



> PRU Global Balanced Fund (CASH)

Fund Objective & Strategy

The investment objective of the PRU Global Balanced Fund is to maximise total return in the medium to long term by investing primarily in a portfolio comprising global equities and high quality debt securities of major global bond markets.

Launch Date	28 Aug 2007
Initial Sales Charge	Max 5%
Min. Initial Investment	SGD1,000*
Min. Subsequent	
Investment	SGD100
Annual Management Fee	1.35%^
Fund Manager	Prudential Asset Management (Singapore) Limited
Investment Manager of Underlying Fund(s)	M&G Investment Management Limited (for M&G Global Basics Fund) & Legg Mason International Equities (Singapore) Pte. Ltd (for Legg Mason Global Bond Trust)
Benchmark	60% FTSE Global Basics Composite Index & 40% Citigroup World Government Bond Index (S\$) ex Japan
Underlying Fund Size	Legg Mason Global Bond Trust – SGD 374.0M M&G Global Basics Fund (GBP A) – GBP 3,023.9M
Subscription Method	Cash, SRS Account
Fund Size	SGD 54.3M
Fund Currency	SGD
CPFIS Risk Classification	Medium to High Risk – Broadly Diversified

*Subject to distributor's terms and conditions.

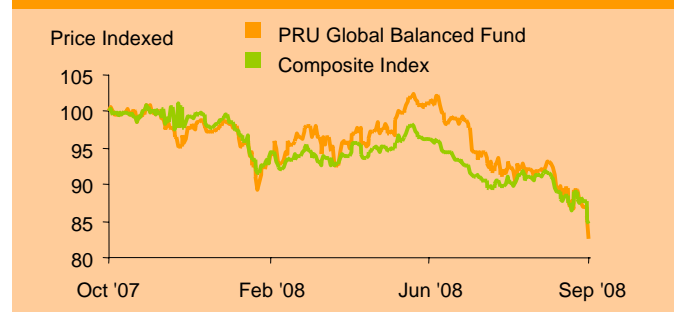
^The Management Fee charged by the Manager is inclusive of the management fee charged by the investment managers of the Underlying Entities. The Manager will adjust its Management Fee accordingly to ensure that the total management fees payable by the Sub-Fund to the Manager and to the investment managers of the Underlying Entities will be an aggregate of 1.35% p.a. of the NAV of the Sub-Fund.

Performance

Performance	Offer-Bid	Bid-Bid	Benchmark
1 month	-15.7%	-11.2%	-8.0%
3 months	-20.2%	-16.0%	-9.3%
6 months	-18.1%	-13.8%	-10.3%
Inception	-21.5%	-17.4%	-15.9%

Source: Prudential Asset Management (Singapore) Limited, Legg Mason International Equities (Singapore) Pte Ltd and M&G Investment Management Ltd. S\$; net income reinvested; Offer-bid includes 5% Initial Sales Charge

Performance Chart



Source: Prudential Asset Management (Singapore) Limited, Legg Mason International Equities (Singapore) Pte Ltd and M&G Investment Management Ltd. S\$; bid-to-bid; net income reinvested. Inception date - 01 Oct 2007

Top 10 Holdings

¹ BUNDESREPUB DEUTSCHLAND SERIES 04 (BR) 3.75% 04/01/2015	5.6%
¹ FRANCE (GOVT OF) BTAN (REG) 3.5% 12/01/2009	4.6%
¹ BUNDESREPUB. DEUTSCHLAND SER 0303 (BR) 4.25 04/01/2014	3.5%
¹ FANNIE MAE CONVENTION LOAD #41783 25/06/2038	3.2%
² SANTOS LIMITED NPV	2.9%
² CONSTELATION BRANDS	2.9%
¹ UK TREASURY 4.75% (REG) 07/06/2010	2.6%
² TULLOW OIL	2.3%
² SIMS GROUP	2.2%
² ERAMET	2.1%

¹Legg Mason data as at end Sep 2008

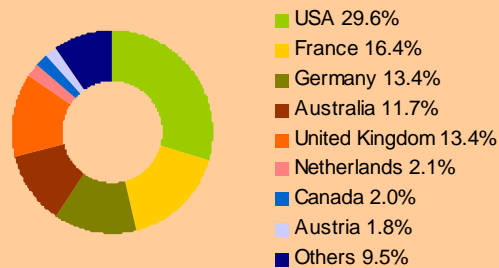
²M&G data as at end Aug 2008

Asset Allocation



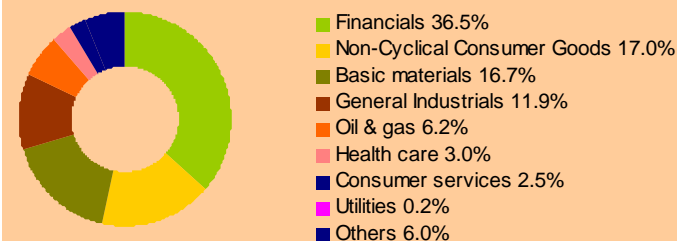
Legg Mason data as at end Sep 2008
M&G data as at end Aug 2008

Country



Legg Mason data as at end Sep 2008
M&G data as at end Aug 2008

Sector



Legg Mason data as at end Sep 2008
M&G data as at end Aug 2008

Market Overview

In September 2008, the Fund reported loss of 11.2%, underperformed its benchmark's decline of 8.0%.

Serious problems in the world's financial markets caused widespread losses in September. Various financial companies worldwide were either taken over, nationalized or failed. The U.S. Federal Reserve held policy rates at 2.0%¹, but led a seven-country coordinated injection of liquidity, and guaranteed domestic money market funds. As the month concluded, equity markets see-sawed in anticipation over whether the U.S. Congress would approve Treasury's US\$700 billion¹ funding program. The Bank of England and the European Central Bank held policy rates stable for the month. Towards the end of September, volatility in equity markets increased and short-term lending froze due to investors waiting for Congress' decision of Treasury's US\$700 billion¹ Troubled Asset Relief Program (TARP).

As a result, liquidity evaporated from overnight funding markets and non-government spreads soared. In Europe, government bond markets rallied, contrasting the major sell-off in riskier asset classes.

The Fund has maintained its initial allocations of 60% towards Global Equities and close to 40% towards Global Fixed Income and we will continue to maintain these allocation levels.

¹ Western Asset Management - Global Fixed Income Review, September 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 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.