

All data as at 31 May 2010 unless otherwise stated

Investment Objective

The investment objective of the PRU Dragon Peacock Fund is to maximize long-term total return by investing primarily in equity and equity-related instruments of corporations, which are incorporated in, or listed in, or operating principally from, or carrying on significant business in, or derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, the People's Republic of China (PRC) and the Republic of India (India).

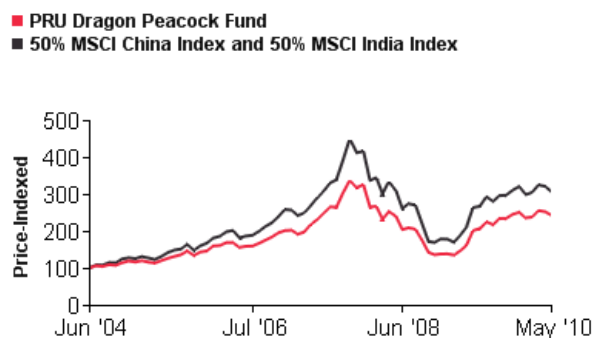
Fund Details

Launch Date	18 May 2004	Sub-Manager	Prudential Asset Management (Hong Kong) Limited (China Portfolio Only)
Initial Sales Charge	Max 3%	Benchmark	50% MSCI China Index and 50% MSCI India Index
Min. Initial Investment	SGD 1,000 ⁺	Subscription Method	CPFIS-OA
Min. Subsequent Investment	SGD 100	Fund Size	SGD 1,260.9 M
Annual Management Fee	1.5%	Fund Currency	SGD
Fund Manager	Prudential Asset Management (Singapore) Limited	CPFIS Risk Classification	Higher Risk - Narrowly Focused (Country - Others)

Performance

Period	1 month	3 months	1 year	3 years *	5 years *	Since Inception *
Offer-Bid	-6.8%	-1.1%	16.6%	-0.2%	14.0%	15.0%
Bid-Bid	-3.9%	2.0%	20.2%	1.6%	15.2%	16.0%
Benchmark	-4.6%	0.6%	16.1%	1.8%	18.5%	20.6%

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: 18 Jun 04

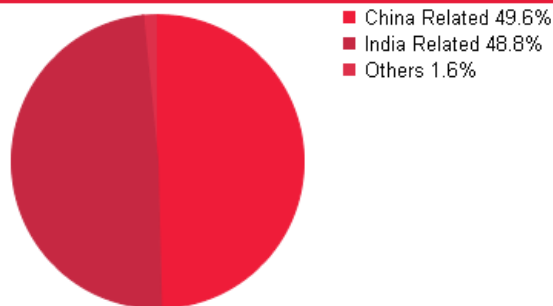
⁺ Subject to distributor's terms and conditions.

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

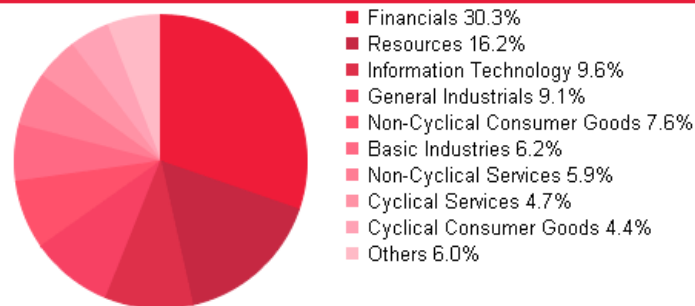
Top 10 holdings

BANK OF CHINA LTD SHS H ORD CNY1	7.9%
RELIANCE INDUSTRIES LTD ORD INR10 (DMT)	5.8%
INDUSTRIAL AND COMMERCIAL BANK OF CHINA H SHS ORD CNY1	5.4%
INFOSYS TECHNOLOGIES LTD ORD INR5 (DMT)	5.1%
AXIS BANK LTD ORD INR10 (DMT)	4.1%
CHINA MOBILE LTD ORD HKD0.1	3.5%
ICICI BANK LTD ORD INR10 (DEMAT)	2.8%
CHINA ZHONGWANG HOLDINGS LTD ORD HKD0.1	2.8%
CNOOC LTD ORD HKD0.02	2.7%
FOCUS MEDIA HOLDING LIMITED ADR (1 ADR REP 10 ORD SHS)	2.6%

Country



Sector



Market Overview

The MSCI India dropped 8.0%¹ in May largely due to concerns regarding the impact of a sovereign debt crisis in Europe. Domestic macroeconomic data also pressured the market as industrial production growth decelerated. The MSCI China Index fell 5.4%¹. All sectors reported losses with health care leading the underperformance followed by consumer discretionary and IT. Concerns over the EU debt crisis weighed on market sentiment while macro data showed China's economic expansion persisted though at a slightly slower pace. The Fund declined 3.9% (bid-to-bid basis), outperforming its benchmark's decline of 4.6%.

Relative outperformance was primarily driven by stock selection in the financial sector. Rural Electrification Corporation advanced following their quarterly earnings announcement that reported robust loan growth, higher margins and a positive outlook. Overweight Bank of China also contributed to relative performance. The increase in earnings was mainly attributable to fee income growth, the recovery of international trade as well as growing bank card and advisory business. Overweight Dr. Reddy's Laboratories moved higher following the approval of a new drug that is used in organ transplantation. The company enjoys strong management, technological capabilities, and future earnings visibility. Detractors from performance were led by information technology and telecommunications stocks. Shares of Mphasis fell after management indicated that its largest client Hewlett Packard has again renegotiated rates downward, leaving forward earnings visibility murky. Underweight positioning in China Mobile hurt performance. Shares climbed as investors sought a defensive position in a large market cap name amid concerns of a slow-down in China's growth. Overweight Tata Motors fell due to concern regarding raw material costs and economic slowdown in Europe. We exited Larsen & Toubro in May. Although the company is fundamentally strong, valuations have become stretched as the market has priced in significant optimism.

¹Source: MSCI Barra, as at May 2010

Important Information

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.

Please note that the Luxembourg-domiciled International Opportunities Funds has established a similar sub-fund within the umbrella fund of International Opportunities Funds having the same investment objective and focus as the PRU Dragon Peacock Fund (the "IOF sub-fund"). In the event that the IOF sub-fund be approved by the Authority as a recognised scheme available for direct investment by the retail public in Singapore, the Manager may, in consultation with the Trustee, and subject to the approval of the relevant authorities, (i) seek to terminate the PRU Dragon Peacock Fund and exchange existing Units in the PRU Dragon Peacock Fund for shares in the IOF sub-fund; or (ii) change the investment policy of the PRU Dragon Peacock Fund from a direct investment portfolio to a feeder fund investing all or substantially all of its assets into the IOF sub-fund. Investors should note that in the event of an exchange Units for shares in the IOF sub-fund, there is no assurance that the fees and charges of the IOF sub-fund would not be higher than that of the PRU Dragon Peacock Fund. Investors should not invest in the PRU Dragon Peacock Fund in anticipation of investing in the IOF sub-fund as there is no certainty whether the IOF sub-fund may be recognised for offer to the retail public in Singapore.

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 March 2010, the Investment Manager had approximately S\$ 61.44 billion of assets under management, of which approximately S\$ 46.94 billion were discretionary funds managed in Singapore.