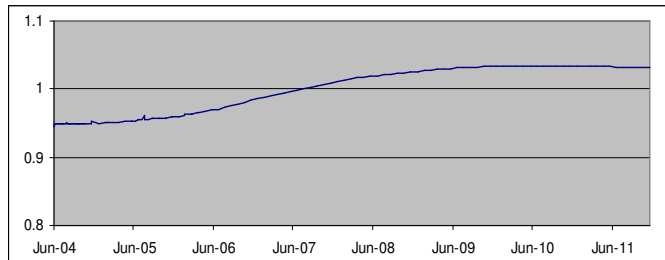


Fund Objective

The investment objective is to invest as a money market fund, in Singapore Dollar denominated money market instruments and debt securities to achieve a return above short-term cash deposit whilst managing liquidity and risk to preserve capital. The Fund invests all or substantially all its assets into Legg Mason Western Asset Singapore Dollar Fund (the Underlying Fund) w.e.f. 1 June 2007.

Fund Performance (S\$ Bid-to-Bid returns)



	Manulife Singapore Cash Fund (%)	Benchmark
3 mth	-0.05	0.00
6 mth	-0.10	0.00
1 yr	-0.19	0.10
3 yr	0.21	0.10
5 yr	0.97	0.80
Since Inception	1.12	1.20

Source: Legg Mason Asset Management Singapore Pte. Limited • Performance are bid-to-bid with income reinvested • Performance figures for 3 mth till 1 yr show the % change, those exceeding 1 yr show the average annual compounded return.

Benchmark: 1-month SIBID

The CPF interest rate for the Ordinary Account (OA) is based on the 12-month fixed deposit and month-end savings rates of the major local banks. Under the CPF Act, the Board pays a minimum interest of 2.5% p.a. when this interest formula yields a lower rate. From 1 Jan 08, the new interest rate for the Special, Medisave & Retirement Accounts (SMRA) will be pegged to the yield of 10-year Singapore government bond plus 1%. For 2008 and 2009, the minimum interest rate for the SMRA will be 4% p.a. After 2009, the 2.5% p.a. minimum interest rate, as prescribed by the CPF Act, will apply to SMRA. In addition, from 1 Jan 08, the CPF Board will pay an extra interest of 1% per annum on the first \$60,000 of a CPF member's combined balances, including up to \$20,000 in the OA. From 1 April 08, the first \$20,000 in the Ordinary and Special Accounts will not be allowed to be invested under the CPF Investment Scheme. And from 1 May 09, the first \$30,000 in the Special Account will not be allowed to be invested under the CPF Investment Scheme and further raised to \$40,000 from 1 July 2010.

The Singapore Cash Fund is managed by Western Asset Management Company Pte Ltd, who has appointed Legg Mason Asset Management Singapore Pte. Limited as the Principal Distributor of the underlying Fund.

Key Information

Launch Date	: 28 May 2004	Launch Price	: S\$1.00
Bid Price	: *S\$1.0318	Management Fee	: 0.50% p.a.
Offer Price	: *S\$1.0860 @ 5% sales charge (RP plans) / *S\$1.0637 @ 3% sales charge (SP plans)	Dealing	: Daily
CPFIS Risk Classification:	Lower Risk – Broadly Diversified	Bid-Offer Spread	: 5% (RP) / 3% (SP)
Subscription	: CPFIS-OA/SA/SRS/Cash		
Price published In	: The Straits Times, Business Times, Lianhe Zaobao, www.manulife.com.sg		
Min Investment	: S\$5000 (single premium), S\$100 (monthly premium), \$500 (top-up)		

Important Information: This report is prepared by Manulife (Singapore) Pte Ltd and is provided for information purposes only. Past performance is not necessarily a guide to future performance.

Asset Allocation*

Net Asset Value = S\$39,871,137.85

Corporate Bonds	40%
Govt / Treasury	58%
Cash	2%

Top Five Holdings*

Singapore T-Bill 01/12/2011
 Singapore T-Bill 05/01/2012
 Oversea-Chinese Banking FRCD (BR) FRN 17/08/2012
 Singapore T-Bill 09/02/2012
 Singapore T-Bill 01/03/2012

Fund Manager's Comments

•Despite a slightly higher three-month Singapore government bill yield, interbank liquidity appeared to remain generally adequate, with overnight and three-month interbank rates little changed, at 0.01% and 0.25%, respectively.

•Given a slow growth trajectory for the region, and with Europe likely already in recession and a still-weak US economic momentum, the economic outlook for Singapore appears to have darkened considerably. Persistent financial market turbulence has undermined business and consumer confidence and has probably caused a deferment in business expansions plans. Reflecting this trend, purchasing managers indices for the past three months have stayed below the 50 neutral level, signaling contraction.

•Given the external environment created by the unstable, still-worsening European sovereign debt crisis and ongoing financial market turmoil, Singapore's official growth forecast for next year has been downgraded to 1%-3%, below the country's potential-trend GDP of 3%-5% and lower than this year's expected growth estimate of 4%-5%. Even though the deepening European sovereign debt crisis and accompanying downside risks to global growth may support a move by the Monetary Authority of Singapore (MAS) to ease monetary policy further to neutral, we see the central bank's decision as a close call. As such, our base-case scenario remains for the MAS to maintain its recent October policy stance for a modest and gradual appreciation path for the Singapore dollar policy, which already has resulted in a slower pace of appreciation than in 1H11. Consistent with US Federal Reserve (Fed) Chairman Ben Bernanke's commitment to keep interest rates low through mid-2013, overall liquidity is likely to be kept flush, with interbank rates likely staying close to zero.

•On strategy, we are likely to maintain an overweight duration position for the Fund. At the same time, we continue to be of the view that the risk/reward tradeoff is attractive for allocations to slightly longer-dated, better quality corporate papers for yield enhancement, given the positively sloping yield curve.