

# Monthly Fund Fact Sheet

## —May 2017



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# HLA Venture Growth Fund (HLAVGF)

May 2017

## Fund Features

### 1. Investment Objective

The objective of the fund is to achieve higher returns than the general stock market by investing into growth stocks which potentially generate more superior returns.

### 2. Investment Strategy & Approach

This fund focuses on growth stocks listed in Bursa Malaysia and/or in any foreign stock exchanges that provide potentially higher capital gains.

### 3. Asset Allocation

The fund may invest up to 95% of its NAV in equities.

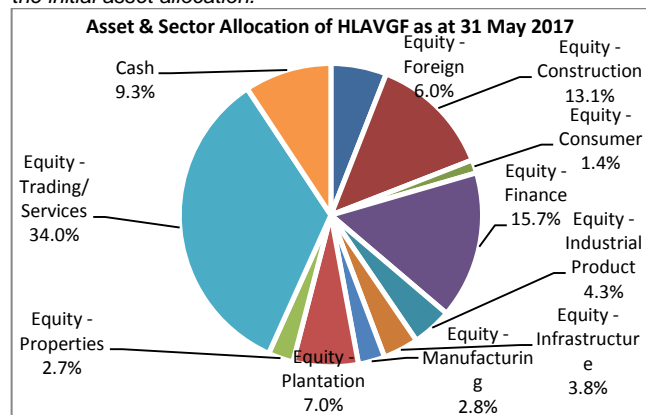
### 4. Target Market

This fund is suitable for investors with moderate to high-risk appetite with a medium to long-term investment horizon.

## Fund Details

Unit Price (31/5/2017)	:RM2.2343
Fund Size (31/5/2017)	:RM400.1mil
Fund Management Fee (effective as at 01/11/2016)	: 1.45% p.a. (capped at 1.50%)
Fund Manager	:Hong Leong Assurance Berhad
Fund Category	:Equity
Fund Inception	:19 Jan 2000
Benchmark	:FTSE Bursa Malaysia KLCI Index (FBM KLCI)
Frequency of Unit Valuation	:Daily

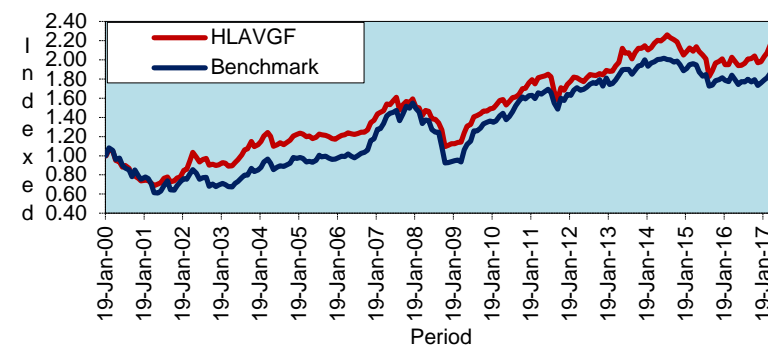
The Company reserves the right to change the cap of Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice. The Fund Management Fee will be reviewed monthly and will be revised if the previous month end actual asset allocation deviates by more than ten percent (10%)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



## Top 10 Holdings for HLAVGF as at 31 May 2017

	%
1. MAYBANK	7.9
2. TENAGA	7.5
3. CIMB	7.5
4. SIME	5.1
5. DIALOG	3.9
6. YINSON	3.2
7. AXIATA	2.9
8. GENTING	2.9
9. INARI	2.8
10. TENCENT	2.6
<b>Total Top 10</b>	<b>46.3</b>

## Historical Performance



	1 month	YTD	1 year	5 years	10 years	Since Inception
HLAVGF	-0.51%	12.79%	15.08%	26.07%	45.88%	123.43%
Benchmark	-0.12%	7.69%	8.60%	12.57%	33.72%	89.19%
Relative	-0.39%	5.10%	6.48%	13.50%	12.16%	34.24%

## Market Review, Outlook & Strategy

Equity markets started the month strong led by optimism in developed markets over stronger economic data and better corporate earnings. Crude oil prices also rallied close to US\$52/barrel following assurances from Saudi Arabia that Russia may join OPEC in prolonging the supply cuts to tackle a persistent global glut. However, emerging markets turned mixed following the abrupt dismissal of the US President's FBI chief, throwing doubts over Trump's pro-growth policies. The release of the Federal Open Market Committee meeting also indicated that policymakers thought it would "soon be appropriate" to raise rates again, with markets pricing in high probability of a June rate hike.

In Malaysia, investors were taken aback by the aborted Bandar Malaysia deal at the 11<sup>th</sup> hour and on a smaller scale, the cancellation of the planned merger between UMW Oil and Gas with Orkim and Icon Offshore. Market sentiment failed to be lifted when the stronger than expected 1Q17 GDP growth of 5.6% yoy was announced. Bank Negara Malaysia also kept the overnight policy rate unchanged at 3% with a neutral tone, suggesting that they are likely to keep monetary policy accommodative and supportive of the domestic economy on the back of expectations of strengthening growth momentum.

There was no shortage of corporate activity in May with the sale of a stake in Proton to Geely, proposed 1-for-1 rights by MRCB to raise RM2.2-2.9b and the potential merger between RHB and AMMB. The 1Q17 earnings season also saw more companies reporting results that were in line. Major sectors like the banks, plantation and petrochemicals saw stronger yoy earnings growth while the consumer-related sectors (both gaming and media) saw earnings misses.

For the month, the KLCI fell 0.19% or 2pts to close at 1,766pts. The broader market underperformed the KLCI, with the FBM Emas declining a higher 0.5% mom to 12,569pts. The finance sector was the best performing sector in May, rising by 1.3% mom. FBM Small cap index fell 2.3% to 17,246pts, also underperforming the KLCI. Average daily value traded on Bursa in May was 6% higher mom at RM2.99bn.

Moving into the month of June, profit taking activities may continue. While we are positive on the synchronized global recovery, we are also mindful of the external headwinds that are driving volatility with valuations running ahead of earnings delivery. Investors also seem overly sanguine on risks, of which there are many. We are repositioning our funds by taking some profit on major outperformers and look to buy on market dips of names that continue to have strong fundamentals including certainty of earnings and high yield potential.

# HLA Venture Growth Fund (HLAVGF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	10.3%	10.5%	-5.7%	-3.9%	-3.0%
HLAVGF- Gross	10.7%	16.3%	-3.2%	-0.6%	-0.1%
HLAVGF - Net	8.5%	13.6%	-4.4%	-1.9%	-1.5%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

## 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 detailed explanation of the risk 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.

### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on the value of the funds.

## Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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 Growth Fund 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.



# HLA Venture Blue Chip Fund (HLAVBCF)

May 2017

## Fund Features

### 1. Investment Objective

The objective of the fund is to achieve returns comparable to the general stock market by taking average risks, with focus on well-capitalised and financially sound "blue chip" stocks to achieve a balance of capital gains and dividend income.

### 2. Investment Strategy & Approach

This fund provides participation in the stock market without taking excessive risk by focusing on fundamentally strong "blue chip" stocks listed in Bursa Malaysia and/or in any foreign stock exchanges. This fund is suitable for investors with moderate risk tolerance and expects returns that are comparable to the market as represented by the FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM KLCI).

### 3. Asset Allocation

The fund may invest up to 95% of its NAV in equities.

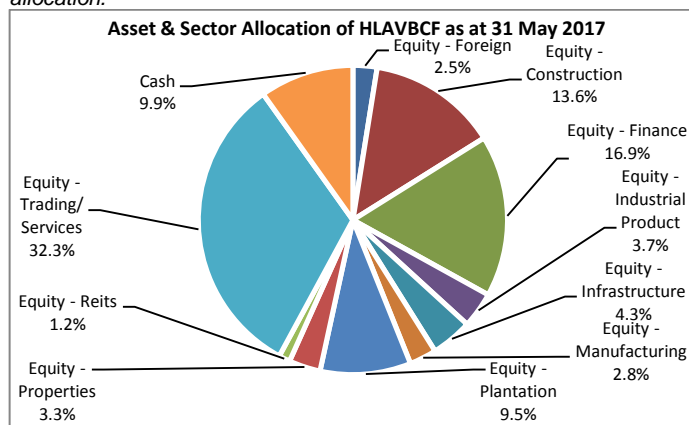
### 4. Target Market

This fund is suitable for investors with moderate risk tolerance and expects returns that are comparable to the market as represented by the FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM KLCI).

## Fund Details

Unit Price (31/5/2017)	: RM2.5359
Fund Size (31/5/2017)	: RM203.8mil
Fund Management Fee (effective as at 01/05/2016)	: 1.41% p.a. (capped at 1.50%)
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Equity
Fund Inception	: 19 Jan 2000
Benchmark	: FTSE Bursa Malaysia KLCI Index (FBM KLCI)
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 10 Holdings for HLAVBCF as at 31 May 2017

	%
1. MAYBANK	8.3
2. YINSON	7.7
3. TENAGA	7.0
4. CIMB	6.8
5. SIME	5.1
6. DIGI	3.1
7. INARI	2.8
8. AXIATA	2.6
9. GAMUDA	2.5
10. LITRAK	2.5
<b>Total Top 10</b>	<b>48.4</b>

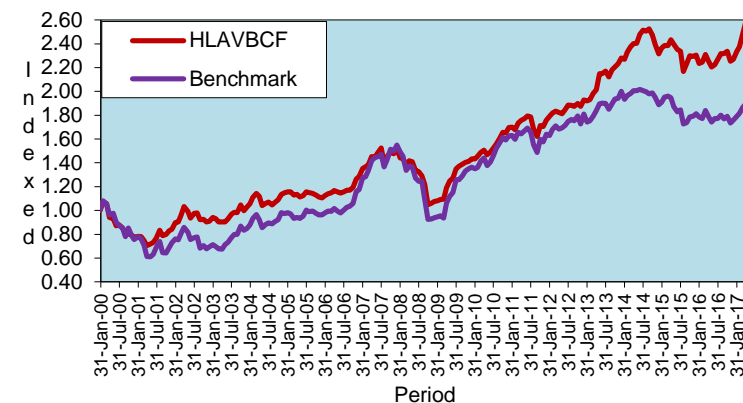
## Hong Leong Assurance Berhad (94613-X)

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

## Historical Performance



	1 month	YTD	1 year	5 years	10 years	Since Inception
HLAVBCF	-1.45%	13.36%	14.92%	41.19%	77.14%	153.59%
Benchmark	-0.12%	7.69%	8.60%	12.57%	33.72%	89.19%
Relative	-1.32%	5.67%	6.32%	28.61%	43.42%	64.40%

## Market Review, Outlook & Strategy

Equity markets started the month strong led by optimism in developed markets over stronger economic data and better corporate earnings. Crude oil prices also rallied close to US\$52/barrel following assurances from Saudi Arabia that Russia may join OPEC in prolonging the supply cuts to tackle a persistent global glut. However, emerging markets turned mixed following the abrupt dismissal of the US President's FBI chief, throwing doubts over Trump's pro-growth policies. The release of the Federal Open Market Committee meeting also indicated that policymakers thought it would "soon be appropriate" to raise rates again, with markets pricing in high probability of a June rate hike.

In Malaysia, investors were taken aback by the aborted Bandar Malaysia deal at the 11<sup>th</sup> hour and on a smaller scale, the cancellation of the planned merger between UMW Oil and Gas with Orkim and Icon Offshore. Market sentiment failed to be lifted when the stronger than expected 1Q17 GDP growth of 5.6% yoy was announced. Bank Negara Malaysia also kept the overnight policy rate unchanged at 3% with a neutral tone, suggesting that they are likely to keep monetary policy accommodative and supportive of the domestic economy on the back of expectations of strengthening growth momentum.

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# HLA Venture Blue Chip Fund (HLAVBCF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	10.3%	10.5%	-5.7%	-3.9%	-3.0%
HLAVBF - Gross	11.9%	21.4%	3.2%	1.1%	-0.1%
HLAVBF - Net	9.6%	18.3%	1.5%	-0.4%	-1.6%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

## Investment Risks

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### 1. Market Risk

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### 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.

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### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on 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 will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

## Basis of Unit Valuation

- 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.
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  - 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.
- 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

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## Basis of Calculation of Past Performance

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

## Others

HLA Venture Blue Chip Fund 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.

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# HLA Venture Dana Putra (HLAVDP)

May 2017

## 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 focuses on Syariah-approved securities and money market instruments. This is a balanced fund with a medium risk profile.

### 3. Asset Allocation

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

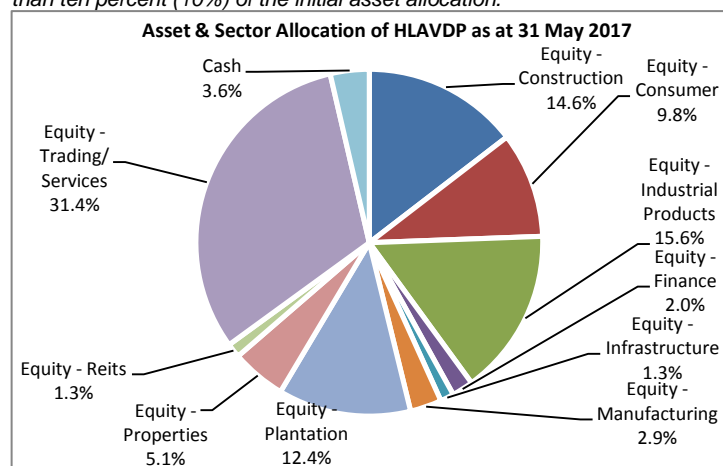
### 4. Target Market

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

## Fund Details

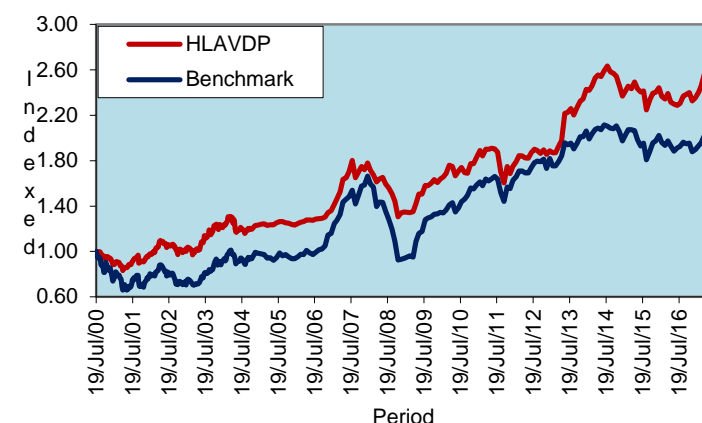
Unit Price (31/5/2017)	: RM2.5882
Fund Size (31/5/2017)	: RM67.8mil
Fund Management Fee (effective as at 01/09/2016)	: 1.40% p.a. (capped at 1.40%)
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Balanced
Fund Inception	: 19 Jul 2000
Benchmark	: FBM EmasShariah Index (KL Shariah Index)
Frequency of Unit Valuation	: Daily

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Top 10 Holdings for HLAVDP as at 31 May 2017		%
1.	TENAGA	7.8
2.	SIME	5.4
3.	QL	4.4
4.	DIGI	3.5
5.	KERJAYA	3.5
6.	IOICORP	3.2
7.	SPSETIA	2.9
8.	INARI	2.9
9.	GAMUDA	2.9
10	YINSON	2.8
Total Top 10		39.3

## Historical Performance



	1 month	YTD	1 year	5 years	10 years	Since Inception
HLAVDP	-1.88%	9.87%	12.64%	42.08%	56.88%	158.82%
Benchmark	-1.30%	6.57%	7.39%	19.48%	38.45%	102.19%
Relative	-0.58%	3.30%	5.25%	22.61%	18.43%	56.63%

## Market Review, Outlook & Strategy

Equity markets started the month strong led by optimism in developed markets over stronger economic data and better corporate earnings. Crude oil prices also rallied close to US\$52/barrel following assurances from Saudi Arabia that Russia may join OPEC in prolonging the supply cuts to tackle a persistent global glut. However, emerging markets turned mixed following the abrupt dismissal of the US President's FBI chief, throwing doubts over Trump's pro-growth policies. The release of the Federal Open Market Committee meeting also indicated that policymakers thought it would "soon be appropriate" to raise rates again, with markets pricing in high probability of a June rate hike.

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Moving into the month of June, profit taking activities may continue. While we are positive on the synchronized global recovery, we are also mindful of the external headwinds that are driving volatility with valuations running ahead of earnings delivery. Investors also seem overly sanguine on risks, of which there are many. We are repositioning our funds by taking some profit on major outperformers and look to buy on market dips of names that continue to have strong fundamentals including certainty of earnings and high yield potential.

# HLA Venture Dana Putra (HLAVDP)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	11.9%	13.3%	-4.2%	2.4%	-6.1%
HLAVDP- Gross	10.0%	32.6%	-1.1%	4.9%	-2.4%
HLAVDP - Net	7.8%	28.6%	-2.4%	3.1%	-3.6%

Net returns are adjusted for tax and fund management fees.

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### Investment Risks

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

### 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.

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### 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.



# HLA Venture Flexi Fund (HLAVFF)

May 2017

## Fund Features

### 1. Investment Objective

The objective of the fund is to provide investors the opportunity to enjoy medium to long-term capital appreciation from the prevailing sectorial and investment themes in Malaysian equities market.

### 2. Investment Strategy & Approach

The fund would be actively managed, rotating between sectors deemed to benefit the most at any given point in time, and would comprise several Core Sectors and Trading / Rotational Sectors which would vary depending on prevailing market conditions. The strategy will be to identify the themes in its early phase to capitalize on its growth. This fund is suitable for aggressive investors who are willing to take higher risk and wish to seek higher returns from a diversified portfolio with thematic investment opportunities.

### 3. Asset Allocation

The fund will invest a minimum of 30% and up to 95% of its NAV in equities.

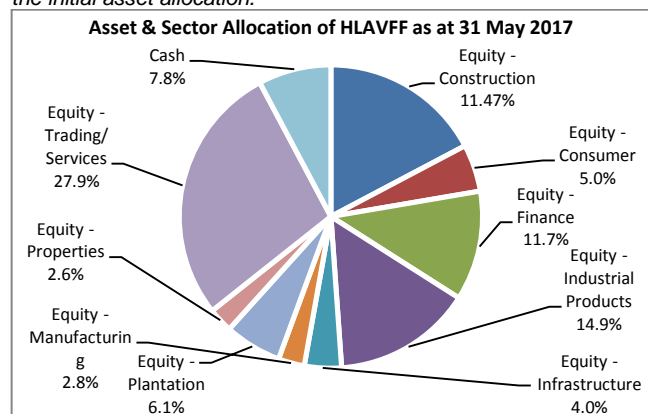
### 4. Target Market

This fund is suitable for aggressive investors who are willing to take higher risk and wish to seek higher returns from a diversified portfolio with thematic investment opportunities.

## Fund Details

Unit Price (31/5/2017)	: RM1.0119
Fund Size (31/5/2017)	: RM37.7mil
Fund Management Fee (effective as at 01/09/2016)	: 1.45% p.a. (capped at 1.48%)
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Equity
Fund Inception	: 06 April 2009
Benchmark	: FTSE Bursa Malaysia KLCI Index (FBM KLCI)
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 10 Holdings for HLAVFF as at 31 May 2017

	%
1. MAYBANK	5.7
2. TENAGA	5.4
3. CIMB	5.1
4. SUCESS	4.9
5. SIME	4.0
6. EFORCE	4.0
7. WCT	3.2
8. YINSON	3.1
9. INARI	2.8
10. ECONBHD	2.5
<b>Total Top 10</b>	<b>40.7</b>

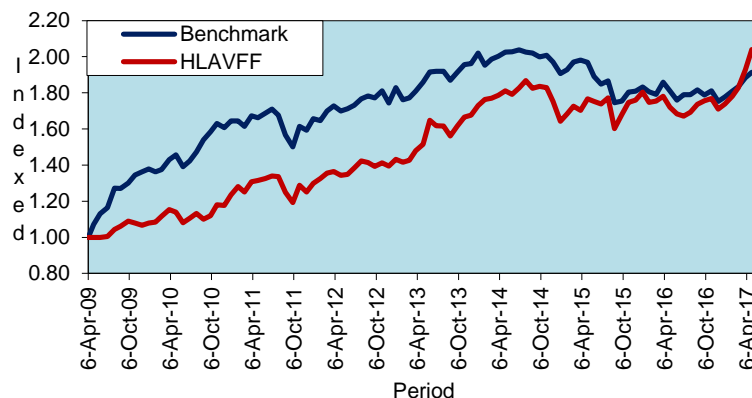
## Historical Performance

### Hong Leong Assurance Berhad (94613-X)

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Telephone 03-7650 1818 Facsimile 03-7650 1991

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	1 month	YTD	1 year	3 years	5 years	Since Inception
HLAVFF	-0.78%	16.46%	20.25%	13.00%	50.04%	102.38%
Benchmark	-0.12%	7.56%	8.60%	-5.74%	11.72%	91.16%
Relative	-0.66%	8.90%	11.65%	18.74%	38.33%	11.22%

## Market Review, Outlook & Strategy

Equity markets started the month strong led by optimism in developed markets over stronger economic data and better corporate earnings. Crude oil prices also rallied close to US\$52/barrel following assurances from Saudi Arabia that Russia may join OPEC in prolonging the supply cuts to tackle a persistent global glut. However, emerging markets turned mixed following the abrupt dismissal of the US President's FBI chief, throwing doubts over Trump's pro-growth policies. The release of the Federal Open Market Committee meeting also indicated that policymakers thought it would "soon be appropriate" to raise rates again, with markets pricing in high probability of a June rate hike.

In Malaysia, investors were taken aback by the aborted Bandar Malaysia deal at the 11<sup>th</sup> hour and on a smaller scale, the cancellation of the planned merger between UMW Oil and Gas with Orkim and Icon Offshore. Market sentiment failed to be lifted when the stronger than expected 1Q17 GDP growth of 5.6% yoy was announced. Bank Negara Malaysia also kept the overnight policy rate unchanged at 3% with a neutral tone, suggesting that they are likely to keep monetary policy accommodative and supportive of the domestic economy on the back of expectations of strengthening growth momentum.

There was no shortage of corporate activity in May with the sale of a stake in Proton to Geely, proposed 1-for-1 rights by MRCB to raise RM2.2-2.9b and the potential merger between RHB and AMMB. The 1Q17 earnings season also saw more companies reporting results that were in line. Major sectors like the banks, plantation and petrochemicals saw stronger yoy earnings growth while the consumer-related sectors (both gaming and media) saw earnings misses.

For the month, the KLCI fell 0.19% or 2pts to close at 1,766pts. The broader market underperformed the KLCI, with the FBM Emas declining a higher 0.5% mom to 12,569pts. The finance sector was the best performing sector in May, rising by 1.3% mom. FBM Small cap index fell 2.3% to 17,246pts, also underperforming the KLCI. Average daily value traded on Bursa in May was 6% higher mom at RM2.99bn.

Moving into the month of June, profit taking activities may continue. While we are positive on the synchronized global recovery, we are also mindful of the external headwinds that are driving volatility with valuations running ahead of earnings delivery. Investors also seem overly sanguine on risks, of which there are many. We are repositioning our funds by taking some profit on major outperformers and look to buy on market dips of names that continue to have strong fundamentals including certainty of earnings and high yield potential.

# HLA Venture Flexi Fund (HLAVFF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	10.3%	10.5%	-5.7%	-3.9%	-3.0%
HLAVFF- Gross	12.7%	24.1%	-3.9%	12.2%	-2.4%
HLAVFF - Net	10.2%	20.8%	-5.0%	9.8%	-3.7%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

### 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 detailed explanation of the risk 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.

#### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

#### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on 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 will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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 Flexi Fund 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.

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### Disclaimer:

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# HLA Value Fund (HLVF)

May 2017

## Fund Features

### 1. Investment Objective

The objective of the fund is to achieve large capital gains by investing in companies that are well-managed and financially stable which are undervalued or at deep discount to their net tangible asset values.

### 2. Investment Strategy & Approach

The strategy is to provide investors an access into a diversified portfolio of value stocks listed on Bursa Malaysia and/or in any foreign stock exchanges that offer potential capital appreciation. The fund may feed into collective investment schemes that meet the fund's objective. At inception, the fund will invest by feeding into Hong Leong Penny Stock Fund ('Target Fund') with the option to increase the number of funds or replace the Target Fund in future. The Target Fund will invest with a value investment strategy across equity securities of all market capitalization level of companies operating in Malaysia. Generally, companies that have valuations at a discount to the market and/or its sector peers are selected. Additionally, the Target Fund may also invest in stocks with market capitalization of up to RM1 billion that are not well covered by equity research houses and stockbrokers.

### 3. Plough Back Mechanism

In the event that the net fund performance is below 5% per annum based on the performance assessment on the last business day of September of each year, an amount equivalent to 0.5% per annum of the fund's Net Asset Value (NAV) will be ploughed back to the fund in four equal weekly payments. The first payment will be due on the first business day of October of each year.

### 4. Asset Allocation

The indicative asset allocation for Hong Leong Penny Stock Fund ('Target Fund') is to invest a minimum of 70% of its NAV in equities and maximum 30% of its NAV in fixed income securities. Generally, HLA Value Fund may invest up to 95% of its NAV in equities.

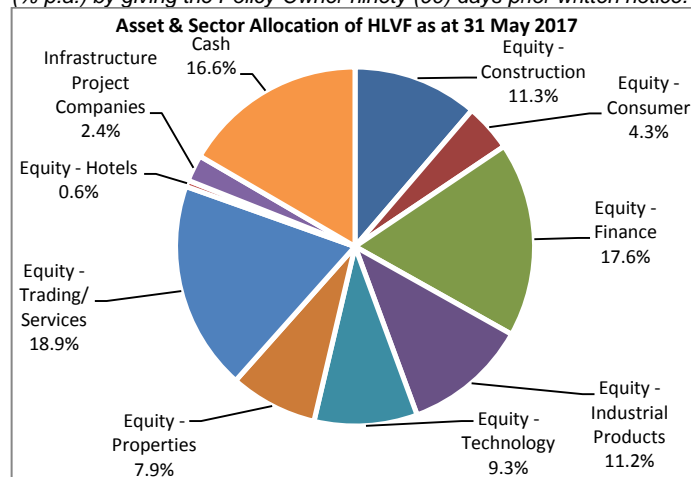
### 5. Target Market

This fund is suitable for investors who have a higher than average risk tolerance level, medium-term investment horizon, and are able to accept the anticipated higher volatility of the fund.

## Fund Details

Unit Price (31/5/2017)	: RM 1.1376
Fund Size (31/5/2017)	: RM 27.5mil
Fund Management Fee (effective as at 01/10/2015)	: 1.45% p.a.
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Equity
Fund Inception	: 01 October 2015
Benchmark	: FTSE Bursa Malaysia EMAS
Frequency of Unit Valuation	: Daily

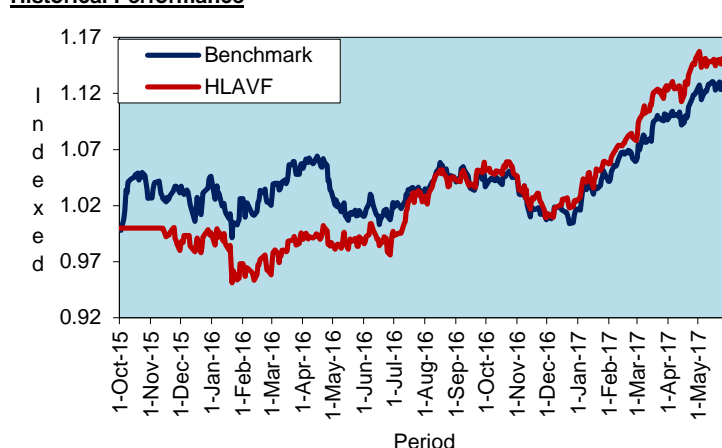
The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.



## Top 10 Holdings for HLVF as at 31 May 2017

	%
1. GENTING BERHAD	5.1
2. GAMUDA BERHAD	5.0
3. TELEKOM MALAYSIA BERHAD	4.3
4. UNISEM (M) BERHAD	4.3
5. BURSA MALAYSIA BERHAD	3.6
6. AMMB HOLDINGS BERHAD	3.3
7. PETRONAS CHEMICALS GROUP	3.1
8. RHB BANK BERHAD	3.1
9. WILLOWGLEN MSD BHD	3.0
10. WCT HOLDINGS BERHAD	2.6
<b>Total Top 10</b>	<b>37.4</b>

## Historical Performance



Period	1 month	6 months	YTD	Since Inception	1 year
HLVF	-1.16%	12.71%	11.09%	13.76%	15.24%
Benchmark	-0.49%	10.69%	9.62%	11.50%	10.35%
Relative	-0.68%	2.02%	1.47%	2.26%	4.88%

## Market Review, Outlook & Strategy

During the month, the FTSE BM KLCI declined 0.1% to close at 1,766 points. The broader market underperformed as the FTSE BM EMAS Index declined 0.5% to close at 12,570 points. Smaller caps underperformed as the FTSE BM Small Cap Index declined 2.4% to close at 17,247 points.

The Malaysia market continued to see net foreign inflows in May as political risk in the Euro region subsided following the election victory of Macron in France.

On the corporate front, DRB Hicom Berhad has agreed to sell a 49.9% stake in Proton to Zhejiang Geely Holdings Company Limited. Tenaga Nasional Berhad has signed a new power purchase agreement (PPA) and land lease agreement with YTL Power International Berhad with regards to the Paka power plant for a further 3 years and 10 months. IHH Healthcare Berhad has sold its entire 10.85% stake in Apollo Hospitals Enterprise Limited for RM1.3 billion.

The Fund will continue to identify companies that are potential winners in growing industries helped by capable management.

## HLA Value Fund (HLVF)

### Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2015	2016
Benchmark	4.6%	-2.8%
HLVF - Gross	-0.1%	4.7%
HLVF - Net	-0.4%	2.8%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

The fund was only launched on 1 October 2015. The actual investment returns are calculated based on unit price from 1 October 2015 to 31 December 2015.

### 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 detailed explanation of the risk 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.

#### 5. Concentration Risk

This risk is associated with a feeder fund whereby the investments of such fund are not diversified. A feeder fund invests mainly into another collective investment scheme.

#### 6. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

#### 7. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on 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 will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

### Target Fund Details

Hong Leong Penny Stock Fund is an Equity fund managed by Hong Leong Asset Management. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	8.1%	19.6%	1.1%	18.8%	3.1%

Source: Hong Leong Asset Management

### Hong Leong Assurance Berhad (94613-X)

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

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## HLA Value Fund (HLVF)

### **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.

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

For the underlying Target Fund, past performance is calculated after adjusting for distribution and/or additional units, if any.

### **Others**

HLA Value Fund is managed by 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.

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# Hong Leong Smart Growth Fund (HLSGF)

May 2017

## Fund Features

### 1. Investment Objective

The primary objective of the fund is to provide investors with steady long-term capital growth at moderate risk.

### 2. Investment Strategy & Approach

The strategy is to provide investors an access into a diversified portfolio of growth stocks listed on Bursa Malaysia and/or in any foreign stock exchanges that offer potential capital appreciation at moderate risk. The fund may feed into collective investment schemes that meet the fund's objective. At inception, HLSGF will invest by feeding into Kenanga Growth Fund ("Target Fund") with the option to increase the number of funds or replace the Target Fund in future. The Target Fund's assets are actively invested in a diversified portfolio of Malaysian equity and equity-related securities of companies with sustainable business model that is trading at a discount to its intrinsic value.

### 3. Asset Allocation

Under normal market conditions, the Target Fund's equity exposure is expected to range from 75% to 95% of the Target Fund's NAV with the balance in money market instruments, fixed deposits and/or cash.

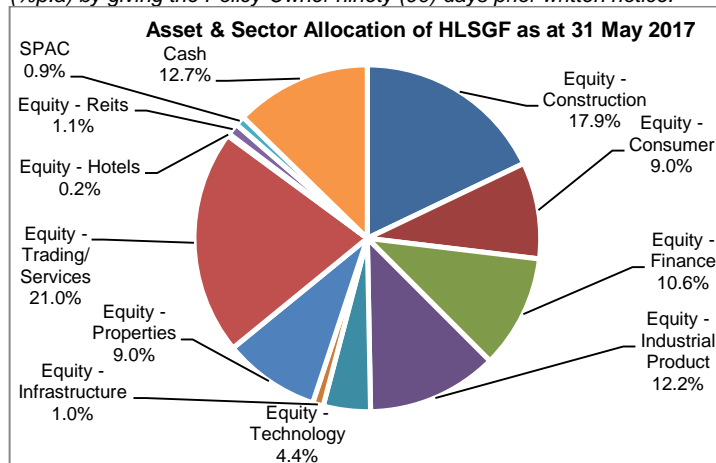
### 4. Target Market

This fund is suitable for investors who have long term investment time horizon and have a moderate risk profile with tolerance for short-term periods of volatility.

## Fund Details

Unit Price (31/5/2017)	: RM1.8859
Fund Size (31/5/2017)	: RM231.0mil
Fund Management Fee	: 1.50% p.a.
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Equity
Fund Inception	: 01 Oct 2012
Benchmark	: FTSE Bursa Malaysia KLCI Index (FBM KLCI)
Frequency of Unit Valuation	: Daily

The Company reserves the right to change the Fund Management Fee (%p.a) by giving the Policy Owner ninety (90) days prior written notice.



## Top 10 Holdings for HLSGF as at 31 May 2017

	%
1. Tenaga Nasional	3.0
2. Sime Darby Berhad	2.8
3. LBS Bina Group	2.6
4. Yinson Holdings	2.3
5. CIMB Group	2.3
6. Press Metal	2.2
7. Gabungan AQRs	2.0
8. Kerjaya Prospek	2.0
9. Ekovest	1.9
10. Salutica	1.9
<b>Total Top 10</b>	<b>23.0</b>

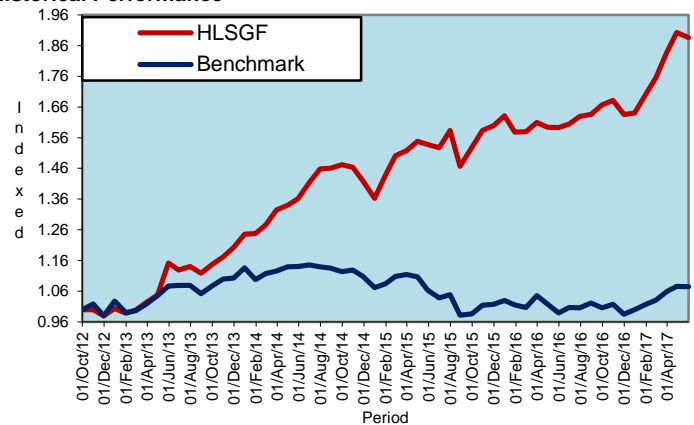
Hong Leong Assurance Berhad (94613-X)

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

## Historical Performance



	1 month	1 Year	3 Years	YTD	Since Inception
HLSGF	-0.89%	18.37%	38.54%	14.97%	88.59%
Benchmark	-0.12%	8.60%	-5.74%	7.56%	7.46%
Relative	-0.76%	9.77%	44.28%	7.41%	81.13%

## Market Review, Outlook & Strategy relevant to Target Fund

Global equities has remained subdued in May as markets had essentially priced in Macron's victory in the French election and attention shifting on Trump's administration ability to pass on its reform proposals. Apart from the political noise in US, the economy grew faster than initially reported with upward revision of 1Q GDP to 1.2%, easing some concerns on sluggish start to 2017. Europe economic data has shown continuous improvement but ECB reassessed their dovish policy stance. In an unexpected move, UK Prime Minister Theresa May announced snap election in June to allow her more flexibility in Brexit negotiations. The Dow Jones Industrial Index and Euro Stoxx Index were relatively unchanged in May, while UK FTSE Index outperformed with 4.74% as UK exporters expected to benefit from sterling weaknesses.

In China, President Xi Jinping has pledged USD124 billion of infrastructure spending at the Silk Road summit in promoting "One Belt, One Road" but the initiative was not enough to boost sentiment amid concerns on increased of short term rate and decline in liquidity. In later part of the month, Moody's downgrade of China and Hong Kong seems to be shrugged off by the markets. Shanghai Index ended lower by 1.19% and Hang Seng Index up by 4.25% in May.

On the regional front, Asian bourses performed relatively well, led by South Korea's Kospi Index which up by 6.44%. For domestic market, the stronger than expected 1Q GDP growth of 5.6% yoy failed to lift market sentiment with KLCI ended slightly lower by 0.12% to 1,765 points. The broader market underperformed the KLCI, with the FBM Small Cap Index fell by 2.35% to 17,247 points and FBM Emas Shariah fell by 1.30% to 12,804 points. There were a few negative surprises during the month with the termination of Bandar Malaysia agreements and cancellation of the planned merger between UMW O&G with Orkim and Icon Offshore. Average daily value traded on Bursa in May was 6% higher mom at MYR2.99 billion. Meanwhile, Ringgit appreciated along with regional peers by 1.4% to MYR4.28 per USD as foreign funds continued to flow into emerging markets. The Brent and WTI crude fell by 2.05% and 2.48% respectively in May as the outcome of OPEC meeting failed to excite the market.

## Market Outlook & Fund Strategy

Fed policymakers indicated that slower economic data in 1Q is transitory with activity picking up for the rest of the year and highly likely to proceed with the rate hike on June 14, 2017. Trump's unpredictability and protectionist leanings remain as a key risk. While the Brexit process could also be a source of volatility, the political risks in EU appears to be eased and ECB is likely to wait for more compelling evidence before contemplating a change of stance in its monetary policy. On the positive note, the possible inclusion of Chinese equities in MSCI Indices will be announced on June 20, 2017 and this could be a significant event for Asian market.

Stock picking remains key for outperformance. We continue to advocate a defensive portfolio strategy and prefer companies driven by resilient earnings with exposure to selective themes like beneficiaries of rising foreign direct investment, construction, GLC reform/restructuring plays, domestic consumption and infrastructure.

# Hong Leong Smart Growth Fund (HLSGF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	2.8%	10.5%	-5.7%	-3.9%	-3.0%
HLSGF- Gross	3.3%	27.8%	11.8%	23.1%	2.3%
HLSGF - Net	1.6%	24.1%	9.3%	19.8%	0.6%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

The fund was only launched on 1 October 2012. The actual investment returns are calculated based on unit price from 1 October 2012 to 31 December 2012.

## 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 detailed explanation of the risk 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.

### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on the value of the funds.

### 7. Concentration Risk

This risk is associated with a feeder fund whereby the investments of such fund are not diversified. A feeder fund invests mainly into another collective investment scheme.

## Risk Management

The Company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

## Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

## Target Fund Details

Kenanga Growth Fund is an Equity fund managed by Kenanga Investors Berhad. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	14.1%	26.4%	9.3%	20.9%	-0.1%

## Hong Leong Smart Growth Fund (HLSGF)

### 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.

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

For the underlying Target Fund, past performance is calculated after adjusting for distribution and/or additional units, if any.

### Others

Hong Leong Smart Growth Fund 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.



# HLA Venture Global Fund (HLAVGLF)

May 2017

## Fund Features

### 1. Investment Objective

The objective of the fund is provide investors with steady growth and consistency in income return over a medium to long term investment horizons by investing into global equities.

### 2. Investment Strategy & Approach

This fund will initially invest in, but not limited to Hong Leong Asia-Pacific Dividend Fund and Hong Leong Strategic Fund that uses equity, fixed income and money market instruments as their underlying assets. This fund will seek to diversify its investment geographically and by asset classes i.e. global equity of companies involved in the extraction, processing, transportation and distribution of natural resources, high dividend yield equities in Asia Pacific region (excluding Japan), global equities and/or local equities.

### 3. Asset Allocation

The fund will invest up to 95% of its NAV into selected unit trust funds.

### 4. Target Market

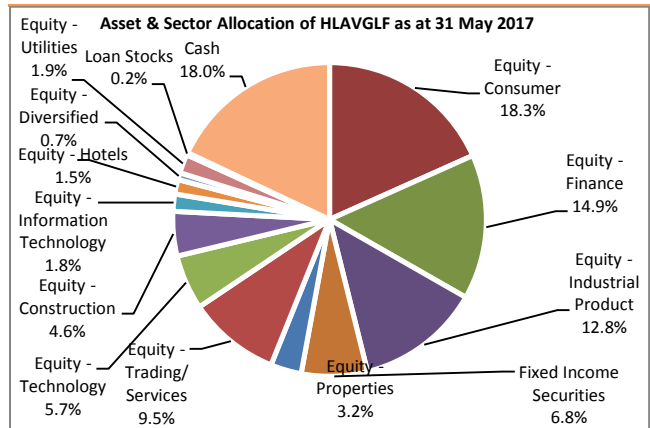
This fund is suitable for investors with moderate to high-risk appetite with a medium to long-term investment horizon.

## Fund Details

<b>Unit Price (31/5/2017)</b>	:RM1.2914
<b>Fund Size (31/5/2017)</b>	:RM28.5mil
<b>Fund Management Fee</b>	:1.29% p.a.
<b>Fund Manager</b>	:Hong Leong Assurance Berhad
<b>Fund Category</b>	:Equity
<b>Fund Inception</b>	: 02 April 2007
<b>Benchmark</b>	:MSCI AC Asia Pacific ex Japan + MSCI ACWI Index + RAM Quantshop MGS ALL
<b>Frequency of Unit Valuation</b>	:Daily

*The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.*

Asset Allocation for HLAVGLF as at 31 May 2017	%
Hong Leong Asia-Pacific Dividend Fund	51.2
Hong Leong Strategic Fund	45.6
Cash	3.2
<b>Total</b>	<b>100.0</b>



Top 10 Holdings for HLAVGLF as at 31 May 2017	%
1. GII Murabahah	5.1
2. Bank of China Ltd - H	3.2
3. China Life Insurance Co - H	2.9
4. Engtex	2.4
5. Yuzhou Properties Co Ltd	2.3
6. Great Wall Motor Company Limited	2.3
7. Tenaga Nasional Berhad	2.1
8. Hai-O Enterprise Berhad	2.1
9. Prada SPA	2.1
10. Malaysian Pacific Industries Berhad	2.0
<b>Total Top 10</b>	<b>26.5</b>

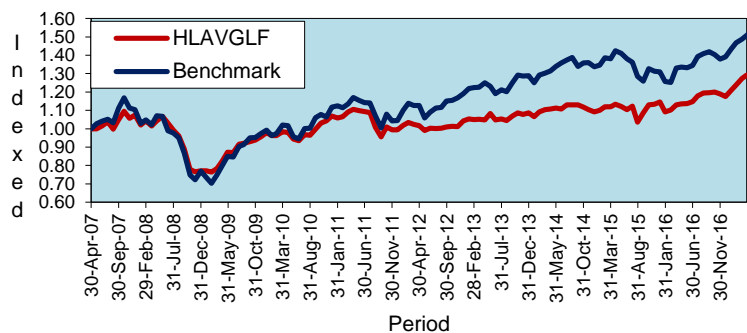
**Hong Leong Assurance Berhad** (94613-X)

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

## Historical Performance



	1 month	YTD	1year	5 years	10 years	Since Inception
HLAVGLF	-0.06%	9.89%	13.64%	30.40%	29.17%	29.14%
Benchmark	2.03%	10.65%	15.57%	45.32%	49.92%	53.88%
Relative	-2.09%	-0.76%	-1.93%	-14.91%	-20.75%	-24.74%

## Market Review, Outlook & Strategy relevant to Target Fund

### Equity Review

**Global**-Global indices continued to trend higher during the month as political risk in the Euro region subsided following the elections in France. Earnings season in the US saw robust earnings growth across most sectors. The Dow Jones Industrial Average Index rose 0.3% and the broader S&P 500 Index rose 1.2% during the month. The Euro Stoxx Index declined 0.1% while the FTSE 100 Index rose 4.4%.

**Asia Pacific**- Regional markets rose during the month as the MSCI AC Asia Pacific Ex-Japan index rose. Korea and Hong Kong markets posted the largest gains during the month while the Australia and China were the laggards. Regional markets experienced foreign inflows for the fifth consecutive month.

**Malaysia**- The local market traded sideways throughout the month as the first quarter results release got underway. The FTSE BM KLCCI declined 0.1% to close at 1,766 points. The broader market underperformed as the FTSE BM EMAS Index declined 0.5% to close at 12,570 points. Small caps underperformed as the FTSE BM Small Cap Index declined 2.4% to close at 17,247 points.

### Equity Outlook & Strategy

**Global**- Employment market in the United States (US) remains robust as the unemployment rate fell in May to 4.4%. An additional Federal Reserve (Fed) rate hike looks likely as Fed officials believe the economic soft patch in the first quarter will prove to be temporary. In Europe, a victory for Emmanuel Macron during the French elections helped allay some fears of the region's political risk. The Euro region economic data continue to show signs of economic improvement as various consumer confidence and business sentiment indices hit post-crisis high.

**Asia Pacific**- Moody's Investors Service downgraded China's sovereign credit rating and changed its outlook from negative to stable. However, market reaction was muted as investors are well aware of the risk associated with China's rapid accumulation of debt and the challenges of shadow banking. China also signed a trade deal with US, in contrast with the anti-trade message from the US. For our investment portfolios, we look to increase exposure in countries or sectors that will benefit from improving economic growth.

**Malaysia**-The Malaysia market may resume its rally in June after taking a breather in May. We maintain our preference for blue-chip stocks that are trading at attractive levels, selected construction and consumer stocks that may benefit from government pump-priming

### Fixed Income Review and Outlook

Foreign inflows were back boosted by Bank Negara Malaysia's (BNM) Foreign Exchange measure that allows a dynamic hedge ratio of 100% from 25% previously. The increased inflows prompted the corporate and government bond yields to narrow further and regained more liquidity. Benchmark Malaysian Government Securities (MGS) were seen narrowing by 5-10 basis points (bps), while benchmark Government Investment Issues (GI) traded tighter by 1-9 bps month on month. The inaugural 30-year GI issue printed a healthy bid-to-cover of 2.39 times whilst the new 10-year MGS printed a robust bid-to-cover of 3.34 times. In the corporate bond market, major issuers were DanaInfra Nasional Berhad with an issue size of RM3 billion and Putrajaya Holdings Berhad with a RM500 million issuance.

Whilst the prospects of Fed normalization is still on the cards, market players are still pricing in prospects of two more rate hikes for the remaining months of 2017. The slower growth seen in first quarter US gross domestic product (GDP) appears somewhat transitory for now according to most Fed officials. We think that the possibility of a rate hike in June is possible based on the minutes of the latest Federal Open Market Committee (FOMC) meeting. Domestically, we saw trade balance narrowing to RM5.41 billion from RM8.71 billion due to better export numbers which was mainly attributed by higher export numbers to China. In the month, BNM reported an increase in foreign reserves, which was higher by USD400 million or 0.42% to reach USD96.1 billion. Despite this, we still think that BNM will maintain its current policy stance for the rest of the year. We look to be opportunistic in the sovereign bond market by adding to position on any dips.

# HLA Venture Global Fund (HLAVGLF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	14.0%	8.3%	3.9%	-2.2%	6.2%
HLAVGLF- Gross	6.8%	6.0%	1.9%	6.7%	4.2%
HLAVGLF - Net	5.0%	4.2%	0.5%	4.9%	2.6%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

### 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 detailed explanation of the risk 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.

#### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

#### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on the value of the funds.

#### 7. Concentration Risk

This risk is associated with a feeder fund whereby the investments of such fund are not diversified. A feeder fund invests mainly into another collective investment scheme.

### Risk Management

The Company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- The unit price of a unit of a fund shall be determined by us 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

# HLA Venture Global Fund (HLAVGLF)

## Target Fund Details

1. Hong Leong Asia-Pacific Dividend Fund is an Equity fund managed by HLAM. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	15.2%	-4.8%	-1.0%	6.5%	1.8%

2. Hong Leong Strategic Fund is a Mixed Assets fund managed by HLAM. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	4.9%	14.5%	-0.7%	4.3%	4.8%

Source: Hong Leong Asset Management Berhad (HLAM)

Note: Hong Leong Global Resources Income Fund has been liquidated on 17 April 2014.

## 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.

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

For the underlying target funds, past performance is calculated after adjusting for distribution and/or additional units, if any.

## Others

HLA Venture Global Fund 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.

# HLA Venture Managed Fund (HLAVMF)

**May 2017**

## Fund Features

### 1. Investment Objective

The objective of the fund is aim to provide investors with prospects for long-term capital appreciation through diversification in various capital instruments including equity, government securities, private debt securities, money market instruments and foreign assets as well as derivatives. This fund aims to outperform the benchmark comprising of FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM KLCI) and Maybank 12-month fixed deposit rate in a ratio of 50:50.

### 2. Investment Strategy & Approach

This fund will participate in both fixed income and equity markets as well as benchmarked against the FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM KLCI) and Maybank 12-month fixed deposit rate in equal proportion. This fund is suitable for investors who are willing to take moderate risk.

### 3. Asset Allocation

The fund will invest up to a maximum 50% of its NAV in equities.

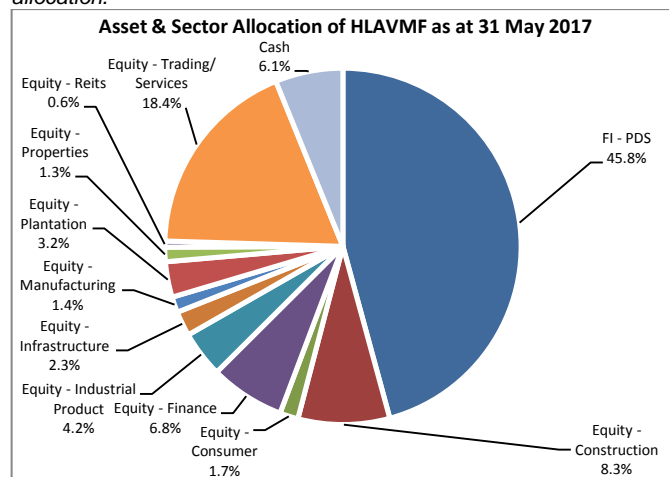
### 4. Target Market

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

## Fund Details

Unit Price (31/5/2017)	:RM2.1061
Fund Size (31/5/2017)	:RM207.2mil
Fund Management Fee (effective as at 01/09/2015)	: 1.17% p.a. (capped at 1.25%)
Fund Manager	:Hong Leong Assurance Berhad
Fund Category	:Managed
Fund Inception	:07 April 2004
Benchmark	:50% FTSE Bursa Malaysia KLCI Index (FBM KLCI)&50% 12-month Fixed Deposit Interest Rates
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 10 Holdings for HLAVMF as at 31 May 2017

		%
1. TENAGA	EQ	5.3
2. MAYBANK	EQ	4.1
3. MALAYAN BANKING BERHAD 2 6.30% 25/9/2018	FI	3.7
4. ALLIANCE BANK MALAYSIA BHD 5.65% 18/12/2020	FI	3.5
5. MALAYSIA AIRPORTS HOLDINGS 5.75% 13/12/2024	FI	3.5
6. RHB BANK BERHAD 4.4% 30/11/2017	FI	2.9
7. BGSM MANAGEMENT S/B 5.25% 24/12/2020	FI	2.5
8. CIMB GROUP HOLDING 2 5.80% 25/5/2021	FI	2.5
9. LEMBAGA PEMBIAYAAN PERUM 1 4.58% 16/04/2027	FI	2.5
10. HONG LEONG BANK 2 4.80% 24/06/2019	FI	2.4
<b>Total Top 10</b>		<b>32.9</b>

**Hong Leong Assurance Berhad** (94613-X)

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

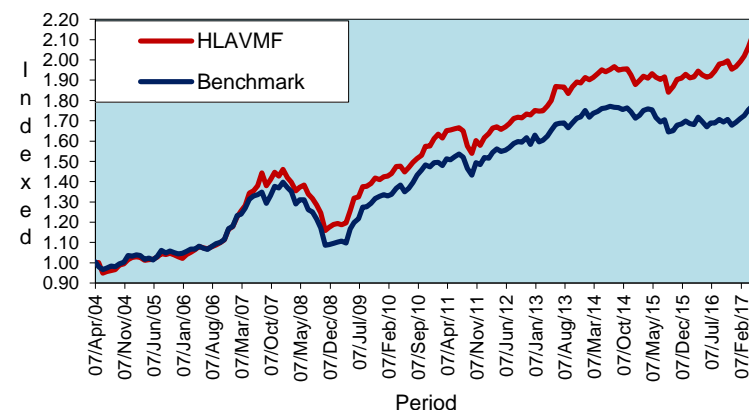
Telephone 03-7650 1818 Facsimile 03-7650 1991

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

FI : Fixed Income

EQ : Equities

## Historical Performance



	1 month	YTD	1 year	5 years	10 years	Since Inception
HLAVMF	-0.44%	7.06%	9.97%	26.09%	55.48%	110.61%
Benchmark	0.05%	4.74%	6.14%	13.98%	33.35%	76.45%
Relative	-0.49%	2.32%	3.83%	12.12%	22.13%	34.16%

## Market Review, Outlook & Strategy - Equities Market

Equity markets started the month strong led by optimism in developed markets over stronger economic data and better corporate earnings. Crude oil prices also rallied close to US\$52/barrel following assurances from Saudi Arabia that Russia may join OPEC in prolonging the supply cuts to tackle a persistent global glut. However, emerging markets turned mixed following the abrupt dismissal of the US President's FBI chief, throwing doubts over Trump's pro-growth policies. The release of the Federal Open Market Committee meeting also indicated that policymakers thought it would "soon be appropriate" to raise rates again, with markets pricing in high probability of a June rate hike. In Malaysia, investors were taken aback by the aborted Bandar Malaysia deal at the 11<sup>th</sup> hour and on a smaller scale, the cancellation of the planned merger between UMW Oil and Gas with Orkim and Icon Offshore. Market sentiment failed to be lifted when the stronger than expected 1Q17 GDP growth of 5.6% YoY was announced. Bank Negara Malaysia also kept the overnight policy rate unchanged at 3% with a neutral tone, suggesting that they are likely to keep monetary policy accommodative and supportive of the domestic economy on the back of expectations of strengthening growth momentum. There was no shortage of corporate activity in May with the sale of a stake in Proton to Geely, proposed 1-for-1 rights by MRCB to raise RM2.2-2.9b and the potential merger between RHB and AMMB. The 1Q17 earnings season also saw more companies reporting results that were in line. Major sectors like the banks, plantation and petrochemicals saw stronger yoy earnings growth while the consumer-related sectors (both gaming and media) saw earnings misses.

For the month, the KLCI fell 0.19% or 2pts to close at 1,766pts. The broader market underperformed the KLCI, with the FBM Emas declining a higher 0.5% mom to 12,569pts. The finance sector was the best performing sector in May, rising by 1.3% mom. FBM Small cap index fell 2.3% to 17,246pts, also underperforming the KLCI. Average daily value traded on Bursa in May was 6% higher mom at RM2.99bn.

Moving into the month of June, profit taking activities may continue. While we are positive on the synchronized global recovery, we are also mindful of the external headwinds that are driving volatility with valuations running ahead of earnings delivery. Investors also seem overly sanguine on risks, of which there are many. We are repositioning our funds by taking some profit on major outperformers and look to buy on market dips of names that continue to have strong fundamentals including certainty of earnings and high yield potential.

## Market Review, Outlook & Strategy - Fixed Income Market

Sentiment in the Malaysian Government bond market continued to be bullish for month of May. MGS yields tightened with renewed demand following BNM's recent forex measures which now allow a dynamic hedge ratio of 100% from 25% previously. With that MGS are back on foreign investors' radar with net inflows of MYR6.8b in April (Mar: -MYR26.2b). Correspondingly, external reserves rose by USD0.7b to USD96.1b (Mar: USD95.4b). As at end May, the Ringgit strengthened against the USD by 1.38% from RM4.341 at end-April to RM4.2813 at end-May, while the 5 years and above MGS benchmark were lower by 1.6-15.1bps. On the economic front, BNM kept OPR at 3.0% to support domestic economic growth. The central bank also hinted at a potential upside in 2Q17 growth, but maintains the view that headline inflation will moderate in 2H17. Malaysia's GDP expanded 5.6% YoY in 1Q17 (4Q16: 4.5%) on the back of a pickup in domestic demand and export/import growth which accelerated to 7.7% (4Q16: 3.3%) and 9.8%/12.9% (4Q16: 1.3%/0.7%) respectively. April CPI figures also moderated to 4.4% YoY suggesting inflation may have peaked in March at 5.1% YoY.

The bullishness in MGS extended to the corporate bond space. Secondary corporate bond yields followed suit to tighten but trading interest was moderate as investors may have been waiting for the primary pipeline. As such, during the month there were a few new issuances coming to the market to take advantage of the lower MGS curve. The strategy remains to focus on primary issues for yield pickup and size. However, as primary supply is expected to slow in June, we will cherry pick some secondary bonds should the yields spike due to expectations of a Fed Rate hike.



# HLA Venture Managed Fund (HLAVMF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	7.0%	7.3%	-2.6%	-1.3%	-0.8%
HLAVMF - Gross	10.3%	11.4%	-0.7%	4.3%	3.4%
HLAVMF - Net	8.3%	9.3%	-1.9%	2.7%	2.0%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

### 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 detailed explanation of the risk 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.

#### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

#### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on 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 will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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 Managed Fund 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.

# HLA Venture Income Fund (HLAVIF)

May 2017

## Fund Features

### 1. Investment Objective

The objective of the fund is to achieve high principal security and steady income by investing in fixed-income instruments. Returns will be comparable to prevailing interest rates but correspondingly, the risks will be significantly lower than that for equities investment.

### 2. Investment Strategy & Approach

This fund focuses on fixed income securities and money market instruments as well as benchmarked against Maybank's 3 months fixed deposit rate. This fund is suitable for investors who have low to moderate risk profile.

### 3. Asset Allocation

The fund will invest up to 100% of its NAV in fixed income instruments.

### 4. Target Market

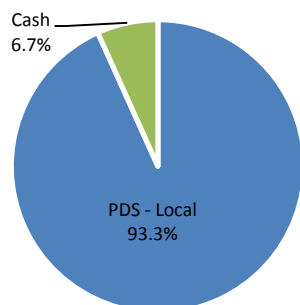
This fund is suitable for investors who have low to moderate risk profile

## Fund Details

Unit Price (31/5/2017)	:RM2.1865
Fund Size (31/5/2017)	:RM124.0mil
Fund Management Fee	: 0.50% p.a.
Fund Manager	:Hong Leong Assurance Berhad
Fund Category	:Bond
Fund Inception	:19 Jan 2000
Benchmark	:3-month Fixed Deposit Interest Rates
Frequency of Unit Valuation	:Daily

The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.

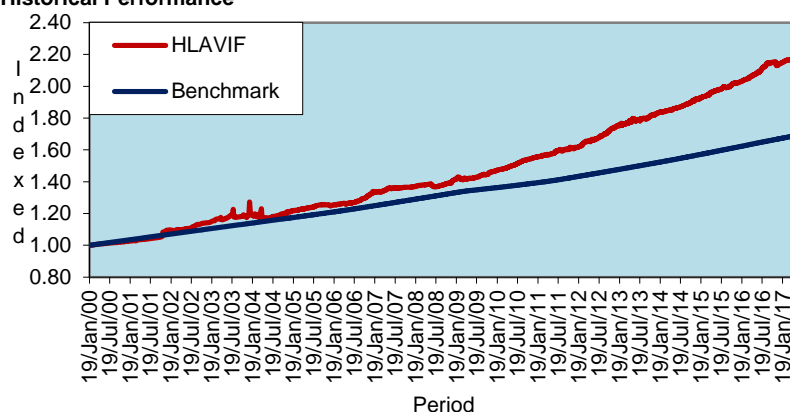
Asset Allocation of HLAVIF as at 31 May 2017



## Top 10 Holdings for HLAVIF as at 31 May 2017

	%
1. MALAYAN BANKING BERHAD 2 6.30% 25/09/2018	7.5
2. ALLIANCE BANK MALAYSIA BHD 5.65% 18/12/2020	6.7
3. UEM SUNRISE BHD 4.60% 13/12/2018	5.3
4. CIMB GROUP HOLDING 2 5.80% 25/5/2021	4.2
5. BGSM MANAGEMENT S/B 5.25% 24/12/2020	4.2
6. BERJAYA LAND BHD 4.85% 16/12/2019	4.1
7. LEMBAGA PEMBIAYAAN PERUM 1 4.94% 16/04/2032	4.1
8. GAMUDA BERHAD 2 4.62% 23/4/2021	4.1
9. HONG LEONG BANK 2 4.80% 24/06/2019	4.1
10. RHB BANK BERHAD 4.40% 30/11/2017	4.1
<b>Total Top 10</b>	<b>48.4</b>

## Historical Performance



	1 month	YTD	1 year	5 years	10 years	Since Inception
HLAVIF	0.46%	1.98%	4.99%	31.35%	60.65%	118.65%
Benchmark	0.27%	1.25%	3.05%	16.74%	33.88%	69.22%
Relative	0.19%	0.72%	1.94%	14.61%	26.78%	49.43%

## Market Review

Sentiment in the Malaysian Government bond market continued to be bullish for month of May. MGS yields tightened with renewed demand following BNM's recent forex measures which now allow a dynamic hedge ratio of 100% from 25% previously. With that MGS are back on foreign investors' radar with net inflows of MYR6.8bn in April (Mar: -MYR26.2bn). Correspondingly, external reserves rose by USD0.7bn to USD96.1bn (Mar: USD95.4bn). As at end May, the Ringgit strengthened against the USD by 1.38% from RM4.341 at end-April to RM4.2813 at end-May, while the 5 years and above MGS benchmark were lower by 1.6-15.1bps.

On the economic front, BNM kept OPR at 3.0% to support domestic economic growth. The central bank also hinted at a potential upside in 2Q17 growth, but maintains the view that headline inflation will moderate in 2H17. Malaysia's GDP expanded 5.6% YoY in 1Q17 (4Q16: 4.5%) on the back of a pickup in domestic demand and export/import growth which accelerated to 7.7% (4Q16: 3.3%) and 9.8%/12.9% (4Q16: 1.3%/0.7%) respectively. April CPI figures also moderated to 4.4% YoY suggesting inflation may have peaked in March at 5.1% YoY.

The bullishness in MGS extended to the corporate bond space. Secondary corporate bond yields followed suit to tighten but trading interest was moderate as investors may have been waiting for the primary pipeline. As such, during the month there were a few new issuances coming to the market to take advantage of the lower MGS curve.

## Market Outlook & Strategy

The strategy remains to focus on primary issues for yield pickup and size. However, as primary supply is expected to slow in June, we will cherry pick some secondary bonds should the yields spike due to expectations of a Fed Rate hike.

# HLA Venture Income Fund (HLAVIF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	3.1%	3.1%	3.2%	3.2%	3.1%
HLAVIF- Gross	10.0%	5.4%	5.8%	6.5%	6.9%
HLAVIF - Net	8.7%	4.5%	4.8%	5.5%	5.8%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

### 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 detailed explanation of the risk 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.

#### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

#### 6. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on 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 will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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 Income Fund 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.

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**Hong Leong Assurance Berhad (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 EverGreen Funds

May 2017

## Fund Features

### 1. Investment Objective

The fund is designed to provide investors with principal and enhanced profit protection via a systematic investment in a globally diversified multi asset (equities, currency, rates, commodities, property, hedge fund strategies) long short strategy.

### 2. Investment Strategy & Approach

The main investment strategy is executed via portfolio optimization methodology. The fund is open ended with defined maturity date. The investment execution is accomplished via a Floating Rate Negotiable Instrument of Deposits ("FRNID") issued by CIMB Bank Berhad.

The FRNID is principal protected at maturity by CIMB Bank. The FRNID dynamically adjusts its exposure to the strategy, such as to reduce exposure when the strategy has negative performance and increase exposure when it has positive performance.

### 3. Asset Allocation

The fund will invest in a FRNID.

### 4. Target Market

The fund is suitable for investors who wish to engage in long-term wealth-planning, such as for children's education, retirement planning or wealth-building for future generations, whereby the investor's return on their lifetime of investments will be safely locked at fund maturity.

## Fund Details

<b>Fund Management Fee</b>	:	HLA EverGreen 2023 Fund HLA EverGreen 2025 Fund	:	0%*p.a.	HLA EverGreen 2028 Fund HLA EverGreen 2030 Fund HLA EverGreen 2035 Fund	:	1.30% p.a.
<b>Fund Manager</b>	:	Hong Leong Assurance Berhad					
<b>Fund Inception</b>	:	28 Dec 2010					
<b>Benchmark</b>	:	3-month Klibor + 2.65%					
<b>Frequency of Unit Valuation</b>	:	Weekly					

The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.

\*The Company shall cease to charge the Fund Management Fee for HLA EverGreen 2023 and HLA EverGreen 2025 with effective from 22 Jan 2016 and 5 July 2016 respectively.

## Other Details

Fund Name	Unit Price (31/5/2017)	Fund Size (31/5/2017)	Fund Maturity Date	Minimum Guaranteed Unit Price at Fund Maturity (before tax)
HLA EverGreen 2023 Fund	: RM0.9638	RM27.09 mil	26 Dec 2023	1.2358
HLA EverGreen 2025 Fund	: RM0.9208	RM6.68 mil	26 Dec 2025	1.2670
HLA EverGreen 2028 Fund	: RM0.8819	RM6.40 mil	26 Dec 2028	1.3136
HLA EverGreen 2030 Fund	: RM0.8683	RM22.79 mil	26 Dec 2030	1.3446
HLA EverGreen 2035 Fund	: RM0.8665	RM324.39 mil	26 Dec 2035	1.4221

The Minimum Guaranteed Unit Price at Fund Maturity before tax will attract a portion of tax which has yet to be provided for. The further tax adjustment is the difference of tax payable on the capital gains of the funds determined at funds maturity and tax which has been provided for the funds through weekly unit pricing. The unit prices published weekly are on after tax basis.

## Market Review (by CIMB Bank Berhad)

Max InvestSave increased by 0.89% in the reported period with eight out of eleven Underlying Assets moving in tandem with the Effective Max InvestSave Weightings. Gains were mainly due to the appreciation of European Real Estate and Chinese Equities where positive weightings were held and the depreciation of Currency where negative weightings were held by the Effective Max InvestSave Weightings.

May 2017 was another month that had its fair share of significant economic events. American equities continued their surge upwards as the S&P 500 hit record highs in the month by breaching the 2,400 mark. However, markets were in turmoil after it was revealed that President Trump could be in a scandal that involved the firing of the director of the Federal Bureau of Investigation (FBI). In Europe, the president of the European Central Bank (ECB), Mario Draghi, stated his belief that the Eurozone still requires support from the ECB for economic growth. Even so, economic data thus far has shown that the region has been enjoying commendable progress economically with economic confidence at its highest in a decade while the unemployment rate improved to 9.3%, its lowest level since 2009. The United Kingdom is scheduled to have its elections on June 8, with its outcome having implications on the country's Brexit negotiations.

With China clamping down on the usage of leverage in their financial markets, concerns have been raised about a possible slowdown in the economy as borrowing costs could increase. As such, small and medium business confidence has declined slightly. Moody's, the credit rating agency, recently cut China's debt rating citing a combination of factors such as expectations of slowing growth. At the same time, manufacturing in the country did show slight growth. Oil prices approached USD50 per barrel after OPEC members came to an agreement to extend output cuts until Q1 2018.

## Net Exposure of HLA EverGreen Funds to CIMB EverGreen Index

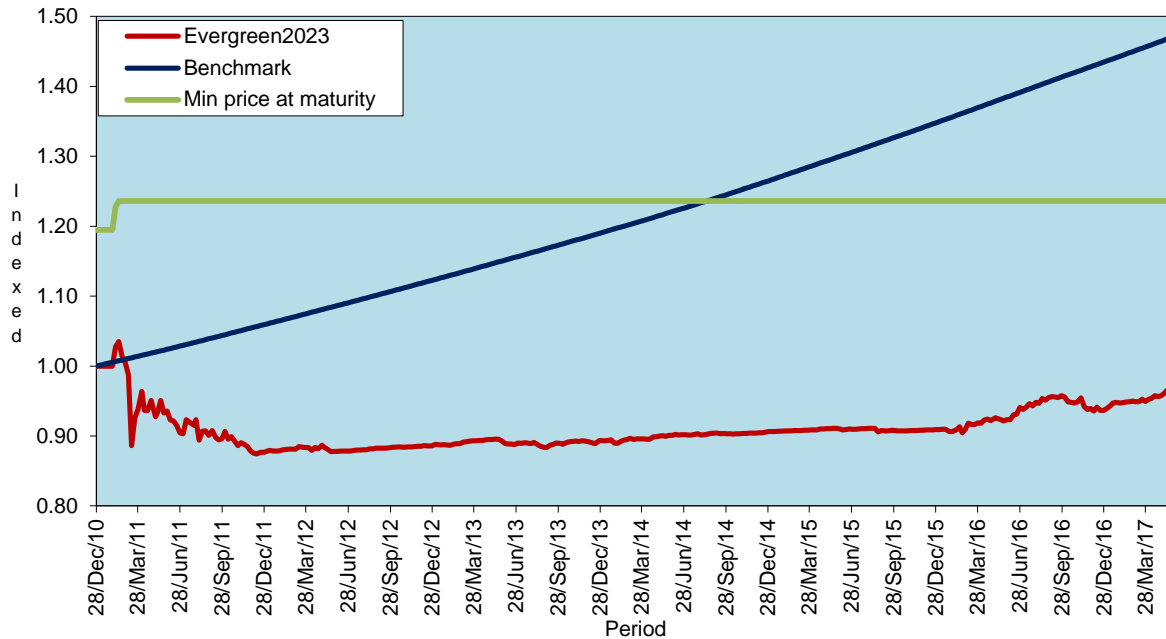
Fund	HLA EverGreen 2023	HLA EverGreen 2025	HLA EverGreen 2028	HLA EverGreen 2030	HLA EverGreen 2035
Avg Exposure of Maximum Assurance FRNID to Max InvestSave PSSIA-i 30Y	0.00%	0.00%	1.20%	0.00%	43.17%
Exposure of MaxInvestSave PSSIA-i 30Y to CIMB EverGreen Index	103.53%				
Net Exposure of HLA EverGreen Funds to CIMB EverGreen Index in May2017	0.00%	0.00%	1.24%	0.00%	44.69%



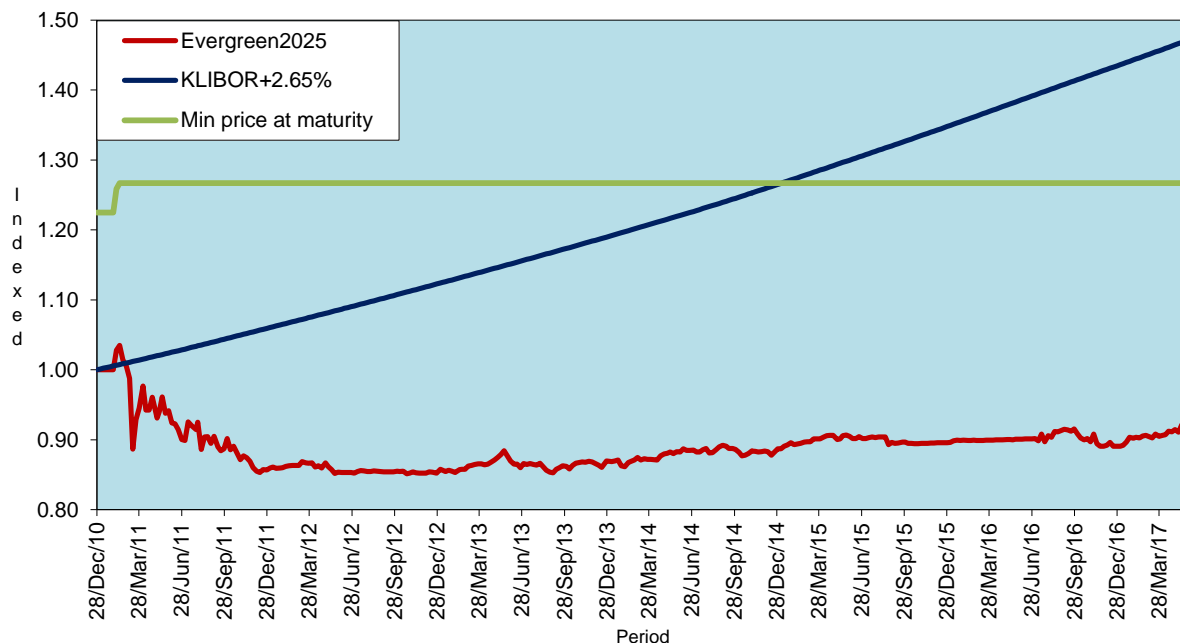
## HLA EverGreen Funds

### Historical Performance

HLA EverGreen 2023 Fund						
As of 31/5/17	1 month	Year to-date	Since Inception	1 Year	3 Years	5 Years
HLA EverGreen 2023	0.76%	2.90%	-3.62%	4.36%	6.99%	9.75%
KLIBOR+2.65% p.a.	0.60%	2.58%	47.16%	6.29%	20.70%	35.59%
Performance vs Benchmark	0.17%	0.33%	-50.78%	-1.92%	-13.70%	-25.84%

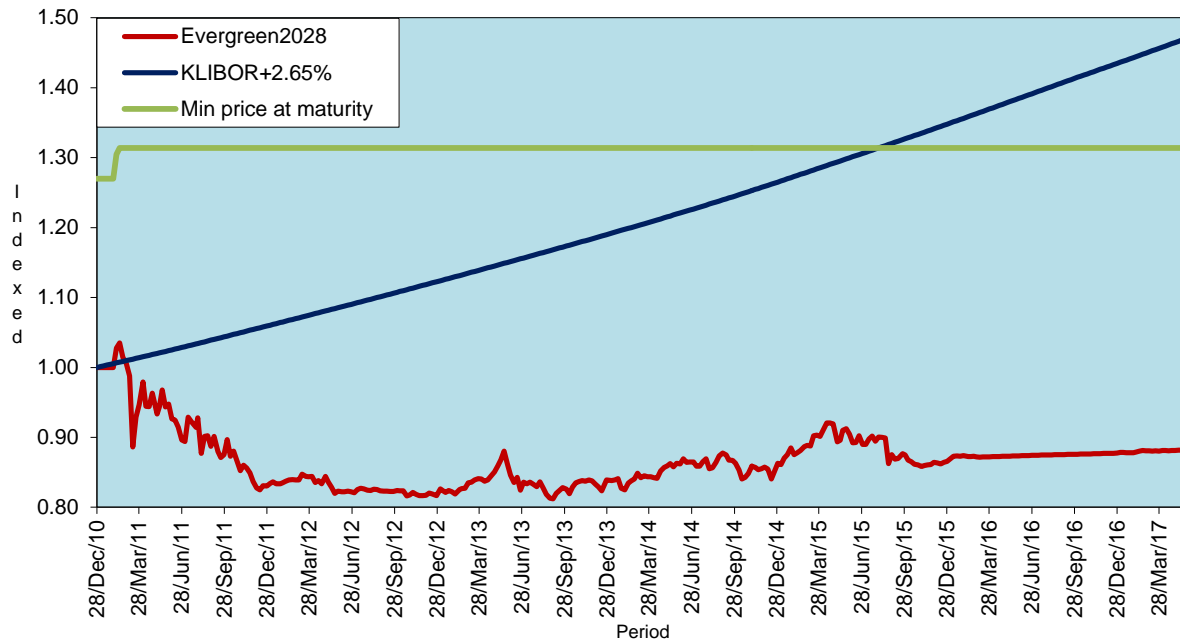


HLA EverGreen 2025 Fund						
As of 31/5/17	1 month	Year to-date	Since Inception	1 Year	3 Years	5 Years
HLA EverGreen 2025	1.06%	3.38%	-7.92%	2.22%	4.29%	7.89%
KLIBOR+2.65% p.a.	0.60%	2.58%	47.16%	6.29%	20.70%	35.59%
Performance vs Benchmark	0.47%	0.80%	-55.08%	-4.07%	-16.40%	-27.70%

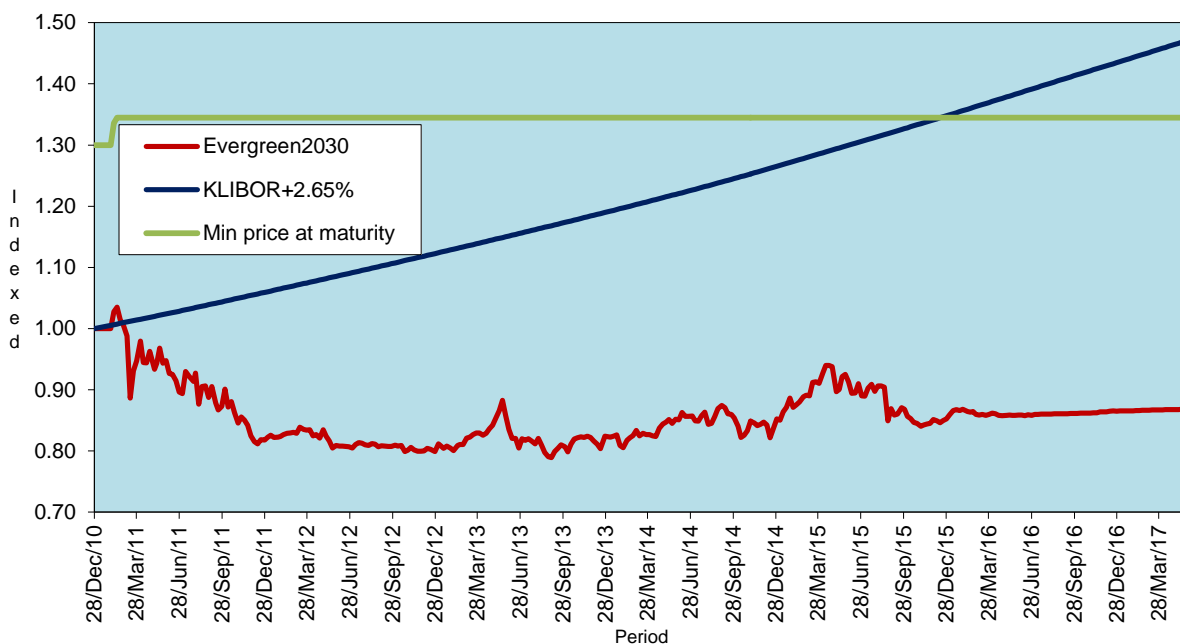


## HLA EverGreen Funds

HLA EverGreen 2028 Fund						
As of 31/5/17	1 month	Year to-date	Since Inception	1 Year	3 Years	5 Years
HLA EverGreen 2028	0.09%	0.51%	-11.81%	0.96%	2.20%	7.16%
KLIBOR+2.65% p.a.	0.60%	2.58%	47.16%	6.29%	20.70%	35.59%
Performance vs Benchmark	-0.51%	-2.06%	-58.97%	-5.33%	-18.49%	-28.43%

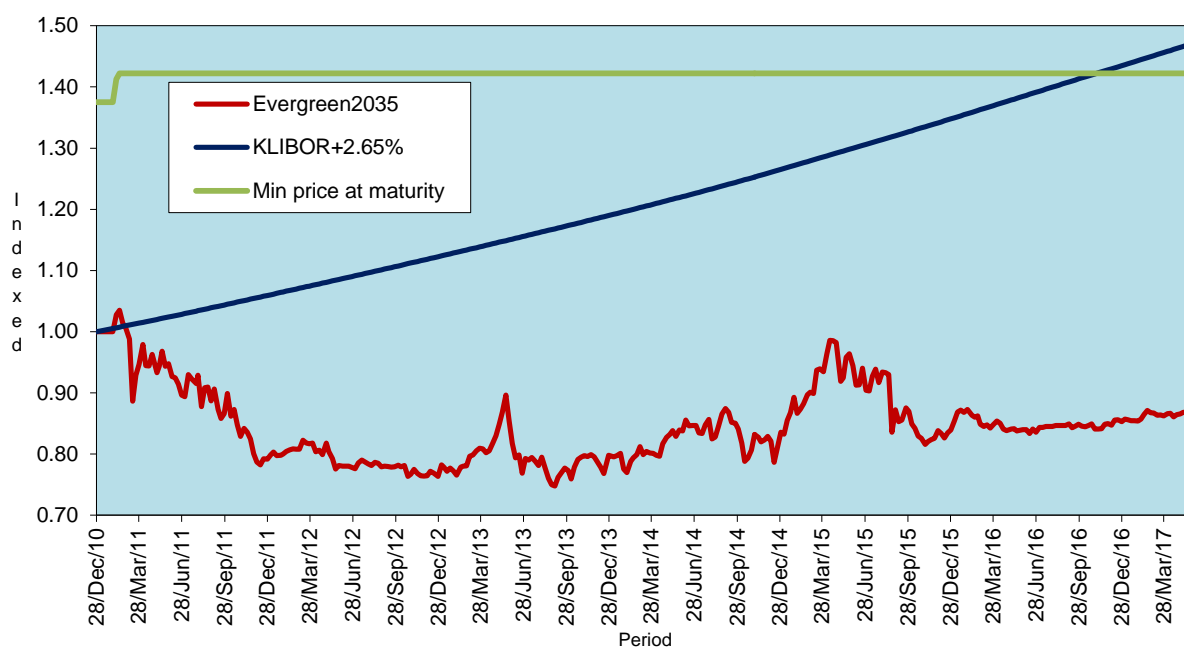


HLA EverGreen 2030 Fund						
As of 31/5/17	1 month	Year to-date	Since Inception	1 Year	3 Years	5 Years
HLA EverGreen 2030	0.08%	0.39%	-13.17%	1.13%	1.90%	7.36%
KLIBOR+2.65% p.a.	0.60%	2.58%	47.16%	6.29%	20.70%	35.59%
Performance vs Benchmark	-0.52%	-2.18%	-60.33%	-5.16%	-18.80%	-28.23%



## HLA EverGreen Funds

HLA EverGreen 2035 Fund						
As of 31/5/17	1 month	Year to-date	Since Inception	1 Year	3 Years	5 Years
HLA EverGreen 2035	0.22%	1.57%	-13.35%	3.19%	3.23%	10.88%
KLIBOR+2.65% p.a.	0.60%	2.58%	47.16%	6.29%	20.70%	35.59%
Performance vs Benchmark	-0.38%	-1.01%	-60.51%	-3.10%	-17.47%	-24.71%



### Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	6.1%	6.0%	6.3%	6.5%	6.5%
HLA EVERGREEN 2023 – Gross	2.5%	2.4%	3.0%	1.7%	4.7%
HLA EVERGREEN 2023 – Net	1.0%	0.9%	1.4%	0.3%	3.0%
HLA EVERGREEN 2025 – Gross	0.9%	3.6%	3.6%	2.5%	0.8%
HLA EVERGREEN 2025 – Net	-0.5%	2.0%	2.0%	1.0%	-0.6%
HLA EVERGREEN 2028 – Gross	-0.3%	4.5%	4.5%	1.7%	2.9%
HLA EVERGREEN 2028 – Net	-1.6%	2.8%	2.8%	0.3%	1.4%
HLA EVERGREEN 2030 – Gross	-1.0%	4.8%	5.1%	1.4%	3.0%
HLA EVERGREEN 2030 – Net	-2.3%	3.1%	3.4%	0.0%	1.5%
HLA EVERGREEN 2035 – Gross	-2.2%	6.4%	6.5%	1.9%	3.2%
HLA EVERGREEN 2035 – Net	-3.5%	4.6%	4.7%	0.4%	1.6%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

### 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 detailed explanation of the risk 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.

#### 5. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

## HLA EverGreen Funds

### 6. Deleverage Risk

Deleveraging may occur if the bond floor rises due to falling interest rates or due to nearing maturity, or due to sustained underperformance of the underlying asset. When this occurs, the Funds will unwind all allocation to the underlying asset and will effectively become a zero-coupon bond fund.

### 7. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on the value of the funds.

### 8. Performance Risk

This risk is associated with a feeder fund whereby the investments of such fund are not diversified. A feeder fund invests mainly into another collective investment scheme.

### Risk Management

The Company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

### Performance of Max InvestSave PSSIA-I 30Y

Month on month historical performance*														
Year	Jan	Feb	Mar	April	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD <sup>A</sup>	RTD
2011	-	1.69%	-6.28%	2.21%	-1.23%	-4.08%	2.04%	-3.97%	-1.16%	-3.57%	3.57%	-1.34%	-18.00%	-
2012	2.41%	1.07%	1.07%	-0.41%	-4.17%	-1.18%	2.35%	-0.49%	-0.66%	-1.88%	0.66%	-0.58%	-1.98%	-
2013	0.85%	3.31%	3.47%	3.25%	0.11%	-4.18%	-2.19%	-4.28%	4.44%	3.75%	0.54%	0.55%	9.50%	-
2014	-3.65%	5.03%	-1.05%	4.21%	1.61%	-0.38%	0.72%	3.50%	-2.35%	-0.76%	0.42%	2.21%	9.51%	-
2015	4.74%	3.12%	3.50%	0.48%	1.51%	-4.21%	2.83%	-5.19%	0.63%	-5.27%	1.28%	1.54%	4.39%	-
2016	1.82%	0.60%	-1.24%	-1.96%	0.34%	0.93%	0.78%	0.66%	-0.16%	-1.10%	1.39%	0.81%	2.84%	-
2017	0.64%	3.87%	-0.52%	-0.22%	0.89%								4.68%	8.34%

\*Note that calculation for YTD starts from first day of the year to the last day of the same year

Underlying Performance				
Underlying Asset	28-Apr-17 Closing Px	31-May-17 Closing Px	Performance (28 Apr 17 - 31 May 17)*	Effective Max InvestSave Weights** (27 Apr 17)
American Equity	4,584.82	4,648.34	1.41%	25.88%
Japanese Equity	2,204.51	2,257.27	2.39%	25.88%
European Equity	7,033.08	7,102.26	0.98%	25.88%
UK Equity	5,956.51	6,249.32	4.92%	-5.82%
Emerging Market Equity	3,261.83	3,366.77	3.22%	10.35%
China Equity	10,219.89	10,602.97	3.75%	10.35%
Commodity Index	696.60	688.46	-1.17%	3.57%
European Real Estate	5,303.76	5,578.02	5.17%	10.35%
American Real Estate	78.93	78.84	-0.11%	10.35%
Hedge Fund Strategies	209.97	204.46	-2.62%	-5.18%
Currency	0.92	0.89	-3.09%	-25.88%

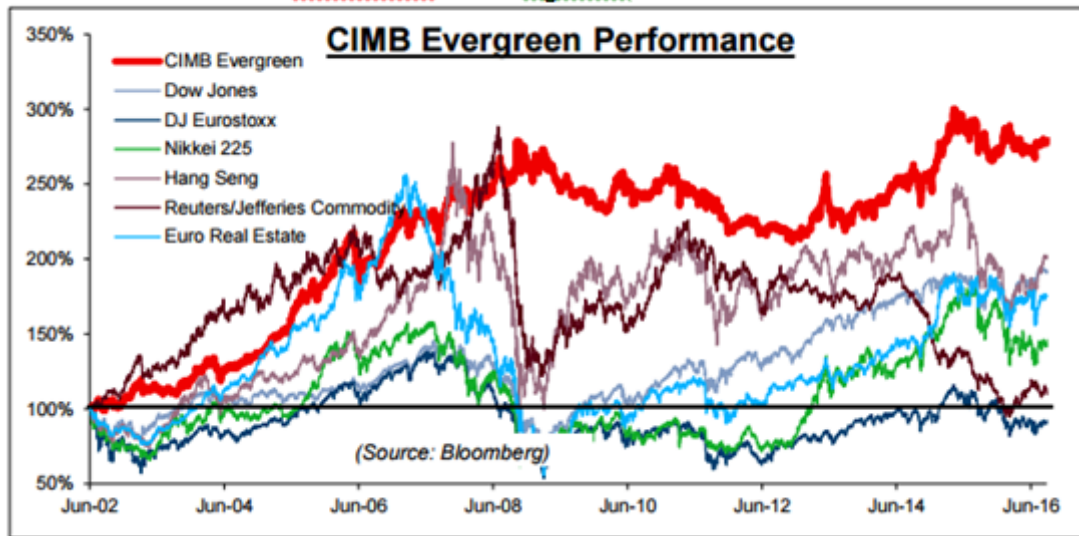
\* Month on month historical performance is calculated from previous Month End Date to current Month End Date

\*\* Effective Max InvestSave Weights are re-balanced monthly

## HLA EverGreen Funds

Performance of CIMB EverGreen Index Against Other Indices

### Performance of CIMB EverGreen Index Against Other Indices



#### 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 EverGreen Funds are managed by Hong Leong Assurance Berhad (HLA). Allocated premiums of the policy invested in the fund are invested by HLA on behalf of the Policy Owner in a FRNID issued by CIMB Bank Berhad. The amount invested in the FRNID is guaranteed by the issuer if held to maturity. If the issuer of the FRNID defaults or becomes insolvent, the Policy Owner risks losing part or all of his/her allocated premium amounts that were invested into the FRNID on his/her behalf by HLA. Should the issuer/financial institutions default the above investment instrument, the Minimum Guaranteed Unit Price at Fund Maturity will not be applicable.

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#### 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.

#### CIMB Evergreen Index Disclaimer:

The index sponsor or the calculation agent of the CIMB Evergreen Index (the "Index") does not guarantee the accuracy and/or completeness of the composition, calculation, publication and adjustment of the Index, any data included therein, or any data from which it is based, and the calculation agent and the index sponsor of the Index shall have no liability for any errors, omissions, or interruptions therein. The calculation agent and the index sponsor of the Index make no warranty, express or implied, as to results to be obtained from the use of the Index. The calculation agent and the index sponsor of the Index make no express or implied warranties, and expressly disclaim all warranties of merchantability or fitness for a particular purpose or use with respect to the Index or any data included therein. Without limiting any of the foregoing, in no event shall the calculation agent or the index sponsor of the Index have any liability for any special, punitive, indirect, or consequential damages (including loss of profits), even if notified of the possibility of such damages.



# HLA Dana Suria (HLADS)

May 2017

## Fund Features

### 1. Investment Objective

This fund provides investors an affordable access into a diversified investment portfolio which offers steady and consistent return over a long-term investment horizon by investing into local and global equities and fixed income securities that comply with Shariah requirements.

### 2. Investment Strategy & Approach

At inception, this fund will invest by feeding into Hong Leong Dana Maa'rof and HLA Venture Dana Putra ("Target Funds") with the option to increase the number of funds or replace the Target Funds in future.

Generally, the Target Funds select undervalued companies that have the potential to offer good Medium-To-Long Term capital growth. In terms of fixed income instruments, selection depends largely on credit quality to assure relative certainty in profit income, principal payment, and overall total return stability.

### 3. Asset Allocation

Hong Leong Dana Maa'rof (HLDM) will invest a minimum 40% and maximum 60% of its NAV into Shariah-compliant equities while HLA Venture Dana Putra (HLAVDP) will invest up to maximum 90%, but not less than 40% of fund's NAV into Shariah approved equities. Generally, HLA Dana Suria may invest up to a maximum of 95% of its NAV into Shariah-compliant equities or a maximum of 100% of its NAV into Shariah-based deposits or Islamic money market instruments.

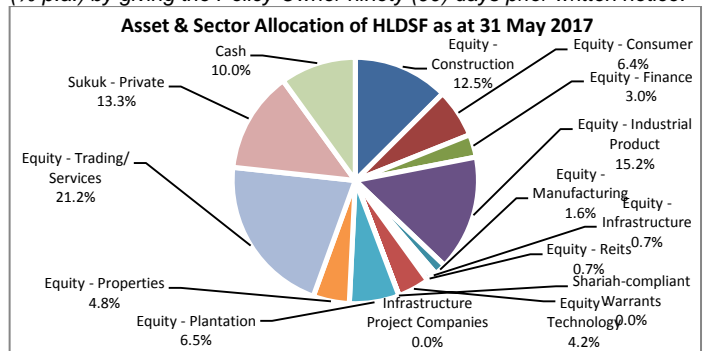
### 4. Target Market

This fund is suitable for investors who have moderate risk-reward temperament and are looking for returns from Shariah-compliant investments in a medium-to-long term investment horizon.

## Fund Details

<b>Unit Price (31/5/2017)</b>	:RM1.1441
<b>Fund Size (31/5/2017)</b>	:RM7.10mil
<b>Fund Management Fee</b>	:1.30% p.a.
<b>Fund Manager</b>	:Hong Leong Assurance Berhad
<b>Fund Category</b>	:Managed
<b>Fund Inception</b>	:24 Sept 2013
<b>Benchmark</b>	:(70% x FTSE Bursa Malaysia Emas Shariah Index) + (30% x 3-month Klibor)
<b>Frequency of Unit Valuation</b>	:Weekly

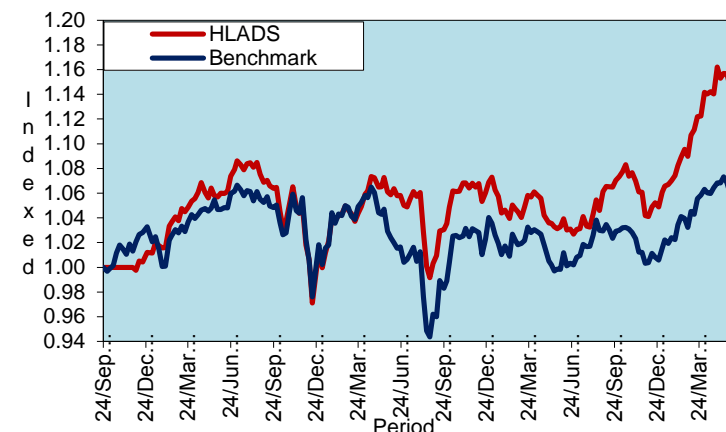
*The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.*



## Top 10 Holdings for HLADS as at 31 May 2017

		%
1.	Lembaga Pembiayaan Perumahan Sektor Awam	Sukuk 5.2
2.	TENAGA NASIONAL BERHAD	Equity 4.1
3.	SIME	Equity 2.8
4.	SEPANGAR BAY POWER CORP 2022	Sukuk 2.7
5.	KESAS SDN BHD IMTN 2020	Sukuk 2.7
6.	Sarawak Hidro Sdn Bhd	Sukuk 2.7
7.	QL	Equity 2.3
8.	DIGI	Equity 1.9
9.	KERJAYA	Equity 1.9
10.	IOICORP	Equity 1.7
<b>Total Top 10</b>		<b>28.0</b>

## Historical Performance



	1 month	1 Year	3 Years	YTD	Since Inception
HLADS	0.32%	10.78%	8.25%	9.09%	14.41%
Benchmark	-0.59%	5.99%	1.10%	5.20%	5.82%
Relative	0.91%	4.79%	7.15%	3.89%	8.59%

## Market Review, Outlook & Strategy

Equity markets started the month strong led by optimism in developed markets over stronger economic data and better corporate earnings. Crude oil prices also rallied close to US\$52/barrel following assurances from Saudi Arabia that Russia may join OPEC in prolonging the supply cuts to tackle a persistent global glut. However, emerging markets turned mixed following the abrupt dismissal of the US President's FBI chief, throwing doubts over Trump's pro-growth policies. The release of the Federal Open Market Committee meeting also indicated that policymakers thought it would "soon be appropriate" to raise rates again, with markets pricing in high probability of a June rate hike.

In Malaysia, investors were taken aback by the aborted Bandar Malaysia deal at the 11<sup>th</sup> hour and on a smaller scale, the cancellation of the planned merger between UMW Oil and Gas with Orkim and Icon Offshore. Market sentiment failed to be lifted when the stronger than expected 1Q17 GDP growth of 5.6% YoY was announced. Bank Negara Malaysia also kept the overnight policy rate unchanged at 3% with a neutral tone, suggesting that they are likely to keep monetary policy accommodative and supportive of the domestic economy on the back of expectations of strengthening growth momentum.

There was no shortage of corporate activity in May with the sale of a stake in Proton to Geely, proposed 1-for-1 rights by MRCB to raise RM2.2-2.9b and the potential merger between RHB and AMMB. The 1Q17 earnings season also saw more companies reporting results that were in line. Major sectors like the banks, plantation and petrochemicals saw stronger YoY earnings growth while the consumer-related sectors (both gaming and media) saw earnings misses.

For the month, the KLCI fell 0.19% or 2pts to close at 1,766pts. The broader market underperformed the KLCI, with the FBM Emas declining a higher 0.5% mom to 12,569pts. The finance sector was the best performing sector in May, rising by 1.3% mom. FBM Small cap index fell 2.3% to 17,246pts, also underperforming the KLCI. Average daily value traded on Bursa in May was 6% higher mom at RM2.99bn.

Moving into the month of June, profit taking activities may continue. While we are positive on the synchronized global recovery, we are also mindful of the external headwinds that are driving volatility with valuations running ahead of earnings delivery. Investors also seem overly sanguine on risks, of which there are many. We are repositioning our funds by taking some profit on major outperformers and look to buy on market dips of names that continue to have strong fundamentals including certainty of earnings and high yield potential

## Market Review, Outlook & Strategy - Fixed Income Market

Sentiment in the Malaysian Government bond market continued to be bullish for month of May. MGS yields tightened with renewed demand following BNM's recent forex measures which now allow a dynamic hedge ratio of 100% from 25% previously. With that MGS are back on foreign investors' radar with net inflows of MYR6.8b in April (Mar: -MYR26.2b). Correspondingly, external reserves rose by USD0.7b to USD96.1b (Mar: USD95.4b). As at end May, the Ringgit strengthened against the USD by 1.38% from RM4.341 at end-April to RM4.2813 at end-May, while the 5 years and above MGS benchmark were lower by 1.6-15.1bps.

On the economic front, BNM kept OPR at 3.0% to support domestic economic growth. The central bank also hinted at a potential upside in 2Q17 growth, but maintains the view that headline inflation will moderate in 2H17. Malaysia's GDP expanded 5.6% YoY in 1Q17 (4Q16: 4.5%) on the back of a pickup in domestic demand and export/import growth which accelerated to 7.7% (4Q16: 3.3%) and 9.8%/12.9% (4Q16: 1.3%/0.7%) respectively. April CPI figures also moderated to 4.4% YoY suggesting inflation may have peaked in March at 5.1% YoY.

The bullishness in MGS extended to the corporate bond space. Secondary corporate bond yields followed suit to tighten but trading interest was moderate as investors may have been waiting for the primary pipeline. As such, during the month there were a few new issuances coming to the market to take advantage of the lower MGS curve. The strategy remains to focus on primary issues for yield pickup and size. However, as primary supply is expected to slow in June, we will cherry pick some secondary bonds should the yields spike due to expectations of a Fed Rate hike

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## HLA Dana Suria (HLADS)

### Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2013	2014	2015	2016
Benchmark	3.3%	-1.4%	2.2%	0.4%
HLADS - Gross	2.7%	1.5%	7.4%	-0.6%
HLADS - Net	1.2%	0.1%	5.5%	-1.9%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

The fund was only launched on 24 September 2013. The actual investment returns are calculated based on unit price from 24 September to 31 December 2013.

### 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 detailed explanation of the risk 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. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

#### 4. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on the value of the funds.

#### 5. Concentration Risk

This risk is associated with a feeder fund whereby the investments of such fund are not diversified. A feeder fund invests mainly into another collective investment scheme.

### Risk Management

The Company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

### Target Fund Details

- Hong Leong Dana Maa'rof is a Balanced fund managed by Hong Leong Asset Management Berhad. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	6.4%	7.0%	0.1%	9.1%	-1.2%

Source: Hong Leong Asset Management Berhad

- HLA Venture Dana Putra is a Balanced fund managed by Hong Leong Assurance Berhad. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	10.0%	32.6%	-1.1%	4.9%	-2.3%

Source: Hong Leong Assurance Berhad

## HLA Dana Suria (HLADS)

### 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.

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

For the underlying Target Fund, past performance is calculated after adjusting for distribution and/or additional units, if any.

### Others

HLA Dana Suria is managed by Hong Leong Assurance Berhad (HLA). Any amount invested in this fund is invested by HLA on behalf of Policy Owner into Islamic unit trust/investment-linked funds which will invest in Shariah-compliant fixed income securities, equities, collective investment scheme, foreign asset, derivatives and money market instrument/s. If the financial institutions and/or corporations issuing the funds default or become insolvent, the Policy Owner risks losing part or all of his/her amount that were invested into the fund on his/her behalf by HLA.

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### Disclaimer:

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# HLA Secure Fund (HLASF)

May 2017

## Fund Features

### 1. Investment Objective

To provide investors with steady and consistent return over a long-term investment horizon by investing into local and global fixed income securities and equities.

### 2. Investment Strategy & Approach

The strategy is to provide investors an affordable access into a diversified investment portfolio with a mixture of equities and fixed income instrument. The fund will invest primarily in fixed income instruments such as bonds, money market instruments, repo and deposits with financial institutions that provide regular income as well as in high dividend yield stocks to enhance the fund's returns. The asset allocation decision between fixed income instruments and equity is decided after considering the fixed income and equity market outlook over the medium to long-term horizon. Initially the fund will invest by feeding into Affin Hwang Select Income Fund ("Target Fund"), with the option to increase the number of funds or replace Affin Hwang Select Income Fund with other fund(s) in future.

### 3. Asset Allocation

The fund shall invest a minimum 70% of the NAV in Fixed Income Instruments and maximum 30% of NAV in equities.

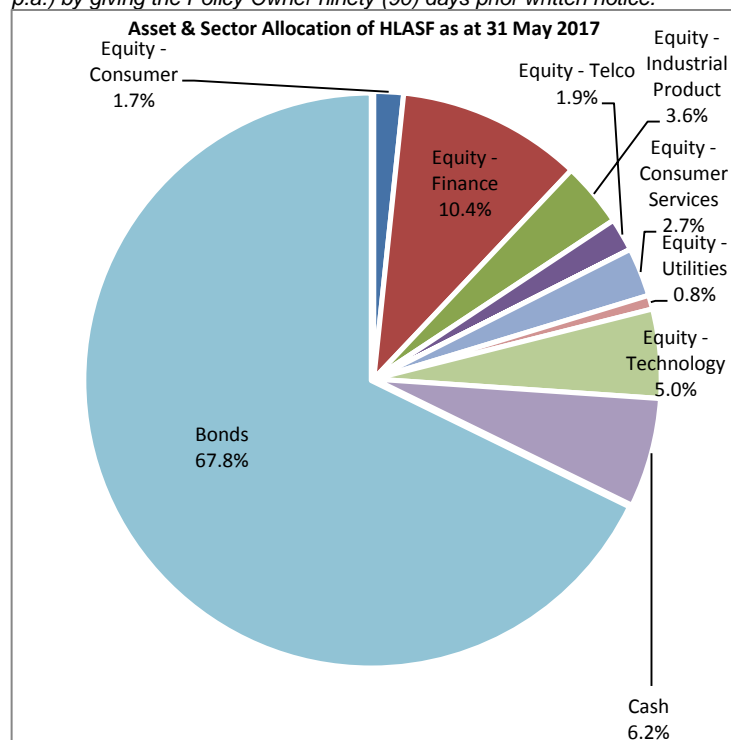
### 4. Target Market

The fund is suitable for investors who are relatively conservative and wish to have a steady and stable return that meets their retirement needs.

## Fund Details

Unit Price (31/5/2017)	:RM1.3007
Fund Size (31/5/2017)	:RM10.7mil
Fund Management Fee	:1.00% p.a.
Fund Manager	:Hong Leong Assurance Berhad
Fund Category	:Bond
Fund Inception	:05 Feb 2013
Benchmark	: (70% x Maybank 12 Months Fixed Deposit Rate) + (30% x Dow Jones Asia Pacific Select Dividend 30 Index)
Frequency of Unit Valuation	:Weekly

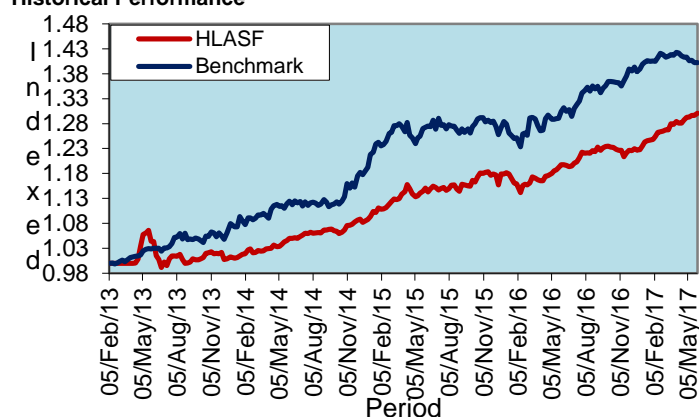
The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.



## Top 10 Holdings for HLASF as at 31 May 2017

		%
1.	Samsung Electronics Co Ltd	Equity 2.1
2.	Telekomunikasi Indonesia	Equity 1.9
3.	Beijing Capital Intl Airport	Equity 1.7
4.	5.13% Genting Singapore (12.09.17)	Bond 1.7
5.	7.00% Indonesia Treasury Bond (15.05.22)	Bond 1.6
6.	4.25% Australian Government (21.07.17)	Bond 1.4
7.	China Life Insurance	Equity 1.2
8.	Alibaba Group Holding	Equity 1.2
9.	ICICI Bank Ltd	Equity 1.2
10.	5.75% NWD Finance BVI Ltd (05.10.49)	Bond 1.2
<b>Total Top 10</b>		<b>15.2</b>

## Historical Performance



	1 month	1 Year	3 Years	YTD	Since Inception
HLASF	1.01%	8.63%	24.43%	5.94%	30.07%
Benchmark	-0.75%	7.55%	25.34%	0.95%	40.26%
Relative	1.76%	1.07%	-0.91%	4.99%	-10.19%

## Market Review, Outlook & Strategy relevant to Target Fund

Global financial markets continued to trend higher with support from encouraging economic data. The outcome of the French election further fueled risk asset performance. Asian equities enjoyed its 5th consecutive month of positive returns as market sentiment remained upbeat. Despite softening key data points, and a credit downgrade, China's equity performance remained robust. The People's Bank of China's action to increase market liquidity provided support, leading the CSI300 to end 1.2% higher in local currency terms in May. The victory of President Moon, and prospects of a fiscal stimulus package had also propelled the performance of the Korean equity market. The broadly positive economic data had also led to a stronger bond market across the risk spectrum. 10-year US Treasuries ended slid 8basis points lower to end May at 2.0%, while UK Gilts and German Bunds slid 2basis points lower. Reversal of flows into the domestic bonds also saw the MGS yields slide 18basis points lower to 3.87%.

We will be maintaining a relatively higher exposure into markets given the encouraging slew of data being released. The Fund continues to hold a healthy exposure into HK / China, tilted into names we believe are able to provide longer-term growth opportunities. Similarly, the fixed income portion will also have a tilt into the HK / China names. We will be looking out for investment opportunities within the Korean market given the improved sentiment, and comparatively attractive valuations. Foreign investment exposure for the Fund will be largely hedged back as we anticipate Ringgit to remain stable in the interim.

# HLA Secure Fund (HLASF)

## Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2013	2014	2015	2016
Benchmark	7.2%	10.4%	7.7%	8.2%
HLASF - Gross	2.5%	9.2%	10.2%	5.6%
HLASF - Net	1.3%	7.5%	8.4%	4.1%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

The fund was only launched on 14 February 2013. The actual investment returns are calculated based on unit price from 14 February 2013 to 31 December 2013.

## 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 detailed explanation of the risk 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. Country Risk

The foreign investment of a fund may be affected by the political & economic conditions of the country which the investments are made.

### 4. Currency Risk

This risk is associated with investments that are denominated in foreign currencies. Fluctuation in foreign exchange rates will have an impact on the value of the funds.

### 5. Concentration Risk

This risk is associated with a feeder fund whereby the investments of such fund are not diversified. A feeder fund invests mainly into another collective investment scheme.

## Risk Management

The Company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

## Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

## Target Fund Details

Affin Hwang Select Income Fund is a Bond fund managed by Affin Hwang Investment Management. The past performance of this fund is as follows:

Year	2012	2013	2014	2015	2016
Performance	15.1%	2.9%	6.9%	8.6%	4.1%

Source: Affin Hwang Investment Management

## 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.

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

For the underlying Target Fund, past performance is calculated after adjusting for distribution and/or additional units, if any.



## HLA Secure Fund (HLASF)

### Others

HLA Secure Fund 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.

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### Disclaimer:

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# HLA Cash Fund (HLACF)

May 2017

## Fund Features

### 1. Investment Objective

This fund aims to provide high principal security and consistent return to the investors by investing in money market instrument. Returns will be comparable to prevailing overnight policy rates but correspondingly, the risks will be significantly lower than that for equities investment.

### 2. Investment Strategy & Approach

This fund may be placed with any licensed financial institution under the Islamic Financial Services Act 2013, determined by the fund manager.

### 3. Asset Allocation

This fund may be placed with any licensed financial institution under the Islamic Financial Services Act 2013, determined by the fund manager.

### 4. Target Market

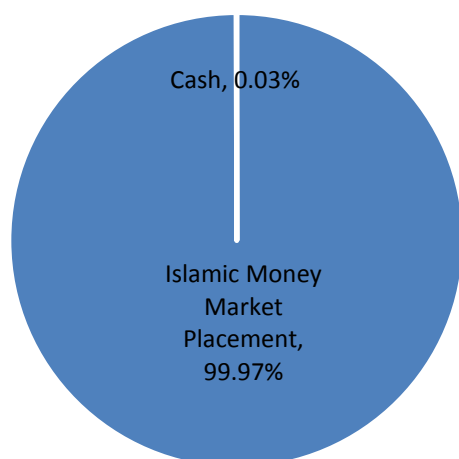
This fund is suitable for investors who are low risk profile.

## Fund Details

Unit Price (31/5/2017)	:RM1.1583
Fund Size (31/5/2017)	:RM31.3mil
Fund Management Fee	:0.25% p.a.
Fund Manager	:Hong Leong Assurance Berhad
Fund Category	:Money Market Fund
Fund Inception	:28 Dec 2010
Benchmark	:Overnight Policy Rate
Frequency of Unit Valuation	:Weekly

*The Company reserves the right to change the Fund Management Fee (% p.a.) by giving the Policy Owner ninety (90) days prior written notice.*

Asset & Sector Allocation of HLACF as at 31 May 2017



**Hong Leong Assurance Berhad** (94613-X)

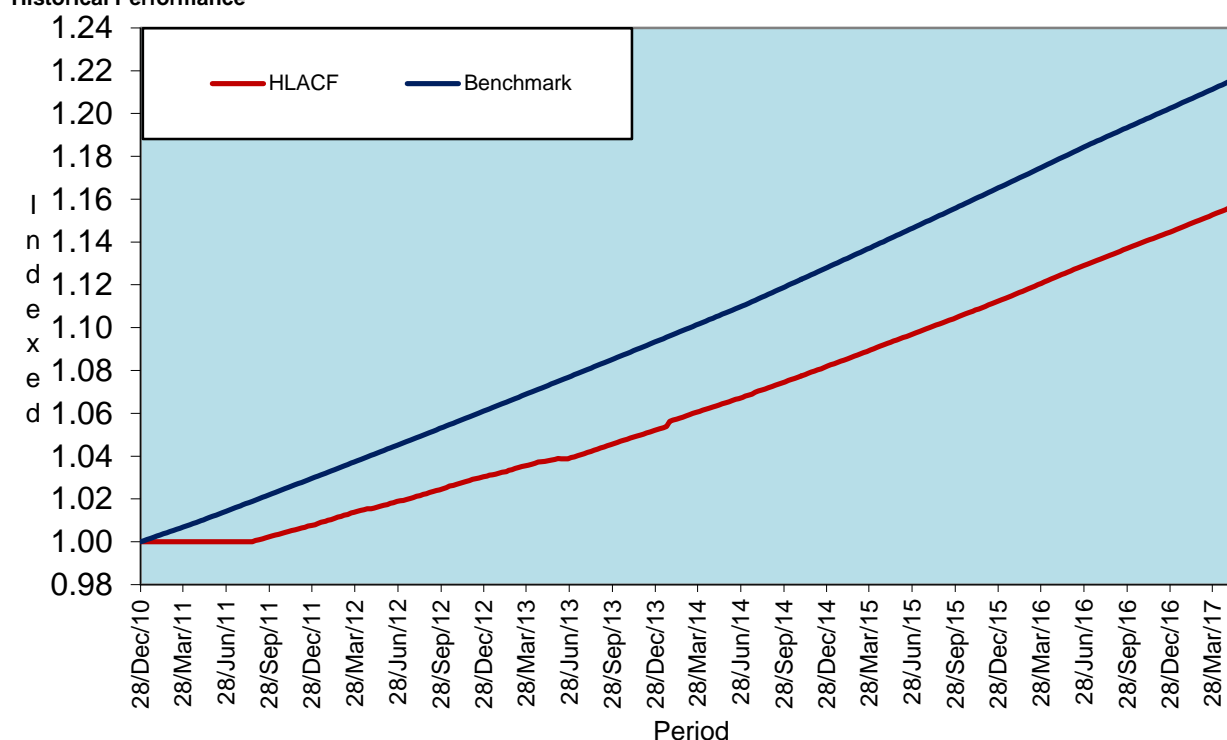
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## HLA Cash Fund (HLACF)

### Historical Performance



As of 31/5/17	1 month	YTD	Since Inception	1 Year	3 Years	5 Years
HLACF	0.28%	1.20%	15.83%	2.82%	8.77%	13.89%
Benchmark	0.30%	1.27%	21.77%	3.07%	10.01%	16.79%
Relative	-0.02%	-0.08%	-5.94%	-0.25%	-1.24%	-2.90%

### Actual Annual Investment Returns for the Past Five (5) Calendar Years

Year	2012	2013	2014	2015	2016
Benchmark	3.0%	3.0%	3.1%	3.2%	3.1%
HLACF- Gross	2.8%	2.6%	3.4%	3.3%	3.4%
HLACF - Net	2.3%	2.1%	2.9%	2.8%	2.9%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past five (5) 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.

### 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 detailed explanation of the risk associated to this fund.

#### 1. Counterparty risk

This refer to the possibility that the institution that the fund invested in may not be able to make the required interest payment and repayment of principal.

### Risk Management

The Company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework will cover the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. Besides this, sensitivity and stress testing is conducted to inform the Company's management the profit & loss profiles of their investments under different pre-defined risk scenarios and the necessary action to be taken if the potential losses exceed the Company's risk tolerance level.

### Basis of Unit Valuation

- 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.
- 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.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or
  - 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.
- 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.

## HLA Cash Fund (HLACF)

### 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 Cash Fund is managed by HLA. Any amount invested in this fund is invested by HLA on behalf of Policy Owner in money market instrument/s issued by licensed financial institution/s under the Islamic Financial Services Act 2013. The amount invested in this money market instrument/s is guaranteed by these financial institutions, before deducting any charge or tax. If the financial institutions issuing the 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 their 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.

## Fund Risk Type & Customer Risk Appetite

