

HLA Venture Dana Putra (HLAVDP)

April 2022

Fund Features

1. Investment Objective

The objective of the fund is to achieve capital growth over the medium to long term.

2. Investment Strategy & Approach

This fund invests in Syariah-approved securities and money market instruments.

3. Asset Allocation

The fund will invest up to 90% but not less than 40% of its NAV in equities.

4. Target Market

This fund is suitable for investors who are willing to take moderate risk.

Fund Details

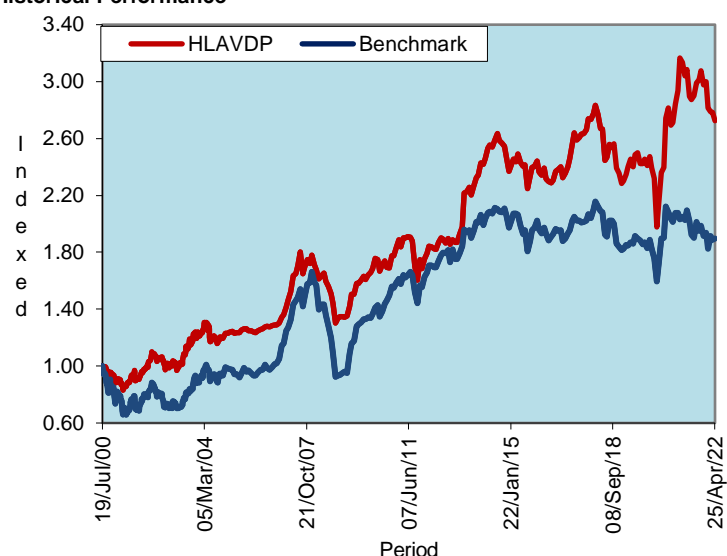
Unit Price (29/4/2022)	: RM2.7253
Fund Size (29/4/2022)	: RM138.2 mil
Fund Management Fee (effective as at 01/01/2019)	: 1.34% p.a. (capped at 1.40%)
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Equity
Fund Inception	: 19 Jul 2000
Benchmark	: FBM EmasShariah Index (KL Shariah Index)
Frequency of Unit Valuation	: Daily

The Company reserves the right to change the cap of Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice. The Fund Management Fee will be reviewed monthly and will be revised if the previous month end actual asset allocation deviates by more than ten percent (10%) of the initial asset allocation.

Top 5 Holdings for HLAVDP as at 29 Apr 2022

	%
1. INARI	4.7
2. SIMEPLT	4.4
3. MYEG	4.2
4. TENAGA	3.7
5. BIMB	3.5
Total Top 5	20.4

Historical Performance

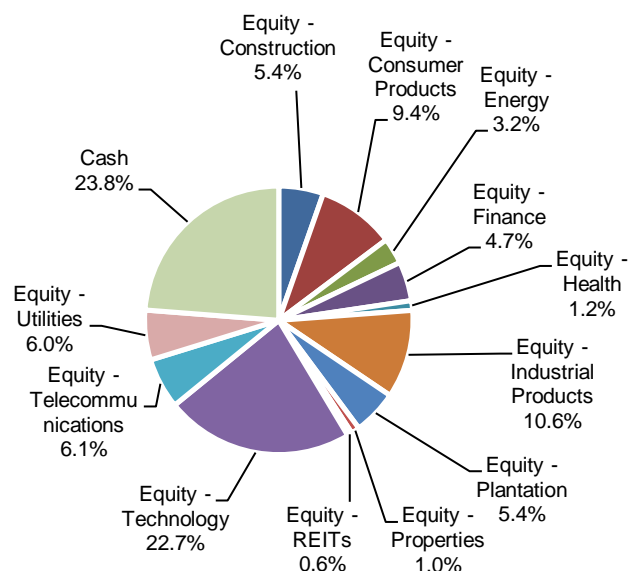


	YTD	1 month	1 year	3 years	5 years	10 years	Since Inception
HLAVDP	-9.14%	-2.02%	-11.62%	11.12%	3.32%	49.30%	172.53%
Benchmark*	-1.96%	0.66%	-9.42%	1.56%	-7.32%	12.13%	89.85%
Relative	-7.17%	-2.68%	-2.20%	9.55%	10.65%	37.17%	82.68%

Source: Bloomberg

Notice: Past performance of the fund is not an indication of its future performance.

Asset & Sector Allocation of HLAVDP as at 29 Apr 2022



Hong Leong Assurance Berhad 198201014849 (94613-X)

Level 3, Tower B, PJ City Development, No. 15A, Jalan 219, Seksyen 51A, 46100 Petaling Jaya, Selangor.

Telephone 03-7650 1818 Facsimile 03-7650 1991

Customer Service Hotline 03-7650 1288 Customer Service Hotfax 03-7650 1299

HLA Venture Dana Putra (HLAVDP)

Market Review, Outlook & Strategy

Volatility continued to dominate markets throughout April. Investors had to brace for a more hawkish Fed following the sharp rise in inflation and the situation was further aggravated by supply chain disruptions from China's lockdown. There is also little progress on Russia-Ukraine peace talks and the situation may be further complicated by the European Union's proposal of imposing a gradual ban on Russian oil by the end of the year with fresh sanctions imposed by the US and Europe for alleged war crimes committed by the Russian forces against Ukrainian civilians. Over in China, there were some positive developments on the regulatory front which include the revision of rules on the confidentiality and filing management in foreign-listing Chinese companies and policymakers pledging to support the healthy growth in platform companies. China's President Xi Jinping also said that China would boost domestic demand by increasing infrastructure spending in transportation, energy, water and new energy.

In Malaysia, 'feel-good' initiatives by the government continues as expectations of an early election heat up. The special EPF withdrawal disbursement commenced during the month and the Prime Minister declared free toll at 9 highways during the festive period. Gamuda also announced that its 4-toll road concession holding companies received an offer to acquire its highway stakes for ~RM5.5b and this will enable the government to save ~RM5b on toll road compensation. Recently, Bank Negara Malaysia finally awarded the 5 digital banking licenses to Boost-RHB, GXS Bank-Kuok Brothers, YTL-SEA, AEON-MoneyLion and KAF Consortium. Commodities remained elevated during the month with some policy flip flops seen in Indonesia resulting in CPO prices fluctuating between RM6,200/tonne to RM7,500/tonne levels. Despite elevated commodities prices, the Ringgit weakened against the US\$ to 4.35, a level last seen in Mar 2020.

The average daily trading value in April declined to RM2.1b vs March's RM3.1b. Retailers were small net buyers with +RM0.2b whilst local institutions stayed net sellers at -RM1.1b. Foreign institutions remained net buyers at +RM0.8b. Retailers and local institutions accounted for 38.5% and 26.6% of value traded. Foreign institutions accounted for 23.1% of value traded. The FBM KLCI was up by 0.8% mom to close at 1,600.43 pts. FBM Shariah was also higher by 0.7% mom, FBM Emas by 0.7% mom and FBM Small Cap outperformed the other indices with a +2.9% mom return.

For the month of May, the Federal Reserve announced a 50bps hike to its benchmark rate. This was in line with the Fed's earlier guidance and also market expectations. Positively, a less 'hawkish' Fed statement and confidence of steering the economy to a 'soft-landing' allayed some concerns among investors. On the Russia-Ukraine conflict, a key milestone to watch will be on 9th May – 'Victory Day' for Russia which commemorates the country's defeat of the Nazis in 1945. Speculation is growing that the Russian President could step up its military operations come May 9. Elsewhere, investors will also be keen to 'wait-and-see' China's policies to rescue the economy following pledges to meet its growth targets without compromising on the country's stringent Covid Zero strategy. As for Malaysia, the domestic economy is expected to continue its recovery as full economic reopening takes place. It will also be the earnings season and investors will be looking forward to the guidance provided as we are near mid-2022. We maintain our barbell strategy by investing in both the value and growth sectors, with focus still on the recovery/reopening theme, reflation beneficiaries and 5G/technology names.

Actual Annual Investment Returns for the Past Ten (10) Calendar Years

Year	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Benchmark	11.9%	13.3%	-4.2%	2.4%	-6.1%	10.7%	-13.5%	3.9%	10.1%	-6.8%
HLAVDP- Gross	10.0%	32.6%	-1.1%	4.9%	-2.4%	20.8%	-17.8%	10.5%	22.0%	3.9%
HLAVDP - Net	7.8%	28.6%	-2.4%	3.1%	-3.6%	17.7%	-17.7%	8.3%	18.9%	2.1%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past ten (10) years, or since inception if shorter, and are strictly the performance of the investment-linked fund. Thus, the returns are not earned on the actual premium paid of the investment-linked product.

Notice: Past performance of the fund is not an indication of its future performance.

Investment Risks

All investments carry risks. Policy Owners must be prepared to accept certain degree of risk associated with this Investment. The following are the non-exhaustive list of risks associated to this fund.

1. Market Risk

Market risk stems from the fact that there are other economy-wide perils, which threaten all businesses. It is mainly caused by uncertainties in the economy, political and social environment.

2. Liquidity Risk

Liquidity risk is the risk that the fund invested cannot be readily sold and converted into cash. This may arise when the trading volume is low and/or where there is a lack of demand for the security.

3. Credit Risk

This refers to the possibility that the issuer of a security will not be able to make timely payments of interest or principal repayment on the maturity date. The default may lead to a fall in the value of the funds.

4. Interest Rate Risk

The level of interest rates has an impact on the value of investments. Any increase in rates will lead to a fall in the value of securities, thus affecting the value of the funds.

Risk Management

The company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework covers the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. The potential investment risks that are taken into consideration in managing the fund include economic conditions, liquidity, qualitative and quantitative aspects of the securities. The investment manager(s) have put in place the following controls to reduce the risks through:

- having a flexible tactical asset allocation
- investing in a wide range of companies across different sectors
- setting prudent investment limits on various exposures
- taking into account the liquidity factor in selecting securities
- engaging in the hedging of foreign currency exposure where appropriate

HLA Venture Dana Putra (HLAVDP)

Basis of Unit Valuation

1. The assets of every fund are to be valued to determine the value at which units of a particular fund can be liquidated or purchased for investment purposes.
2. The unit price of a unit of a fund shall be determined by the Company but in any event shall not be less than the value of fund of the relevant fund (as defined below), divided by the number of units of the given fund in issue on the business day before the valuation date, and the result adjusted to the nearest one hundredth of a cent.
3. The maximum value of any asset of any fund shall not exceed the following price:
 - a) The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
 - b) In the case of securities for which market values are not readily available, the price at which, in our Investment Manager's opinion, the asset may have been purchased on the business day before the valuation date;plus any expenses which would have been incurred in its acquisition.
4. To ensure fair treatment to all unit holders, the cost of acquiring and disposing of assets is recouped by making a transaction cost adjustment to the net asset value per unit.

Exceptional Circumstances

The Company reserves the right to defer the payment of benefits (other than death benefit) under this Policy for a period not exceeding six (6) months from the date the payment would have been normally effected if not for intervening events such as temporary closure of any Stock Exchange in which the fund is invested which the Company, in its discretion, may consider exceptional.

Basis of Calculation of Past Performance

The historical performance of the fund is calculated based on the price difference over the period in consideration compared to the older price of the period in consideration.

$$\frac{\text{Unit Price}_t - \text{Unit Price}_{t-1}}{\text{Unit Price}_{t-1}}$$

Others

HLA Venture Dana Putra is managed by Hong Leong Assurance Berhad (HLA). Any amount invested in this fund is invested by HLA on behalf of Policy Owner in equity, fixed income, collective investment scheme, foreign asset, derivatives and money market instrument/s. If the financial institutions and/or corporations issuing the equity, fixed income, collective investment scheme, foreign asset, derivatives and money market instruments defaults or insolvent, the Policy Owner risks losing part or all of his/her amount that were invested into the instruments on his/her behalf by HLA.

THIS IS AN INSURANCE PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS, AND IS NOT A PURE INVESTMENT PRODUCT SUCH AS UNIT TRUSTS.

Disclaimer:

Policy Owner must evaluate your options carefully and satisfy yourself that the investment-linked fund chosen meets your risk appetite. Past performance of the fund is not an indication of its future performance. The intention of this document is to enable Policy Owner to better understand the fund features and details in order to assist Policy Owner to making an informed decision. This document shall not be construed as professional advice on investment choices.