

21 May 2008

To: Unit holders of PRU Income X

Dear Valued Investor,

Distribution Rate for PRU Income X

Thank you for your subscription to PRU Income X (the “Fund”).

The investment objective of the Fund is to seek to provide investors with:

- i Regular income payouts;
- ii Capital growth; and
- iii Optimum risk-adjusted total return,

by investing in cash, cash-equivalent, high quality bonds and other fixed income securities rated BBB- (BBB Minus) and above by Standard and Poor’s (or equivalent ratings of other credit rating agencies) and entering into derivative transactions linking to indices which employ pre-defined multi-currency interest rate arbitrage strategies.

The widely reported global financial market turbulence triggered by the US Credit Crisis has somewhat adversely affected the Fund’s performance over the past 9 months.

However, the Fund’s second annual distribution of 9 cents per unit (i.e. 9% computed based on the initial issue price of S\$1.00) will be declared on 2 June 2008. Please refer to the prospectus and trust deed relating to the Fund for further information on the Distribution Policy.*

We are also pleased to inform you that for the third year of the Fund’s inception, we intend to target a distribution of 5 cents per unit (i.e. 5% computed based on the initial issue price of S\$1.00) on 31 May 2009 (or the next Business Day, if that day is not a Business Day) or such other dates as the Manager may in its absolute discretion determine. This information will be reflected in the next update of prospectus.

Looking forward, the outlook of the Fund is positive as the financial markets work their way through the crisis on the road to recovery.

Prudential Asset Management aims to constantly provide stable fund performance and innovative product design for our customers.

Thank you and we look forward to your continued support.

Yours truly,



Jene Lua
General Manager
Prudential Asset Management (Singapore) Limited

* Please note that past performance of the Fund is not necessarily indicative of the future or likely performance of the Fund. Distribution payments shall, at the sole discretion of the Manager, be made out of either (a) Income; or (b) net capital gains; or (c) capital of the Fund or a combination of (a) and/or (b) and/or (c). There is no guarantee that any distribution will be made or that the frequency and amount of distribution as set out in the prospectus will be met. The making of any distribution shall not be taken to imply that further distributions will be made. When distributions are declared and paid out with respect to the Fund, the net assets attributable to the units will stand reduced by an amount equivalent to the product of the number of units outstanding and distribution amount declared per unit.