



ABN AMRO Funds

Utilities Fund

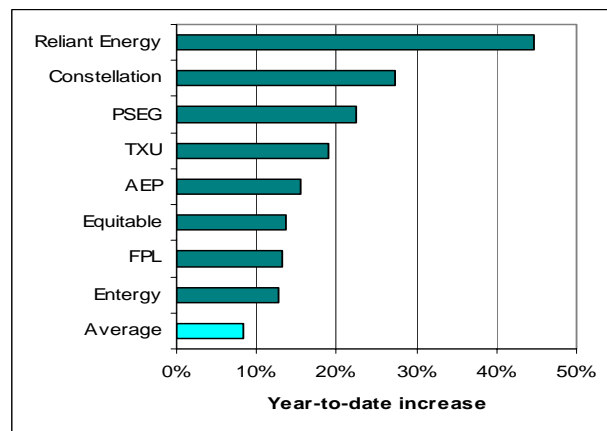


Date: 27 March 2007

Corné Zandbergen
Fund Manager

US utilities have started 2007 with a bang. On average, share prices in the sector have risen by over 8%* (versus less than 2%* for European utilities) (Source: Bloomberg).

In particular, the share prices of non-regulated utilities such as Reliant Energy, Constellation and Public Service Enterprise Group (PSEG) have made strong gains (see graph on the right).



Source: Bloomberg

The major reasons for this rise in share prices are:

1. These companies are active mainly in the north-east of the US, where the reserve margin will decline in the next few years. Fear of shortages is pushing up electricity prices;
2. Nuclear electricity producers (such as Constellation and PSEG) will benefit as old contracts featuring low electricity prices will be renewed at much higher prices;
3. Although the US has not ratified the Kyoto agreement, a number of states have announced firm plans to reduce carbon emissions. The introduction of a kind of “carbon tax” will be reflected in electricity prices. Producers using nuclear power will benefit from these higher prices but as they emit no carbon, profits will reflect the full impact of the price increase;
4. Valuations of non-regulated utilities were below the sector average. As their prospects—including their profit outlook—are improving, investors are eager to pay more; and
5. The sharp increase in the share price of TXU was the result of a USD 70 per share takeover bid by a group of private equity investors. Speculation about further M&A activity has benefited non-regulated companies, as they are more vulnerable to takeovers than regulated companies.

So far this year, the positive impact from the selection of US non-regulated utilities in the fund has more than offset the underweight position in the US region. An investment in the ABN AMRO Funds - Utilities Fund allows you to participate in this attractive sector. Year-to-date, the sector share price performance was 5.5%*, this is the second highest for the MSCI sectors.

* share prices up to 25 March 2007, measured in Euros.

^Morningstar rating as at 28th Feb 2007

Important Information

This presentation/document is not an advertisement and does not purport and is not intended to be, and should not be taken as amounting to, an offer or a solicitation of an offer or invitation to purchase units of the Fund. It is not a prospectus as defined in the Securities and Futures Act (Cap 289) ("SFA"), as such no statutory liability under the SFA applies in relation to the contents in it. The opinions expressed are subject to change without notice. It is published for information of distributors of ABN AMRO Asset Management only and does not have any regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive this presentation/document. Investors may wish to seek advice from a financial adviser before purchasing units of the Fund. In the event that the investor chooses not to seek advice from a financial adviser, he should consider whether the Fund in question is suitable for him.

ABN AMRO Asset Management (Singapore) Limited is regulated by the Monetary Authority of Singapore ("MAS") and is licensed under the Securities and Futures Act (Cap 289) to conduct the regulated activity – Fund Management. We have taken all reasonable care to ensure that the information contained in this presentation/document is reliable but do not make any guarantees, warranties or representations as to the accuracy or completeness of the information contained in this presentation/document.

All figures and/or performance figures in this presentation/document are purely for illustrative purposes only. Please note that the past performance of the Fund and any economic and market trends/forecasts are not necessarily indicative of the future or likely performance of the Fund.

All applications for units in the products and services described must be made on the application forms accompanying the Prospectus. Investors should read the Prospectus for details before investing. Investments in the Fund are not deposits, or other obligations of, or guaranteed, or insured by ABN AMRO Asset Management or their affiliates and are subject to investment risks, including the possible loss of the principal amount invested. The value of investments can go down as well as up and you may not get back the full amount invested. ABN AMRO Asset Management (Singapore) Limited's affiliated companies may make markets in securities mentioned in this presentation/document or may, at any time, have long or short positions in any such security. Tax legislation is subject to change. Changes in the rate of exchange may cause the value of investments to fluctuate.