

**DEAR VALUED CLIENTS**

**Prohibition Order**

We have previously informed you of the Singapore High Court decision on 17<sup>th</sup> September 2010 which imposed a civil penalty on Pheim Asset Management Sdn. Bhd. (Pheim Malaysia) and Dr Tan Chong Koay (Dr Tan), our Chief Executive Officer in connection with the civil action taken against Pheim Malaysia and Dr Tan by the MAS. Arising from the Singapore High Court judgment the MAS has decided on 29<sup>th</sup> November 2012 to impose a prohibition order on Dr Tan whereby he is prohibited from carrying out any of the following activities in Singapore:

1. Carrying on business in any regulated activity or acting as a representative in respect of any regulated activity for a period of three (3) years; and
2. Taking part, directly or indirectly, in the management of, acting as a director of, or becoming a substantial shareholder of, any holder of capital markets services licence or any person exempt under section 99(1) of the Securities and Futures Act for a period of four (4) years.

The case happened in December 2004, almost 8 years ago. We had since then put in place systems and procedures to ensure that similar breach would not happen again. To recap, Pheim Malaysia (with the approval of Investment Committee) purchased an illiquid SGX listed shares amounting to s\$153,000 during the last three days of December 2004. The share price went up from S\$0.38 to S\$0.445. Pheim Malaysia held the shares for 9.5 months and sold at a profit later.

Dr Tan had earlier resigned as Chief Executive Officer of Pheim Asset Management (Asia) Pte. Ltd. (Pheim Singapore) on 1<sup>st</sup> January 2011 (23 months ago) and voluntarily relinquished his position as Director of Pheim Singapore and gave up his Representative licence in Singapore on 1<sup>st</sup> August 2011 (16 months ago). As of 28<sup>th</sup> November 2012 he has also resigned as Chief, Corporate Development & Strategy of Pheim Singapore.

We would like to assure all our clients that the prohibition order does not affect the operations of Pheim Asset Management Sdn. Bhd (Pheim Malaysia). Dr Tan Chong Koay remains the Chief Executive Officer and Chief Strategist of Pheim Malaysia.

As always we at Pheim Unit Trusts Bhd will strive to provide the best investment service to you.

The Company wishes to thank all clients for their continuous support.

Yours faithfully  
for **PHEIM UNIT TRUSTS BERHAD**



**ONG KHENG LIAT**  
Chief Executive Director

Date: 06<sup>th</sup> December 2012