

TA ABN AMRO Utilities Fund

Interim Report
For the 6 months ended
31 December 2008

Investing
for Everyone



TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

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TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Key Performance Data

	01/07/2008 to 31/12/2008	15/08/2007 to 31/12/2007
PORTFOLIO COMPOSITION (% OF NAV)		
Collective Investment Schemes	94.64	89.55
Cash (Net of Liabilities)	5.36	10.45
Total Investment	100.00	100.00
<hr/>		
Total Net Asset Value (RM'000)	80,379	138,150
Units In Circulation (Units '000)	242,473	266,013
Net Asset Value Per Unit (RM)	0.3315	0.5194
Management Expense Ratio (MER) (%) #	0.23	0.27
Portfolio Turnover Ratio (PTR) (times) #	0.04	0.73

MER and PTR for the current interim period are inconsistent with that of the previous finterim period due to the expenses and average transactional value of the fund for previous interim period were based on 139 days (from date of inception 15 August 2007 to 31 December 2007).

UNIT PRICES

NAV Per Unit (RM)	0.3315	0.5194
Highest NAV Per Unit for the Period (RM)	0.4818	0.5384
Lowest NAV Per Unit for the Period (RM)	0.3053	0.4979

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

	01/07/2008 to 31/12/2008	15/08/2007 to 31/12/2007
TOTAL RETURN (%)		
Capital Return	-29.53%	3.88%
Income Return	-	-
Total Return of Fund	-29.53%	3.88%
Total Return of the Benchmark		
- Morgan Stanley Capital International World (MSCI) Utilities Index		
- in MYR	-21.42	11.07
- in EURO	-15.89	7.91

AVERAGE TOTAL RETURN (%)

	Fund	Benchmark
Period		
1 Year: 31/12/2007 - 31/12/2008 (in MYR)	-36.10	-26.06
Since the Fund's launch: 15/08/2007 - 31/12/2008 (in MYR)	-25.74	-13.34
1 Year: 31/12/2007 - 31/12/2008 (in Euro)	-35.76	-25.67
Since the Fund's launch: 15/08/2007 - 31/12/2008 (in Euro)	-27.00	-14.81

ANNUAL TOTAL RETURN (%)

	Fund	Benchmark
Period		
1 Year: 31/12/2007 - 31/12/2008 (in MYR)	-36.18	-26.12
Since the Fund's launch: 15/08/2007 - 31/12/2008 (in MYR)	-33.70	-17.94
1 Year (31/12/2007 -31/12/2008) (in Euro)	-35.84	-25.73
Since the Fund's launch: 15/08/2007 - 31/12/2008 (in Euro)	-35.24	-19.85

Source : Lipper

Past performance is not necessarily indicative of future performance. Unit prices and investment returns may go down, as well as up.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Manager's Report

TA ABN AMRO Utilities Fund

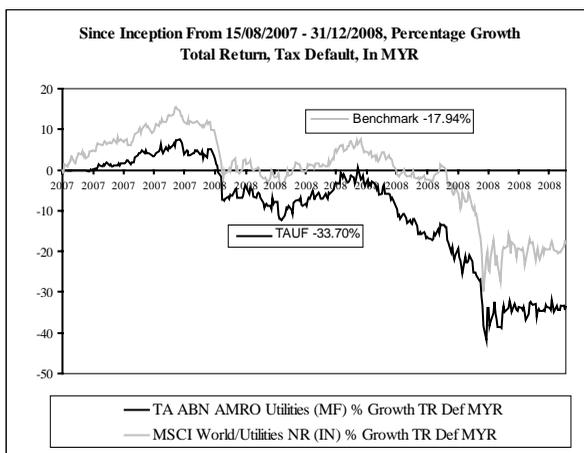
Fund Category/Type	Feeder Fund (Global Equity) – Growth & Income.
Fund Objective	The Fund aims to achieve total return over a medium to long term period through investments in a collective investment scheme, which invests in utilities securities globally.
Fund Benchmark(s) ^	Morgan Stanley Capital International World Utilities Index – Net Index.
Fund's Distribution Policy	The Fund may declare annual/interim distribution (if any) during its financial period ended.
Fund Performance and Investment Strategies	<p>TA ABN AMRO Utilities Fund (“TAUF”) recorded a negative return of -29.33% for its financial period ended 31st December 2008. During that period, TAUF invested into Fortis L Fund Equity Utilities World (“Target Fund”) managed by Fortis Investments.</p> <p>The Target Fund also underperformed the benchmark during the second half of 2008. Its stock selection within the Electric Utilities space was the largest detractor from performance over the period. It benefited from being underweight Independent Power Producers & Energy Traders as this sub-sector underperformed.</p> <p>At the country level, good stock picks within European countries could not outweigh poor stock picking in the US where utilities sold off as natural gas prices fell was largely indiscriminant.</p> <p>While earnings estimate for other sectors are expected to continue to revise downwards, as GDP slows, a certain level of inherent demand for the Utilities sector should remain.</p> <p>The Target Fund favors utilities with strong operating and financial fundamentals, predictable dividend yields, strong management teams, low cost generation fleet and constructive regulatory environment. In addition, it is proposed that the Target Fund should maintain limited regional and industry deviance to the benchmark.</p>

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Analysis of Fund Performance

	31/12/08	30/06/08	% Change
NAV/unit (RM)	0.3315	0.4704	-29.53%
Total NAV (RM'000)	80,379	126,011	-36.21%
Benchmark (in MYR)	520.42	662.30	-21.42%
Benchmark (in Euro)	108.21	128.65	-15.89%



Source: Lipper Hindsight

Income Distribution (%)	Capital Return # (%)	Total Return (%)
-	-29.53	-29.53

Capital Return components:

- ❖ Collective investment scheme
- ❖ Cash and cash equivalents

Distribution/Unit Splits

None were declared for the period under review ended 31 December 2008.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Asset Allocation		31/12/08 % NAV	30/06/08 % NAV
	Collective Investment Scheme	94.64	94.50
	Cash (net of liabilities)	5.36	5.50
Collective Investment Scheme	Collective Investment Scheme	31/12/08 % NAV	30/06/08 % NAV
	Fortis L Fund Equity Utilities World (ABN AMRO Utilities Fund merged into Fortis L Fund Utilities World)	94.64	94.50

Past performance is not necessarily indicative of future performance. Unit prices and investment returns may go down, as well as up.

Market Review

The markets began the second half of 2008 on shaky ground that spiralled into a crisis of confidence in the financial system, sparked panic selling. During Q3, we saw market participants scrambling to unwind positions and closed off their exposure to counterparties they deemed “at risk.” This led to a liquidity crunch as financial institutions stopped lending to each other, instead hoarding their cash as a buffer against further possible turmoil.

Panic, fear, lack of confidence, irrational markets, weaker economic data, lower earnings guidance, record-setting volatility, margin calls, massive deleveraging, all continued into the brutal fourth quarter of 2008. Global markets continued to sell-off as financials and cyclical sectors continued to underperform defensive sectors amidst unprecedented levels of market volatility.

During the third quarter we saw aggressive sector rotation out of industrials, energy and materials stocks as commodity prices pulled back on fears of slowing global growth and investors ran to “defensive” havens such as consumer staples and health care.

By year end, the market finally showed some signs of life again as volatility came down. The VIX (volatility) Index which spiked at 96 in October settled itself down towards a level of 40 by yearend providing an indication that the panic had exhausted itself and forced deleveraging had substantially slowed.

Keeping investors on edge was a surplus of weak economic data and even weaker guidance reported by companies. As data confirmed the depth of the global recession, Central banks continued to react aggressively and cut their benchmark lending rates substantially (particularly as the credit crunch had introduced deflationary pressures into the system).

The price of crude plunged from \$100/bbl to as low as \$35/bbl on demand concerns, before rebounding on announced production cuts by OPEC and Russia. Currencies were also volatile as the Euro gained over 20% against the pound but lost over 15% relative to the yen.

Japan proved to be one of the most resilient markets, helped predominantly by the strength of the Yen as risk aversion continued to drive the unwinding of the carry trade. Conversely, Russia was one of the worst performing markets globally as it was hurt by both a weaker currency and geopolitical tensions.

Economic Outlook

We remain bullish on Global Equities for a longer-term despite the anemic economic picture. We expect the macro picture to remain ugly through much of 2009 as consumers and corporations clean up their balance sheets. The high leverage that was built up over the past ten years supported by low volatility and low borrowing costs will continue to unwind, which is likely to result in structurally lower returns on equity. However, as the unprecedented amounts of fiscal and monetary stimulus injected by central banks and governments take root in 2009, we expect this to lead to an economic recovery in 2010. Typically market price appreciation leads economic activity by 6-12 months which sets up for a likely market recovery in 2009 as we see it. The market remains in a deflationary environment brought on by the credit crunch. However we expect to see inflationary pressures return to the system as the stimulus takes root. We envision market conditions similar to the early-to-mid 1970s, in the sense that you had a market recovery in 1975 despite a weak economy and high inflation.

We expect to see market leadership from quality growth companies (rather than cyclicals) that have seen their market values erode beyond what is implied by their long term fundamentals. Amidst the wreckage we continue to find attractive investment opportunities in solid companies with defensible business models, healthy balance sheets, economies of scale and solid free-cash-flow growth. The current environment has created a wealth of stock opportunities, but being selective at the company-level will make the biggest difference. In the recent weeks we have seen volatility (as measured by the VIX) progressively spiking at lower levels. This highlights that the panic has exhausted itself and we are seeing less forced deleveraging. Also indications of risk appetite are showing some improvement for the first time in months. We view this as positive, and to sustain a meaningful equity recovery we need to see further reduction in volatility and tightening of corporate spreads.

Equities in general are trading at attractive levels for long-term investors and while the corporate profit cycle has peaked and earnings have become scarce, we find that investors should be more willing to pay a premium for visible and sustainable earnings growth. Additionally, companies that can finance their own growth through earnings rather than turning to the credit markets remain better positioned in the current environment. We believe that our strategy remains well-positioned and will benefit as the market refocuses on sustainable earnings growth. We maintain a concentrated yet well diversified portfolio of high conviction ideas that we believe will ultimately generate superior growth relative to their industry peers.

Market Outlook and Investment Strategy

We anticipate that global equity markets will remain volatile in early 2009. In this environment, Utilities' defensive qualities should again come into focus.

While we expect earnings estimates for other sectors to continue to revise downwards, as GDP slows, a certain level of inherent demand for the Utilities sector should remain. Many utilities have hedged their energy exposure until 2010, so the earnings visibility for 2009 and 2010 is good.

Risks to the sector include on-going deterioration of the macro picture. As most utilities need continued access to debt or equity markets, we need to see improvement in credit markets before utilities can begin to outperform again.

We favor utilities with strong operating and financial fundamentals, predictable dividend yields, strong management teams, low cost generation fleet and constructive regulatory environment. We propose to maintain limited regional and industry deviance to the benchmark.

Size of Unitholdings as at 31 December 2008

Size of Holdings (units)	No. of Unitholders	% of Unitholders	No. of Units Held ('000)	% of Units Held
5,000 and below	218	6.27%	812	0.34%
5,001-10,000	662	19.04%	5,708	2.35%
10,001 - 50,000	1,661	47.77%	40,929	16.88%
50,001 - 500,000	901	25.91%	120,139	49.55%
500,001 and above	35	1.01%	74,885	30.88%
Total	3,477	100.00%	242,473	100.00%

Soft Commission

The Manager retains soft commissions received from brokers only if the goods and services are of demonstrable benefits to the unitholders as allowed under the Securities Commission's Guidelines on Unit Trust Funds. However, during the period under review, the Manager did not receive any soft commissions.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Trustee's Report

For The Interim Period Ended 31 December 2008

To The Unitholders Of TA ABN AMRO Utilities Fund

We have acted as Trustee of TA ABN AMRO Utilities Fund for the interim period ended 31 December 2008. In our opinion, TA Investment Management Berhad, has managed the Fund in the period under review in accordance with the following :

- a) the limitations imposed on the investment powers of the management company and the Trustee under the Deed, the Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- b) the valuation or pricing of the Fund are carried out in accordance with the Deed and any regulatory requirements; and
- c) the creation and cancellation of units of the Fund are carried out in accordance with the Deed, and any regulatory requirements.

For Mayban Trustees Berhad

TRACY HAZEL SIGUJI

Head, Unit Trust & Retail

Kuala Lumpur, Malaysia

Dated: 17 February 2009

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Statement By The Manager

We, CHOO SWEE KEE and WONG HONG MENG, being two of the directors of TA INVESTMENT MANAGEMENT BERHAD, do hereby state that, in the opinion of the Manager, the accompanying unaudited financial statement set out on pages 12 to 28 are drawn up in accordance with the applicable Financial Reporting Standards in Malaysia and the Securities Commission's Guidelines on Unit Trust Funds in Malaysia so as to give true and fair view of the financial position of TA ABN AMRO UTILITIES FUND as at 31 December 2008 and of its results, changes in net asset value and cash flows for the interim period then ended.

On behalf of the Manager,

CHOO SWEE KEE

WONG HONG MENG

Kuala Lumpur, Malaysia
Dated: 17 February 2009

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Unaudited Statement of Income and Expenditure

For The Interim Period Ended To 31 December 2008

		01.07.2008 to 31.12.2008 RM	15.08.2007 to 31.12.2007 RM
INVESTMENT INCOME			
Interest income		63,989	139,706
Net realised loss on sale of collective investment schemes		(3,894,022)	-
Net unrealised loss on foreign exchange		(229,571)	(774,404)
Net realised loss on foreign exchange		(175,222)	(281,985)
		<u>(4,234,826)</u>	<u>(916,683)</u>
EXPENSES			
Manager's fee	5	167,387	197,689
Trustee's fee	6	38,622	25,323
Auditors' remuneration		1,998	1,200
Tax agent's fee		1,416	600
Investment committee's remuneration		3,600	1,700
Administrative fees and expenses		4,774	616
		<u>217,797</u>	<u>227,128</u>
Net loss before tax		(4,452,623)	(1,143,811)
Less : Income tax expense	7	-	-
Net loss after tax		<u>(4,452,623)</u>	<u>(1,143,811)</u>
Net loss after taxation is made up of as follows:			
Realised loss		(4,223,052)	(369,407)
Unrealised loss		(229,571)	(774,404)
		<u>(4,452,623)</u>	<u>(1,143,811)</u>

The accompanying notes form an integral part of the financial statements.

Unaudited Statement of Assets and Liabilities

As At 31 December 2008

	Note	2008 RM	2007 RM
INVESTMENTS AND DEPOSITS			
	8		
Collective investment scheme outside Malaysia	8(a)	76,070,546	123,719,626
Deposit with licensed bank in Malaysia	8(b)	4,110,621	10,098,784
		<u>80,181,167</u>	<u>133,818,410</u>
OTHER ASSETS			
Net amount due from Manager	9	-	2,547,341
Interest receivable		4,757	921
Other Debtors		425,024	227,274
Cash at banks	10	59,960	1,568,597
		<u>489,741</u>	<u>4,344,133</u>
TOTAL ASSETS		<u>80,670,908</u>	<u>138,162,543</u>
LIABILITIES			
Net amount due to Manager	9	280,803	-
Sundry payables		10,852	12,625
TOTAL LIABILITIES EXCLUDING NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS		<u>291,655</u>	<u>12,625</u>
NAV ATTRIBUTABLE TO UNITHOLDERS	11	80,379,253	138,149,918
TOTAL LIABILITIES INCLUDING NAV ATTRIBUTABLE TO UNITHOLDERS		<u>80,670,908</u>	<u>138,162,543</u>
NUMBERS OF UNITS IN CIRCULATION	11(a)	<u>242,473,141</u>	<u>266,012,582</u>
NAV ATTRIBUTABLE TO UNITHOLDERS PER UNIT		<u>0.3315</u>	<u>0.5194</u>

The accompanying notes form an integral part of the financial statements.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Unaudited Statement of Changes in Net Asset Value

For The Interim Period Ended To 31 December 2008

	Unitholders' contribution Note 11(a) RM	Undistributed (loss)/ income RM	Unrealised reserve/ (loss) on investment Note 11(b) RM	Total NAV attributable to unitholders RM
At 15 August 2007	-	-	-	-
Creation of units including distribution equalisation in undistributed income	135,735,950	-	-	135,735,950
Cancellation of units including distribution equalisation in undistributed income	(191,904)	-	-	(191,904)
Net loss after tax	-	(1,143,811)	-	(1,143,811)
Unrealised foreign exchange gain on investments held transferred to unrealised reserve on investments	-	774,404	-	774,404
Decrease in unrealised reserve on investments	-	-	2,975,279	2,975,279
At 31 December 2007	<u>135,544,046</u>	<u>(369,407)</u>	<u>2,975,279</u>	<u>138,149,918</u>
At 1 July 2008	136,837,295	(518,713)	(10,307,974)	126,010,608
Creation of units including distribution equalisation in undistributed income	326,982	-	-	326,982
Cancellation of units including distribution equalisation in undistributed income	(9,822,986)	-	-	(9,822,986)
Net loss after tax	-	(4,452,623)	-	(4,452,623)
Unrealised foreign exchange gain on investments held transferred to unrealised reserve on investments	-	229,571	-	229,571
Decrease in unrealised reserve on investments	-	-	(31,912,299)	(31,912,299)
At 31 December 2008	<u>127,341,291</u>	<u>(4,741,765)</u>	<u>(42,220,273)</u>	<u>80,379,253</u>

The accompanying notes form an integral part of the financial statements.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Unaudited Cash Flow Statement

For The Interim Period Ended To 31 December 2008

	01.07.2008 to 31.12.2008 RM	15.08.2007 to 31.12.2007 RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	7,113,443	-
Purchase of investments	-	(121,026,333)
Interest received	59,866	138,785
Manager's fee paid	(199,313)	(137,172)
Trustee's fee paid	(38,622)	(16,198)
Payment for other fees and expenses	(159,188)	(227,889)
Net cash generated from/(used in) operating and investing activities	<u>6,776,186</u>	<u>(121,268,807)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Cash received from units created	346,921	132,936,188
Cash paid on units cancelled	(10,007,645)	-
Net cash (used in)/generated from financing activities	<u>(9,660,724)</u>	<u>132,936,188</u>
NET (DECREASE)/INCREASE IN CASH AND CASH EQUIVALENTS		
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE INTERIM PERIOD	(2,884,538)	11,667,381
CASH AND CASH EQUIVALENTS AT THE END OF THE INTERIM PERIOD	<u>7,055,119</u>	<u>-</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE INTERIM PERIOD	<u>4,170,581</u>	<u>11,667,381</u>
CASH AND CASH EQUIVALENTS COMPRISE:		
Cash at banks	59,960	1,568,597
Deposits with licensed bank	4,110,621	10,098,784
	<u>4,170,581</u>	<u>11,667,381</u>

The accompanying notes form an integral part of the financial statements.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Notes to the Unaudited Financial Statements

- 31 December 2008

1. THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

TA ABN AMRO Utilities Fund (the Fund") was constituted pursuant to the execution of a Deed of Trust ("the Deed") dated 26 June 2007 between the Manager, TA Investment Management Berhad, the Trustee, Mayban Trustees Berhad and the registered holders of the Fund.

The principal activity of the Fund is to invest in "Permitted Investments" as defined under Division 7.1 of the Deed, which include all type of collective investment scheme including unlisted unit trusts that are regulated and registered/authorised/approved by the relevant authorities in their home jurisdiction and money market investments. The Fund commenced operations on 15 August 2007 and will continue its operations until terminated by the Manager or the Trustee as provided under Part 12 of the Deed.

The Manager, TA Investment Management Berhad, a company incorporated in Malaysia, is a 70% owned subsidiary of TA Securities Holdings Berhad and its ultimate holding company is TA Enterprise Berhad. Its principal activities are the establishment and management of unit trust funds and fund management. The Manager is licensed to carry out dealing in securities and fund management activities under the Capital Markets and Services Act 2007.

2. FINANCIAL RISK MANAGEMENT POLICIES

The Fund is exposed to a variety of financial risks, which include economic risk, currency risk, repatriation risk, derivatives risk, credit and settlement risks and liquidity risk. The overall objective of financial risk management is to mitigate capital losses, ensure preservation of value and minimise erosion of capital.

Risk management is carried out through strict adherence to the Manager's internal policies and control procedures and also to the powers and restrictions vested by the regulators as contained in the Securities Commission's Guidelines on Unit Trust Funds in Malaysia ("the Guidelines").

(a) Economic Risk and Fund Manager Risk

Prospective investors should be aware that the price of units and the income from their investments may go down or up in response to changes in interest rates, foreign exchange, economic and political conditions and the earnings of corporations making up in the portfolio of the Fund. Economic risk is managed through portfolio diversification and asset allocation and monitoring of investment portfolio by professional fund manager and the investment committee, with the aim to minimise securities exposure in the event of anticipated market weaknesses. It is the Fund's policy to invest a minimum of 95% in a collective investment scheme, which invests in utilities securities globally. Equities within a given economic sector or industry tend to be affected by many of the same factors, the Fund may be more volatile than other funds that invest more broadly.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

2. FINANCIAL RISK MANAGEMENT POLICIES (CONTD.)

(a) Economic Risk and Fund Manager Risk

The Manager has no control over the technique, knowledge or management expertise of the fund manager of Fortis L Fund Equity Utilities World ("target fund"), i.e. Fortis Investment Management Singapore Limited ("fund house"). In the event of mismanagement of the target fund and/or the fund house, the NAV of the Fund which invests in the target fund would be affected negatively. The Fund would also be affected should there be any unresolved dispute between the Manager and the fund house of the target fund. Should such situation arise, the Manager may seek an alternative fund house and/or invest in other collective investment scheme that is consistent with the objective of the Fund.

(b) Currency Risk

As the investments of the Fund may be denominated in foreign currencies, fluctuations of the exchange rates of foreign currencies against the Malaysia Ringgit may affect the value of the units of the Fund. To mitigate this risk, the Manager may from time to time employ currency hedging techniques to manage the impact of the exchange rate fluctuations on the Fund and/or for the purpose of efficient portfolio management.

The net unhedged financial assets and financial liabilities of the Fund that are not denominated in Ringgit are as follows:

<u>Asset/liabilities</u> <u>denominated in</u>	Investments RM	Net Current		% of NAV %
		Asset RM	Total RM	
Euro	76,070,546	425,024	76,495,570	95.17
	<u>76,070,546</u>	<u>425,024</u>	<u>76,495,570</u>	<u>95.17</u>

(c) Repatriation Risk

Certain countries may impose limitations with respect to the Fund's ability to repatriate investment income, capital or the proceeds from sales of securities. The Fund would be adversely affected by delays in, or a refusal to grant, any required governmental approval for repatriation of capital as well as the application of restrictions on investments to the Fund. Repatriation risk is managed through portfolio diversification and asset allocation and monitoring of investment portfolio by professional fund manager and the investment committee, with the aim to minimise securities exposure in the event of any repatriation risks.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

2. FINANCIAL RISK MANAGEMENT POLICIES (CONTD.)

(d) Derivatives Risk

The Fund may from time to time invest in derivatives, which are financial contracts whose values depend on, or are derived from, the value of an underlying asset, reference rate or index. Such assets, rates and indices may include bonds, shares, interest rates, foreign exchange rates, bond indices and stock indices. While the judicious use of derivatives by professional investment managers can be beneficial, derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional securities investments. Some of the risks associated with derivatives are market risk, management risk, credit risk, liquidity risk and leverage risk. The Manager do not intend to use derivatives transactions for speculation or leverage but may use them for efficient portfolio management and to hedge existing positions. The Manager will attempt to minimise the risks through careful selection of reputable counterparties and constant monitoring of the Fund's derivatives positions.

(e) Credit and Settlement Risks

Credit risk refers to the ability of an issuer or a counterparty to make timely payments of interest, principals and proceeds from realisation of investments. Trading and settlement practices of some of the markets in which the Fund may invest may not be the same as those in more developed markets, and this may increase settlement risk and/or result in delays in realising investments made by the Fund. In addition, the Fund will be exposed to credit risk on parties with whom it trades and will bear the risk of settlement default. The Fund Manager manages the credit risk by setting counterparty limits and undertaking credit evaluation to minimise such risk.

(f) Liquidity Risk

The Fund maintains sufficient level of liquid assets, after consultation with the Trustee, to meet anticipated payments and cancellation of units by unitholders. Liquid assets comprise cash, deposits with licensed financial institutions and other instruments, which are capable of being converted into cash within 7 business days. The Fund's policy is to always maintain a prudent level of liquid assets so as to reduce the liquidity risk.

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial statements of the Fund have been drawn up in accordance with applicable Financial Reporting Standards in Malaysia and Securities Commission's Guidelines on Unit Trust Funds.

The Fund has adopted new/revised Financial Reporting Standards for the interim period as further disclosed in Note 4.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

(b) Investments

Collective investment scheme is valued based on the net asset value as at the end of the previous business day as agreed by the Trustee and the Manager.

Unrealised gain or loss on revaluation is transferred to Unrealised reserve/(loss). Upon the sale of investments, the difference between net disposal proceeds and its carrying amount is recognised in the income statement.

(c) Income Recognition

Interest income is recognised on an accrual basis.

The realised gain/(loss) on sale/redemption of collective investment scheme is measured as the difference between the net disposal proceeds and the carrying amount of the investments. The carrying amount for determining the gain/(loss) on sale of investments is based on the weighted average cost method for collective investment scheme.

(d) Distribution Equalisation

Distribution equalisation is accounted for at the date of creation and cancellation of units. It represents the average amount of distributable income included in the creation and cancellation prices of units.

(e) Cash and Cash Equivalents

For the purpose of the cash flow statements, cash and cash equivalents comprise cash at banks and deposits with licensed financial institutions.

(f) Receivables and Payables

Receivables are carried at anticipated realisable values. Payables are stated at cost which is the fair value of the consideration to be paid in the future for goods and services received.

(g) Unrealised Reserve on Investment

The unrealised reserve on investment represent the net gain arising from carrying collective investment scheme at its market value/indicative value.

(h) Taxation

Income tax on the profit or loss for the period comprises only current interim period tax and deferred tax. Current tax is the expected amount of income taxes payable in respect of the taxable profit for the interim period and is measured using the tax rates that have been enacted at the balance sheet date. As no temporary differences have been identified, no deferred tax is recognised.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD).

(i) Unitholders' Contribution

Trust units are classified as unitholders' contribution. Cash distributions on trust units are recognised in NAV attributable to unitholders (Note 12) in the interim period in which they are declared.

(j) Financial Instruments

Financial assets and financial liabilities carried on the statement of asset and liabilities include cash at banks, collective investment scheme, deposits with licensed financial institutions, receivables, payables and NAV attributable to unitholders. The accounting policies on recognition of these items are disclosed in their respective accounting policies.

Financial instruments are classified as investments and assets or liabilities in accordance with the substance of the contractual arrangement. Interest, gains and losses relating to financial instruments classified as assets or liabilities are reported as investment income, expense or distribution in the statement income of income and expenditure.

(k) Foreign Currencies

Transactions in currencies other than the Fund's functional currency (foreign currencies) are recorded in the functional currency using exchange rates prevailing at the transaction dates. At each balance sheet date, foreign currency monetary items are translated into Ringgit Malaysia at exchange rates ruling at the balance sheet date. All exchange gains or losses, are recognised in the income statement.

The principal exchange rates used for each respective unit of foreign currency ruling at the balance sheet date are as follows:

Foreign Currency	2008 RM	2007 RM
Euro	4.84670	4.82623

4. FINANCIAL REPORTING STANDARDS AND INTERPRETATIONS ISSUED, ACCOUNTING ESTIMATES AND JUDGEMENTS

(a) Adoption of Financial Reporting Standards ("FRSs") for the Interim Period

As the beginning of the current interim period, the Fund had adopted new and revised Financial Reporting Standards ("FRSs") which are mandatory for periods beginning on or after 1 January 2007 or 1 July 2007. Most of the new and revised FRSs are not relevant to the Fund. Those FRSs that are relevant do not give rise to any significant effects on the financial statements of the Fund.

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(For the 6 months ended 31 December 2008)

4. FINANCIAL REPORTING STANDARDS AND INTERPRETATIONS, ACCOUNTING ESTIMATES AND JUDGEMENTS (CONTD.)

(b) FRS Issued But Not Yet Effective

The Fund has not adopted the following FRS which has effective dates as follows:

FRS		Effective for interim periods beginning on or after
FRS 4	Insurance Contracts	1 January 2010
FRS 7	Financial Instruments: Disclosures	1 January 2010
FRS 8	Operating Segments	1 July 2009
FRS 139	Financial Instruments: Recognition and Measurement	1 January 2010
IC Interpretation	Reassessment of Embedded Derivatives	1 January 2010
IC Interpretation	Interim Financial Reporting and Impairment	1 January 2010

FRS 4 and FRS 8 are not applicable to the Fund. The other FRSs and Interpretations above are expected to have no significant impact on the financial statements of the Fund upon their initial application. As permitted in FRS 139, the Fund is exempted from disclosing possible impact to the financial statements upon initial application.

(c) Significant Accounting Judgments and Estimates

The preparation of financial statements in accordance with FRSs requires the use of certain accounting estimates and exercise of judgment. Estimates and judgments are continually evaluated and are based on past experience, reasonable expectations of future events and other factors.

(i) Critical Judgements Made in Applying Accounting Policies

There are no other major judgements made by management in applying the Fund's accounting policies.

(ii) Key Sources of Estimation Uncertainty

There are no key assumptions concerning the future and other key sources of estimation uncertainty at the balance sheet date that has a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities of the Fund within the next interim period.

5. MANAGER'S FEE

The Manager's fee is computed at 1.8% per annum of the net asset value of the Fund calculated on a daily basis, net of the rebate of 1.5% per annum on the Fund's net asset value of investment in the collective investment scheme (Note 8 (a)) earned from the Manager and a dealer, as offered to and agreed by the Trustee and the Manager based on the following structure:

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

5. MANAGER'S FEE (CONTD.)

Size of investment in Fortis L Fund Equity Utilities World	Rate per annum of the net asset value of investment in Fortis L Fund Equity Utilities World		
	Rebate from Manager	Rebate from dealer	Total rebate to the Fund
First US\$5 million	0.70%	0.80%	1.50%
Next US\$10 million	0.60%	0.90%	1.50%
Next US\$5 million	0.55%	0.95%	1.50%
Any amount in excess of US\$20 million	0.50%	1.00%	1.50%

6. TRUSTEE'S FEE

Trustee's fee is computed at 0.08% (2007 : 0.08%) per annum of the net asset value of the Fund, calculated on a daily basis, subject to a minimum of RM18,000 per annum.

7. INCOME TAX EXPENSE

	01.07.2008 to 31.12.2008 RM	15.08.2007 to 31.12.2007 RM
Taxation charge for the interim period	-	-

Income tax is calculated at the Malaysian statutory tax rate of 26% (2007: 27%) of the estimated assessable profit for the interim period. This statutory tax rate or period ending 31 December 2009 will be reduced to 25%. A reconciliation of income tax expense applicable to net income before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	01.07.2008 to 31.12.2008 RM	15.08.2007 to 31.12.2007 RM
Net loss before taxation	(4,452,623)	(1,143,811)
Taxation at Malaysian statutory rate of 26% (2007:27%)	(1,157,682)	(308,829)
Effects of income not subject to tax	(16,637)	(37,720)
Effects of losses/expenses not deductible for tax purposes	1,129,264	292,849
Restriction on tax deductible expenses for unit trust funds	45,055	53,700
Tax expense for the interim period	-	-

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

8. INVESTMENT AND DEPOSITS

	2008 RM	2007 RM
(a) Collective investment scheme outside Malaysia, at market value	76,070,546	123,719,626
(b) Deposit with financial institutions in Malaysia	4,110,621	10,098,784
Total investment and deposits	<u>80,181,167</u>	<u>133,818,410</u>

Analysed as follows:

	Collective investment scheme outside Malaysia RM	Deposit with financial institutions in Malaysia RM	Total RM
Cost	118,290,819	4,110,621	118,290,819
Net unrealised loss on investment	(41,990,702)	-	(41,990,702)
Net unrealised foreign exchange loss	(229,571)	-	(229,571)
Market value	<u>76,070,546</u>	<u>4,110,621</u>	<u>76,070,546</u>

Details of the investment and deposits are as follows:

(a) COLLECTIVE INVESTMENT SCHEME OUTSIDE MALAYSIA

Name of Collective Investment Scheme	Quantity Unit	Cost RM	Market Value RM	Market Value as a % of Net Asset Value 31.12.2008 %
Fortis L Fund Equity Utilities World (ABN AMRO Utilities Fund merged into Fortis L Fund Equity Utilities World on 24/11/2008)	153,831	118,290,819	76,070,546	94.64
TOTAL COLLECTIVE INVESTMENT SCHEMES OUTSIDE MALAYSIA	<u>153,831</u>	<u>118,290,819</u>	<u>76,070,546</u>	<u>94.64</u>

Fortis L Fund Equity Utilities World is a sub-fund of Fortis L Funds, which is a regulated Societe d'Investissement A Capital Variable ("SICAV") denominated in Euro. The SICAV was incorporated under Luxembourg law and is a recognised Collective Investment Scheme under section 264 of the United Kingdom's Financial Services and Markets Act and section 287 of the Securities and Futures Act in Singapore.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

8. INVESTMENT AND DEPOSITS (CONTD.)

(b) DEPOSITS WITH FINANCIAL INSTITUTION IN MALAYSIA

	2008 RM	2007 RM
Short term placement with:		
- A licensed bank in Malaysia	4,110,621	10,098,784

The weighted average interest rates and the weighted average remaining maturities of deposit as at the end of the interim period were as follows:

	2008		2007	
	Weighted Average Interest Rates %	Weighted Average Remaining Maturities Days	Weighted Average Interest Rates %	Weighted Average Remaining Maturities Days
A licensed bank in Malaysia	3.16	2	3.33	2

9. AMOUNT DUE FROM A DEALER

Amount due from a dealer relates to management fee rebate owing from Fortis Investment Management Singapore Limited (an entity that has merged with ABN AMRO Asset Management (Singapore) Ltd on 1 April 2008) that is unsecured, interest-free and is receivable on a quarterly basis.

10. NET AMOUNT DUE FROM/TO MANAGER

Net amount due from/to the Manager relates to amounts receivable/payable from the Manager arising from creation/cancellation of units and accruals for Manager's fee at the end of the interim period. The normal credit term for creation and cancellation is ten days and the normal credit term for Manager's fee is thirty days.

11. CASH AT BANKS

	2008 RM	2007 RM
Ringgit in a licensed bank in Malaysia	59,960	1,568,597

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

12. NAV ATTRIBUTABLE TO UNITHOLDERS

NAV attributable to unitholders is represented by:

	2008	2007
	RM	RM
(a) Unitholders' contribution	127,341,291	135,544,046
(b) Undistributed realised loss	(4,741,765)	(369,407)
(c) Unrealised (loss)/reserve on investments	(42,220,273)	2,975,279
	<u>80,379,253</u>	<u>138,149,918</u>

(a) Unitholders' contributions are analysed as below:

	2008		2007	
	No of units	RM	No of units	RM
At beginning of interim period	267,894,398	136,837,295	-	-
Creation during the interim period	952,116	326,982	266,377,292	135,735,950
	<u>268,846,514</u>	<u>137,164,277</u>	<u>266,377,292</u>	<u>135,735,950</u>
Less: Cancellation during the interim period	(26,373,373)	(9,822,986)	(364,710)	(191,904)
At end of the interim period	<u>242,473,141</u>	<u>127,341,291</u>	<u>266,012,582</u>	<u>135,544,046</u>

The maximum number of units that can be issued for circulation is 300,000,000 (2007 : 300,000,000) units. As at 31 December 2008, the number of units yet to be issued is 57,526,859 (2007 : 33,987,418) units.

(b) The movement in unrealised (losses)/reserve on investments is as below:

	2008	2007
	RM	RM
Collective investment scheme outside Malaysia	(42,220,273)	2,975,279

Movement in undistributed income and unrealised (loss)/reserve on investments are disclosed in the statement of changes in net asset value.

13. TRANSACTIONS WITH DEALER

Details of the transactions with the dealer during the interim period ended are as follows:

Name of Dealer	Value of trade	Percentage to total value
	RM	of trade
		%
Fortis Investments Management Singapore Ltd	7,288,665	100.00
	<u>7,288,665</u>	<u>100.00</u>

There were no transactions with any stockbroking company during the interim period.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

14. SEGMENT INFORMATION

(a) Geographical Segments

In accordance with the objective of the Fund, the Fund has invested primarily in Fortis L Fund Equity Utilities World, a fund whose units are denominated in Euro and which invests primarily in utilities related investments globally. For the purpose of segmental information, investment in Fortis L Fund Equity Utilities World is classified as investment in Luxembourg.

2008	Luxembourg RM	Malaysia RM	Total RM
Income statement			
Investment income and segments result	(4,298,815)	63,989	(4,234,826)
Unallocated expenses			(217,797)
Net loss before taxation			(4,452,623)
Income tax expenses			-
Net loss after taxation			(4,452,623)
Balance sheet			
Investment and deposits	76,070,546	4,110,621	80,181,167
Cash at banks	-	59,960	59,960
Other assets	425,024	4,757	429,781
Segment assets	76,495,570	4,175,338	80,670,908
Segment liabilities	-	291,655	291,655
Unrealised loss on investment	(42,220,273)	-	(42,220,273)
2007			
	Luxembourg RM	Malaysia RM	Total RM
Income statement			
Investment income and segments result	(1,056,389)	139,706	(916,683)
Unallocated expenses			(227,128)
Net loss before taxation			(1,143,811)
Income tax expenses			-
Net loss after taxation			(1,143,811)
Balance sheet			
Investment and deposits	123,719,626	10,098,784	133,818,410
Cash at banks	-	1,568,597	1,568,597
Other assets	227,274	2,548,262	2,775,536
Segment assets	123,946,900	14,215,643	138,162,543
Segment liabilities	-	12,625	12,625
Unrealised reserve on investment	2,975,279	-	2,975,279

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

14. SEGMENT INFORMATION (CONTD.)

(a) Geographical Segments (Contd.)

Based on the unaudited segmental analysis of collective investment scheme, the geographical breakdown of its investment are as follows:

	Fortis L Fund Equity Utilities World	ABN AMRO Utilities Fund (Prior to fund merged on 24/11/2008)
	% of total investment	
	31-Dec-08	31-Dec-07
	%	%
United States of America	-	34.0
Germany	-	16.9
France	-	12.6
Spain	-	4.9
United Kingdom	-	12.7
Malaysia	-	1.4
Finland	-	2.0
Japan	7.4	7.5
Finland	-	2.0
Italy	-	5.5
North America	50.2	0.0
Euro	16.6	0.0
Europe Ex-Euro	16.5	0.0
Emerging Countries	6.6	0.0
Others	2.7	0.5
	<u>100.00</u>	<u>100.00</u>

(b) Investment Segments

In accordance with the asset allocation guidelines of the Fund, a minimum of 95% of the Fund's NAV will be invested in a collective investment scheme with the balance in liquid assets. The secondary segment information by these investment segments is as follows:

2008	Collective investment scheme RM	Cash and liquid assets RM	Others RM	Total RM
Income statement				
Investment income and segment results	(4,298,815)	63,989	-	(4,234,826)
Balance sheet				
Investment and deposits	76,070,546	4,110,621	-	80,181,167
Cash at banks	-	59,960	-	59,960
Other assets	-	4,757	425,024	429,781
Segment assets	<u>76,070,546</u>	<u>4,175,338</u>	<u>425,024</u>	<u>80,670,908</u>

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

14. SEGMENT INFORMATION (CONTD.)

(b) Investment Segments

<u>2007</u>	Collective investment scheme RM	Cash and liquid assets RM	Others RM	Total RM
Income statement				
Investment income and segment results	(1,056,389)	139,706	-	(916,683)
Balance sheet				
Investment and deposits	123,719,626	10,098,784	-	133,818,410
Cash at banks	-	1,568,597	-	1,568,597
Other assets	-	921	2,774,615	2,775,536
Segment assets	123,719,626	11,668,302	2,774,615	138,162,543

15. MANAGEMENT EXPENSE AND PORTFOLIO TURNOVER RATIOS

(a) Management Expense Ratio

The management expense ratio for the interim period ended 31 December 2008 is 0.23% (2007 : 0.27%). This ratio represents total management expenses expressed as an annualised percentage of the Fund's average net asset value, calculated on a daily basis.

(b) Portfolio Turnover Ratio

The portfolio turnover ratio for the interim period ended 31 December 2008 is 0.04 times (2007 : 0.73 times). This ratio represents the average of the total acquisitions and disposals of the Fund for the interim period over the average net asset value of the Fund for the interim period calculated on a daily basis.

16. INTERIM ACCOUNTS ARE UNAUDITED

The interim accounts for the five months ended 31 December 2008 are unaudited.

17. CURRENCY

All amounts are stated in Ringgit Malaysia, unless indicated otherwise.

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Corporate Information

Manager	TA Investment Management Berhad (340588-T)
Registered Office	34th Floor, Menara TA One 22 Jalan P. Ramlee, 50250 Kuala Lumpur
Board of Directors	Choo Swee Kee (Non-Independent) Dr. Wong Hong Meng (Independent) Rahmah Mahmood (Independent)
Investment Committee Members	Choo Swee Kee (Non-Independent) Tay Kian Chuan (Independent) Dr. Wong Hong Meng (Independent)
Trustee of the Fund	Mayban Trustees Berhad 34 th Floor, Menara Maybank 100 Jalan Tun Perak 50050 Kuala Lumpur.
Auditor of the Manager and the Fund	Ernst & Young Public Accountants Level 23A, Menara Milenium, Pusat Bandar Damansara, 50490 Kuala Lumpur.
Banker	Malayan Banking Bhd Ground Floor, Wisma Genting, Jalan Sultan Ismail, 50250 Kuala Lumpur.
Secretary	Kimmy Khoo Poh Kim (LS04542)

TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Corporate Information (cont'd)

Management Staff	Wong Mien <i>Chief Executive Officer</i>
	Azman Ali <i>Manager Compliance</i>
	Wong Sook Mun <i>Manager Operations</i>
	Tee Ling Ling <i>Manager IUTA</i>
	Joanne Lim <i>Manager Finance</i>
	James Oye <i>Assistant Manager Product Development</i>
Investment Team	Choo Swee Kee <i>Chief Investment Officer</i>
	Vivien Loh Jee Wae <i>Deputy Chief Investment Officer</i>
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TA ABN AMRO Utilities Fund

(For the 6 months ended 31 December 2008)

Corporate Information (cont'd)

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