel Fax	Mr. Rohit Harish Bhargava (603) 2055 9028 (603) 2026 1415
Affin Securities Sdn Bhd Level 32, Menara Keck Seng 203, Jalan Bukit Bintang 55100 Kuala Lumpur	Contact Person Tel Fax	En. Saiful Bahri Bin Zainuddin (603) 2143 8668 (603) 2145 3836
Alliance Bank Malaysia Berhad 2nd Floor, Menara Multi-Purpose No. 8, Jalan Munshi Abdullah 50100 Kuala Lumpur	Contact Person Tel Fax	Ms. Fong Yuh Leng, Hellen (603) 2694 0000 (603) 2694 5150
AmBank Berhad Level 48, Bangunan AmBank Group No. 8, Jalan Yap Kwang Seng 50450 Kuala Lumpur	Contact Person Tel Fax	En. Abdul Aziz Peru Mohamed (603) 2167 3000 (603) 2166 5682
AmFinance Berhad Level 48, Bangunan AmBank Group No. 8, Jalan Yap Kwang Seng 50450 Kuala Lumpur	Contact Person Tel Fax	En. Abdul Aziz Peru Mohamed (603) 2167 3000 (603) 2166 5682
AmMerchant Bank Berhad 18th Floor, Bangunan AmBank Group 55, Jalan Raja Chulan 50200 Kuala Lumpur	Contact Person Tel Fax	Mr. Tai Terk Lin (603) 2078 2633 (603) 2032 3329
Bank Simpanan Nasional Finance Division 117, Jalan Ampang 50450 Kuala Lumpur	Contact Person Tel Fax	En. Mohd Ariffin Marzuki (603) 2162 3222 (603) 2164 5819
Commerce International Merchant Bankers Berhad 10th Floor, Bangunan CIMB Jalan Semantan Damansara Heights 50490 Kuala Lumpur	Contact Person Tel Fax	Mr. Michael William Greenall (603) 2084 8888 (603) 2723 8638
CIMB Securities Sdn Bhd 9th Floor, Commerce Square Jalan Semantan Damansara Heights 50490 Kuala Lumpur	Contact Person Tel Fax	Mr. Gui Eng Hock, Paul (603) 2723 8688 (603) 2092 4010
Citibank Berhad Level 13, Wisma Char Yong 89, Jalan Ampang 50450 Kuala Lumpur	Contact Person Tel Fax	Mr. Sik Wan King, Charles (603) 2383 0000 (603) 2713 5538

Deutsche Bank (Malaysia) Berhad Level 18, Menara IMC 8, Jalan Sultan Ismail 50250 Kuala Lumpur	Contact Person Tel Fax	Ms. Lee Kwee Hua, Evelyn (603) 2053 6826 (603) 2031 1899
ECM Libra Securities Sdn Bhd Level 2, 3, & 15, Menara Olympia No. 8, Jalan Raja Chulan 50250 Kuala Lumpur	Contact Person Tel Fax	Mr. Lim Ah Lay (603) 2031 9900 (603) 2031 9819
ENG Securities Sdn Bhd 95, Jalan Tun Abdul Razak 80100 Johor Bahru Johor	Contact Person Tel Fax	En. Mohd Fuad Foo Abdullah (607) 223 1211 (607) 224 6266
EON Bank Berhad 12th Floor, Wisma Cyclecarri 288, Jalan Raja Laut P.O. Box 12996 50796 Kuala Lumpur	Contact Person Tel Fax	En. Abdul Jamel Pawanteh (603) 2694 1188 (603) 2692 7058
EON Finance Berhad 11th Floor, Wisma Cyclecarri 288, Jalan Raja Laut P.O. Box 12996 50796 Kuala Lumpur	Contact Person Tel Fax	Mr. Lau Yiong (603) 2612 8888 (603) 2694 5876
HSBC Bank Malaysia Berhad 15th Floor, Bangunan HSBC 2, Leboh Ampang 50100 Kuala Lumpur	Contact Person Tel Fax	Mr. U Chen Hock (603) 2070 0744 (603) 2078 5720
Hong Leong Bank Berhad Level 3, Wisma Hong Leong 18, Jalan Perak 50450 Kuala Lumpur	Contact Person Tel Fax	Ms. Lam Chooi Yoke (603) 2164 2828 (603) 2164 1516
Inter-Pacific Securities Sdn Bhd West Wing, Level 13 Berjaya Times Square No. 1, Jalan Imbi 55100 Kuala Lumpur	Contact Person Tel Fax	Mr. Tan Mun Choy (603) 2117 1888 (603) 2144 1686
Jupiter Securities Sdn Bhd Level 7, 8 & 9, Menara Olympia No. 8, Jalan Raja Chulan 50200 Kuala Lumpur	Contact Person Tel Fax	En. Johari Hassan (603) 2034 1888 (603) 2034 2288
Malayan Banking Berhad 10th Floor, Menara Maybank 100, Jalan Tun Perak 50050 Kuala Lumpur	Contact Person Tel Fax	En. Ismail Mohd Yusof (603) 2070 8833 (603) 2070 7220
Malacca Securities Sdn Bhd No 1, 3 & 5 jalan PPM 9 Plaza Pandan Malim Business Park, Balai Panjang 75250 Melaka	Contact Person Tel Fax	Mr. Lim Peng Cheong (606) 337 1533 (606) 337 1550

Mayban Securities Sdn Bhd Level 8, MaybanLife Tower Dataran Maybank, No.1, Jalan Maarof 59000 Kuala Lumpur	Contact Person Tel Fax	En. Hamzah Mahmood (603) 2297 8888 (603) 2710 2387
OCBC Bank (Malaysia) Berhad Wisma Lee Rubber Jalan Melaka 50100 Kuala Lumpur	Contact Person Tel Fax	Mr. Lee Foo Yeun, Alex (603) 2692 0344 (603) 2698 4363
RHB Bank Berhad Level 9, Tower 2, RHB Centre, Jalan Tun Razak 50400 Kuala Lumpur	Contact Person Tel Fax	Ms. Angela Christine Tan (603) 9287 8888 (603) 9280 6529
Southern Bank Berhad Level 5, Menara Southern Bank 83, Jalan Medan Setia 1, Plaza Damansara Bukit Damansara 50490 Kuala Lumpur	Contact Person Tel Fax	Mr. Tom Van Tighem (603) 2087 3000 (603) 2092 3136
Standard Chartered Bank Malaysia Berhad Level 8, No. 30 Jalan Sultan Ismail 50250 Kuala Lumpur	Contact Person Tel Fax	Mr. Lim Kheng Swee, Ronnie (603) 2117 7529 (603) 2781 7259
United Overseas Bank (Malaysia) Berhad Personal Financial Services Level 4, Menara UOB Jalan Raja Laut 50350 Kuala Lumpur	Contact Person Tel Fax	Mr. Aw Tee Woo (603) 2772 6635 (603) 2694 8562

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FEDERATION OF MALAYSIAN UNIT TRUST MANAGERS

(Company No. 272577-P)

(Incorporated in Malaysia)

PROXY FORM

I, _____

of _____

being the Authorised Representative of the Ordinary Member (being a member of FMUTM) HEREBY APPOINT

of _____

(being a person entitled to vote at a General Meeting of the FMUTM in accordance with and subject to the Articles of FMUTM) as my proxy to vote for me on my behalf at the Eleventh (11th) Annual General Meeting of the FMUTM to be held on the 27th day of May 2005 and at any adjournment thereof.

This form is to be used *in favour of/against the following resolutions specified below:

Resolutions	For	Against
Resolution No. 1 To confirm and adopt the Minutes of the Tenth (10th) Annual General Meeting held on 26 May 2004.		
Resolution No. 2 To receive the President's Report.		
Resolution No. 3 To receive and consider the audited accounts and the report of the Council of FMUTM for the financial year ended 31 December 2004.		
Resolution No. 4 To re-appoint Messrs KPMG as the Auditors of FMUTM and authorise the Council to fix their remuneration for 2005.		
Resolution No. 5 To deal with any other ordinary business for which due notice shall have been received.		

*Please indicate with an "x" in the spaces provided how you wish your vote to be cast.

If you do not do so, the Proxy will vote or abstain from voting at his discretion.

Signed on this _____ day of _____ 2005.

Signature

Note:

The instrument appointing a proxy must be deposited with the Secretary at the Registered Office of the Federation at RDL Corporate Services Sdn Bhd, 18th Floor, Wisma Sime Darby, Jalan Raja Laut, 50350 Kuala Lumpur (Tel No: 03-26949999 Fax No: 03-26927942) not later than 5 p.m. on 24 May 2005.

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For further information about Federation of Malaysian Unit Trust Managers and its publications:

Write to:

Executive Director
Federation of Malaysian
Unit Trust Managers
19-07-03, 7th Floor
PNB Damansara,
No. 19, Lorong Dungun,
Damansara Heights
50490 Kuala Lumpur

or Contact us at:

Tel : (603) 2093 2600
Fax : (603) 2093 2700

or Email us at:

memcom@fmutm.com.my

or Visit our website at:

<http://www.fmutm.com.my>