



> PRU Pan European Fund (CPF)

Fund Objective & Strategy

The investment objective of the PRU Pan European Fund is to maximise long-term total return by investing in equity and equity-related securities of companies, which are incorporated, or have their area of primary activity, in Europe (including United Kingdom). The Fund may also invest in depository receipts, including American Depository Receipts (ADRs) and Global Depository Receipts (GDRs), debt securities convertible into common shares, preference shares and warrants.

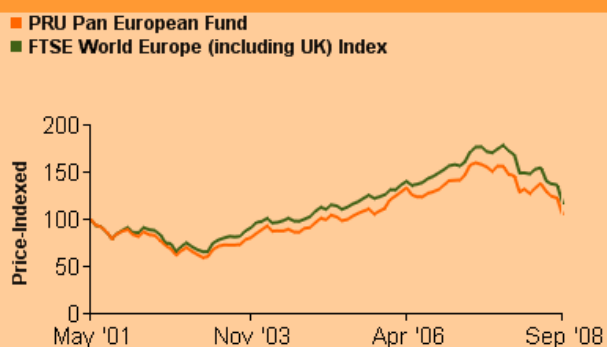
Launch Date	16 April 2001
Initial Sales Charge	Max 3%
Min. Initial Investment	SGD 1,000*
Min. Subsequent Investment	SGD 100
Annual Management Fee	1.5%^
Fund Manager	Prudential Asset Management (Singapore) Limited
Sub-Manager of Underlying Fund(s)	M&G Investment Management Limited
Benchmark	FTSE World Europe (including UK) Index
Underlying Fund Size	IOF - Pan European - USD 122.4 M
Subscription Method	CPFIS-OA
Fund Size	SGD 60.0 M
Fund Currency	SGD
CPFIS Risk Classification	Higher Risk - Narrowly Focused (Regional-Europe)

Performance

Performance	Offer-Bid	Bid-Bid	Benchmark
3 months	-21.6%	-19.2%	-16.4%
6 months	-20.1%	-17.6%	-20.8%
1 year	-35.0%	-33.0%	-32.8%
3 years *	-3.5%	-1.8%	-2.1%
5 years *	6.4%	7.5%	7.6%
Since Inception *	-0.1%	0.6%	2.1%

Source: Prudential Asset Management (Singapore) Limited and Bloomberg. S\$; net income reinvested; *Annualised; Refer to footnote**.

Performance Chart



Source: Prudential Asset Management (Singapore) Limited and Bloomberg. S\$; bid-to-bid; net income reinvested. Inception date: 04 May 01

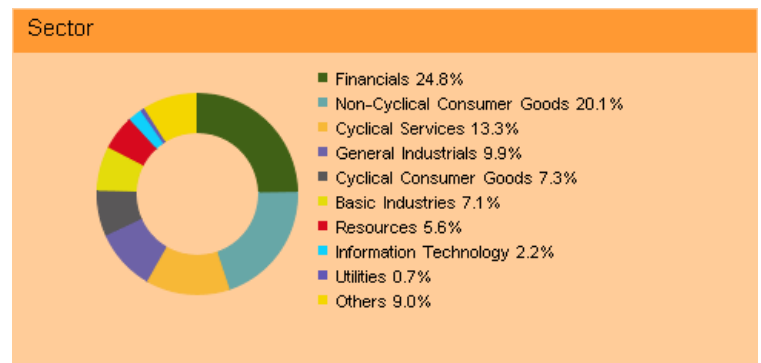
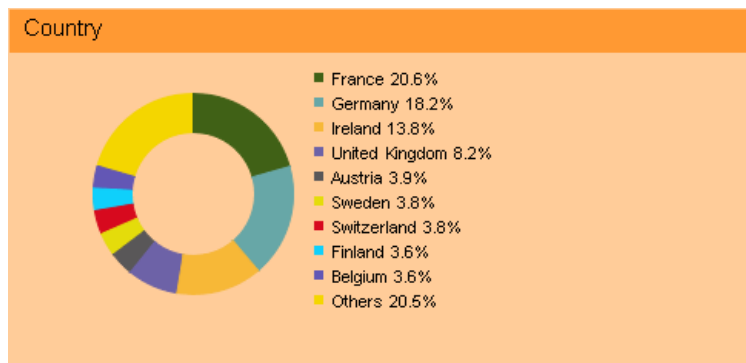
Top 10 holdings

TULLOW OIL PLC	3.7%
FIELMANN AG	3.6%
COLRUYT NV	3.6%
ICON PLC-SPONSORED ADR	3.4%
IPSEN PROMESSES	3.2%
FRESENIUS MEDICAL CARE	3.0%
DCC PLC	3.0%
APRIL GROUP	2.9%
CREDIT SUISSE	2.8%
SYMRISE AG	2.8%

*Subject to distributor's terms and conditions.

^Fee includes management fee of 0.75% p.a. charged at the underlying Luxembourg-domiciled International Opportunities Funds – Pan European (IOF - Pan European)

** Offer-bid includes 3% Initial Sales Charge w.e.f. 01 Jul 07 and 5% Initial Sales Charge prior to 01 Jul 07.



Market Overview

European equities tumbled in September. Confidence was hit badly by the collapse of Lehman Brothers as well as the nationalisation of AIG and Fannie Mae and Freddie Mac. UK banking system was highlighted by the takeover of HBOS by Lloyds TSB and the nationalisation of Bradford & Bingley. In Europe, Dexia, Fortis and Hypo Real Estate all required financial help from their respective governments. In this environment, the Fund lost 14.5%, underperforming its benchmark's loss of 14.0%.

Fund's holdings UK bank note printing company De La Rue and German flavourings producer Symrise managed to withstand the volatility in equity markets as both businesses can achieve sustainable growth in their earnings throughout the economic cycle. Healthcare stocks German dialysis clinic operator Fresenius Medical Healthcare and French pharmaceutical group Sanofi-Aventis also held up well. Exposure to good quality financial companies Swiss banking group Credit Suisse and French insurance giant AXA, added value to the Fund. Both companies have limited exposure to 'toxic' loans. Holdings in Finnish manufacturer of mining equipment Outotec and cement kiln maker FLSmidth, were major areas of weakness for the Fund. We believe Outotec's earnings should remain resilient in the challenging conditions given their strong cash flows and healthy balance sheets. We reduced our holding in FLSmidth and moved the proceeds into Outotec. We trimmed our exposure in steel manufacturer Sidenor.

We pursue our strategy of building up holdings in companies that we believe can continue to improve their earnings even if the economy suffers a prolonged downturn. We increased positions in Finnish energy group Fortum and operator of the Channel Tunnel, Groupe Eurotunnel.

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.