

WIN CASH PRIZES!

worth

RM 20,007

**INVEST IN
UNIT TRUSTS**

**Industry assets of
RM146 billion*
11 million accounts
...and growing**

Past performances of the funds are no indication of their future performance.
The value of your units may go down as well as up.

Read & WIN

WEEKLY PRIZES

1st @ RM505 — 2nd @ RM303 — 3rd @ RM101

GRAND PRIZES

1st @ RM5,055 — 2nd @ RM3,033 — 3rd @ RM1,011

WEEK 4 *Understand Risks When Investing In Unit Trusts*

Every investment carries risk. Even returns from fixed deposits have the risk of not keeping up with inflation. In general, equity unit trust funds are more risky than bond funds while the risk of balanced funds lies between these two funds.

For bond funds, the risks are mainly inflation risk (the risk that the returns will be eroded by inflation), interest-rate risk (becomes less attractive as interest rates rise) and credit risk (the bond issuer may default on the bond's repayment). For equity funds, the risks include market risk (equities are prone to changing market conditions), liquidity risk (transactions may be constrained by insufficient trading volume in a market). Offshore funds also have currency risk (currency losses when the foreign currency depreciates against the local currency) and political risk (foreign investments affected by adverse changes in the political climate in the country).

Before investing, investors should first start assessing their risk tolerance. A teenager may have a higher appetite for risks and thus will go for equity funds as compared to someone nearing retirement. Generally, the higher the risks an investor is willing to take, the higher will be the expected rewards. Also, investors should review their risk tolerance regularly as changing circumstances such as getting married can change one's risk appetite.

WEEK 4 *Entry Form. Complete these questions accurately and stand to win CASH prizes!!!*

1 You should consider the following before investing in a particular fund EXCEPT:

- A. Determine the level of risks acceptable to you
- B. Determine your investment goals
- C. Determine when you want to make your first million

2 Degree of risk tolerance would depend on the following factors EXCEPT:

- A. Age and investment horizon
- B. Investment objectives
- C. Prevailing bank deposit rates

3 When there are changes in your lifestyle you should _____.

- A. Reassess your risk tolerance
- B. Move all your investment into fixed deposits
- C. Borrow money for investment in unit trusts

Contestant Details

Name : _____ (as per IC)

Age : _____ IC No. : _____ (new)

Address : _____

Contact Details : _____ (home)

_____ (office)

_____ (h/phone)

My preferred radio station(s) are:

- Mix fm
- My fm
- Era fm
- Lite fm
- 98.8 fm
- Sinar fm

Contest Rules & Regulations

1. This contest duration is from 3 September 2007 to 26 November 2007 and is organised by the Federation of Malaysian Unit Trust Managers (FMUTM).
2. This contest is open to all Malaysians above the age of 18 except for employees and members of FMUTM (i.e. Unit Trust Management Companies (UTMC) and Institutional Unit Trust Agents (IUTA)), Persons Dealing in Unit Trusts (PDU), employees of their advertising and promotion agencies and their immediate family members.
3. Contestants are required to tick the correct answer and:
 - a) **FOR WEEKLY PRIZES** > Mail the completed entry form to the organiser within 7 days excluding date of contest advertisement.
 - b) **FOR GRAND PRIZES** > Collect and mail all 12 completed entry forms to the organiser latest by 26 November 2007. Contestants who have separately sent the completed entry forms for all 12 weeks will also be eligible for the grand prizes subject to item 5 and fulfilling item 6(b).
4. Photocopies of entry forms are permitted and contestants are allowed to send multiple entries.
5. Each contestant is entitled to win only one prize throughout the entire contest.
6. The judging criteria are as follows:
 - a) **FOR WEEKLY PRIZES** > Only entries with all correct answers are qualified to win. Each qualified entry will then be assigned a serial number. Selection will be based on the total

number of qualified entries received for that week divided by 3 (total number of prizes each week). The winning entries will be those with the serial number bearing the closest, whole number that resulted from the stated division, and multiples thereof.

For example: Received 20,007 entries but only 2,077 answered all questions correctly, hence only the 2,077 entries will be assigned a serial number. Formula > 2,077 * 3 = 692.33.

Therefore the 1st prize will go to the entry form with the serial number 692; 2nd prize will go to the entry form with the serial number 1,384 and 3rd prize will go to the entry form with the serial number 2,076.

b) **FOR GRAND PRIZES** > Only entries with all correct answers for the 12 weeks are qualified to win. The same process as above will then apply.

7. Completed entries are to be mailed to:

The "Invest in Unit Trusts" Contest - Week 4
Federation of Malaysian Unit Trust Managers
19-07-03, 7th Floor, PNB Damansara
No.19 Lorong Dungun, Damansara Heights, 50490 Kuala Lumpur.

For detailed Contest Rules and Regulations, please visit www.fmutm.com.my