



> PRU Asian Balanced Fund (CASH)

Fund Objective & Strategy

The investment objective of the PRU Asian Balanced Fund is to maximise total return in the medium to long term by investing in a portfolio comprising of equities of companies in the Asian ex-Japan region, and quality corporate bonds and other fixed income securities issued in the United States market.

Launch Date	13 January 2003
Initial Sales Charge	Max 4%
Min. Initial Investment	SGD 1,000*
Min. Subsequent Investment	SGD 100
Annual Management Fee	0.5%^
Fund Manager	Prudential Asset Management (Singapore) Limited
Sub-Manager of Underlying Fund(s)	PPM America, Inc
Benchmark	50% MSCI AC Asia ex-Japan Index; 30% ML US Corp A-AAA Rated; 20% ML US Corp BBB-A Rated
Underlying Fund Size	IOF - Asian Equity - USD 440.9 M, IOF - US High Investment Grade Bond - USD 139.1 M, IOF - US Investment Grade Bond - USD 76.2 M
Subscription Method	Cash, SRS Account
Fund Size	SGD 515.2 M
Fund Currency	SGD
CPFIS Risk Classification	Medium to High Risk-Narrowly Focused (Regional - Asia)

Note : Benchmark has been changed from a composite of 50% MSCI Far East Fr ex Japan Index, 30% Merrill Lynch US Corporates A-AAA rated (adjusted for A-credits) and 20% Merrill Lynch US Corporates BBB-A rated with effect from 1 October 2008 to better reflect the investment objective and focus of the Fund as the MSCI AC Asia ex Japan Index which replaced the MSCI Far East Fr ex Japan Index in the composite covers the additional countries of India and Pakistan in addition to the countries covered in the MSCI Far East Fr ex Japan Index.

*Subject to distributor's terms and conditions.

^ Fee excludes management fee of 1.0% p.a., 0.5% p.a. and 0.5% p.a. charged at the underlying Luxembourg-domiciled International Opportunities Funds – Asian Equity (IOF - Asian Equity), International Opportunities Funds – US High Investment Grade Bond (IOF - US High Investment Grade Bond) and International Opportunities Funds – US Investment Grade Bond (IOF - US Investment Grade Bond) respectively.

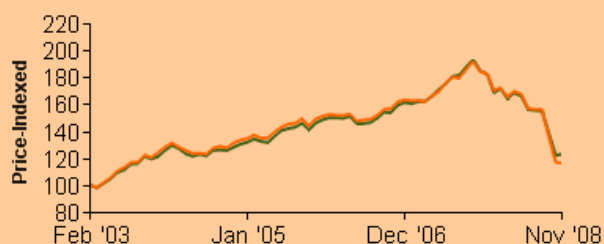
Performance

Performance	Offer-Bid	Bid-Bid	Benchmark
3 months	-28.5%	-25.6%	-20.8%
6 months	-33.4%	-30.6%	-26.1%
1 year	-39.4%	-36.8%	-33.5%
3 years *	-9.2%	-7.9%	-5.6%
5 years *	-1.5%	-0.7%	0.6%
Since Inception *	1.9%	2.6%	3.6%

Source: Prudential Asset Management (Singapore) Limited and Bloomberg. S\$; net income reinvested; Offer-bid includes 4% Initial Sales Charge. *Annualised

Performance Chart

■ PRU Asian Balanced Fund
■ 50% MSCI AC Asia ex-Japan Index; 30% ML US Corp A-AAA Rated; 20% ML US Corp BBB-A Rated

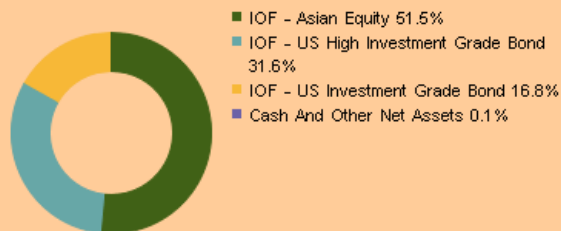


Source: Prudential Asset Management (Singapore) Limited and Bloomberg. S\$; bid-to-bid; net income reinvested. Inception date: 24 Feb 03

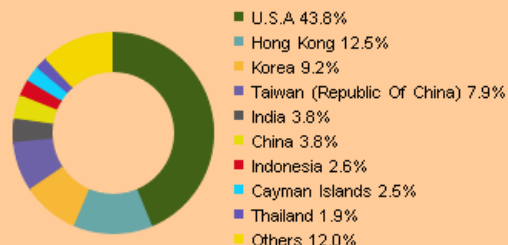
Top 10 holdings

CHINA MOBILE LTD/HK	2.2%
CHINA UNICOM	2.1%
BANK OF CHINA	1.8%
FAR EASTERN TEXTILE	1.7%
WHARF HOLDINGS	1.7%
SAMSUNG ELECTRONICS	1.7%
TAIWAN CEMENT	1.7%
HON HAI PRECISION INDUSTRY	1.5%
HENDERSON LAND DEVELOPMENT	1.4%
BANGKOK BANK PUBLIC CO-FOREIGN REG	1.4%

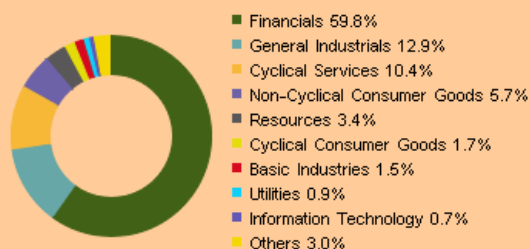
Asset Allocation



Country



Sector



Market Overview

Most Asia ex-Japan stock markets continued to decline in November in volatile trade, buffeted by a continuous stream of news confirming a worldwide recession and further fallout from the global financial crisis. Other than in China, investor sentiment was barely lifted by the fiscal stimulus packages and rate cuts undertaken by many regional governments. The MSCI Asia ex-Japan Index dipped 5.9% in U.S. dollar terms¹. The outperformance came largely from China, which ended the month on a positive note. Other stock markets in Asia all lost ground. For bonds, the fear of deflation drove government bond yields to historical lows as nervous investors sought safety in bonds. On high yield segment, the market suffered

through another record-setting month. Although the losses did not match October's levels, November returns were the second worst on record. Credit spreads widened for the sixth consecutive month, to an all-time record level. For investment grade segment, Barclay's (formerly Lehman's) Corporate Index gained in November aided by lower interest rates.

The Fund lost 0.4%, compared to a gain of 0.8% in its benchmark. Asset allocation was flat to marginally positive. Our neutral to slightly underweight in Asian equity was helpful as equities underperformed bonds by a fairly wide margin. However, security selection was negative as US bond sub-funds underperformed significantly while Asian equity sub-fund mildly underperformed. During the month, we gradually closed out the underweight in Asian equities and moved to a small overweight weighting as earnings across the region have been revised downwards significantly and current equity prices seem to have discounted a fairly challenging economic environment.

¹ Source: MSCI Barra, as at November 2008

Please note that the securities mentioned above are included for illustration purposes only. It should not be considered a recommendation to purchase or sell any particular security. There is no assurance that any securities discussed herein will remain in the portfolio of the Fund at the time you receive this material or that securities sold have not been repurchased. The securities discussed do not represent the fund's entire portfolio and in the aggregate may represent only a small percentage of the fund's portfolio holdings

A prospectus in relation to the Fund is available and a copy of the prospectus may be obtained from the Manager and its distribution partners. Investors should read the prospectus before deciding whether to subscribe for or purchase units in the Fund. The value of units in the Fund and the income accruing to the units, if any, may fall or rise. Past performance of the Fund is not necessarily indicative of the future performance of the Fund. The prediction, projection or forecast on the economy, securities markets or the economic trends of the markets targeted by the Fund are not necessarily indicative of the future or likely performance of the Fund. An investment in the Fund is subject to investment risks, including the possible loss of the principal amount invested. Investments in unit trusts are not deposits or other obligations of, or guaranteed or insured by Prudential Asset Management (Singapore) Limited ("PAMS") (Company Reg No. 199407631H) or any of its related corporations. Investors may wish to seek advice from a financial adviser before making a commitment to invest in units of the Fund. In the event an investor chooses not to seek advice from a financial adviser, the investor should consider whether the Fund is suitable for him. Whilst the Manager has taken all reasonable care to ensure that the information contained in this document is not untrue or misleading at the time of publication, the Manager cannot guarantee its accuracy or completeness. Investors should not act on it without first independently verifying its contents. Any opinion or estimate contained in this document is subject to change without notice. PAMS and its related affiliated corporations together with their respective directors and officers may have or may take positions in the securities mentioned in this documentation and may also perform or seek to perform broking and other investment services for the corporations whose securities are mentioned in this documentation as well as other parties. PAMS and Prudential plc are not affiliated in any manner with Prudential Financial, Inc., a company whose principal place of business is in the United States of America. As at end September 2008, the Investment Manager had approximately S\$ 55.76 billion of assets under management, of which approximately S\$ 42.65 billion are discretionary funds managed in Singapore.