



HongLeong Assurance Berhad

HLA INVESTMENT-LINKED FUNDS

Fund Performance Report

for the financial year ended 30 June 2020

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Chief Executive Officer's Message

Dear valued policyholders,

Once again, it is our pleasure to present you the HLA Investment Link Funds Annual Report for the financial year ending 30 June 2020. The start of the year was marked by global central banks acting in concert by turning dovish on rates whilst the whole year was encapsulated by two major events, firstly US-China tensions and then Covid-19. Even then, we are proud to announce that most of our funds have outperformed their benchmarks despite the challenging year.

Since the ignition of the US-China trade war in 2018, relations between both countries have significantly deteriorated with underlying tensions constantly on the brew. This sent markets gyrating on the spark of any new information coming from either side. The announcement by the US on the suspension of the tariff hike in December and reduction of September tariff by half led to the market bouncing back by the end of 2019. The spillover effect resulted in the market taking a positive stance for 2020, positioning on more pro-cyclical names.

This optimism was however dampened by the unprecedented Covid-19 outbreak. The worry of the unknown economic impact from the subsequent lockdowns caused a market selloff in the month of March as the virus rapidly spread in different parts of the globe, culminating with World Health Organization (WHO) declaring Covid-19 as a pandemic. Quickly, many investors called for a U-shape recovery, which made many governments worldwide springing into action to unleash aggressive stimulus packages that averaged >10% of GDP.

On the local front, the government immediately came up with its own stimulus measures to help the rakyat tide over this difficult period. Bank Negara Malaysia also played its part by continuing to cut its overnight policy rate (OPR) by a total of 100bps during the period under review, sending OPR to its lowest level historically. This was done to support the improvement in economic activity and ensure sufficient liquidity in the markets. With this, retail participation for the first time in many years returned in a big way to the market before institutional investors followed suit to take the market higher for a V-shape recovery.

At HLA, our approach has always been to take advantage of any challenging periods and market dips to enhance and build our portfolios for the longer term. This strategy has ensured outperformance over the long run and supports our commitment to help you achieve your financial goals.

In addition, HLA has initiated a series of Covid-19 Relief Support Programmes, including the Complimentary Dual Special Benefit that offers hospitalisation income and compassionate allowance to our individual medical policyholders at no extra cost. On top of that, we also offer Premium Deferral Option to affected customers to ease their financial commitments during this trying period. This is our way of assuring you of our commitment to your wellbeing during this Covid-19 pandemic.

Chief Executive Officer's Message

Finally, we would like to express our heartfelt appreciation for your continuous support and trust which has empowered us to become one of the largest insurance companies in Malaysia, winning multiple international awards, namely the Domestic Life Insurer of the Year – Malaysia award by Asian Banking and Finance Insurance Asia Awards every year from 2016-2020, the Best Life Insurance Company – Malaysia by International Finance Awards 2017, 2018 & 2019 and the World Finance Global Insurance Awards 2017 respectively, and the Most Valuable Brand Award by The BrandLaureate BestBrands Awards 2016-2017. These accolades would not have been possible without our loyal policyholders and we hope to continue having the privilege of providing the right protection at every stage of your lives.

In conclusion, we would like to once again thank you for continuously trusting HLA and choosing us as your preferred life insurer. We will constantly strive to elevate our standards of excellence and commitment in delivering the best products and services.

Loh Guat Lan
Chief Executive Officer

Fund Objectives & Strategies

HLA VENTURE GROWTH FUND

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

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

HLA VENTURE BLUE CHIP FUND

The objective of HLA Venture Blue Chip 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.

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).

HLA VENTURE DANA PUTRA

The objective of HLA Venture Dana Putra is to achieve capital growth over the medium to long term.

This fund invests in Syariah-approved securities and money market instruments. This is a balanced fund with a medium risk profile.

HLA VENTURE INCOME FUND

The objective of HLA Venture Income 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.

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.

Fund Objectives & Strategies

HLA VENTURE MANAGED FUND

The objective of HLA Venture Managed 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.

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.

HLA VENTURE GLOBAL FUND

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

This fund will initially invest in, but not limited to Hong Leong AsiaPacific 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.

HLA VENTURE FLEXI FUND

The objective of HLA Venture Flexi 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.

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.

HLA EVERGREEN FUNDS

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.

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.

Fund Objectives & Strategies

HLA CASH FUND

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.

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

HLA SECURE FUND

The objective of HLA Secure Fund is 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.

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.

HONG LEONG SMART GROWTH FUND

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

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.

HLA DANA SURIA

HLA Dana Suria 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.

At inception, the 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 Fund 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.

Fund Objectives & Strategies

HLA VALUE FUND

The objective of HLA Value 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.

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.

HONG LEONG SMART INVEST FUND

The primary objective of Hong Leong SMART Invest 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.

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 will principally 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.

HLA HORIZON FUNDS

The fund is designed to offer customers a Minimum Guaranteed Unit Price upon fund maturity and yet offer the opportunity to enhance returns via a leveraged exposure. The fund will periodically lock in part of the gains (10 years after launch of the fund) and thereby increasing the customers' Minimum Guaranteed Unit Price at fund maturity.

The fund is open ended with three maturity dates to match customer financial planning needs: Horizon28 to be matured in Year 2028, Horizon38 in Year 2038 and Horizon48 in Year 2048.

The fund will invest into Floating Rate Negotiable Instrument of Deposit (FRNID). FRNID allocate into two major components: Mean Variance Optimization (MVO) Strategy and Zero-coupon Negotiable Instrument of Deposit (ZNID).

To enhance investment return, MVO Strategy will be leveraged by 3 times. This MVO Strategy uses the Efficient Frontier to find the optimal portfolio returns for a defined risk, limiting to basket volatility to around 8%. The portfolio consists of 4 asset classes:

- (i) 4 equities indices (S&P500, Euro Stoxx 50, Hang Seng China Enterprises, MSCI Emerging Market),
- (ii) 2 bond indices (Franklin Templeton & PIMCO),
- (iii) Spot Gold index
- (iv) Cash index

Investment Review

Equities Market

FBM Kuala Lumpur Composite Index (1 July 2019 – 30 June 2020)



Source: CLSA

For the financial year 2020, Malaysia was affected on three fronts; US-China tensions, Covid-19 and political uncertainty. But out of the three, political uncertainty continued to be one of the top concerns for foreign investors to return to our market. With weaker earnings momentum compared to regional peers, Malaysia was also placed on a more expensive valuation band, making our market unattractive.

However, fortunes turned for Malaysia during its lockdown where retail investors finally returned to the equity market as fixed deposit rates hit an almost all-time low following OPR cuts by Bank Negara Malaysia (BNM). It is also the first time in a long time that we have witnessed retailers bottom-fishing the market prior to institutional investors jumping in to take the market higher. The market was further supported when SC and Bursa jointly announced the suspension of short selling with investors finding some comfort in a potentially less volatile market. Hence, this resulted in Bursa recording a staggering average daily value traded of RM3.6 billion per day since the lockdown and this momentum has continued.

The biggest development in the local market throughout this turbulent period has been the structural change in the FBM KLCI with the dominance of our local glove players. Accounting for some 65% of market share, the surge in demand for gloves has seen production capacity being exhausted and rising selling prices. Glove players are now larger than most of the listed banks and will be reporting supernormal earnings going forward which has contributed to the rally in the listed names.

The financials heavy KLCI declined by 10.24% during the period under review to close at 1,500.97 points.

Investment Review

Fixed Income Market

For the fixed income portfolios, the financial year under review was another year of volatility and surprises. Throughout the year, central banks globally, led by the US, were increasingly accommodative and markets were volatile in the lead up to statements made by major central banks. Just when the markets thought it could take a breather following the announcement of a much anticipated Phase 1 trade deal, the world was dealt with the coronavirus pandemic which led to a full-blown economic crisis leaving central banks around the world scrambling for unprecedented rate cuts and quantitative easing programmes. The months of February and March marked one of the most volatile periods in history as the coronavirus outbreak resulted in a sell-down in almost all asset classes with the exception of US Treasuries. Nonetheless, the said effects were relatively short-lived as authorities around the world lent massive support by offering unprecedented amount of monetary and fiscal support to cushion the devastating economic impact of the coronavirus-induced economic crisis in a timely manner. Contrary to monetary support extended in past crisis, the Fed shocked the market by its whatever-it-takes pledge to calm the panic in financial markets. The said pledge went beyond the investment grade papers into the high-yield market.

The financial year ended with an unexpectedly doomed quarter as the world was battling with a second wave of the pandemic's impact on the broader economy globally. Large movements in fixed income markets globally were caused by news of surging cases in major economies, the subsequent vaccine trials as well as mandatory economic closures to contain the spread of the virus. All in all, the world has started to realise that the low rate environment is no longer a temporary one but perhaps a new normal that the investment community has to live with.

Market dynamics on the local front were centred around the likelihood of the Malaysian Government Securities ("MGS") being excluded from the widely followed FTSE Russell's World Government Bond Index as well as dilution of Malaysia's weight in the JP Morgan Government Bond Index-Emerging Market in addition to the aforementioned external developments. Relative to its regional peers, the country had additional curve balls brought about by depressed crude oil prices and political uncertainties domestically. During the financial year under review, BNM cut the OPR by 100 bps to 2% to provide the necessary support to Malaysia's economic growth amid the global Covid-19 outbreak which necessitated economic lockdowns. On the fiscal front, we have also seen the government rolling out stimulus packages to aid businesses and its people to cruise through the rough waters brought about by the Covid-19 outbreak. As we approached the end of the financial year, S&P Global Ratings revised its outlook on the Malaysian sovereign to negative to reflect the additional downside risk to the government's fiscal metrics amid the weak global economic climate and heightened policy uncertainty.

Investment Outlook

Equities Market

For the rest of 2020, we expect global equity markets to remain choppy amidst US-China tensions ahead of the US presidential elections and potential new waves of Covid-19 resulting in new lockdowns across the globe. As such, the market will be keenly watching for the sustainability in recovery with specific focus on 3Q20 earnings release as it would be the first quarter after the relaxation of lockdowns globally. This will coincide with the waning of subsidies such as loan moratoriums and salary support, which would then reflect the actual strength of the economy. Should the underlying recovery be strong, the market should revert to its positive trajectory into late 2020/21.

We expect the market to continue to concentrate on two trends, namely, technology-centric and hygiene-related names, as demand has become more evident since the breakout of the pandemic. But, between the two, technology has more certainty in earnings as more of the population move to working from home. Thus, we believe that the 5G technology theme should rapidly gain traction with 5G being widely regarded by market participants as the next revolutionary force globally when it is fully commercialized. Not only will it substantially improve the speed of data transfer with low latency, it will be a core technology which enables the development of new business models (i.e. IoT, autonomous driving, 5G+ industrialization, AR/VR gaming, online healthcare services), and it will likely reshape how business is conducted and how people live their lives in coming years.

In Malaysia, we have seen our technology players develop their expertise substantially, servicing the world's leading players in the semiconductor industry, from advanced packaging to designing customized testing solutions that are pertinent to the rollout of 5G infrastructure and application. Hence, we believe that the tech sector in Malaysia should provide a long term structural thematic story that provides an abundance of investment opportunities to generate alpha returns.

The Malaysian market as a whole is trading at a fair valuation on the back of corporate earnings' growth which is heavily reliant on the strength of the recovery. Any pullback on the Malaysian equity market will be a good entry point as we remain positive on the Malaysian economy in the medium term following the new government's pro-business stance.

Fixed Income Market

With the latest developments surrounding the Covid-19 pandemic, we expect to see persistent economic weakness as the global pandemic necessitated further delays in the reopening of major economies. Across the board globally, we will start to see one of the worst economic numbers and wave of corporate earnings in decades. Any negative surprises are expected to send volatility back into the markets. Nonetheless, positive surprises may drive flows out of safe havens into riskier assets.

On the local front, the MGS market lacks catalyst to push the curve lower, while supply and rating risks are further dimming the prospect of an MGS rally. Including the rate cut in early July, BNM has so far slashed the OPR by 125 bps to 1.75% at the point of writing and we think that the urgency for additional rate cuts for the rest of the year has diminished. After two revisions on Malaysia's sovereign rating outlook from stable to negative, the market will inevitably be keeping their eyes on whether Moody's will follow suit and should it materialise, we expect this to cause an even greater knee-jerk reaction compared to the recent move by S&P Global Ratings. As such, we will adopt an active management approach in our investment strategy. We aim to take advantage of weaknesses in the local sovereign market to lock in attractive yields and strategically take profit when the local sovereign market turns bullish.

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE GROWTH FUND

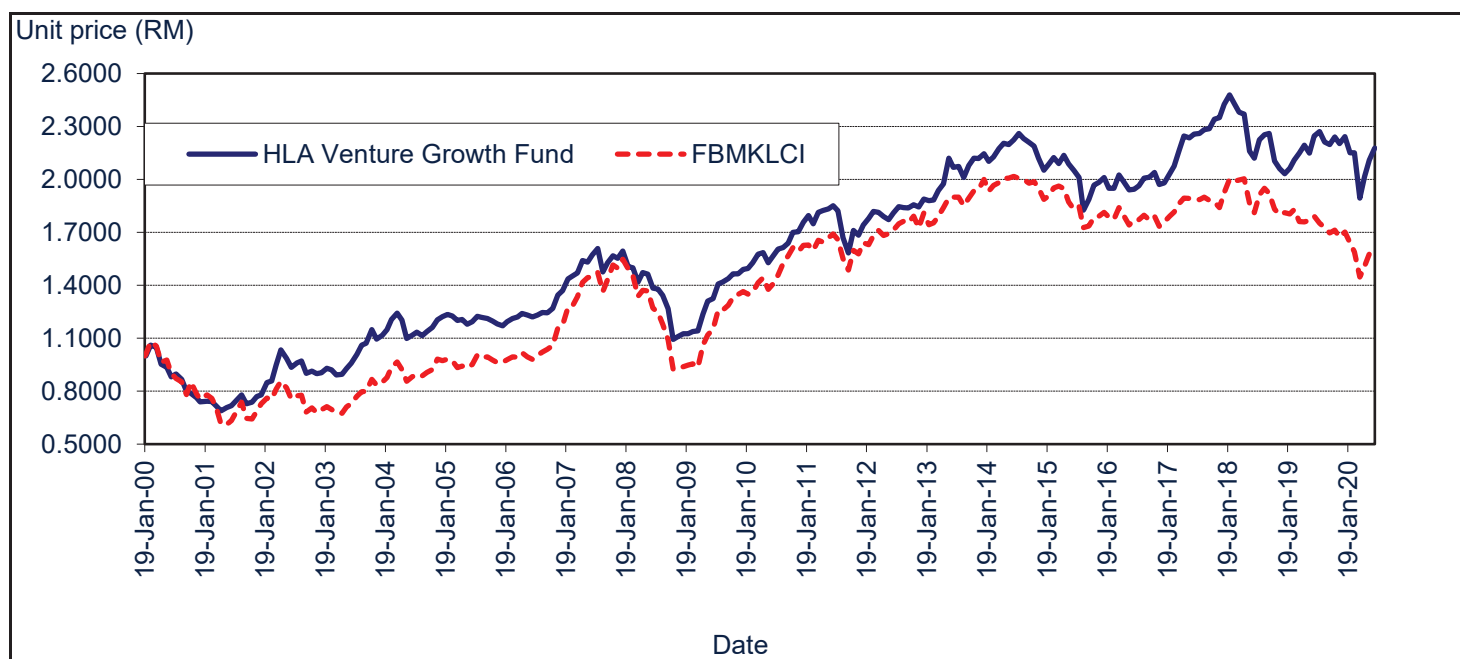
For the financial period under review, the benchmark FBMKLCI posted a decline of 10.24% due to the escalation in US-China trade tensions and COVID-19 outbreak. Our local bourse will remain swayed by external developments. As for the Fund, the Fund declined by 2.98% YTD, outperforming by +7.26%. The main stocks in the portfolio such as Top Glove, Supermax, Dialog, Tencent and Ali Baba contributed to the overall fund performance.

The Malaysian market has remained more resilient than their ASEAN peers in 2020. The reasons for this include the early success in containing the first wave of COVID-19 and the proactive efforts by the central bank to protect asset quality of banks, which is the largest sector in the index, helped by government stimulus packages. The Malaysia market has also held up better thanks to the presence of niche sectors such as rubber gloves which have benefited from extremely favorable supply-demand dynamics during the pandemic.

In terms of strategy, the Fund will continue to invest in companies that can offer earnings growth prospects with strong balance sheet which will outperform the broader market.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE GROWTH FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	378,195	393,080	373,364	400,866	344,180
Number of units ('000)	173,626	175,099	176,734	178,328	177,558
NAV per unit (RM)	2.178	2.245	2.113	2.248	1.938
Highest NAV/unit for the financial year (RM)	2.309	2.267	2.523	2.264	2.071
Lowest NAV/unit for the financial year (RM)	1.742	1.989	2.102	1.937	1.777
Total annual return					
- capital growth	-2.98%	6.25%	-6.01%	16.00%	-5.19%
Average annual return					
- 1 year	-2.98%	6.25%	-6.01%	16.00%	-5.19%
- 3 year	-1.04%	5.28%	1.13%	0.50%	-4.17%
- 5 year	1.31%	0.27%	0.50%	4.84%	0.94%
Performance of relevant benchmark indices (FBMKLCI)					
- 1 year	-10.24%	-1.15%	-4.09%	6.63%	-3.08%
- 3 year	-4.97%	0.36%	-0.30%	-2.11%	-2.25%
- 5 year	-2.41%	-2.24%	-0.93%	2.06%	0.95%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Quoted equities	93.90	91.88	81.56	90.83	71.27
Quoted unit trusts and real estate investment trusts ("REITs")	-	-	-	-	0.63
Derivative assets	0.13	0.03	-	-	0.06
Cash and cash equivalents	5.84	8.77	19.77	10.18	27.61
Others	0.13	(0.68)	(1.33)	(1.01)	0.43
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE GROWTH FUND

Quoted equities composition by sector					
	Weightings %				
	2020	2019	2018	2017	2016
Construction	3.30	4.10	3.16	15.39	15.56
Consumer products & services	8.03	10.76	13.14	10.71	11.97
Energy	8.26	12.83	12.88	8.72	8.69
Finance services	19.74	20.48	22.23	17.87	17.19
Health care	12.08	2.89	1.20	1.16	-
Industrial products & services	5.24	6.30	6.81	6.23	7.33
Infrastructure	-	-	0.99	-	-
Manufacturing	-	-	-	0.64	-
Plantation	2.84	2.73	3.51	4.59	6.40
Properties	2.25	5.88	3.58	2.40	4.05
Technology	17.26	10.65	7.73	10.01	4.77
Telecommunications & media	6.53	7.19	7.76	6.88	8.65
Trading/services	7.02	7.73	7.83	5.41	2.31
Transportation & logistics	-	-	-	1.52	3.26
Utilities	7.45	8.46	9.18	8.47	9.82
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE BLUE CHIP FUND

For the financial period under review, the Fund declined by 3.36%, outperforming the benchmark FBMKLCI which declined by 10.24%. The outperformance of +6.88% was mainly due to stock selection and composition of the fund. The main stocks in the portfolio such as Top Glove, Supermax, Tencent and Ali Baba contributed to the overall fund performance.

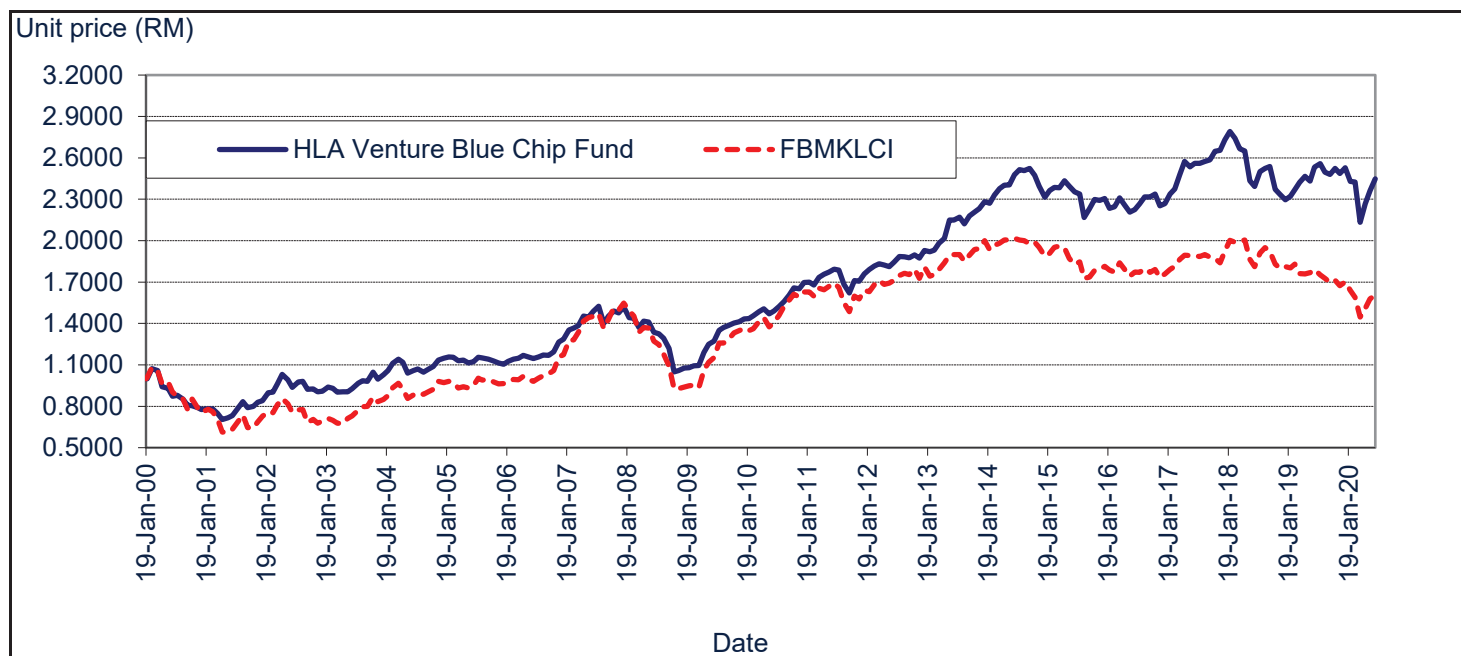
Despite encouraging newsflow on the vaccine development front, COVID-19 is unfortunately not yet under control with new cases pushing through new highs. The market expects a vaccine to be available in mid 2021 with gradual commercialization. Glove demand will remain strong going into flu season as well, on top of unresolved COVID situation. We will continue to hold on to our glove names.

We also like the technology sector in general. The regional equity index has changed meaningfully, driven by the ascent of the digital economy. The internet sector in Asia has delivered outsized returns relative to other sectors and we reflect this via our core holdings in Ali Baba and Tencent.

On average for the period under review, the Fund was 85% invested in equities. The Fund added foreign equities of circa 15% in Hong Kong to diversify the portfolio. Going forward, the focus will still be on liquid big cap stocks with strong balance sheet and proven management.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE BLUE CHIP FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	303,027	253,827	207,551	205,498	172,834
Number of units ('000)	123,851	100,233	87,083	80,542	77,936
NAV per unit (RM)	2.447	2.532	2.383	2.551	2.218
Highest NAV/unit for the financial year (RM)	2.602	2.548	2.825	2.596	2.372
Lowest NAV/unit for the financial year (RM)	1.977	2.260	2.369	2.222	2.098
Total annual return - capital growth	-3.36%	6.25%	-6.59%	15.01%	-5.46%
Average annual return					
- 1 year	-3.36%	6.25%	-6.59%	15.01%	-5.46%
- 3 year	-1.36%	4.72%	0.53%	1.12%	1.05%
- 5 year	0.86%	0.52%	2.25%	7.67%	4.72%
Performance of relevant benchmark indices (FBMKLCI)					
- 1 year	-10.24%	-1.15%	-4.09%	6.63%	-3.08%
- 3 year	-4.97%	0.36%	-0.30%	-2.11%	-2.25%
- 5 year	-2.41%	-2.24%	-0.93%	2.06%	0.95%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Quoted equities	88.41	85.73	79.86	85.63	67.43
Quoted unit trusts and ("REITs")	2.85	2.18	1.08	1.19	8.92
Derivative assets	0.14	0.03	-	-	0.02
Cash and cash equivalents	8.85	12.74	18.54	14.19	24.78
Others	(0.25)	(0.68)	0.52	(1.01)	(1.15)
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE BLUE CHIP FUND

Quoted equities composition by sector					
	Weightings %				
	2020	2019	2018	2017	2016
Construction	2.90	4.09	2.96	14.71	11.86
Consumer products & services	6.70	9.76	12.72	9.90	9.17
Energy	7.23	12.78	10.43	8.47	12.01
Finance services	21.55	24.72	26.95	20.21	15.21
Health care	14.27	3.17	1.16	1.24	-
Industrial products & services	4.40	6.59	7.82	6.36	6.99
Infrastructure	-	-	1.03	-	-
Manufacturing	-	-	-	0.57	-
Plantation	1.50	0.91	2.40	3.79	6.69
Properties	2.98	5.78	4.05	3.96	6.68
Technology	18.42	9.61	7.19	7.99	2.81
Telecommunications & media	5.71	6.69	8.09	7.67	7.66
Trading/services	6.17	7.60	6.82	4.03	4.56
Transportation & logistics	-	-	-	2.84	5.73
Utilities	8.17	8.30	8.38	8.26	10.63
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE DANA PUTRA

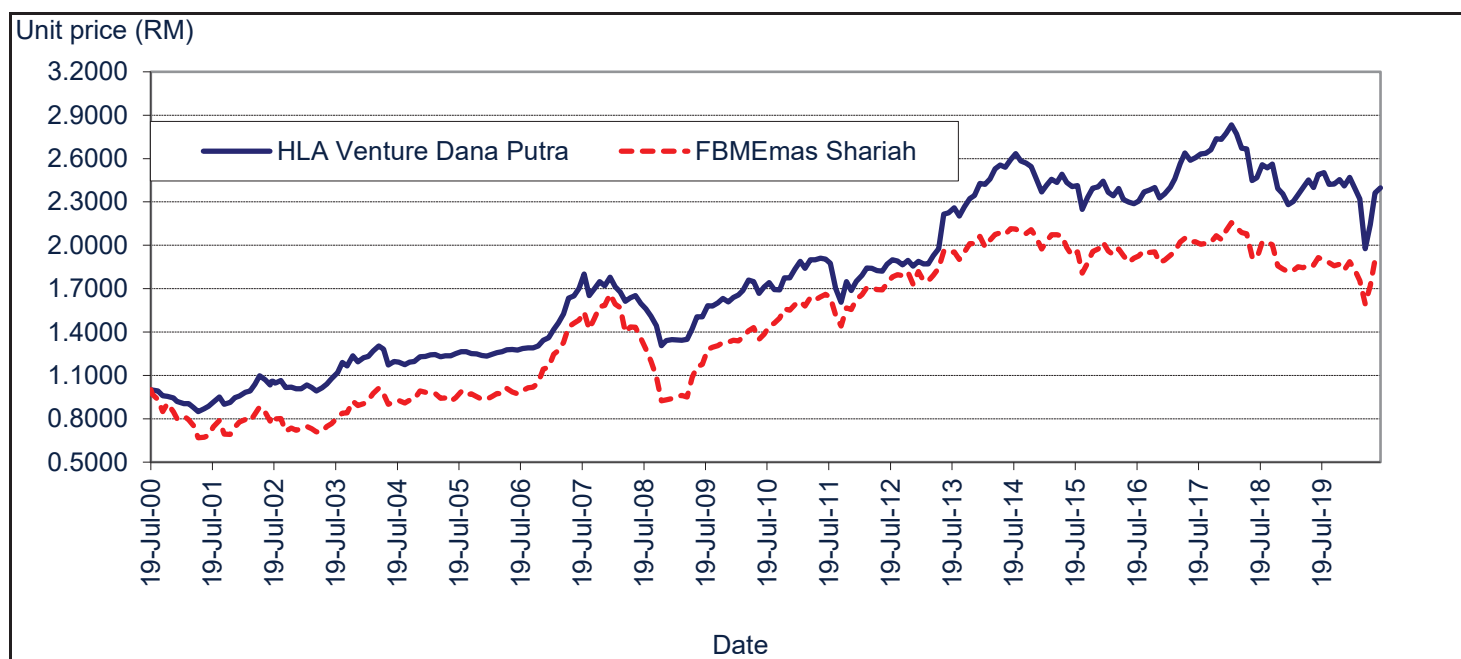
For the financial period under review, the Fund fell by 3.66% versus the 0.77% decline in the benchmark FBM Shariah index resulting in an underperformance of -2.89%. The main detractors in the portfolio were BIMB, Axiata and Petronas Chemical. The three consecutive rate cuts by the end of the financial year and the expectations of another 25bps rate cut to 1.75% in July by Bank Negara has depressed the performance of banks (BIMB). Rate cuts hurts margins due to the timing mismatch of repricing. Easing credit cost should also stimulate the economy and temper asset quality risks.

On average for the period under review, the Fund was 85% invested. We have progressively increased our equity weighting as we feel the liquidity rally in the market can be sustained. We have adopted a barbell approach to portfolio construction by adding beta and defensives to the portfolio.

Going forward, the Fund will continue to invest in good quality companies that can offer earnings growth with strong capital management.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE DANA PUTRA

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	91,034	78,577	67,937	68,370	56,643
Number of units ('000)	37,977	31,588	27,590	26,313	24,810
NAV per unit (RM)	2.397	2.488	2.462	2.598	2.283
Highest NAV/unit for the financial year (RM)	2.562	2.583	2.892	2.646	2.456
Lowest NAV/unit for the financial year (RM)	1.820	2.231	2.440	2.278	2.196
Total annual return - capital growth	-3.66%	1.06%	-5.23%	13.80%	-4.68%
Average annual return					
- 1 year	-3.66%	1.06%	-5.23%	13.80%	-4.68%
- 3 year	-2.58%	2.99%	0.93%	0.19%	0.88%
- 5 year	0.02%	-0.74%	2.22%	7.79%	3.97%
Performance of relevant benchmark indices (FBMEmas Shariah)					
- 1 year	-0.77%	0.33%	-5.69%	5.94%	-0.87%
- 3 year	-2.04%	0.08%	-0.32%	-1.41%	-0.52%
- 5 year	-0.28%	-1.87%	-0.33%	3.31%	3.01%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Quoted equities	83.77	88.34	69.55	88.54	70.43
Quoted unit trusts and ("REITs")	1.42	-	-	1.35	-
Cash and cash equivalents	15.59	12.34	31.46	11.02	26.94
Others	(0.78)	(0.68)	(1.01)	(0.91)	2.63
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE DANA PUTRA

Quoted equities composition by sector					
	Weightings %				
	2020	2019	2018	2017	2016
Construction	6.80	6.83	7.81	18.97	12.90
Consumer products & services	11.43	15.09	18.61	15.53	18.32
Energy	8.12	14.20	11.58	7.30	4.98
Finance services	3.84	5.41	2.53	2.25	-
Health Care	17.32	4.25	1.81	1.80	-
Industrial products & services	14.05	11.46	11.62	14.88	7.90
Plantation	5.75	7.20	8.92	5.96	11.44
Properties	2.02	4.90	6.29	5.84	10.20
Technology	13.41	14.14	12.79	6.44	7.91
Telecommunications & media	5.97	6.19	6.45	7.66	10.48
Trading/services	-	-	-	3.02	3.00
Transportation & logistics	-	-	-	1.37	-
Utilities	11.29	10.33	11.59	8.98	12.87
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE INCOME FUND

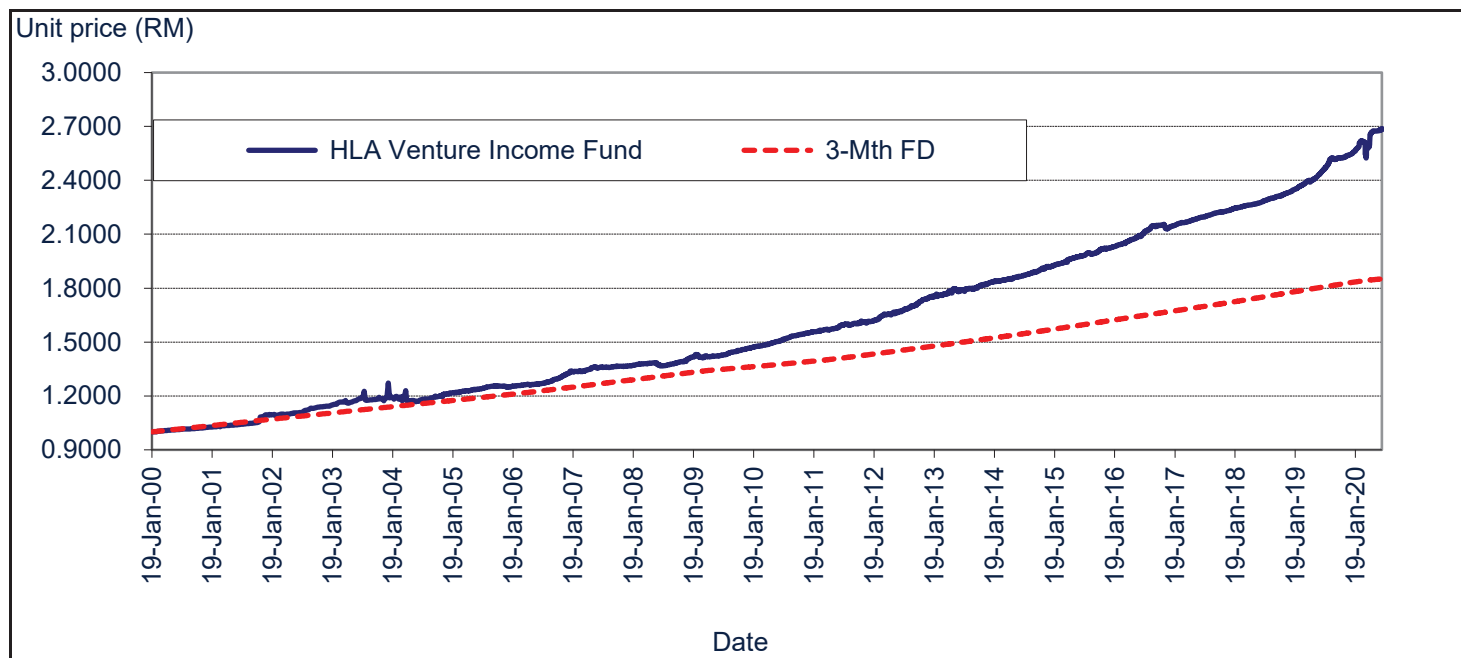
For the financial period under review, the Fund rose 9.67% compared to the benchmark return of 2.61% (3-month Maybank Fixed Deposit rate compounded) resulting in an outperformance of +7.06%. The outperformance is primarily attributed to the capital return generated from the Fund’s active trading strategy in low risk assets while investing in corporate bonds as core holding for coupon return.

Risk sentiment continues to be a major driver of local bond yield direction, whilst interest rate outlook will shape the steepness of the curve. To this front, the good performance as seen from the local bond market was a result of aggressive rate cuts by BNM that pushed Overnight Policy Rate (“OPR”) to record low level. We do not expect such performance to repeat in 2H2020 as policy rate is expected to remain at current level; the next change direction is for OPR to revise higher once the economy recovers from the Covid-19 fallout in the next 6 to 12 months. Key event risks to the Malaysian bond market such as FTSE Russell’s annual review on potential of Malaysia being disqualified from its flagship World Government Bond Index (“WGBI”), the uncertainty outcome of US-China rivalry and local political landscape should not be underestimated.

Going forward, we will continue to be proactive in managing this Fund by taking advantage of any weaknesses of the curve (yield moves higher) to lock in attractive yields which is in line with our longer term view.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE INCOME FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	297,575	182,234	141,720	125,493	114,691
Number of units ('000)	110,680	74,322	62,160	57,162	54,673
NAV per unit (RM)	2.689	2.452	2.280	2.195	2.098
Highest NAV/unit for the financial year (RM)	2.689	2.449	2.280	2.195	2.097
Lowest NAV/unit for the financial year (RM)	2.450	2.279	2.196	2.096	1.979
Total annual return - capital growth	9.67%	7.54%	3.87%	4.62%	6.01%
Average annual return					
- 1 year	9.67%	7.54%	3.87%	4.62%	6.01%
- 3 year	7.50%	5.62%	5.07%	5.88%	5.71%
- 5 year	7.18%	6.28%	5.50%	6.26%	6.35%
Performance of relevant benchmark indices (3-Mth FD)					
- 1 year	2.61%	3.17%	3.13%	3.03%	3.25%
- 3 year	3.06%	3.21%	3.24%	3.28%	3.31%
- 5 year	3.23%	3.37%	3.36%	3.35%	3.36%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Malaysia Government Securities and Cagamas Papers	28.07	37.97	8.81	7.99	-
Unquoted corporate bonds	39.18	55.06	77.88	87.45	89.10
Derivative assets	-	-	-	-	0.51
Cash and cash equivalents	39.14	6.30	9.20	4.04	10.33
Others	(6.39)	0.67	4.11	0.52	0.06
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE MANAGED FUND

For the financial period under review, the Fund rose 0.46%, outperforming the benchmark index (50% of 3-month compounded Maybank Fixed Deposit rate + 50% FBMKLCI) which declined by 4.17%, by +4.63%. At the end of the review period, the Fund had 46.96% in equities. Equity markets continue to be dictated by the US-China trade relations and development of COVID-19.

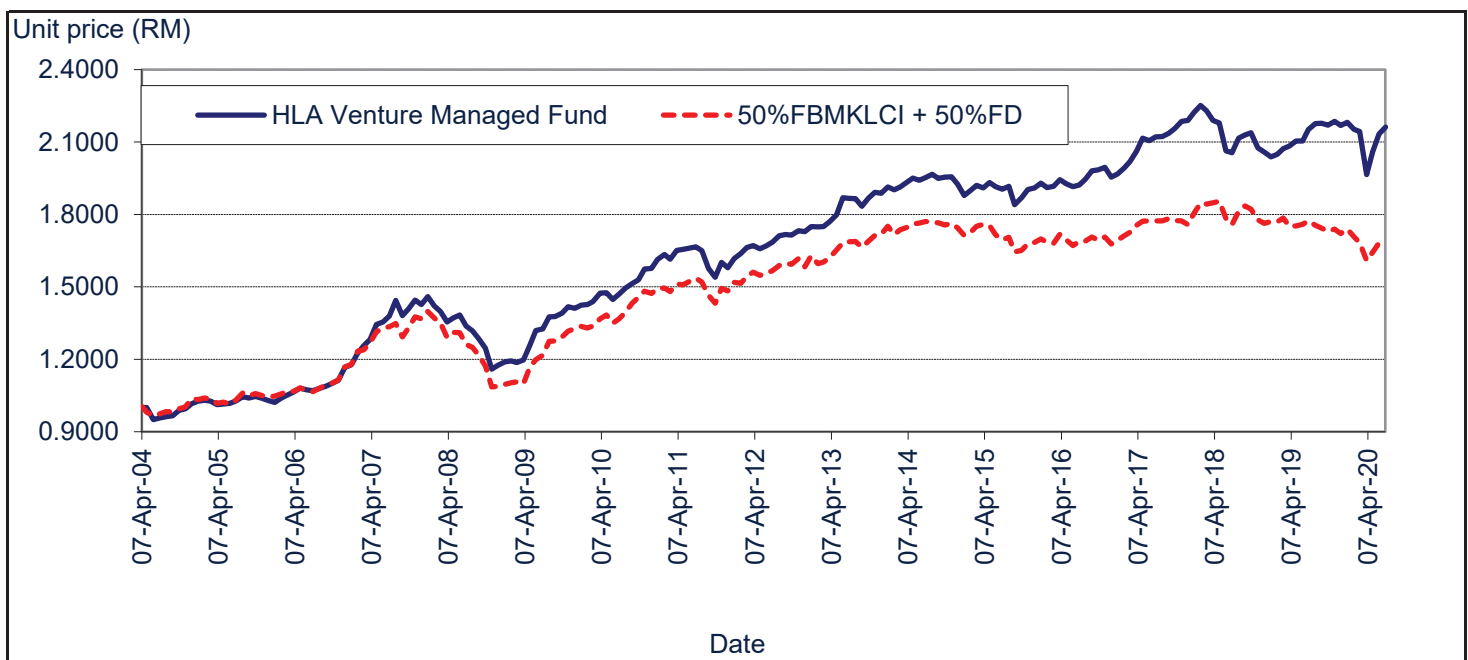
The COVID-19 outlook remains uncertain and there remains a risk of subsequent waves of infection as economies reopen. Until a medical solution is found, economic activity will likely remain sub-par as some form of social distancing measures will remain. The severe economic downturn thus far has elicited unprecedented monetary and fiscal support by policymakers, helping stabilize credit markets and key stress indicators. This policy-put is unlikely to disappear any time soon.

The Fund by the end of the financial year period was 42.40% invested in fixed income in particular corporate bonds which offered better yield which added stable income to the Fund. The Manager also traded primarily in MGS when there were arbitrage opportunities to improve the performance.

Going forward, we are likely to maintain the current asset allocation levels. In addition, we will continue to add MGS and quality corporate bonds via primary issuance to enhance the portfolio yield.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE MANAGED FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	264,221	252,600	218,198	209,538	166,542
Number of units ('000)	122,253	117,460	106,332	98,936	86,803
NAV per unit (RM)	2.161	2.151	2.052	2.118	1.919
Highest NAV/unit for the financial year (RM)	2.208	2.152	2.268	2.124	1.955
Lowest NAV/unit for the financial year (RM)	1.891	2.014	2.045	1.919	1.819
Total annual return - capital growth	0.46%	4.82%	-3.12%	10.37%	0.89%
Average annual return					
- 1 year	0.46%	4.82%	-3.12%	10.37%	0.89%
- 3 year	0.68%	4.03%	2.63%	2.91%	0.93%
- 5 year	2.72%	2.08%	2.06%	5.13%	3.04%
Performance of relevant benchmark indices (50%FBMKLCI + 50%FD)					
- 1 year	-4.17%	0.88%	-0.90%	5.05%	-0.34%
- 3 year	-1.40%	1.67%	1.25%	0.06%	0.02%
- 5 year	0.06%	0.03%	0.84%	2.63%	1.98%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Quoted equities	45.25	43.55	40.95	44.75	33.50
Quoted unit trusts and ("REITs")	1.57	1.46	0.56	0.56	2.02
Malaysia Government Securities and Cagamas Papers	9.12	11.53	9.76	4.79	-
Unquoted corporate bonds	33.28	37.26	40.41	41.69	46.35
Derivative assets	0.03	-	-	-	0.19
Cash and cash equivalents	11.65	6.08	5.27	8.38	17.87
Others	(0.90)	0.12	3.05	(0.17)	0.07
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE MANAGED FUND

Quoted equities composition by sector					
	Weightings %				
	2020	2019	2018	2017	2016
Construction	4.19	3.52	2.69	18.40	18.25
Consumer products & services	7.67	11.20	15.37	10.48	11.18
Energy	7.33	11.97	8.92	7.02	6.67
Finance services	20.63	26.95	23.76	15.44	11.59
Health care	16.75	2.67	1.02	1.23	-
Industrial products & services	7.69	8.76	11.47	10.76	4.83
Plantation	2.44	4.52	5.11	1.90	3.11
Properties	3.16	1.24	3.11	2.42	4.44
Technology	15.73	11.37	8.60	10.43	5.14
Telecommunications & media	5.01	6.48	7.43	7.11	10.90
Trading/services	-	-	-	2.02	3.99
Transportation & logistics	-	-	-	0.82	1.34
Utilities	9.40	11.32	12.52	11.97	18.56
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE GLOBAL FUND

Performance Review

For the financial period under review, the Fund managed to achieve a return of 10.40% vs. the benchmark return of 3.55% (1/3 MSCI AC Asia Pacific ex Japan Index + 1/3 MSCI ACWI Index + 1/3 RAM Quantshop MGS All Index). The fund invests up to 95% of its NAV into the Hong Leong Strategic Fund and the Hong Leong Asia Pacific Dividend Fund. The performance and strategy of the respective funds is explained below.

Hong Leong Strategic Fund slid 21.88% during the period under review. Sector-wise, healthcare and technology sectors were the key contributors to the Fund's performance while consumer and financial sectors were the detractors.

Hong Leong Asia-Pacific Dividend Fund posted a return of 37.52% during the period under review. Sector-wise, healthcare was the key contributor to the Fund's performance. Energy sector was the laggard.

Outlook/Strategy

We are still cautiously optimistic on recording positive growth in the second half of 2020 supported by liquidity from global central banks as well as large-scale fiscal stimulus. We believe that the equity market is likely to remain buoyant. Nevertheless, we continue to overweight in technology and selective property stocks. The monetary policy rate may ease in the near term as Bank Negara Malaysia looks to mitigate the lower growth due to the fallout of the COVID-19 outbreak. We remain positive on government bonds to take advantage of the lower interest rate outlook.

For the region, we are positive on companies that will benefit from the secular rise in domestic demand in Asia and companies that will benefit from improving global growth outlook. For the local market, we are positive on selected export, financials and oil & gas stocks that may benefit from a recovering global economy. Valuations have emerged after the COVID-19 market sell-off, largely driven by foreign outflows. We view this as a buying opportunity and look to add selected large-cap stocks to our Fund.

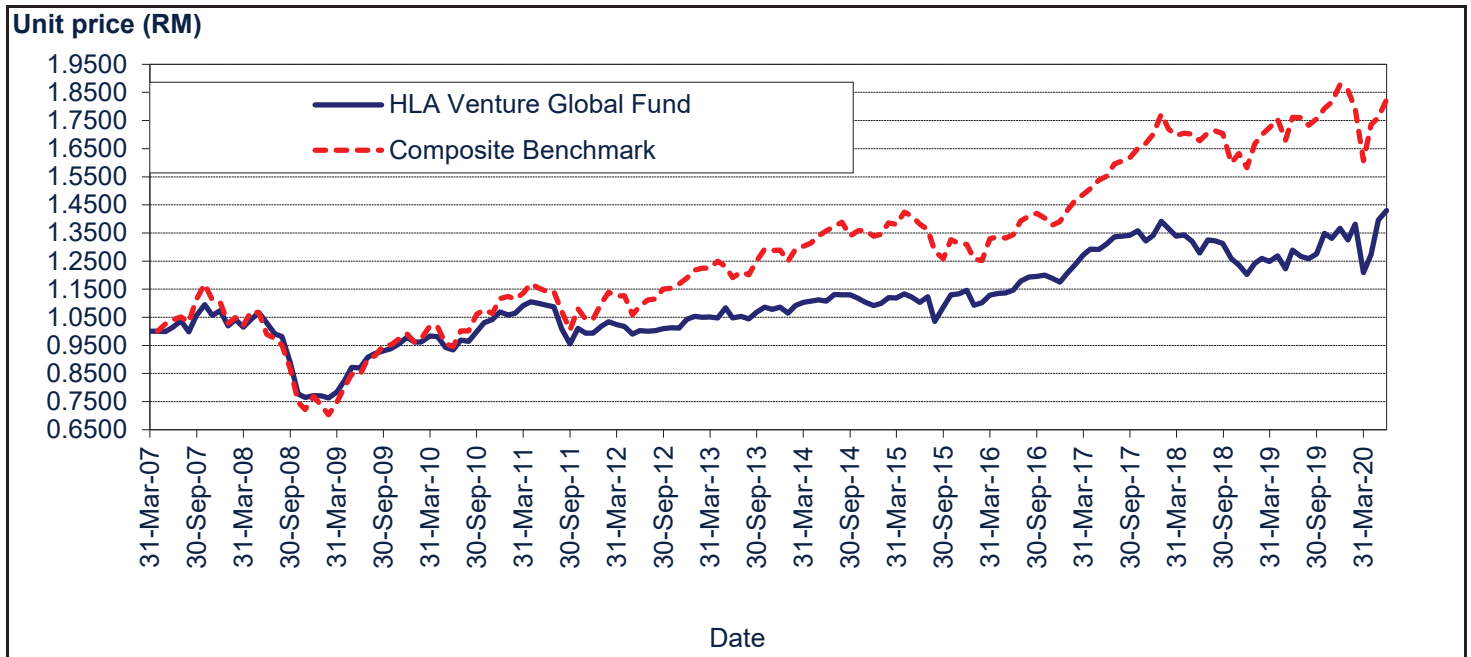
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE GLOBAL FUND

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE GLOBAL FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	31,697	28,638	28,395	28,972	24,357
Number of units ('000)	22,284	22,231	22,229	22,100	21,301
NAV per unit (RM)	1.422	1.288	1.277	1.311	1.143
Highest NAV/unit for the financial year (RM)	1.490	1.337	1.401	1.317	1.154
Lowest NAV/unit for the financial year (RM)	1.110	1.188	1.279	1.146	1.022
Total annual return - capital growth	10.40%	0.86%	-2.59%	14.70%	3.91%
Average annual return					
- 1 year	10.40%	0.86%	-2.59%	14.70%	3.91%
- 3 year	2.82%	4.23%	5.36%	6.04%	3.03%
- 5 year	5.85%	3.21%	4.51%	6.15%	0.91%
Performance of relevant benchmark indices (Composite Benchmark)					
- 1 year	3.55%	5.03%	8.12%	15.44%	-2.68%
- 3 year	5.87%	10.36%	7.16%	4.75%	4.28%
- 5 year	6.42%	5.95%	8.17%	8.47%	3.52%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Unquoted unit trusts	99.38	98.48	97.81	97.06	82.94
Cash and cash equivalents	0.71	0.74	1.61	3.26	16.83
Others	(0.09)	0.78	0.58	(0.32)	0.23
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE FLEXI FUND

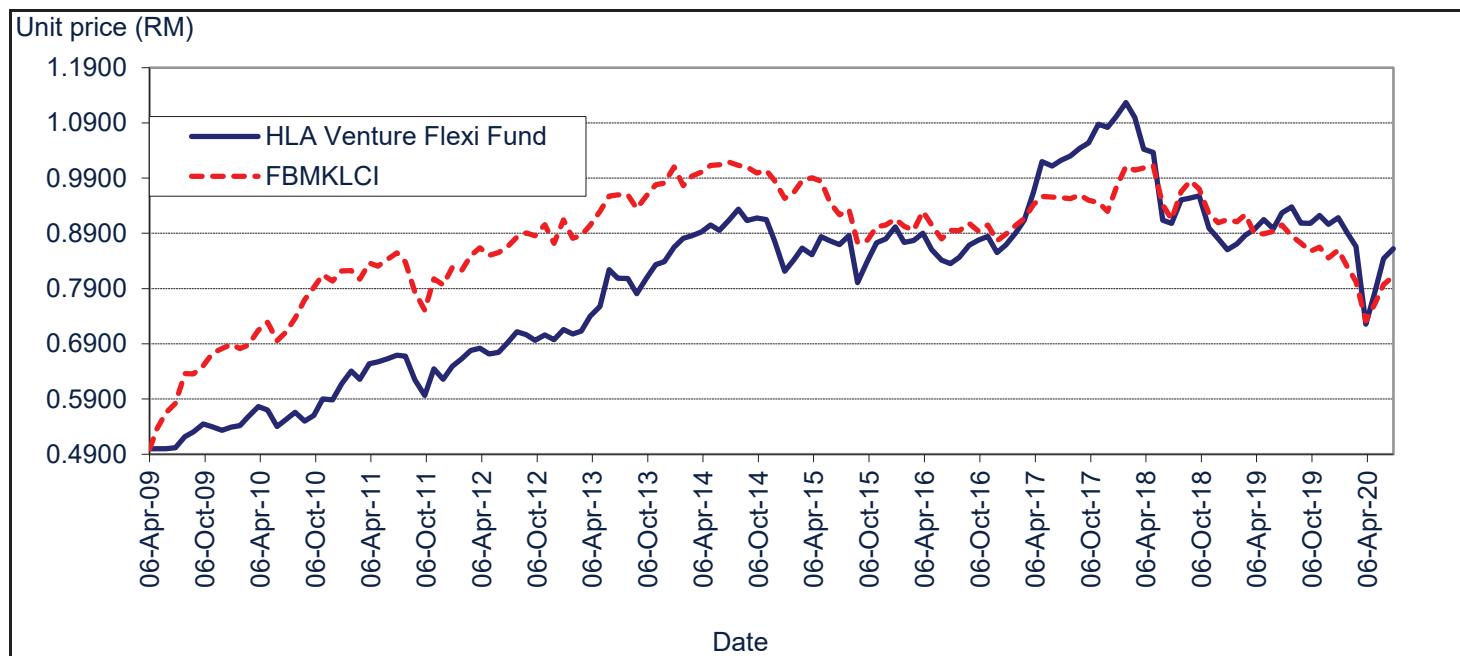
For the financial period under review, the Fund declined by 7.01% compared to the decline in FBMKLCI benchmark index return of 10.24% resulting in an outperformance of +3.23%. The main contributors to the fund performance include Top Glove, Supermax and Dufu Technology. The worst performing stocks include Genting Malaysia, Genting Berhad and CIMB. Travel and hospitality stocks were badly hit by COVID-19 and bank stocks were impacted by rate cuts and economic slowdown.

We expect the market to remain volatile for the balance of 2020 due to uncertainties on the pace of the global economic recovery. We are cognizant of the event risks – US-China tensions and fear of a second wave of infection that may punctuate the market rebound. We are adopting a barbell strategy to navigate the volatility from sentiment shifts. This approach to stock selection reflects a mix of resilience and recovery plays at the two extreme end of the risk spectrum. Political developments are also likely determinants of market direction in the later part of the year.

Going forward, the Fund will continue to invest in good quality companies that can offer earnings growth with good dividend yields.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE FLEXI FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	89,909	70,975	46,448	38,863	25,211
Number of units ('000)	104,275	76,594	51,277	38,138	30,253
NAV per unit (RM)	0.862	0.927	0.906	1.019	0.833
Highest NAV/unit for the financial year (RM)	0.956	0.966	1.148	1.035	0.908
Lowest NAV/unit for the financial year (RM)	0.671	0.848	0.904	0.835	0.784
Total annual return - capital growth	-7.01%	2.32%	-11.09%	22.33%	-3.92%
Average annual return					
- 1 year	-7.01%	2.32%	-11.09%	22.33%	-3.92%
- 3 year	-5.14%	3.76%	1.50%	3.99%	1.00%
- 5 year	-0.12%	0.37%	2.48%	9.46%	4.88%
Performance of relevant benchmark indices (FBMKLCI)					
- 1 year	-10.24%	-1.15%	-4.09%	6.63%	-3.08%
- 3 year	-4.97%	0.36%	-0.30%	-2.11%	-2.25%
- 5 year	-2.41%	-2.24%	-0.93%	2.06%	0.95%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Quoted equities	86.69	83.96	73.68	83.28	63.79
Quoted unit trusts and REITs	2.04	2.29	1.12	-	2.44
Cash and cash equivalents	10.71	13.28	25.64	17.68	33.77
Others	0.56	0.47	(0.44)	(0.96)	-
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VENTURE FLEXI FUND

Quoted equities composition by sector					
	Weightings %				
	2020	2019	2018	2017	2016
Construction	4.76	4.74	4.00	19.38	18.83
Consumer products & services	10.69	12.16	19.15	13.20	18.41
Energy	6.60	12.47	7.41	6.49	7.66
Finance services	17.35	22.11	20.54	14.06	15.66
Health care	16.10	3.66	0.71	0.71	-
Industrial products & services	12.45	9.51	11.95	17.14	7.03
Plantation	1.79	3.51	3.59	1.10	4.20
Properties	1.42	3.30	4.93	3.85	5.38
Technology	13.57	13.54	14.33	10.74	4.70
Telecommunications & media	4.17	5.81	6.38	4.68	5.69
Trading/services	-	-	-	2.13	1.13
Transportation & logistics	-	0.27	0.63	-	-
Utilities	11.10	8.92	6.38	6.52	11.31
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN FUNDS

Performance Review

Max Invest Save 30Y Index endured volatile conditions during the first two months of the reported period due to the escalation of the Sino-American trade war. As such, the performance of the index declined during that six-week period. However, by the middle of August 2019, all Floating Rate Negotiable Instrument of Deposits ("FRNIDs") became cashlocked and were no longer exposed to the Max Invest Save 30Y index. Thus, the performance of the FRNIDs are now dependent on the levels of MYR interest rates.

During the course of the reported period, MYR interest rates declined significantly largely due to the onset of the coronavirus pandemic. Bank Negara Malaysia ("BNM") also reduced the benchmark interest rate (Overnight Policy Rate) 3 times in the same stretch to provide a more accommodative environment to deal with the economic fallout that was caused by Covid-19. Hence, the FRNIDs registered favourable performances over the last 12 months.

The Max InvestSave 30Y weightings from June 2019 to July 2019 are listed in the table below:*

Reference Assets	June 2019	July 2019
American Equity	-12.65%	-14.52%
Japanese Equity	18.65%	15.62%
European Equity	17.86%	12.71%
UK Equity	18.65%	16.86%
Emerging Market Equity	7.46%	6.75%
China Equity	7.46%	6.75%
Commodity Index	-0.64%	6.17%
European Real Estate	11.19%	16.86%
American Real Estate	7.46%	6.75%
Hedge Fund Strategies	-3.73%	-3.37%
Currency	-2.70%	-16.86%

*All Evergreen Funds were cashlocked as of August 2019 which meant that none of the funds were referencing the Max InvestSave 30Y index from that point onwards.

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN FUNDS

Outlook/Strategy

The 13Y and 15Y Maximum Assurance FRNID have been “cashlocked” since 2016 while the 18Y, 20Y, and 25Y FRNIDs have been cashlocked in 2019. As such, all products no longer have any exposure to the Max InvestSave 30Y Index. The RUPs of all the FRNIDs will now behave much like zero coupon bonds as they eventually reach their respective Guaranteed Level at maturity. The Guaranteed Levels are not expected to increase any further.

The performance of the Maximum Assurance underlying indices as at 29 June 2020 is listed in the table below:

	June 2020	June 2019
Max InvestSave 30Y	NA	0.770
American Equity	NA	5,908.250
Japanese Equity	NA	2,338.890
European Equity	NA	7,336.820
UK Equity	NA	6,732.440
Emerging Market Equity	NA	4,267.550
China Equity	NA	10,881.850
Commodity Index	NA	803.640
European Real Estate	NA	5,915.550
American Real Estate	NA	87.310
Hedge Fund Strategies	NA	211.480
Currency	NA	0.879

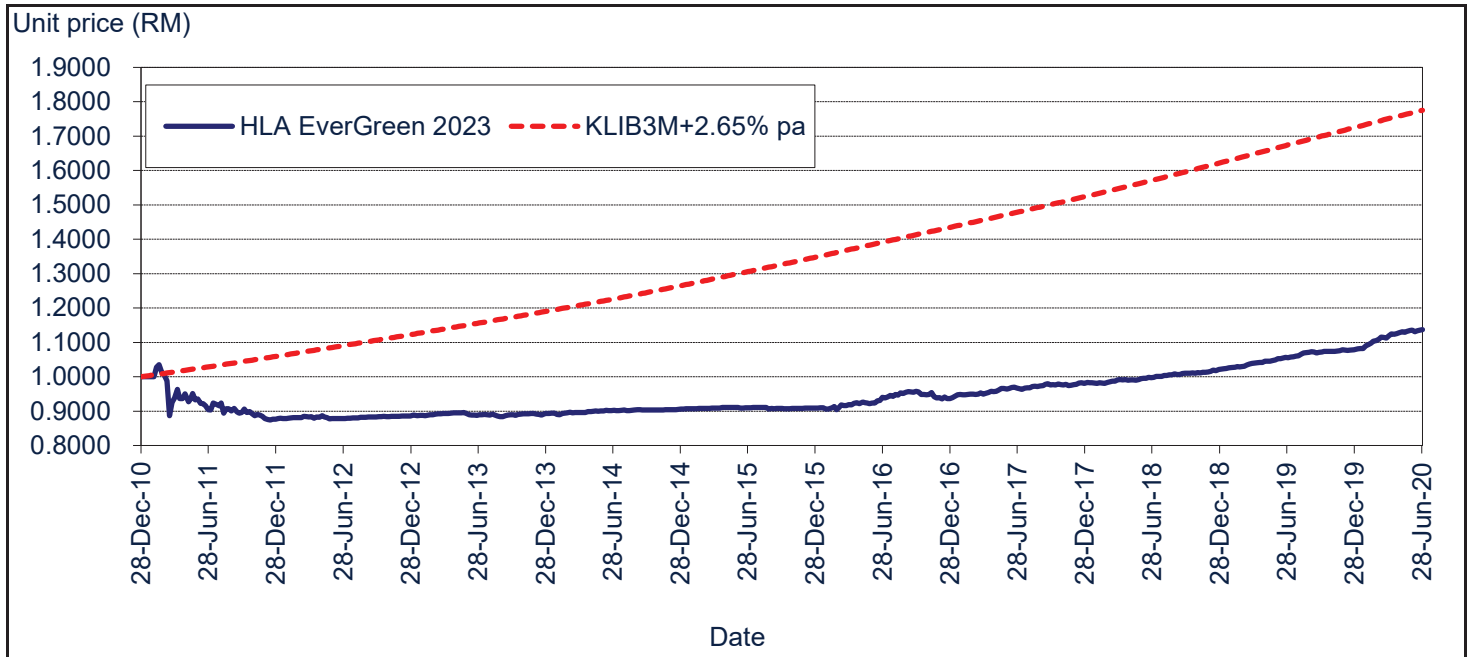
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2023

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2023

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	26,367	25,459	25,437	26,952	27,532
Number of units ('000)	23,219	24,100	25,515	27,865	29,566
NAV per unit (RM)	1.136	1.056	0.997	0.967	0.931
Highest NAV/unit for the financial year (RM)	1.137	1.056	0.998	0.970	0.941
Lowest NAV/unit for the financial year (RM)	1.056	0.997	0.964	0.936	0.904
Total annual return - capital growth	7.58%	5.92%	3.10%	3.87%	2.20%
Average annual return					
- 1 year	7.58%	5.92%	3.10%	3.87%	2.20%
- 3 year	5.83%	4.48%	3.15%	2.44%	1.99%
- 5 year	4.94%	3.44%	2.48%	2.02%	0.80%
Performance of relevant benchmark indices (KLIB3M+2.65%p.a.)					
- 1 year	6.13%	6.47%	6.25%	6.27%	6.53%
- 3 year	6.69%	6.74%	6.76%	6.90%	6.81%
- 5 year	7.19%	7.31%	7.20%	7.12%	7.06%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	101.73	101.31	100.69	100.49	100.37
Cash and cash equivalents	0.04	0.04	1.13	0.13	0.10
Others	(1.77)	(1.35)	(1.82)	(0.62)	(0.47)
Total	100.00	100.00	100.00	100.00	100.00

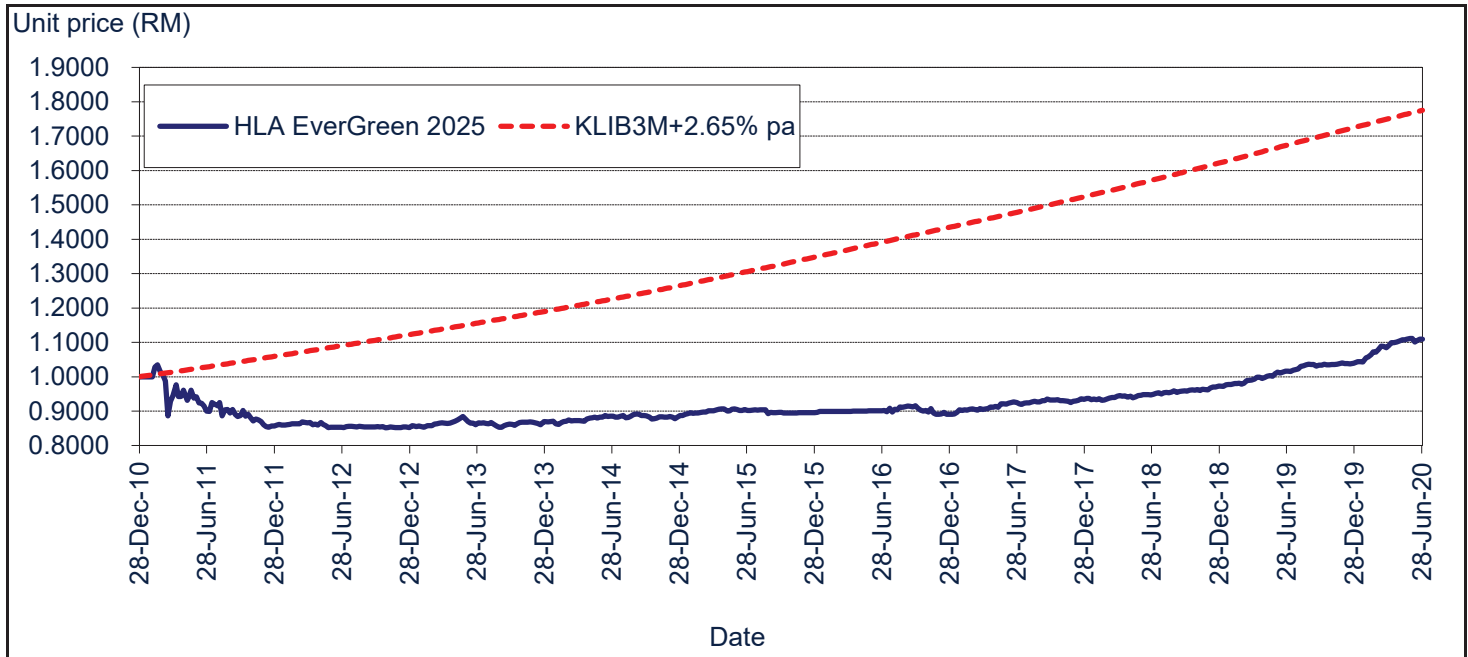
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2025

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2025

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	10,865	9,674	8,209	6,814	4,779
Number of units ('000)	9,790	9,521	8,664	7,365	5,303
NAV per unit (RM)	1.110	1.016	0.948	0.925	0.901
Highest NAV/unit for the financial year (RM)	1.111	1.016	0.948	0.927	0.904
Lowest NAV/unit for the financial year (RM)	1.015	0.948	0.919	0.891	0.893
Total annual return - capital growth	9.25%	7.17%	2.49%	2.66%	-0.44%
Average annual return					
- 1 year	9.25%	7.17%	2.49%	2.66%	-0.44%
- 3 year	6.67%	4.25%	1.58%	1.55%	1.60%
- 5 year	4.53%	2.99%	2.07%	1.69%	0.02%
Performance of relevant benchmark indices (KLIB3M+2.65%p.a.)					
- 1 year	6.13%	6.47%	6.25%	6.27%	6.53%
- 3 year	6.69%	6.74%	6.76%	6.90%	6.81%
- 5 year	7.19%	7.31%	7.20%	7.12%	7.06%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	101.32	100.72	99.95	99.65	99.59
Cash and cash equivalents	0.08	0.10	0.72	0.56	0.62
Others	(1.40)	(0.82)	(0.67)	(0.21)	(0.21)
Total	100.00	100.00	100.00	100.00	100.00

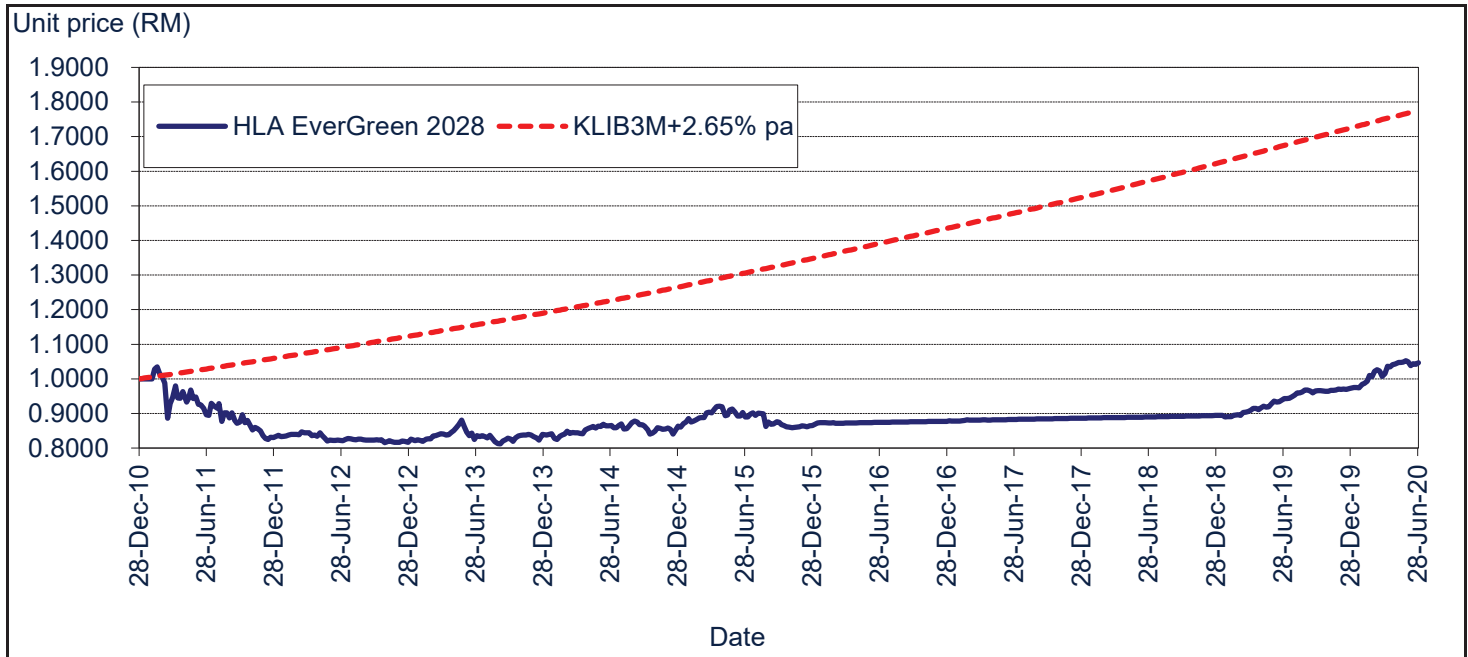
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2028

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2028

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	15,799	12,334	8,830	6,558	4,314
Number of units ('000)	15,157	13,147	9,925	7,433	4,936
NAV per unit (RM)	1.042	0.938	0.890	0.882	0.874
Highest NAV/unit for the financial year (RM)	1.052	0.938	0.890	0.882	0.902
Lowest NAV/unit for the financial year (RM)	0.943	0.890	0.882	0.874	0.858
Total annual return - capital growth	11.09%	5.39%	0.91%	0.92%	-3.21%
Average annual return					
- 1 year	11.09%	5.39%	0.91%	0.92%	-3.21%
- 3 year	6.05%	2.44%	-0.48%	0.69%	2.01%
- 5 year	3.08%	1.71%	1.60%	1.46%	-0.49%
Performance of relevant benchmark indices (KLIB3M+2.65%p.a.)					
- 1 year	6.13%	6.47%	6.25%	6.27%	6.53%
- 3 year	6.69%	6.74%	6.76%	6.90%	6.81%
- 5 year	7.19%	7.31%	7.20%	7.12%	7.06%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	101.05	100.36	99.80	98.85	99.49
Cash and cash equivalents	0.09	0.13	0.44	1.29	0.80
Others	(1.14)	(0.49)	(0.24)	(0.14)	(0.29)
Total	100.00	100.00	100.00	100.00	100.00

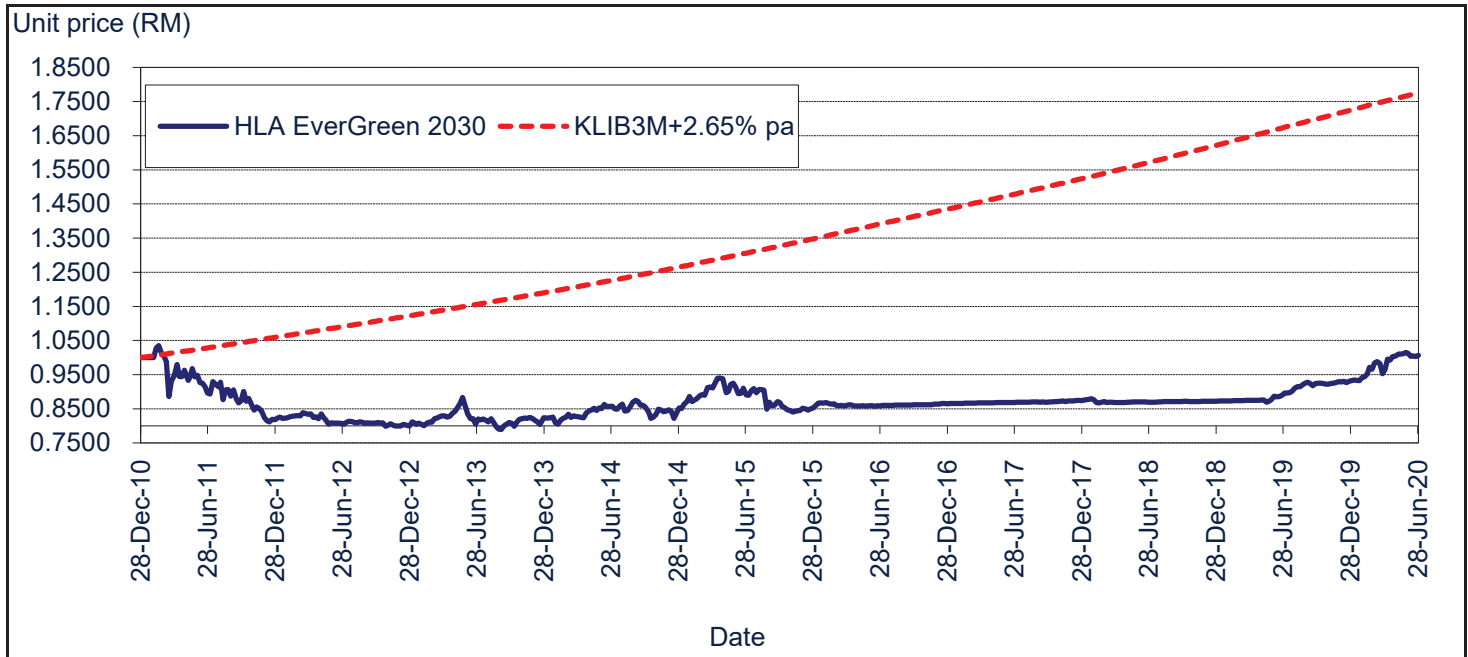
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2030

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2030

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	49,956	39,768	31,464	23,247	16,167
Number of units ('000)	49,823	44,697	36,180	26,760	18,816
NAV per unit (RM)	1.003	0.890	0.870	0.869	0.859
Highest NAV/unit for the financial year (RM)	1.015	0.890	0.880	0.869	0.909
Lowest NAV/unit for the financial year (RM)	0.896	0.869	0.867	0.860	0.840
Total annual return - capital growth	12.70%	2.30%	0.12%	1.16%	-5.71%
Average annual return					
- 1 year	12.70%	2.30%	0.12%	1.16%	-5.71%
- 3 year	5.14%	1.20%	-1.50%	0.51%	2.20%
- 5 year	2.02%	0.79%	1.61%	1.54%	-0.85%
Performance of relevant benchmark indices (KLIB3M+2.65%p.a.)					
- 1 year	6.13%	6.47%	6.25%	6.27%	6.53%
- 3 year	6.69%	6.74%	6.76%	6.90%	6.81%
- 5 year	7.19%	7.31%	7.20%	7.12%	7.06%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	101.05	100.16	99.95	99.61	99.86
Cash and cash equivalents	0.02	0.07	0.10	0.44	0.32
Others	(1.07)	(0.23)	(0.05)	(0.05)	(0.18)
Total	100.00	100.00	100.00	100.00	100.00

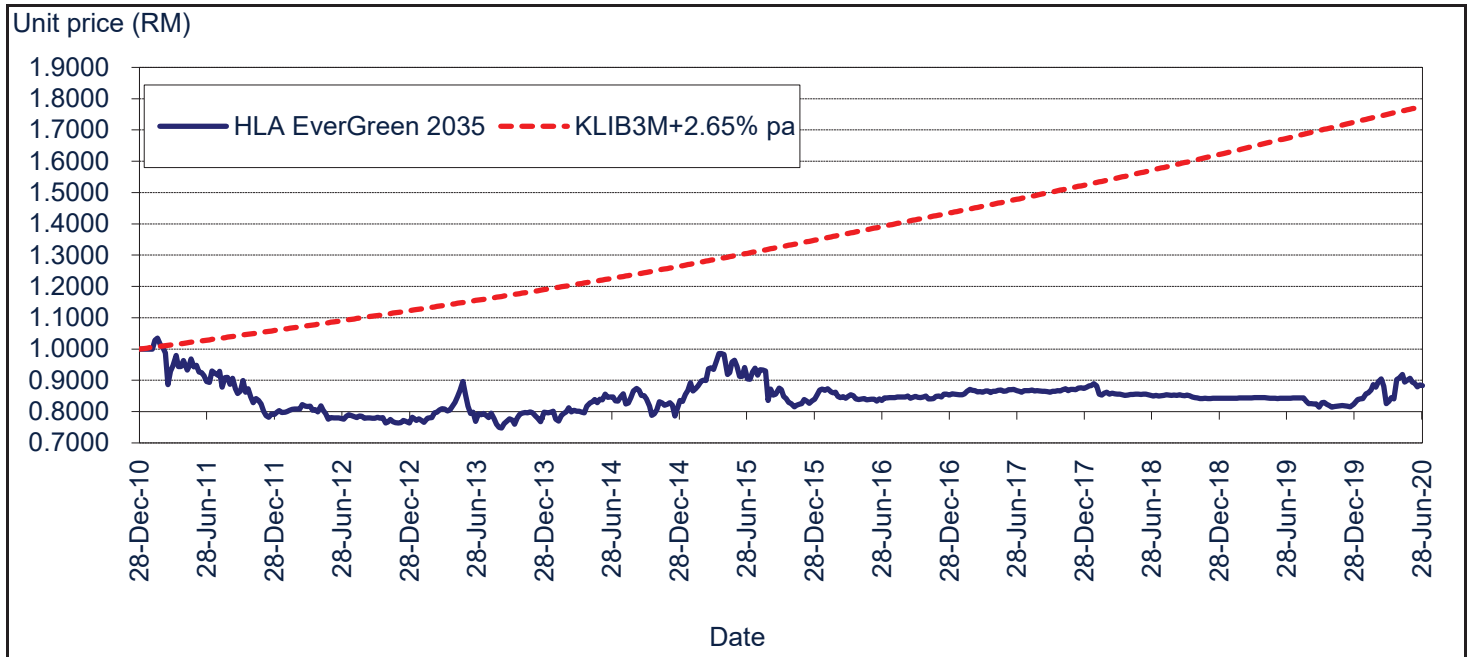
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2035

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA EVERGREEN 2035

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	792,000	639,014	486,976	333,573	191,321
Number of units ('000)	894,695	758,455	571,366	384,717	227,463
NAV per unit (RM)	0.885	0.843	0.852	0.867	0.841
Highest NAV/unit for the financial year (RM)	0.919	0.854	0.890	0.872	0.939
Lowest NAV/unit for the financial year (RM)	0.814	0.842	0.852	0.841	0.816
Total annual return - capital growth	4.98%	-1.06%	-1.73%	3.09%	-10.63%
Average annual return					
- 1 year	4.98%	-1.06%	-1.73%	3.09%	-10.63%
- 3 year	0.69%	0.08%	-3.15%	0.83%	2.89%
- 5 year	-1.19%	-0.07%	2.16%	2.28%	-1.35%
Performance of relevant benchmark indices (KLIB3M+2.65%p.a.)					
- 1 year	6.13%	6.47%	6.25%	6.27%	6.53%
- 3 year	6.69%	6.74%	6.76%	6.90%	6.81%
- 5 year	7.19%	7.31%	7.20%	7.12%	7.06%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	100.24	99.91	99.88	99.42	99.81
Cash and cash equivalents	0.03	0.02	0.09	0.65	0.19
Others	(0.27)	0.07	0.03	(0.07)	-
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

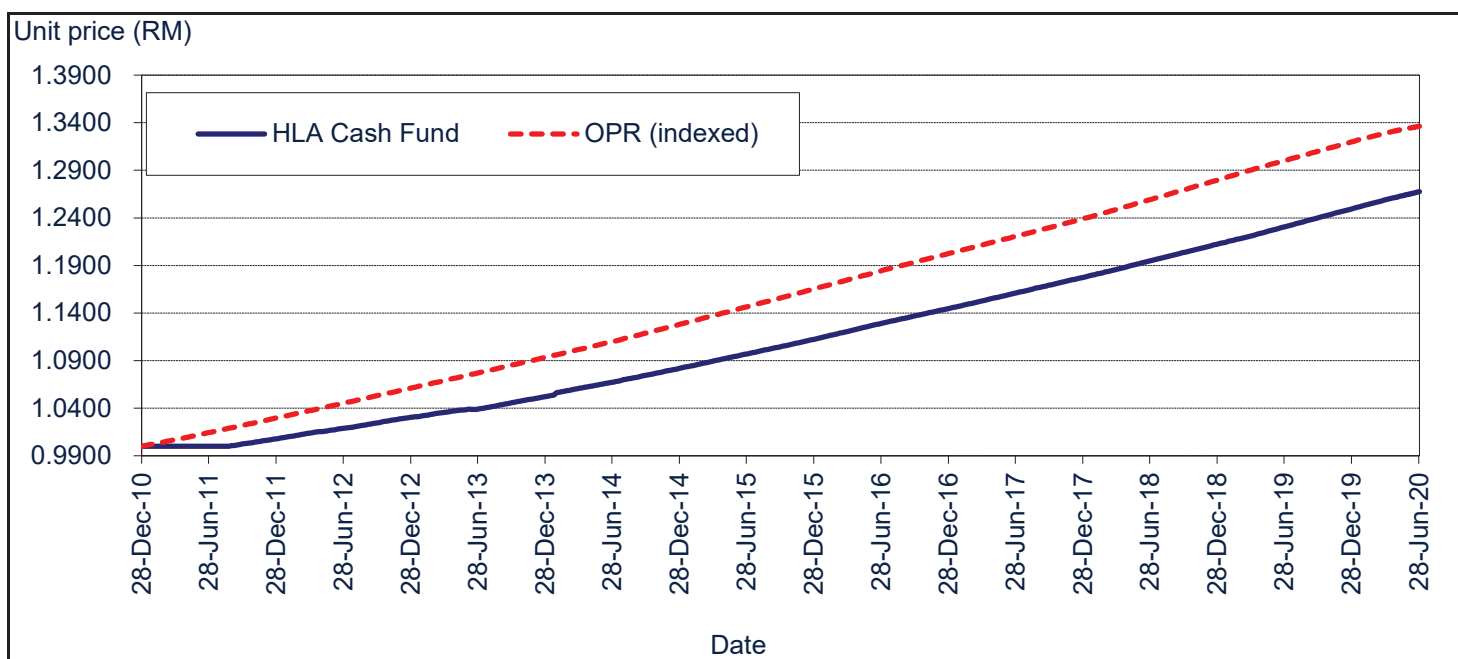
HLA CASH FUND

Performance Review

For the period under review, the fund registered a return of 3.01% outperforming the benchmark return of 2.80% as we locked in the higher rates at a longer tenure prior to the cut in the Overnight Policy Rates. The permitted investments are being restricted to Islamic deposits where the interest rates are higher than the benchmark Overnight Policy which is the benchmark.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA CASH FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	31,684	38,978	35,740	31,498	25,025
Number of units ('000)	24,992	31,669	29,902	27,122	22,155
NAV per unit (RM)	1.268	1.231	1.195	1.161	1.130
Highest NAV/unit for the financial year (RM)	1.268	1.230	1.195	1.161	1.129
Lowest NAV/unit for the financial year (RM)	1.230	1.195	1.161	1.130	1.097
Total annual return - capital growth	3.01%	3.01%	2.93%	2.74%	3.01%
Average annual return					
- 1 year	3.01%	3.01%	2.93%	2.74%	3.01%
- 3 year	3.07%	2.98%	2.98%	2.90%	2.89%
- 5 year	3.12%	3.05%	2.91%	2.79%	2.58%
Performance of relevant benchmark indices (OPR)					
- 1 year	2.80%	3.25%	3.14%	3.05%	3.29%
- 3 year	3.16%	3.25%	3.26%	3.34%	3.33%
- 5 year	3.31%	3.43%	3.38%	3.36%	3.35%

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Fixed and call deposits	74.60	59.19	46.79	64.15	-
Cash and cash equivalents	24.05	40.61	53.69	35.80	100.08
Others	1.35	0.20	(0.48)	0.05	(0.08)
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA SECURE FUND

Performance Review

For the period between 1 July 2019 to 30 June 2020, the fund registered a return of 1.51%, outperforming the benchmark return of -4.35% by 5.86 percentage points.

Outlook/Strategy

Global markets got off to a rocky start in 2020 as benchmark gauges reeled from contagion fears as a result of the coronavirus outbreak. The Hong Kong Hang Seng index tumbled 6.7% in January, whilst the broader MSCI Asia ex-Japan index fell 4.5%. The World Health Organization declared a global health emergency over the coronavirus outbreak that has claimed the lives of thousands of people, with millions more infected. We continue to see persisted volatility over the next few months, even as markets have recovered from the lows in March.

In Malaysia, the gloomy political scenario continues to linger and cloud investors' appetite as investors' await more political certainty. The benchmark KLCI fell by 3% in February as the country plunged into political turmoil which ultimately culminated in the appointment of Tan Sri Muhyiddin Yassin as the eighth Prime Minister, from the Perikatan Nasional coalition (UMNO, PAS, Bersatu and a splinter faction of PKR). The appointment was announced by Istana Negara amidst shifting political allegiances and frantic horse-trading across the ruling and opposition coalitions.

With the extreme volatility in markets, we raised our cash holdings during the March selloff and went into defensive stance in our allocation in order to protect the downside risk of the Fund. The Fund raised cash to circa 12%, and the manager subsequently redeployed and bought back into the market as value emerged. Currently, the Fund is approximately 97% invested with the remaining 3% in cash. Of the 97%, 71% is in Fixed Income while 26% is in Equities. The manager intends to remain on this asset allocation for the foreseeable future, barring any wild swings in markets. We continue to keep a close monitor on market developments as well as on the Covid-19 front.

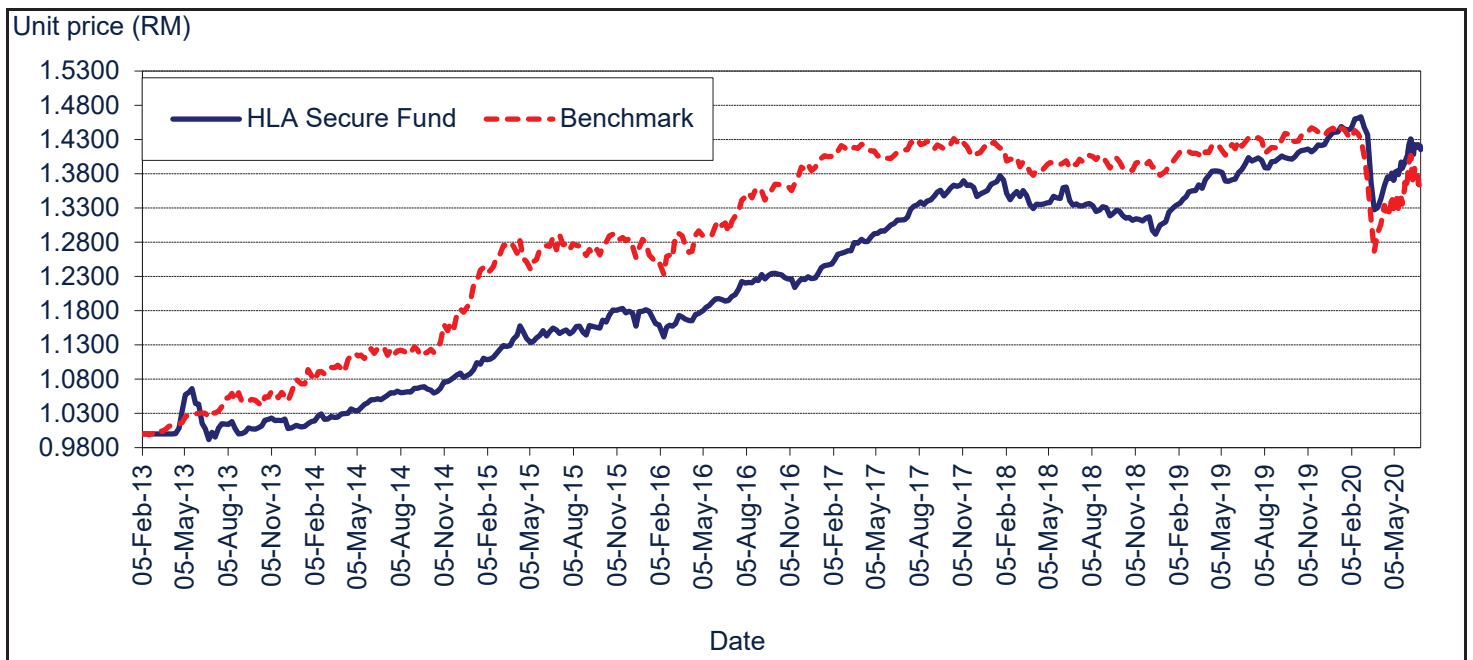
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA SECURE FUND

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA SECURE FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	21,117	18,746	14,231	10,856	6,627
Number of units ('000)	14,921	13,444	10,670	8,263	5,554
NAV per unit (RM)	1.415	1.394	1.334	1.314	1.193
Highest NAV/unit for the financial year (RM)	1.463	1.394	1.377	1.313	1.198
Lowest NAV/unit for the financial year (RM)	1.327	1.292	1.313	1.201	1.142
Total annual return - capital growth	1.51%	4.50%	1.52%	10.14%	3.56%
Average annual return					
- 1 year	1.51%	4.50%	1.52%	10.14%	3.56%
- 3 year	2.56%	5.62%	5.27%	8.30%	6.83%
- 5 year	4.57%	6.50%	6.76%	N/A	N/A
Performance of relevant benchmark indices					
- 1 year	-4.35%	2.33%	-1.35%	9.13%	2.02%
- 3 year	-1.15%	3.39%	3.28%	8.66%	8.79%
- 5 year	1.50%	5.43%	7.21%	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Unquoted unit trusts	99.87	100.14	100.21	101.36	103.51
Cash and cash equivalents	0.11	0.06	0.22	0.24	0.21
Others	0.02	(0.20)	(0.43)	(1.60)	(3.72)
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HONG LEONG SMART GROWTH FUND

Performance Review

For the period under review, the Fund registered a negative return of 3.14%, outperforming the benchmark FBM-KLCI which decreased by 10.24%. The outperformance of 7.10% was mainly due to stock selection. Global equity markets continued to move higher in July despite continued increase in daily new COVID-19 cases globally. Locally, BNM cut the OPR by another 25bps to the lowest-ever level of 1.75%. Another loan moratorium for targeted assistance was announced by the Prime Minister where banks will extend the loan moratorium to targeted vulnerable groups when the current loan moratorium expires on 30 September. The political scene locally also continues to evolve and remains fluid. The month ended with the dissolution of the Sabah state assembly paving the way for fresh elections for the state. With the local COVID-19 cases hitting a double digit mark post easing of the Movement Control Order (MCO), the Malaysian government could impose further restrictions should the situation worsen.

Outlook/Strategy

Despite signs of improving economic data, equities are expected to remain volatile as the market grapples with rising COVID-19 infections globally, which could force governments to re-impose limits on activities. Further escalation of US-China geopolitical tensions ahead of the US presidential elections will also continue to weigh on sentiment. Nevertheless, asset prices could remain buoyed as policymakers remain supportive with aggressive fiscal support and liquidity programs. The local market will shift its focus to the upcoming 2Q20 results which is expected to commence August onwards.

We continue to remain selective and prefer sectors that see more resilient growth. As such, we maintain an overweight in tech and exporters due to decent earnings growth while looking to add cyclicals and commodity stocks on weakness to position for a rebound. We maintain a trading bias to take advantage of market volatility in the near term.

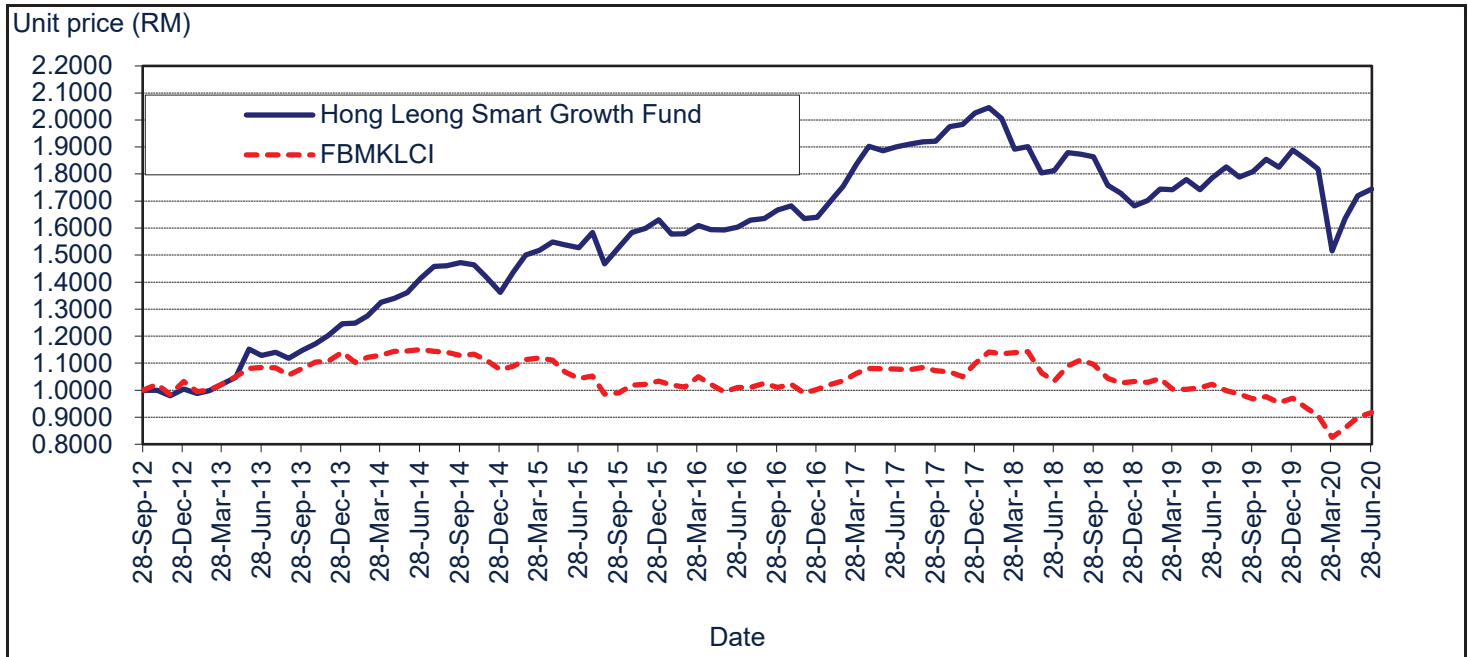
Comparative Fund Performance

For the financial year ended 30 June 2020

HONG LEONG SMART GROWTH FUND

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HONG LEONG SMART GROWTH FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	198,547	218,162	234,605	235,423	190,108
Number of units ('000)	114,826	122,205	130,324	123,798	118,623
NAV per unit (RM)	1.729	1.785	1.800	1.902	1.603
Highest NAV/unit for the financial year (RM)	1.925	1.893	2.085	1.923	1.634
Lowest NAV/unit for the financial year (RM)	1.318	1.646	1.800	1.603	1.433
Total annual return - capital growth	-3.14%	-0.83%	-5.36%	18.65%	5.25%
Average annual return					
- 1 year	-3.14%	-0.83%	-5.36%	18.65%	5.25%
- 3 year	-3.03%	3.78%	6.06%	11.63%	14.04%
- 5 year	2.71%	5.32%	12.14%	N/A	N/A
Performance of relevant benchmark indices (FBMKLCI)					
- 1 year	-10.24%	-1.15%	-4.09%	6.63%	-3.08%
- 3 year	-4.97%	0.36%	-0.30%	-2.11%	-2.25%
- 5 year	-2.41%	-2.24%	-0.93%	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Unquoted unit trusts	100.19	100.23	100.30	101.06	99.62
Cash and cash equivalents	0.06	0.12	0.29	-	0.13
Others	(0.25)	(0.35)	(0.59)	(1.06)	0.25
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA DANA SURIA

For the financial period under review, the Fund increased by 0.88% versus the benchmark return of 0.25%, thereby outperforming by 0.63%. The return for the underlying funds, i.e. HLA Venture Dana Putra and Hong Leong Dana Maarof were -3.66% and 7.12% respectively.

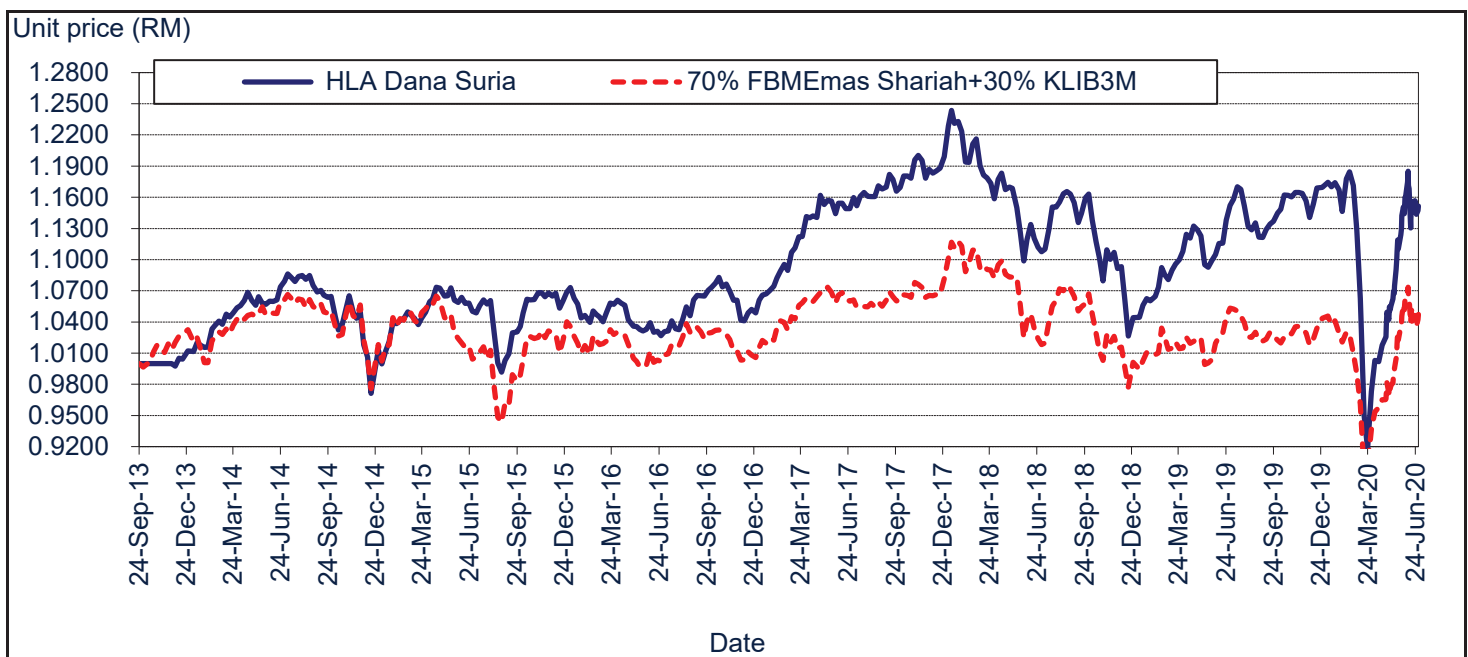
HLA Venture Dana Putra's performance and strategy is as explained above.

Hong Leong Dana Maa'rof posted a return of 7.12% during the period under review. In the Shariah-compliant equity segment, healthcare and industrial sectors were the key contributors to the Fund's performance. Energy sector was the laggard. In the sukuk segment, financial was the key contributor to the Fund's performance. Highway sector was the detractor.

We are positive on selected Shariah-compliant export and oil & gas stocks that may benefit from a recovering global economy. Valuations have emerged after the COVID-19 market sell-off, largely driven by foreign outflows. We view this as a buying opportunity and look to add selected Shariah-compliant large-cap stocks to our Fund. The monetary policy rate may ease in the near term as Bank Negara Malaysia looks to mitigate the lower growth due to the fallout of the COVID-19 outbreak. We remain focused on maintaining corporate sukuk holdings with strong credits and high coupon for higher yield carry to provide the desired income.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA DANA SURIA

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	7,011	6,692	6,161	7,047	7,404
Number of units ('000)	6,110	5,879	5,563	6,103	7,222
NAV per unit (RM)	1.148	1.138	1.108	1.155	1.025
Highest NAV/unit for the financial year (RM)	1.185	1.165	1.244	1.162	1.073
Lowest NAV/unit for the financial year (RM)	0.918	1.027	1.099	1.031	0.992
Total annual return - capital growth	0.88%	2.71%	-4.07%	12.68%	-2.10%
Average annual return					
- 1 year	0.88%	2.71%	-4.07%	12.68%	-2.10%
- 3 year	-0.20%	3.67%	1.94%	2.58%	N/A
- 5 year	1.93%	2.05%	N/A	N/A	N/A
Performance of relevant benchmark indices (70% FBMEmas Shariah +30% KLIB3M)					
- 1 year	0.25%	2.03%	-3.41%	5.78%	-0.21%
- 3 year	-0.40%	1.42%	0.65%	0.00%	N/A
- 5 year	0.86%	-0.29%	N/A	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Unquoted unit trusts	99.11	99.13	99.27	100.14	99.53
Cash and cash equivalents	0.17	0.16	0.17	0.28	0.47
Others	0.72	0.71	0.56	(0.42)	-
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VALUE FUND

Performance Review

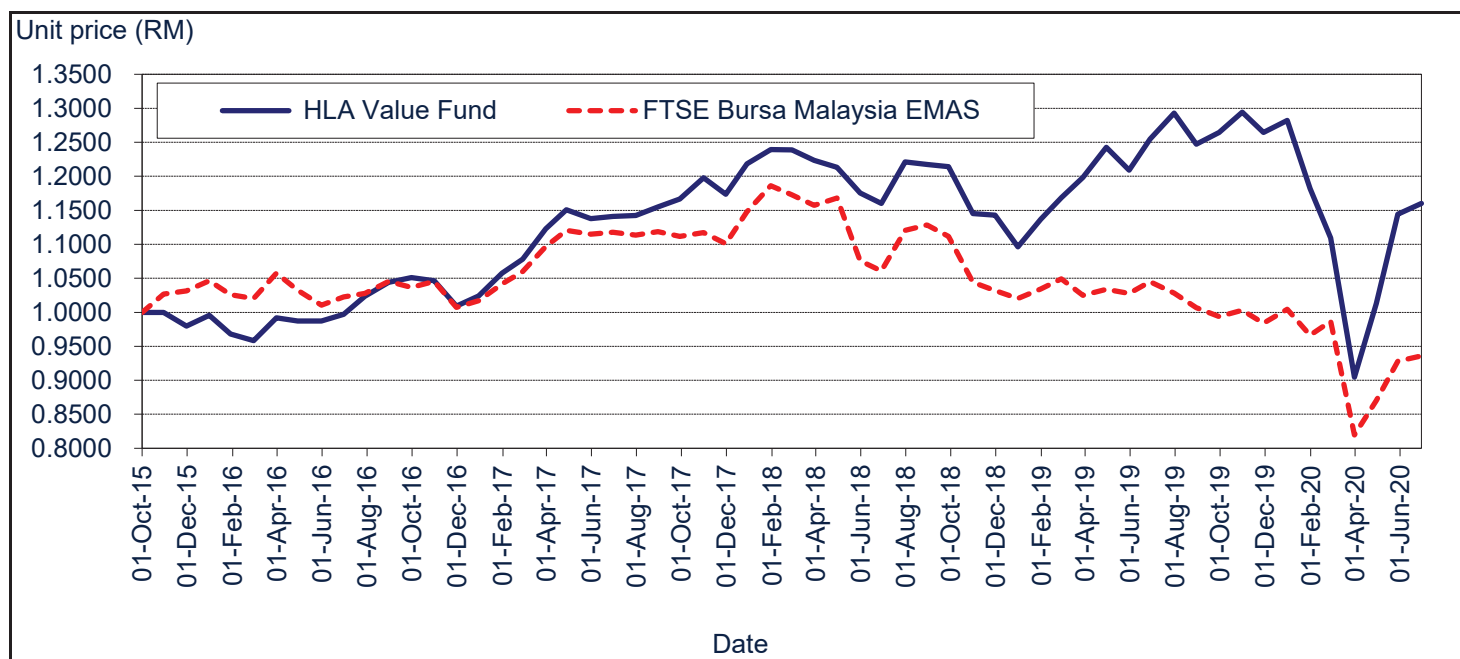
Hong Leong Value Fund posted a return of -7.35% during the period under review. Sector-wise, healthcare sector was the key contributor to the Fund's performance. Energy and financial sectors were the laggards.

Outlook/Strategy

We are positive on selected export, financials and oil & gas stocks that may benefit from a recovering global economy. Valuations have emerged after the COVID-19 market sell-off, largely driven by foreign outflows. We view this as a buying opportunity and look to add selected large-cap stocks to our Fund.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA VALUE FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	100,880	87,209	72,615	41,421	220
Number of units ('000)	86,975	69,666	63,265	36,457	221
NAV per unit (RM)	1.160	1.252	1.148	1.136	0.994
Highest NAV/unit for the financial year (RM)	1.314	1.264	1.296	1.157	1.004
Lowest NAV/unit for the financial year (RM)	0.782	1.072	1.131	0.993	0.951
Total annual return - capital growth	-7.35%	9.06%	1.06%	14.29%	-0.60%
Average annual return					
- 1 year	-7.35%	9.06%	1.06%	14.29%	-0.60%
- 3 year	0.70%	8.65%	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A
Performance of relevant benchmark indices (FBMEmas)					
- 1 year	-10.44%	-1.50%	-5.06%	9.27%	2.28%
- 3 year	-5.42%	0.73%	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Unquoted unit trusts	95.64	98.49	98.33	97.94	100.03
Cash and cash equivalents	2.30	1.39	1.11	2.11	0.03
Others	2.06	0.12	0.56	(0.05)	(0.06)
Total	100.00	100.00	100.00	100.00	100.00

Comparative Fund Performance

For the financial year ended 30 June 2020

HONG LEONG SMART INVEST FUND

Performance Review

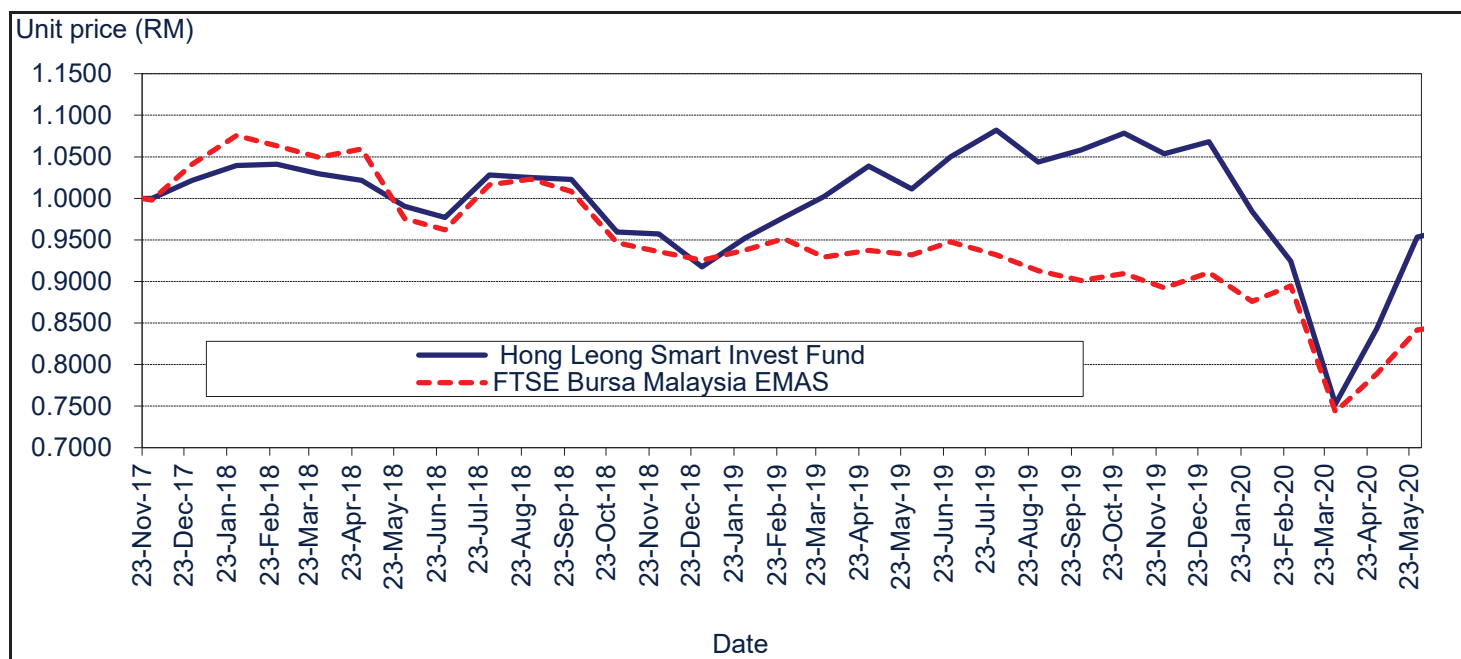
The Hong Leong Smart Invest Fund posted a return of -7.74% during the period under review. Sector-wise, healthcare sector was the key contributor to the Fund's performance. Energy and financial sectors were the laggards.

Outlook/Strategy

We are positive on selected export, financials and oil & gas stocks that may benefit from a recovering global economy. Valuations have emerged after the COVID-19 market sell-off, largely driven by foreign outflows. We view this as a buying opportunity and look to add selected large-cap stocks to our Fund.

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HONG LEONG SMART INVEST FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	251,623	173,164	81,148	N/A	N/A
Number of units ('000)	260,385	165,391	81,425	N/A	N/A
NAV per unit (RM)	0.966	1.047	0.997	N/A	N/A
Highest NAV/unit for the financial year (RM)	1.100	1.056	1.079	N/A	N/A
Lowest NAV/unit for the financial year (RM)	0.650	0.898	0.966	N/A	N/A
Total annual return - capital growth	-7.74%	5.02%	-0.30%	N/A	N/A
Average annual return					
- 1 year	-7.74%	5.02%	-0.30%	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A
Performance of relevant benchmark indices (FBMEmas)					
- 1 year	-10.43%	-1.51%	-3.79%	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Unquoted unit trusts	97.73	99.65	93.05	N/A	N/A
Cash and cash equivalents	1.49	0.60	6.47	N/A	N/A
Others	0.78	(0.25)	0.48	N/A	N/A
Total	100.00	100.00	100.00	N/A	N/A

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON FUNDS

Performance Review

HLA Horizon Index has managed to consistently maintain monthly positive performance since the start of July 2019 up until March 2020 due to the Covid pandemic as correlation across all asset classes spiked in tandem during the pandemic impact. However, the rotational nature across different asset classes of the MVO allowed the index to negate albeit reduce the negative impact on returns as asset weights are rebalanced every month depending on the expected returns reflected from how each asset class moved over the period. Overall NAV of the fund is still in positive territory due to back-to-back rate cuts from BNM that provided a cushion through Zero-coupon bond returns. For the last few months of the pandemic-hit quarter, the MVO has maintained a higher weightage in less-risky assets such as Treasuries and cash as well as gold while pending the volatility spikes in equities to recede. As the global economy restarts back to normalcy, the strategy would periodically seek to rotate back into asset class that can provide similar form of diversification while seeking to maximise returns.

Outlook/Strategy

The HLA Horizon indices are dynamically exposed to a reference proprietary basket that includes a diversified mix of asset classes via a dynamic management rule. The performance of the Index is driven by a mean-variance optimisation algorithm which decides its weightings to the reference assets based on the target volatility and near-term historical returns of the reference asset to optimise returns without excessive exposure to risk. The strategy also provide for leveraged exposure on the basket through a total return swap which allows investors to achieve diversified and magnified returns should the basket outperforms.

The pandemic hit the economy from several angles and created a lot of uncertainty. Uncertainty regarding the evolution of trade negotiation between the US and China could resume as the November US Presidential election approaches. Tensions between the EU and UK regarding a future trade agreement could add further trade uncertainty in the coming months too.

China's exports surprised on the upside recently. Despite the world economy falling into its worst recession in many decades, China's aggregate exports held up well in recent months. Exports performance was much better than during the 2008-2009 global recession. Across most areas of the globe, recovery from historic economic disruptions have been progressing somewhat faster than we had anticipated. In some cases, especially parts of Asia and Europe, management of the pandemic has proceeded better than anticipated. In Europe, too, fiscal supportive responses have exceeded our initial expectations. The US is a notable exception, where the virus has continued to spread at a rapid pace and there currently is heightened uncertainty about the ultimate size of the next fiscal package. So far, however, the setbacks to US economic activity have not been quite as severe as feared.

The fund will continue to rebalance its allocation monthly based on Mean Variance Optimistaion (MVO) targeting 8% volatility while maximising expected returns of each asset class.

Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON FUNDS

Outlook/Strategy

The performance of the underlying indices as at 30 June 2020 is listed in the table below:

Underlying Indices	June 2020	Performance as at June 2020	June 2019	Performance as of June 2019
HLA Horizon	100.00%	-	100.00%	-
iShares MSCI EM Index Fund	0.00%	7.07%	20.00%	5.44%
S&P500 Index	0.46%	2.11%	35.00%	4.10%
Euro Stoxx 50 Index	0.00%	8.60%	35.00%	4.76%
Hang Seng China Enterprises Index	0.00%	2.02%	0.00%	3.70%
Gold	25.00%	3.84%	0.00%	11.34%
Templeton Global Bond Fund	0.00%	-0.21%	0.00%	0.82%
PIMCO Funds - Total Return Bond Fund	30.00%	1.41%	10.00%	1.75%
DB Fed Funds Effective Rate TR Index	44.54%	0.01%	0.00%	0.19%

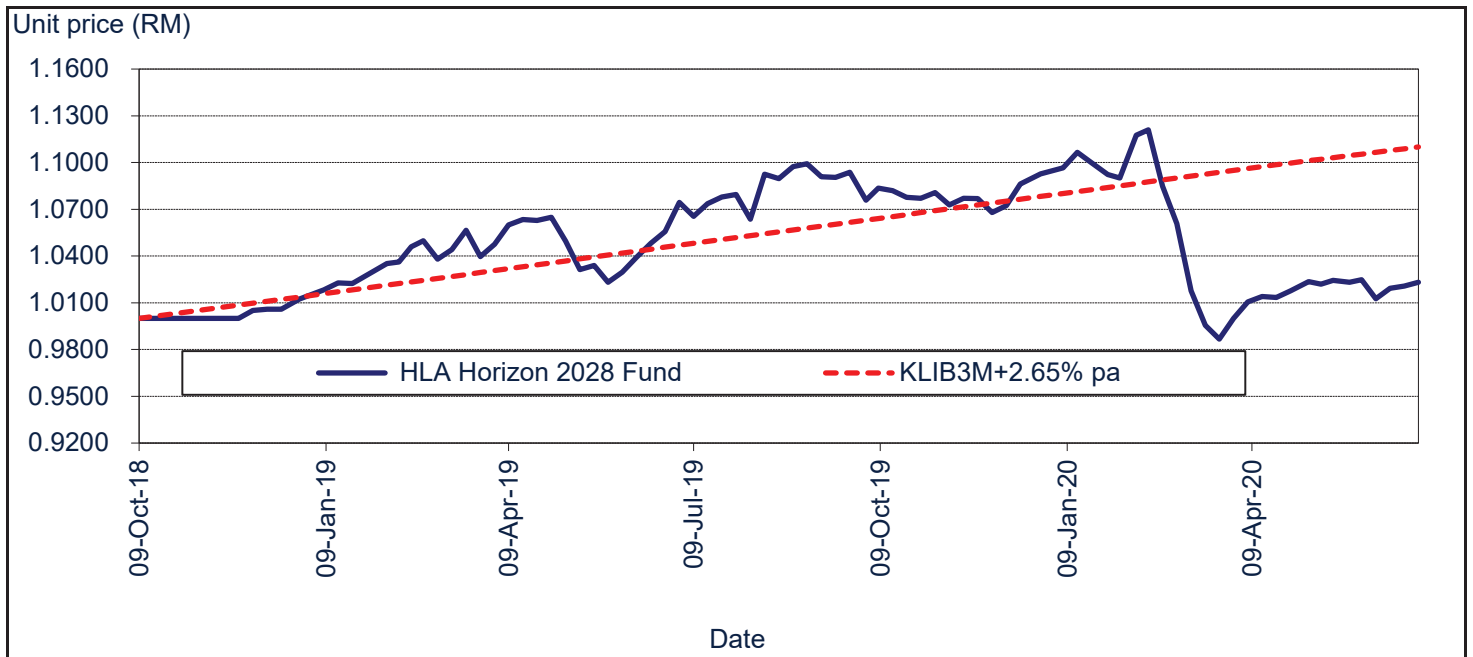
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON28 FUND

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON28 FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	3,360	1,561	N/A	N/A	N/A
Number of units ('000)	3,294	1,480	N/A	N/A	N/A
NAV per unit (RM)	1.020	1.055	N/A	N/A	N/A
Highest NAV/unit for the financial year (RM)	1.121	1.065	N/A	N/A	N/A
Lowest NAV/unit for the financial year (RM)	0.987	1.000	N/A	N/A	N/A
Total annual return - capital growth	-3.32%	5.50%	N/A	N/A	N/A
Average annual return					
- 1 year	-3.32%	5.50%	N/A	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A
Performance of relevant benchmark indices (KLIB3M+2.65%pa)					
- 1 year	6.16%	4.57%	N/A	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	99.79	99.49	N/A	N/A	N/A
Cash and cash equivalents	0.18	0.95	N/A	N/A	N/A
Others	0.03	(0.44)	N/A	N/A	N/A
Total	100.00	100.00	N/A	N/A	N/A

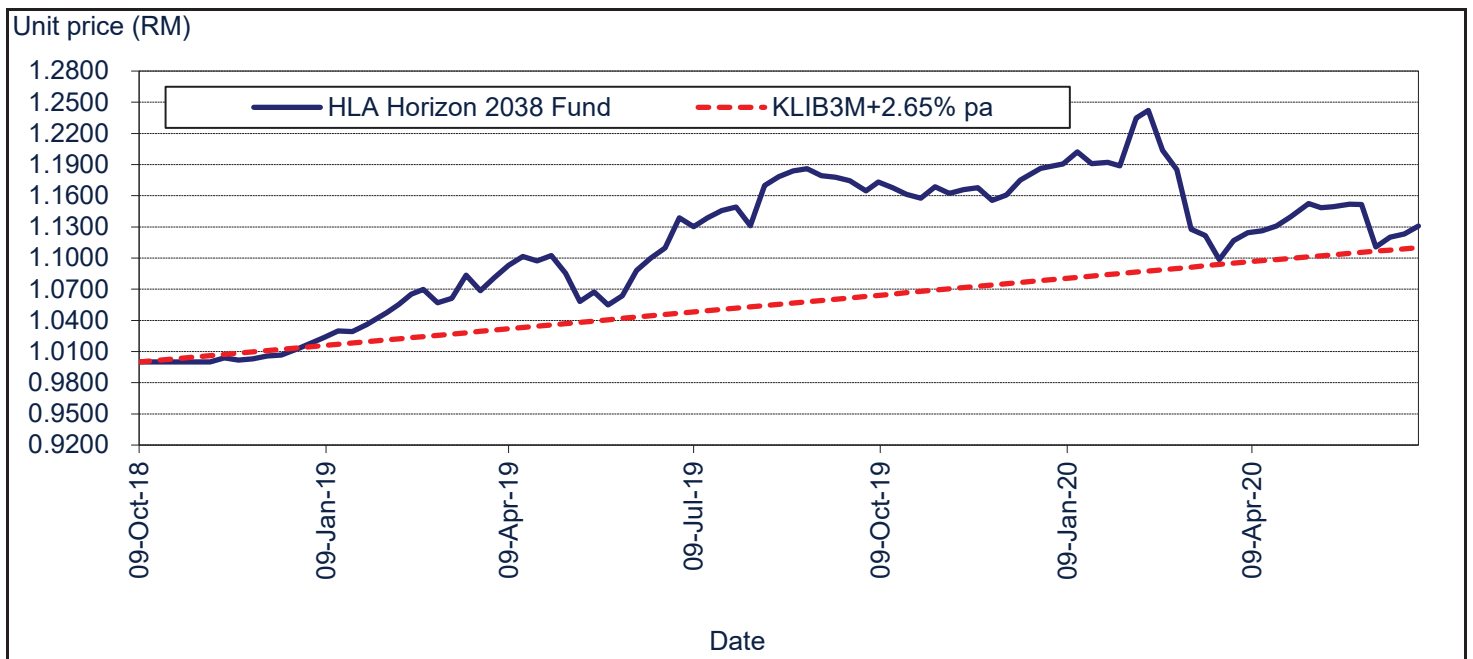
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON38 FUND

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON38 FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	111,444	31,010	N/A	N/A	N/A
Number of units ('000)	99,217	27,955	N/A	N/A	N/A
NAV per unit (RM)	1.123	1.109	N/A	N/A	N/A
Highest NAV/unit for the financial year (RM)	1.242	1.110	N/A	N/A	N/A
Lowest NAV/unit for the financial year (RM)	1.098	1.000	N/A	N/A	N/A
Total annual return - capital growth	1.26%	10.90%	N/A	N/A	N/A
Average annual return					
- 1 year	1.26%	10.90%	N/A	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A
Performance of relevant benchmark indices (KLIB3M+2.65%pa)					
- 1 year	6.16%	4.57%	N/A	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	100.28	99.07	N/A	N/A	N/A
Cash and cash equivalents	0.02	1.49	N/A	N/A	N/A
Others	(0.30)	(0.56)	N/A	N/A	N/A
Total	100.00	100.00	N/A	N/A	N/A

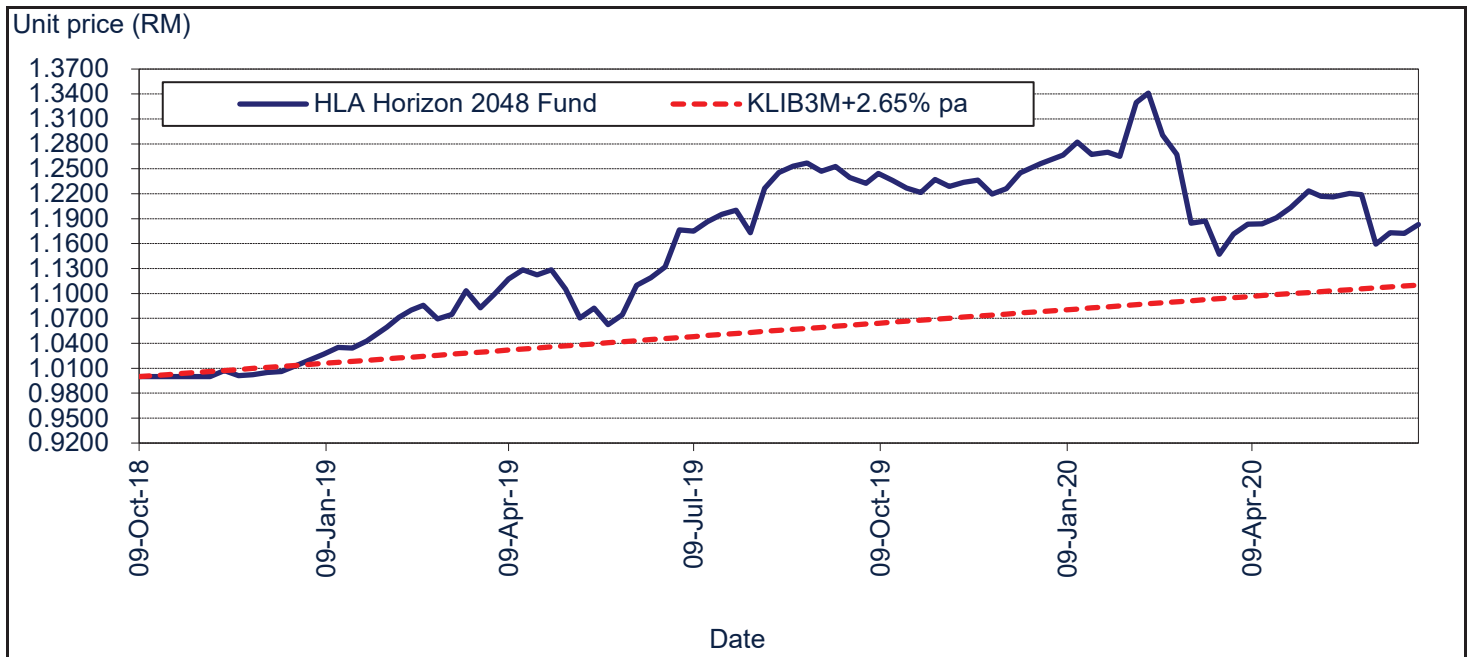
Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON48 FUND

As at 30 June 2020

Price movement, calculation indexed



Comparative Fund Performance

For the financial year ended 30 June 2020

HLA HORIZON48 FUND

Performance of the fund					
	2020	2019	2018	2017	2016
Total NAV (RM'000)	56,005	14,637	N/A	N/A	N/A
Number of units ('000)	47,779	12,928	N/A	N/A	N/A
NAV per unit (RM)	1.172	1.132	N/A	N/A	N/A
Highest NAV/unit for the financial year (RM)	1.341	1.132	N/A	N/A	N/A
Lowest NAV/unit for the financial year (RM)	1.147	1.000	N/A	N/A	N/A
Total annual return - capital growth	3.53%	13.20%	N/A	N/A	N/A
Average annual return					
- 1 year	3.53%	13.20%	N/A	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A
Performance of relevant benchmark indices (KLIB3M+2.65%pa)					
- 1 year	6.16%	4.57%	N/A	N/A	N/A
- 3 year	N/A	N/A	N/A	N/A	N/A
- 5 year	N/A	N/A	N/A	N/A	N/A

Category of the fund					
	Weightings %				
	2020	2019	2018	2017	2016
Floating rate negotiable instrument of deposit	100.12	100.26	N/A	N/A	N/A
Cash and cash equivalents	-	0.37	N/A	N/A	N/A
Others	(0.12)	(0.63)	N/A	N/A	N/A
Total	100.00	100.00	N/A	N/A	N/A

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE GROWTH FUND				
Quoted equities-local:				
Construction				
- Gabungan AQRS Berhad	5,588,600	7,819,474	4,750,310	1.26
- IJM Corporation Berhad	3,845,800	9,863,108	6,960,898	1.84
	9,434,400	17,682,582	11,711,208	3.10
Consumer products & services				
- Bermaz Auto Berhad	3,891,600	8,316,207	5,759,568	1.52
- Genting Berhad	2,398,300	16,073,434	9,833,030	2.60
- Genting Malaysia Berhad	5,110,000	18,434,301	12,928,300	3.42
	11,399,900	42,823,942	28,520,898	7.54
Energy				
- Dialog Group Berhad	3,730,176	3,489,496	13,465,935	3.56
- Yinson Holdings Berhad	2,689,100	9,260,967	15,865,690	4.20
	6,419,276	12,750,463	29,331,625	7.76
Finance services				
- CIMB Group Holdings Berhad	6,343,038	35,751,419	22,581,215	5.97
- Malayan Banking Berhad	3,327,917	28,727,760	24,992,657	6.61
- RHB Bank Berhad	2,300,000	12,609,058	11,017,000	2.91
	11,970,955	77,088,237	58,590,872	15.49
Health care				
- IHH Healthcare Berhad	954,700	5,875,995	5,250,850	1.39
- Supermax Corporation Berhad	1,939,000	6,919,907	15,512,000	4.10
- Top Glove Corporation Berhad	1,374,000	17,084,362	22,121,400	5.85
	4,267,700	29,880,264	42,884,250	11.34
Industrial products & services				
- ATA IMS Berhad	2,477,000	3,910,831	3,096,250	0.82
- Petronas Chemicals Group Berhad	1,588,000	13,959,385	9,845,600	2.60
- Scientex Berhad	638,000	4,976,400	5,678,200	1.50
	4,703,000	22,846,616	18,620,050	4.92

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE GROWTH FUND				
Quoted equities-local:				
Plantation				
- Sime Darby Plantation Berhad	2,052,410	10,807,902	10,097,857	2.67
Properties				
- Sime Darby Property Berhad	3,977,410	4,359,523	2,704,639	0.72
Technology				
- Excel Force MSC Berhad	9,470,000	7,699,232	4,119,450	1.09
- Inari Amertron Berhad	6,768,200	10,949,103	11,438,258	3.02
- MyEG Services Berhad	6,615,500	8,061,133	9,394,010	2.48
	22,853,700	26,709,468	24,951,718	6.59
Telecommunications & media				
- Axiata Group Berhad	3,111,859	17,020,399	11,047,100	2.92
- Digi.Com Berhad	2,025,300	9,557,374	8,729,043	2.31
	5,137,159	26,577,773	19,776,143	5.23
Utilities				
- Mega First Corporation Berhad	441,000	1,632,276	2,769,480	0.73
- Tenaga Nasional Berhad	2,038,800	24,116,117	23,690,856	6.26
	2,479,800	25,748,393	26,460,336	6.99
Total quoted equities-local	84,695,710	297,275,163	273,649,596	72.35

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE GROWTH FUND				
Quoted equities-foreign:				
Finance services				
- AIA Group Ltd	170,200	6,860,384	6,803,074	1.80
- Ping An Insurance-Hong Kong	110,000	4,868,708	4,713,027	1.25
	280,200	11,729,092	11,516,101	3.05
Properties				
- Central China New Life Limited	1,115,500	5,249,986	5,272,821	1.39
Technology				
- AAC Technologies Holdings Inc	182,500	5,047,133	4,797,563	1.27
- Alibaba Group Holding Limited	161,000	16,092,299	18,656,255	4.93
- JD.Com Inc	65,000	8,160,917	8,329,791	2.20
- Netease Inc	30,000	2,049,951	2,215,823	0.59
- Pentamaster International Limited	2,568,000	2,657,805	2,342,536	0.62
	3,006,500	34,008,105	36,341,968	9.61
Telecommunications & media				
- Citic Telecom International Holdings Ltd	2,497,000	4,069,288	3,395,947	0.90
Trading/services				
- Tencent Holding Limited	90,500	15,779,698	24,946,416	6.60
Total quoted equities-foreign	6,989,700	70,836,169	81,473,253	21.55
Derivatives:				
- Foreign Currency Forwards	505,517	505,517	505,517	0.13
Grand total	92,190,927	368,616,849	355,628,366	94.03

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE BLUE CHIP FUND				
Quoted equities-local:				
Construction				
- Gabungan AQRS Berhad	4,510,700	6,280,254	3,834,095	1.27
- IJM Corporation Berhad	2,181,000	5,589,670	3,947,610	1.30
	6,691,700	11,869,924	7,781,705	2.57
Consumer products & services				
- Bermaz Auto Berhad	2,326,700	4,932,305	3,443,516	1.14
- Genting Berhad	1,370,300	7,322,833	5,618,230	1.85
- Genting Malaysia Berhad	3,515,100	11,971,063	8,893,203	2.93
	7,212,100	24,226,201	17,954,949	5.92
Energy				
- Dialog Group Berhad	2,066,140	5,256,805	7,458,765	2.46
- Yinson Holdings Berhad	2,018,000	3,987,281	11,906,200	3.93
	4,084,140	9,244,086	19,364,965	6.39
Finance services				
- CIMB Group Holdings Berhad	4,367,298	21,815,359	15,547,581	5.13
- Malayan Banking Berhad	2,384,118	19,874,292	17,904,726	5.91
- Public Bank Berhad	289,559	5,707,670	4,777,723	1.58
- RHB Bank Berhad	2,050,000	11,256,828	9,819,500	3.24
	9,090,975	58,654,149	48,049,530	15.86
Health care				
- IHH Healthcare Berhad	666,000	4,018,758	3,663,000	1.21
- Supermax Corporation Berhad	1,485,000	5,297,783	11,880,000	3.92
- Top Glove Corporation Berhad	1,409,000	18,627,200	22,684,900	7.49
	3,560,000	27,943,741	38,227,900	12.62

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE BLUE CHIP FUND				
Quoted equities-local:				
Industrial products & services				
- ATA IMS Berhad	1,958,000	3,093,360	2,447,500	0.81
- Petronas Chemicals Group Berhad	923,100	8,105,249	5,723,220	1.89
- Scientex Berhad	405,100	3,159,780	3,605,390	1.19
	3,286,200	14,358,389	11,776,110	3.89
Plantation				
- Sime Darby Plantation Berhad	816,341	4,081,044	4,016,398	1.32
Properties				
- Sime Darby Property Berhad	4,143,841	3,825,779	2,817,812	0.93
- SP Setia Berhad	530,291	1,485,164	448,096	0.15
	4,674,132	5,310,943	3,265,908	1.08
Technology				
- Excel Force MSC Berhad	3,750,000	3,095,769	1,631,250	0.54
- Inari Amertron Berhad	4,697,500	8,016,499	7,938,775	2.62
- MyEG Services Berhad	7,454,000	9,090,903	10,584,680	3.49
	15,901,500	20,203,171	20,154,705	6.65
Telecommunications & media				
- Axiata Group Berhad	2,100,052	9,415,290	7,455,185	2.46
- Digi.Com Berhad	1,260,000	5,911,096	5,430,600	1.79
	3,360,052	15,326,386	12,885,785	4.25
Utilities				
- Mega First Corporation Berhad	331,000	1,225,232	2,078,680	0.69
- Tenaga Nasional Berhad	1,703,300	19,037,145	19,792,346	6.53
	2,034,300	20,262,377	21,871,026	7.22
Total quoted equities-local	60,711,440	211,480,411	205,348,981	67.77

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE BLUE CHIP FUND				
Quoted equities-foreign:				
Finance services				
- AIA Group Ltd	131,000	5,294,116	5,236,208	1.73
- Ping An Insurance-Hong Kong	103,500	4,687,594	4,434,548	1.46
	234,500	9,981,710	9,670,756	3.19
Properties				
- Central China New Life Limited	793,500	3,674,528	3,750,769	1.24
- KWG Group Holdings Limited	135,000	932,386	971,744	0.32
	928,500	4,606,914	4,722,513	1.56
Trading/services				
- Tencent Holding Limited	60,000	10,269,206	16,539,061	5.46
Technology				
- AAC Technologies Holdings Inc	200,000	5,308,982	5,257,604	1.73
- Alibaba Group Holding Limited	124,000	12,567,213	14,368,793	4.74
- JD.Com Inc	50,000	6,277,629	6,407,531	2.11
- Netease Inc	20,000	1,366,634	1,477,215	0.49
- Pentamaster International Limited	1,844,000	1,932,133	1,682,101	0.56
	2,238,000	27,452,591	29,193,244	9.63
Telecommunications & media				
- Citic Telecom International Holdings Ltd	1,782,000	2,892,259	2,423,540	0.80
Total quoted equities-foreign	5,243,000	55,202,680	62,549,114	20.64
Quoted REITs:				
- Atrium Real Estate Investment Trust	3,780,000	4,044,600	3,893,400	1.28
- Axis Real Estate Investment Trust	1,479,078	2,654,240	3,046,901	1.01
- IGB Real Estate Investment Trust	750,000	1,216,705	1,342,500	0.44
- Tower Real Estate Investment Trust	500,000	606,138	372,500	0.12
	6,509,078	8,521,683	8,655,301	2.85

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE BLUE CHIP FUND				
Derivatives:				
- Foreign Currency Forwards	410,399	410,399	410,399	0.14
Grand total	72,873,917	275,615,173	276,963,795	91.40
HLA VENTURE DANA PUTRA				
Quoted equities-local:				
Construction				
- AME Elite Consortium Berhad	581,000	1,022,968	1,016,750	1.12
- IJM Corporation Berhad	730,000	1,993,541	1,321,300	1.45
- Kerjaya Prospek Group Berhad	915,540	1,078,467	979,628	1.08
- Econpile Holdings Berhad	808,200	520,206	493,002	0.54
- Gabungan AQRS Berhad	1,617,600	1,975,392	1,374,960	1.51
	4,652,340	6,590,574	5,185,640	5.70
Consumer products & services				
- Bermaz Auto Berhad	1,565,500	3,481,342	2,316,940	2.55
- Kumpulan Powernet Berhad	500,000	955,017	1,150,000	1.26
- QL Resources Berhad	472,000	430,061	4,531,200	4.98
- Sime Darby Berhad	333,628	718,784	717,300	0.79
	2,871,128	5,585,204	8,715,440	9.58
Energy				
- Dialog Group Berhad	785,784	541,316	2,836,680	3.12
- Yinson Holdings Berhad	568,400	2,401,841	3,353,560	3.68
	1,354,184	2,943,157	6,190,240	6.80
Finance services				
- BIMB Holdings Berhad	856,900	3,737,057	2,930,598	3.22

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE DANA PUTRA				
Quoted equities-local:				
Health care				
- IHH Healthcare Berhad	194,000	1,202,359	1,067,000	1.17
- Kossan Rubber Industries Berhad	240,000	2,133,842	2,042,400	2.24
- Supermax Corporation Berhad	465,000	1,125,988	3,720,000	4.09
- Top Glove Corporation Berhad	396,000	5,076,838	6,375,600	7.00
	1,295,000	9,539,027	13,205,000	14.50
Industrial products & services				
- ATA IMS Berhad	777,000	1,267,233	971,250	1.07
- Cahya Mata Sarawak Berhad	726,000	2,560,654	1,132,560	1.24
- Dufu Technology Corp Berhad	394,600	1,522,786	1,913,810	2.10
- Petronas Chemicals Group Berhad	306,000	2,691,159	1,897,200	2.08
- Scientex Berhad	191,200	1,557,995	1,701,680	1.87
- Sarawak Consolidated Industries Berhad	1,061,000	1,931,020	2,259,930	2.48
- Thong Guan Industries Berhad	220,000	873,451	838,200	0.92
	3,675,800	12,404,298	10,714,630	11.76
Plantation				
- IOI Corporation Berhad	470,000	2,536,166	2,039,800	2.24
- Sime Darby Plantation Berhad	438,628	2,390,466	2,158,050	2.37
- TA Ann Holdings Berhad	80,000	222,035	188,000	0.21
	988,628	5,148,667	4,385,850	4.82
Properties				
- Sime Darby Property Berhad	1,370,628	1,381,608	932,027	1.02
- SP Setia Berhad	514,031	1,565,991	434,356	0.48
- SP Setia Berhad - RCPS-I	95,252	95,252	74,297	0.08
- SP Setia Berhad - RCPS-I B	144,960	127,565	100,747	0.11
	2,124,871	3,170,416	1,541,427	1.69

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE DANA PUTRA				
Quoted equities-local:				
Technology				
- Excel Force MSC Berhad	1,360,000	945,524	591,600	0.65
- Globetronics Technology Berhad	744,000	1,421,424	1,592,160	1.75
- Inari Amertron Berhad	1,511,400	2,474,659	2,554,266	2.81
- JHM Consolidation Berhad	600,000	773,070	804,000	0.88
- MMS Ventures Berhad	1,112,500	1,378,775	650,813	0.71
- MyEG Services Berhad	2,839,000	3,396,043	4,031,380	4.43
	8,166,900	10,389,495	10,224,219	11.23
Telecommunications & media				
- Axiata Group Berhad	741,455	3,928,101	2,632,165	2.89
- Digi.Com Berhad	150,000	692,516	646,500	0.71
- Telekom Malaysia Berhad	200,000	752,956	830,000	0.91
- Time Dotcom Berhad	41,000	362,742	446,080	0.49
	1,132,455	5,736,315	4,554,745	5.00
Utilities				
- Tenaga Nasional Berhad	509,000	5,589,880	5,914,580	6.50
- Mega First Corporation Berhad	429,200	1,629,892	2,695,376	2.97
	938,200	7,219,772	8,609,956	9.47
Total quoted equities-local	28,056,406	72,463,982	76,257,745	83.77
Quoted REITs:				
- Axis Real Estate Investment Trust	407,265	752,124	838,965	0.92
- KLCC Property Holdings Berhad	56,900	449,210	452,924	0.50
	464,165	1,201,334	1,291,889	1.42
Grand total	28,520,571	73,665,316	77,549,634	85.19

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE INCOME FUND				
Malaysia Government Securities and Cagamas Papers:				
- Malaysia Investment Issue (Maturing on 15.09.2039)	30,000,000	32,751,400	33,030,000	11.10
- M'Sian Government Securities (Maturing on 15.06.2050)	50,000,000	49,881,148	50,500,000	16.97
Total Malaysia Government Securities and Cagamas Papers	80,000,000	82,632,548	83,530,000	28.07
Unquoted corporate bonds:				
Corporate bonds-local				
- Alliance Bank Malaysia Berhad (Maturing on 18.12.2025)	8,500,000	8,514,145	8,600,555	2.89
- Ambank (M) Berhad (Maturing on 15.11.2028)	5,000,000	5,000,000	5,257,600	1.77
- BGSM Management Sendirian Berhad (Maturing on 27.12.2023)	500,000	507,100	538,580	0.18
- CIMB Group Holding (Maturing on 13.09.2029)	2,500,000	2,500,000	2,651,750	0.89
- CIMB Group Holding (Maturing on 29.03.2028)	750,000	750,000	784,080	0.26
- GENM Capital Berhad (Maturing on 11.07.2023)	5,000,000	5,000,000	5,247,700	1.76
- GENM Capital Berhad (Maturing on 11.07.2033)	5,000,000	5,000,000	5,759,200	1.94
- Impian Ekspresi Sendirian Berhad (Maturing on 30.11.2020)	5,000,000	5,002,500	5,017,050	1.69
- Kimanis Power Sendirian Berhad (Maturing on 08.08.2028)	5,000,000	5,409,500	5,593,550	1.88
- Malayan Banking Berhad (Maturing on 31.01.2031)	18,000,000	18,334,400	19,280,700	6.48
- Public Bank Berhad (Maturing on 09.04.2025)	5,000,000	5,000,000	5,311,400	1.78

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE INCOME FUND				
Unquoted corporate bonds:				
Corporate bonds-local				
- Public Bank Berhad (Maturing on 18.12.2029)	5,000,000	5,069,000	5,064,050	1.70
- Public Bank Berhad (Maturing on 27.07.2029)	5,000,000	5,000,000	5,098,000	1.71
- RHB Bank Berhad (Maturing on 27.09.2027)	3,500,000	3,500,000	3,625,895	1.22
- RHB Islamic Bank Berhad (Maturing on 27.04.2027)	2,500,000	2,500,000	2,576,600	0.87
- Telekom Berhad (Maturing on 31.10.2028)	5,000,000	5,011,900	5,507,200	1.85
- Tenaga Nasional Berhad (Maturing on 27.08.2038)	5,000,000	5,000,000	5,769,250	1.94
- United Overseas Bank Berhad (Maturing on 25.07.2028)	5,000,000	5,000,000	5,222,900	1.76
Total corporate bonds-local	91,250,000	92,098,545	96,906,060	32.57
Corporate bonds-foreign				
- Mitsui Sumitomo Insurance Co (Maturing on 15.03.2072)	400,000	1,752,575	1,858,611	0.62
- Swiss Re Finance Uk (Maturing on 03.07.2035)	5,750,000	17,672,625	17,812,131	5.99
Total corporate bonds-foreign	6,150,000	19,425,200	19,670,742	6.61
Grand total	177,400,000	194,156,293	200,106,802	67.25
HLA VENTURE MANAGED FUND				
Quoted equities-local:				
Construction				
- AME Elite Consortium Berhad	942,000	1,655,710	1,648,500	0.62
- Gabungan AQRS Berhad	1,857,000	2,597,571	1,578,450	0.60
- IJM Corporation Berhad	988,000	2,734,390	1,788,280	0.68
	3,787,000	6,987,671	5,015,230	1.90

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE MANAGED FUND				
Quoted equities-local:				
Consumer products & services				
- Bermaz Auto Berhad	2,001,400	4,748,628	2,962,072	1.12
- Genting Berhad	721,100	4,042,567	2,956,510	1.12
- Genting Malaysia Berhad	1,285,000	4,699,600	3,251,050	1.23
	4,007,500	13,490,795	9,169,632	3.47
Energy				
- CIMB Group Holdings Berhad	870,352	1,051,011	3,141,971	1.19
- Yinson Holdings Berhad	952,000	3,814,263	5,616,800	2.13
	1,822,352	4,865,274	8,758,771	3.32
Finance services				
- CIMB Group Holdings Berhad	2,196,689	12,860,499	7,820,212	2.96
- Malayan Banking Berhad	1,287,470	11,475,354	9,668,900	3.66
- RHB Bank Berhad	1,150,000	6,285,999	5,508,500	2.08
	4,634,159	30,621,852	22,997,612	8.70
Health care				
- IHH Healthcare Berhad	291,000	1,769,716	1,600,500	0.61
- Supermax Corporation Berhad	1,202,000	3,123,121	9,616,000	3.64
- Top Glove Corporation Berhad	547,000	6,766,894	8,806,700	3.33
	2,040,000	11,659,731	20,023,200	7.58
Industrial products & services				
- ATA IMS Berhad	1,531,000	2,442,127	1,913,750	0.72
- Petronas Chemicals Group Berhad	427,000	3,759,731	2,647,400	1.00
- Sarawak Consolidated Industries Berhad	1,075,000	1,956,500	2,289,750	0.87
- Scientex Berhad	263,300	2,053,740	2,343,370	0.89
	3,296,300	10,212,098	9,194,270	3.48
Plantation				
- Sime Darby Plantation Berhad	593,682	3,127,544	2,920,915	1.11

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE MANAGED FUND				
Quoted equities-local:				
Properties				
- Sime Darby Property Berhad	2,763,682	2,529,399	1,879,304	0.71
Technology				
- Excel Force MSC Berhad	3,600,000	2,797,741	1,566,000	0.59
- Inari Amertron Berhad	2,180,000	3,648,859	3,684,200	1.39
- MyEG Services Berhad	3,091,100	3,680,505	4,389,362	1.66
	8,871,100	10,127,105	9,639,562	3.64
Telecommunications & media				
- Axiata Group Berhad	992,843	5,495,154	3,524,593	1.33
- Digi.Com Berhad	450,000	2,145,097	1,939,500	0.73
	1,442,843	7,640,251	5,464,093	2.06
Utilities				
- Mega First Corporation Berhad	159,000	588,765	998,520	0.38
- Tenaga Nasional Berhad	847,000	11,190,768	9,842,140	3.72
- Ytl Power International Berhad	584,000	361,198	391,280	0.16
	1,590,000	12,140,731	11,231,940	4.26
Total quoted equities-local	34,848,618	113,402,451	106,294,529	40.23
Quoted equities-foreign:				
Finance services				
- Ping An Insurance-Hong Kong	39,000	1,681,515	1,670,989	0.63
Properties				
- Central China New Life Limited	402,000	1,891,972	1,900,201	0.72
Technology				
- Alibaba Group Holding Limited	57,000	5,741,959	6,605,009	2.50
- JD.Com Inc	20,000	2,511,051	2,563,013	0.97
	77,000	8,253,010	9,168,022	3.47

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE MANAGED FUND				
Quoted equities-foreign:				
Telecommunications & media				
- Citic Telecom International Holdings Ltd	383,000	589,937	520,884	0.20
Total quoted equities-foreign	901,000	12,416,434	13,260,096	5.02
Quoted REITs:				
- Atrium Real Estate Investment Trust	2,800,000	2,996,000	2,884,000	1.09
- IGB Real Estate Investment Trust	700,000	1,135,651	1,253,000	0.48
	3,500,000	4,131,651	4,137,000	1.57
Malaysia Government Securities and Cagamas Papers:				
Malaysia Investment Issue (Maturing on 04.08.2037)	2,000,000	1,991,140	2,282,540	0.86
Malaysia Investment Issue (Maturing on 15.08.2025)	2,000,000	1,990,640	2,152,000	0.81
Malaysia Investment Issue (Maturing on 31.10.2028)	5,000,000	5,019,750	5,530,000	2.09
Malaysian Government Securities (Maturing on 07.11.2033)	8,000,000	8,218,250	9,094,800	3.44
Malaysian Government Securities (Maturing on 15.06.2050)	5,000,000	4,997,400	5,050,000	1.92
Total Malaysia Government Securities and Cagamas Papers	22,000,000	22,217,180	24,109,340	9.12
Unquoted corporate bonds:				
Corporate bonds-local				
- Alliance Bank Malaysia Berhad (Maturing on 18.12.2025)	7,500,000	7,513,495	7,588,725	2.87
- BGSM Management Sendirian Berhad (Maturing on 24.12.2020)	5,000,000	5,043,500	5,059,750	1.91
- BGSM Management Sendirian Berhad (Maturing on 27.12.2023)	400,000	405,680	430,864	0.16
- CIMB Bank Berhad (Maturing on 17.05.2024)	3,500,000	3,500,000	3,706,045	1.40

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE MANAGED FUND				
Unquoted corporate bonds:				
Corporate bonds-local				
- CIMB Bank Berhad (Maturing on 23.12.2025)	2,000,000	2,014,400	2,020,140	0.76
- CIMB Group Holdings (Maturing on 13.09.2029)	2,500,000	2,500,000	2,651,750	1.00
- CIMB Group Holdings (Maturing on 29.03.2028)	750,000	750,000	784,080	0.30
- GENM Capital Berhad (Maturing on 11.07.2023)	5,000,000	5,000,000	5,247,700	1.99
- GENM Capital Berhad (Maturing on 11.07.2033)	5,000,000	5,000,000	5,759,200	2.18
- Malayan Banking Berhad (Maturing on 31.01.2031)	8,000,000	8,125,400	8,569,200	3.24
- Pengurusan Air SPV Berhad (Maturing on 04.06.2027)	5,000,000	5,000,000	5,023,650	1.90
- Public Bank Berhad (Maturing on 09.04.2025)	5,000,000	5,000,000	5,311,400	2.01
- Public Bank Berhad (Maturing on 27.10.2028)	5,000,000	5,000,000	5,223,000	1.98
- Public Bank Berhad (Maturing on 27.07.2029)	5,000,000	5,000,000	5,098,000	1.93
- RHB Bank Berhad (Maturing on 27.09.2027)	3,500,000	3,500,000	3,625,895	1.37
- RHB Islamic Bank Berhad (Maturing on 27.04.2027)	2,500,000	2,500,000	2,576,600	0.98
- RHB Islamic Bank Berhad (Maturing on 21.05.2029)	5,000,000	5,000,000	5,176,000	1.96
- Tenaga Nasional Berhad (Maturing on 27.08.2038)	5,000,000	5,000,000	5,769,250	2.18
- United Overseas Bank (M) Berhad (Maturing on 25.07.2028)	5,000,000	5,000,000	5,222,900	1.99
Total corporate bonds-local	80,650,000	80,852,475	84,844,149	32.11

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE MANAGED FUND				
Corporate bonds-foreign				
- Swiss Re Finance UK (Maturing on 03.07.2035)	1,000,000	3,072,114	3,097,762	1.17
Derivatives:				
- Foreign Currency Forwards	78,503	78,503	78,503	0.03
Grand total	142,978,121	236,170,808	235,821,379	89.25
HLA VENTURE GLOBAL FUND				
Unquoted unit trust:				
- HLG Asia-Pacific Dividend Fund	38,535,973	15,866,323	22,088,820	69.68
- HLG Strategic Fund	36,286,068	15,780,789	9,412,606	29.70
Grand total	74,822,041	31,647,112	31,501,426	99.38
HLA VENTURE FLEXI FUND				
Quoted equities-local:				
Construction				
- AME Elite Consortium Berhad	573,000	1,007,807	1,002,750	1.12
- Econpile Holdings Berhad	793,000	510,422	483,730	0.54
- Gabungan AQRS Berhad	1,404,620	1,705,635	1,193,927	1.33
- IJM Corporation Berhad	467,400	1,254,953	845,994	0.94
- Kerjaya Prospek Group Berhad	171,000	236,442	182,970	0.20
	3,409,020	4,715,259	3,709,371	4.13

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE FLEXI FUND				
Quoted equities-local:				
Consumer products & services				
- Bermaz Auto Berhad	1,135,000	2,507,567	1,679,800	1.87
- Genting Berhad	476,400	2,541,763	1,953,240	2.17
- Genting Malaysia Berhad	945,000	3,071,991	2,390,850	2.66
- Kumpulan Powernet Berhad	500,000	955,017	1,150,000	1.28
- Mynews Holdings Berhad	520,000	874,696	353,600	0.39
- Sime Darby Berhad	374,503	816,032	805,181	0.90
	3,950,903	10,767,066	8,332,671	9.27
Energy				
- Dialog Group Berhad	505,400	1,295,139	1,824,494	2.03
- Yinson Holdings Berhad	563,300	2,240,920	3,323,470	3.70
	1,068,700	3,536,059	5,147,964	5.73
Finance services				
- BIMB Holdings Berhad	297,300	1,379,988	1,016,766	1.13
- CIMB Group Holdings Berhad	1,228,995	6,644,606	4,375,222	4.87
- Malayan Banking Berhad	763,889	6,810,412	5,736,806	6.38
- RHB Bank Berhad	500,000	2,733,439	2,395,000	2.66
	2,790,184	17,568,445	13,523,794	15.04
Health care				
- IHH Healthcare Berhad	88,000	534,634	484,000	0.54
- Kossan Rubber Industries Berhad	236,000	2,098,398	2,008,360	2.23
- Supermax Corporation Berhad	468,000	1,047,288	3,744,000	4.16
- Top Glove Corporation Berhad	392,000	5,025,542	6,311,200	7.02
	1,184,000	8,705,862	12,547,560	13.95

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE FLEXI FUND				
Quoted equities-local:				
Industrial products & services				
- ATA IMS Berhad	677,000	1,097,286	846,250	0.94
- Cahya Mata Sarawak Berhad	470,000	1,643,927	733,200	0.82
- Dufu Technology Corp Berhad	350,000	1,380,382	1,697,500	1.89
- Petronas Chemicals Group Berhad	226,000	1,985,928	1,401,200	1.56
- Sarawak Consolidated Industries Berhad	1,064,000	1,936,480	2,266,320	2.51
- Scientex Berhad	161,900	1,341,409	1,440,910	1.60
- Thong Guan Industries Berhad	345,000	1,334,489	1,314,450	1.46
	3,293,900	10,719,901	9,699,830	10.78
Plantation				
- IOI Corporation Berhad	80,000	367,430	347,200	0.39
- Sime Darby Plantation Berhad	212,503	1,100,467	1,045,515	1.16
	292,503	1,467,897	1,392,715	1.55
Properties				
- Sime Darby Property Berhad	1,247,203	1,114,663	848,098	0.94
- SP Setia Berhad	267,589	809,178	226,113	0.25
- SP Setia Berhad - RCPS-I B	42,482	37,384	29,525	0.03
	1,557,274	1,961,225	1,103,736	1.22
Technology				
- Excel Force MSC Berhad	1,470,000	1,182,001	639,450	0.71
- Globetronics Technology Berhad	761,000	1,440,585	1,628,540	1.81
- Inari Amertron Berhad	1,386,100	2,360,039	2,342,509	2.61
- JHM Consolidation Berhad	450,000	578,995	603,000	0.67
- MMS Ventures Berhad	1,100,000	1,428,323	643,500	0.72
- MyEG Services Berhad	2,346,000	2,858,498	3,331,320	3.71
- Pentamaster Corporation Berhad	269,000	1,197,240	1,385,350	1.54
	7,782,100	11,045,681	10,573,669	11.77

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA VENTURE FLEXI FUND				
Quoted equities-local:				
Telecommunications & media				
- Axiata Group Berhad	598,450	2,984,085	2,124,498	2.36
- Digi.Com Berhad	165,000	809,478	711,150	0.79
- OCK Group Berhad	745,300	433,474	417,368	0.47
	1,508,750	4,227,037	3,253,016	3.62
Utilities				
- Mega First Corporation Berhad	327,700	1,302,940	2,057,956	2.29
- Tenaga Nasional Berhad	514,000	6,471,965	5,972,680	6.64
- YTL Power International Berhad	934,800	603,509	626,316	0.70
	1,776,500	8,378,414	8,656,952	9.63
Total quoted equities-local	28,613,834	83,092,846	77,941,278	86.69
Quoted REITs:				
- Atrium Real Estate Investment Trust	1,260,000	1,348,200	1,297,800	1.44
- IGB Real Estate Investment Trust	300,000	486,822	537,000	0.60
	1,560,000	1,835,022	1,834,800	2.04
Grand total	30,173,834	84,927,868	79,776,078	88.73

HLA EVERGREEN FUNDS

Floating rate negotiable instrument of deposit

- CIMB Bank				
HLA Evergreen 2023	23,389,167	20,982,523	26,823,422	101.73
HLA Evergreen 2025	9,810,540	9,209,312	11,008,505	101.32
HLA Evergreen 2028	15,189,287	13,896,727	15,963,940	101.05
HLA Evergreen 2030	50,264,747	44,167,865	50,478,925	101.05
HLA Evergreen 2035	919,879,279	762,413,905	793,883,414	100.24

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HLA CASH FUND				
Fixed deposits:				
- RHB Islamic Bank Berhad	21,252,606	21,252,606	21,252,606	67.07
- Public Islamic Bank Berhad	2,384,638	2,384,638	2,384,637	7.53
	<u>23,637,244</u>	<u>23,637,244</u>	<u>23,637,243</u>	<u>74.60</u>
HLA SECURE FUND				
Unquoted unit trust:				
- Affin Hwang Select Income Fund	29,573,178	21,194,721	21,088,633	99.87
HONG LEONG SMART GROWTH FUND				
Unquoted unit trust:				
- Kenanga Growth Fund	187,793,176	198,002,632	198,929,311	100.19
HLA DANA SURIA				
Unquoted unit trust:				
- Hong Leong Dana Maarof	7,425,707	3,662,140	3,190,083	45.50
- HLA Venture Dana Putra	1,579,566	3,942,300	3,759,052	53.61
	<u>9,005,273</u>	<u>7,604,440</u>	<u>6,949,135</u>	<u>99.11</u>
HLA VALUE FUND				
Unquoted unit trust:				
- Hong Leong Penny Stock Fund	1,156,866,256	120,383,521	96,482,646	95.64

Details of Investment

	Quantity (unit)	Cost (RM)	Market value as at 30.6.2020 (RM)	% of net asset value
HONG LEONG SMART INVEST FUND				
Unquoted unit trust:				
- Hong Leong Penny Stock Fund	2,948,644,639	291,426,719	245,916,963	97.73
HLA HORIZON FUNDS				
Floating rate negotiable instrument of deposit				
- Hong Leong Bank Berhad				
HLA Horizon28 Fund 08.10.2028	3,203,900	3,437,726	3,353,371	99.79
HLA Horizon38 Fund 08.10.2038	96,056,130	111,384,194	111,759,958	100.28
HLA Horizon48 Fund 08.10.2048	46,376,130	55,866,829	56,072,954	100.12

Statement by Manager

INVESTMENT-LINKED FUNDS

comprising

HLA VENTURE GROWTH FUND

HLA VENTURE BLUE CHIP FUND

HLA VENTURE DANA PUTRA

HLA VENTURE INCOME FUND

HLA VENTURE MANAGED FUND

HLA VENTURE GLOBAL FUND

HLA VENTURE FLEXI FUND

HLA EVERGREEN 2023

HLA EVERGREEN 2025

HLA EVERGREEN 2028

HLA EVERGREEN 2030

HLA EVERGREEN 2035

HLA CASH FUND

HLA SECURE FUND

HONG LEONG SMART GROWTH FUND

HLA DANA SURIA

HLA VALUE FUND

HONG LEONG SMART INVEST FUND

HLA HORIZON28 FUND

HLA HORIZON38 FUND

HLA HORIZON48 FUND

(hereinafter referred to collectively as "the Funds")

I, Loh Guat Lan, being the Chief Executive Officer of HONG LEONG ASSURANCE BERHAD ("the Manager"), states that to the best knowledge and belief of the Manager, the accompanying financial information set out on pages 94 to 131 have been properly drawn up in accordance with the accounting policies prescribed in Note 3 to the financial information and the Guidelines on Investment-Linked Business issued by Bank Negara Malaysia.

On behalf of the Manager

Loh Guat Lan

Petaling Jaya

17 September 2020

Independent auditors' report

INDEPENDENT AUDITORS' REPORT TO THE POLICYHOLDERS OF
HONG LEONG ASSURANCE BERHAD INVESTMENT-LINKED FUNDS

HLA VENTURE GROWTH FUND

HLA VENTURE BLUE CHIP FUND

HLA VENTURE DANA PUTRA

HLA VENTURE INCOME FUND

HLA VENTURE MANAGED FUND

HLA VENTURE GLOBAL FUND

HLA VENTURE FLEXI FUND

HLA EVERGREEN 2023

HLA EVERGREEN 2025

HLA EVERGREEN 2028

HLA EVERGREEN 2030

HLA EVERGREEN 2035

HLA CASH FUND

HLA SECURE FUND

HONG LEONG SMART GROWTH FUND

HLA DANA SURIA

HLA VALUE FUND

HONG LEONG SMART INVEST FUND

HLA HORIZON28 FUND

HLA HORIZON38 FUND

HLA HORIZON48 FUND

(hereinafter referred to collectively as "the Funds")

REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION

Opinion

We have audited the financial information of the Funds, which comprise the statement of assets and liabilities as at 30 June 2020, and the statement of income and expenditure, and statement of changes in net asset value for the financial year then ended, and notes to the financial information, including a summary of significant accounting policies, as set out on pages 94 to 131.

In our opinion, the accompanying financial information of the Funds for the financial year ended 30 June 2020 are prepared, in all material respects, in accordance with the accounting policies set out in Note 3 to the financial information and the Guidelines on Investment-Linked Business issued by Bank Negara Malaysia.

Independent auditors' report

INDEPENDENT AUDITORS' REPORT TO THE POLICYHOLDERS OF
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REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION (CONT'D)

Basis for opinion

We conducted our audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the "Auditor's responsibilities for the audit of the financial information" section of our report. We are independent of the Funds in accordance with the ethical requirements that are relevant to our audit of the financial information in Malaysia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Emphasis of matter – basis of accounting

We draw attention to Note 3 to the financial information, which describes the basis of accounting. The financial information is prepared to assist the Funds to meet the requirements of the Guidelines on Investment-Linked Business issued by Bank Negara Malaysia. As a result, the financial information may not be suitable for another purpose. Our report is intended solely for the policyholders of the Funds as a body and should not be distributed to or used by parties other than the policyholders of the Funds. Our opinion is not modified in respect of this matter.

Independent auditors' report

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REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION (CONT'D)

Responsibilities of the Manager for the financial information

The Directors of Hong Leong Assurance Berhad ("the Manager of the Funds") are responsible for the preparation of the financial information in accordance with the accounting policies set out in Note 3 to the financial information and the Guidelines on Investment-Linked Business issued by Bank Negara Malaysia, and for such internal control as the Manager determines is necessary to enable the preparation of financial information that are free from material misstatement, whether due to fraud or error.

In preparing the financial information, the Manager is responsible for assessing the Funds' ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the Manager either intend to liquidate the Funds or to cease operations, or have no realistic alternative but to do so.

The Manager is responsible for overseeing the Fund's financial reporting process.

Independent auditors' report

INDEPENDENT AUDITORS' REPORT TO THE POLICYHOLDERS OF
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REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION (CONT'D)

Auditors' responsibilities for the audit of the financial information

Our objectives are to obtain reasonable assurance about whether the financial information of the Funds as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with approved standards on auditing in Malaysia and International Standards on Auditing ("ISAs") will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial information.

Independent auditors' report

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REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION (CONT'D)

Auditors' responsibilities for the audit of the financial information (cont'd)

As part of an audit in accordance with approved standards on auditing in Malaysia and International Standards on Auditing ("ISAs"), we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- (a) Identify and assess the risks of material misstatement of the financial information, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- (b) Obtain an understanding of internal control relevant to audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Manager's internal control.

Independent auditors' report

INDEPENDENT AUDITORS' REPORT TO THE POLICYHOLDERS OF
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REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION (CONT'D)

Auditors' responsibilities for the audit of the financial information (cont'd)

- (c) Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by Manager.
- (d) Conclude on the appropriateness of Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial information or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.

Independent auditors' report

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REPORT ON THE AUDIT OF THE FINANCIAL INFORMATION (CONT'D)

Auditors' responsibilities for the audit of the financial information (cont'd)

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PRICEWATERHOUSECOOPERS PLT
LLP0014401-LCA & AF 1146
Chartered Accountants

Kuala Lumpur
17 September 2020

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Venture Growth Fund		HLA Venture Blue Chip Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Investments	355,628,366	361,315,998	276,963,795	223,224,144
Quoted equities	355,122,849	361,178,606	267,898,095	217,641,836
Quoted unit trusts and REITs	-	-	8,655,301	5,509,000
Derivative assets	505,517	137,392	410,399	73,308
Deferred tax assets	1,004,231	-	-	-
Tax recoverable	-	-	-	300,317
Investment receivables	653,185	500,965	516,289	300,934
Cash and cash equivalents	22,099,349	34,472,593	26,829,224	32,332,738
Total assets	379,385,131	396,289,556	304,309,308	256,158,133
Derivative liabilities	69,937	-	63,106	-
Deferred tax liabilities	-	1,883,975	135,674	1,948,313
Tax payable	429,686	560,302	472,078	-
Amount due to operating fund	684,652	759,533	608,370	379,152
Other payables	6,108	6,114	3,395	3,398
Total liabilities	1,190,383	3,209,924	1,282,623	2,330,863
Net asset value	378,194,748	393,079,632	303,026,685	253,827,270
Represented by				
Unitholders' capital	242,190,580	245,356,424	222,502,802	164,298,262
Undistributed income carried forward	136,004,168	147,723,208	80,523,883	89,529,008
	378,194,748	393,079,632	303,026,685	253,827,270
Number of units in circulation	173,625,611	175,099,046	123,851,190	100,233,021
Net asset value per unit	2.178	2.245	2.447	2.532

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Venture Dana Putra		HLA Venture Income Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Investments	77,549,634	69,415,545	200,106,802	169,529,434
Quoted equities	76,257,745	69,415,545	-	-
Quoted unit trusts and REITs	1,291,889	-	-	-
Malaysia Government Securities and Cagamas Papers	-	-	83,530,000	69,196,400
Unquoted corporate bonds	-	-	116,576,802	100,333,034
Tax recoverable	-	186,263	-	-
Investment receivables	103,517	98,363	1,806,450	1,954,134
Other receivables	-	-	1	-
Cash and cash equivalents	14,193,763	9,699,636	116,470,613	11,487,389
Total assets	91,846,914	79,399,807	318,383,866	182,970,957
Derivative liabilities	-	-	5,266	-
Deferred tax liabilities	310,745	677,640	475,610	407,463
Tax payable	261,611	-	1,336,644	283,389
Amount due to operating fund	239,377	143,904	1,316,099	43,825
Other payables	1,112	1,112	17,674,944	2,319
Total liabilities	812,845	822,656	20,808,563	736,996
Net asset value	91,034,069	78,577,151	297,575,303	182,233,961
Represented by				
Unitholders' capital	74,389,471	58,998,167	219,061,804	125,532,119
Undistributed income carried forward	16,644,598	19,578,984	78,513,499	56,701,842
	91,034,069	78,577,151	297,575,303	182,233,961
Number of units in circulation	37,977,134	31,588,292	110,680,161	74,321,968
Net asset value per unit	2.397	2.488	2.689	2.452

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Venture Managed Fund		HLA Venture Global Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Investments	235,821,379	236,926,352	31,501,426	28,203,566
Quoted equities	119,554,625	110,019,303	-	-
Quoted unit trusts and REITs	4,137,000	3,677,000	-	-
Unquoted unit trusts	-	-	31,501,426	28,203,566
Malaysia Government Securities and Cagamas Papers	24,109,340	29,121,000	-	-
Unquoted corporate bonds	87,941,911	94,109,049	-	-
Derivative assets	78,503	-	-	-
Deferred tax assets	25,272	-	11,655	241,745
Investment receivables	1,317,038	1,472,931	11	50
Other receivables	-	-	19,649	12,547
Cash and cash equivalents	30,792,348	15,369,638	226,613	211,119
Total assets	267,956,037	253,768,921	31,759,354	28,669,027
Derivative liabilities	45,728	-	-	-
Deferred tax liabilities	-	523,007	-	-
Tax payable	163,486	186,661	743	2,978
Amount due to operating fund	449,962	455,964	60,935	26,710
Other payables	3,075,684	3,570	1,060	1,060
Total liabilities	3,734,860	1,169,202	62,738	30,748
Net asset value	264,221,177	252,599,719	31,696,616	28,638,279
Represented by				
Unitholders' capital	211,585,002	201,047,853	23,409,625	23,333,959
Undistributed income carried forward	52,636,175	51,551,866	8,286,991	5,304,320
	264,221,177	252,599,719	31,696,616	28,638,279
Number of units in circulation	122,253,485	117,459,553	22,283,556	22,230,884
Net asset value per unit	2.161	2.151	1.422	1.288

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Venture Flexi Fund		HLA EverGreen 2023	
	2020	2019	2020	2019
	RM	RM	RM	RM
Investments	79,776,078	61,218,503	26,823,422	25,793,074
Quoted equities	77,941,278	59,592,503	-	-
Quoted unit trusts and REITs	1,834,800	1,626,000	-	-
Floating rate negotiable instrument of deposit	-	-	26,823,422	25,793,074
Deferred tax assets	412,143	18,095	-	-
Tax recoverable	71,457	96,308	632	-
Investment receivables	165,644	87,347	-	-
Other receivables	-	265,695	-	-
Cash and cash equivalents	9,626,122	9,425,462	10,828	10,222
Total assets	90,051,444	71,111,410	26,834,882	25,803,296
Deferred tax liabilities	-	-	467,272	333,858
Tax payable	-	-	-	9,237
Amount due to operating fund	141,537	135,162	1	1
Other payables	1,060	1,060	1,060	1,060
Total liabilities	142,597	136,222	468,333	344,156
Net asset value	89,908,847	70,975,188	26,366,549	25,459,140
Represented by				
Unitholders' capital	92,785,677	68,500,721	19,931,700	20,694,615
Undistributed (loss)/income carried forward	(2,876,830)	2,474,467	6,434,849	4,764,525
	89,908,847	70,975,188	26,366,549	25,459,140
Number of units in circulation	104,274,947	76,593,870	23,219,477	24,099,935
Net asset value per unit	0.862	0.927	1.136	1.056

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA EverGreen 2025		HLA EverGreen 2028	
	2020	2019	2020	2019
	RM	RM	RM	RM
Investments	11,008,505	9,744,284	15,963,940	12,378,296
Floating rate negotiable instrument of deposit	11,008,505	9,744,284	15,963,940	12,378,296
Amount due from operating fund	-	-	3	2
Cash and cash equivalents	9,051	9,981	14,155	15,545
Total assets	11,017,556	9,754,265	15,978,098	12,393,843
Deferred tax liabilities	143,935	76,996	165,377	57,867
Tax payable	7,709	1,773	13,138	634
Other payables	1,060	1,060	1,060	1,060
Total liabilities	152,704	79,829	179,575	59,561
Net asset value	10,864,852	9,674,436	15,798,523	12,334,282
Represented by				
Unitholders' capital	9,719,571	9,309,760	14,757,309	12,419,214
Undistributed income/(loss) carried forward	1,145,281	364,676	1,041,214	(84,932)
	10,864,852	9,674,436	15,798,523	12,334,282
Number of units in circulation	9,789,621	9,520,868	15,156,629	13,146,518
Net asset value per unit	1.110	1.016	1.042	0.938

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA EverGreen 2030		HLA EverGreen 2035	
	2020	2019	2020	2019
	RM	RM	RM	RM
Investments	50,478,925	39,830,211	793,883,414	638,456,697
Floating rate negotiable instrument of deposit	50,478,925	39,830,211	793,883,414	638,456,697
Deferred tax assets	-	-	-	773,655
Tax recoverable	-	-	433,997	-
Cash and cash equivalents	10,356	28,227	208,199	154,166
Total assets	50,489,281	39,858,438	794,525,610	639,384,518
Deferred tax liabilities	504,885	89,164	2,517,561	-
Tax payable	27,498	564	-	361,903
Amount due to operating fund	59	59	485	476
Other payables	1,060	1,060	7,967	7,967
Total liabilities	533,502	90,847	2,526,013	370,346
Net asset value	49,955,779	39,767,591	791,999,597	639,014,172
Represented by				
Unitholders' capital	46,176,738	40,041,881	812,512,188	677,038,008
Undistributed income/(loss) carried forward	3,779,041	(274,290)	(20,512,591)	(38,023,836)
	49,955,779	39,767,591	791,999,597	639,014,172
Number of units in circulation	49,822,589	44,696,551	894,695,210	758,455,192
Net asset value per unit	1.003	0.890	0.885	0.843

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Cash Fund		HLA Secure Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Investments	23,637,243	15,816,000	21,088,633	18,773,007
Unquoted unit trusts	-	-	21,088,633	18,773,007
Fixed deposits/money market	23,637,243	15,816,000	-	-
Deferred tax assets	-	-	8,487	-
Investment receivables	438,536	245,401	-	-
Other receivables	-	-	10,385	7,550
Cash and cash equivalents	7,619,539	23,083,173	24,139	11,557
Total assets	31,695,318	39,144,574	21,131,644	18,792,114
Deferred tax liabilities	-	-	-	36,876
Tax payable	6,740	39,020	2,721	3,721
Amount due to operating fund	3,845	126,417	11,079	4,562
Other payables	1,060	1,060	1,060	1,060
Total liabilities	11,645	166,497	14,860	46,219
Net asset value	31,683,673	38,978,077	21,116,784	18,745,895
Represented by				
Unitholders' capital	46,305,774	45,685,877	19,706,858	16,917,088
Undistributed (loss)/income carried forward	(14,622,101)	(6,707,800)	1,409,926	1,828,807
	31,683,673	38,978,077	21,116,784	18,745,895
Number of units in circulation	24,992,005	31,669,208	14,920,513	13,443,774
Net asset value per unit	1.268	1.231	1.415	1.394

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	Hong Leong Smart Growth Fund		HLA Dana Suria	
	2020 RM	2019 RM	2020 RM	2019 RM
Investments	198,929,311	218,666,251	6,949,135	6,633,217
Unquoted unit trusts	198,929,311	218,666,251	6,949,135	6,633,217
Deferred tax assets	-	-	52,424	45,375
Tax recoverable	-	184,634	2,292	2,491
Other receivables	190,720	-	4,727	1,981
Cash and cash equivalents	127,037	260,069	12,086	10,879
Total assets	199,247,068	219,110,954	7,020,664	6,693,943
Deferred tax liabilities	74,134	635,829	-	-
Tax payable	39,425	-	-	-
Amount due to operating fund	583,132	309,381	8,348	1,344
Other payables	3,838	3,838	1,060	1,060
Total liabilities	700,529	949,048	9,408	2,404
Net asset value	198,546,539	218,161,906	7,011,256	6,691,539
Represented by				
Unitholders' capital	159,129,560	172,850,745	6,688,435	6,276,379
Undistributed income carried forward	39,416,979	45,311,161	322,821	415,160
	198,546,539	218,161,906	7,011,256	6,691,539
Number of units in circulation	114,825,998	122,204,762	6,109,747	5,879,215
Net asset value per unit	1.729	1.785	1.148	1.138

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Value Fund		Hong Leong Smart Invest Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Investments	96,482,646	85,895,146	245,916,963	172,565,009
Unquoted unit trusts	96,482,646	85,895,146	245,916,963	172,565,009
Deferred tax assets	1,912,070	272,121	3,640,780	37,283
Tax recoverable	142,591	97,284	173,302	21,114
Other receivables	91,925	82,116	233,739	-
Cash and cash equivalents	2,316,660	1,207,908	3,746,604	1,036,388
Total assets	100,945,892	87,554,575	253,711,388	173,659,794
Amount due to operating fund	64,876	343,973	2,086,705	494,360
Other payables	1,188	1,188	1,328	1,328
Total liabilities	66,064	345,161	2,088,033	495,688
Net asset value	100,879,828	87,209,414	251,623,355	173,164,106
Represented by				
Unitholders' capital	99,987,852	79,859,869	259,238,391	165,296,355
Undistributed (loss)/income carried forward	891,976	7,349,545	(7,615,036)	7,867,751
	100,879,828	87,209,414	251,623,355	173,164,106
Number of units in circulation	86,974,830	69,666,020	260,384,831	165,391,390
Net asset value per unit	1.160	1.252	0.966	1.047

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Horizon28 Fund		HLA Horizon38 Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Investments	3,353,371	1,552,894	111,759,958	30,722,918
Floating rate negotiable instrument of deposit	3,353,371	1,552,894	111,759,958	30,722,918
Deferred tax assets	6,748	-	-	-
Cash and cash equivalents	6,014	14,822	19,997	461,154
Total assets	3,366,133	1,567,716	111,779,955	31,184,072
Deferred tax liabilities	-	4,365	30,061	146,986
Tax payable	1,544	11	-	-
Amount due to operating fund	3,131	1,414	304,664	25,999
Other payables	1,060	1,060	1,060	1,060
Total liabilities	5,735	6,850	335,785	174,045
Net asset value	3,360,398	1,560,866	111,444,170	31,010,027
Represented by				
Unitholders' capital	3,465,164	1,518,210	112,454,460	29,436,564
Undistributed (loss)/income carried forward	(104,766)	42,656	(1,010,290)	1,573,463
	3,360,398	1,560,866	111,444,170	31,010,027
Number of units in circulation	3,294,028	1,479,733	99,217,417	27,955,279
Net asset value per unit	1.020	1.055	1.123	1.109

The accompanying notes form an integral part of the financial information.

Statement of Assets and Liabilities

As at 30 June 2020

	HLA Horizon48 Fund	
	2020	2019
	RM	RM
Investments	56,072,954	14,675,207
Floating rate negotiable instrument of deposit	56,072,954	14,675,207
Cash and cash equivalents	668	53,965
Total assets	56,073,622	14,729,172
Deferred tax liabilities	16,490	78,930
Amount due to operating fund	50,769	12,411
Other payables	1,060	1,060
Total liabilities	68,319	92,401
Net asset value	56,005,303	14,636,771
Represented by		
Unitholders' capital	56,346,339	13,783,431
Undistributed (loss)/income carried forward	(341,036)	853,340
	56,005,303	14,636,771
Number of units in circulation	47,779,039	12,927,926
Net asset value per unit	1.172	1.132

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Venture Growth Fund		HLA Venture Blue Chip Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Dividend income	11,881,215	10,159,164	8,433,304	5,901,035
Interest income	792,763	2,226,993	822,777	1,450,221
Profit on disposal of investments	546,920	11,728,874	47,274	2,268,303
Unrealised capital gain on investments	-	7,110,788	-	9,697,659
Unrealised gains on foreign exchange	298,244	545,396	273,756	284,306
Other income	-	13,877	-	-
Total income	13,519,142	31,785,092	9,577,111	19,601,524
Investment management fees	(5,495,444)	(5,274,222)	(3,880,972)	(3,192,114)
Other Outgo	(16,065)	-	(305,703)	(242,250)
Loss on disposal of investments	-	-	(2,499,901)	-
Unrealised capital loss on investments	(20,172,390)	-	(11,885,120)	-
Realised losses on foreign exchange	(1,064,748)	(1,316,231)	(1,085,986)	(646,838)
Unrealised losses on foreign exchange	-	-	-	-
Total outgo	(26,748,647)	(6,590,453)	(19,657,682)	(4,081,202)
Net (loss)/income before taxation	(13,229,505)	25,194,639	(10,080,571)	15,520,322
Taxation	1,510,465	(1,683,015)	1,075,446	(1,085,709)
Net (loss)/income after taxation	(11,719,040)	23,511,624	(9,005,125)	14,434,613
Undistributed income brought forward	147,723,208	124,211,584	89,529,008	75,094,395
Undistributed income carried forward	136,004,168	147,723,208	80,523,883	89,529,008

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Venture Dana Putra		HLA Venture Income Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Dividend income	1,845,390	1,283,765	-	-
Interest income	287,463	548,147	9,002,707	7,451,235
Profit on disposal of investments	-	-	12,440,727	998,848
Unrealised capital gain on investments	-	3,717,127	3,574,811	4,821,965
Realised gains on foreign exchange	-	-	52,763	57,228
Total income	2,132,853	5,549,039	25,071,008	13,329,276
Investment management fees	(1,130,746)	(967,182)	(1,177,409)	(774,198)
Other Outgo	(182,493)	(17,606)	(84,162)	(17,161)
Loss on disposal of investments	(2,109,492)	(3,355,599)	-	-
Unrealised capital loss on investments	(1,943,833)	-	-	-
Unrealised losses on foreign exchange	-	-	(4,995)	(486)
Total outgo	(5,366,564)	(4,340,387)	(1,266,566)	(791,845)
Net (loss)/income before taxation	(3,233,711)	1,208,652	23,804,442	12,537,431
Taxation	299,325	(74,202)	(1,992,785)	(1,059,970)
Net (loss)/income after taxation	(2,934,386)	1,134,450	21,811,657	11,477,461
Undistributed income brought forward	19,578,984	18,444,534	56,701,842	45,224,381
Undistributed income carried forward	16,644,598	19,578,984	78,513,499	56,701,842

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Venture Managed Fund		HLA Venture Global Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Dividend income	4,561,190	3,027,779	344,420	713,858
Interest income	6,141,484	6,656,055	4,768	7,775
Profit on disposal of investments	1,719,684	178,023	-	-
Unrealised capital gain on investments	2,868,398	6,664,302	2,826,579	-
Realised gains on foreign exchange	41,499	19,536	-	-
Unrealised gains on foreign exchange	33,915	-	-	-
Other income	-	-	55,890	66,389
Total income	15,366,170	16,545,695	3,231,657	788,022
Investment management fees	(3,177,322)	(2,840,163)	-	-
Other Outgo	(139,913)	(3,248)	(1,060)	-
Loss on disposal of investments	(4,919,955)	(1,232,132)	(4,334)	-
Unrealised capital loss on investments	(6,030,853)	-	-	(570,000)
Unrealised losses on foreign exchange	-	(487)	-	-
Total outgo	(14,268,043)	(4,076,030)	(5,394)	(570,000)
Net income before taxation	1,098,127	12,469,665	3,226,263	218,022
Taxation	(13,818)	(983,597)	(243,592)	30,428
Net income after taxation	1,084,309	11,486,068	2,982,671	248,450
Undistributed income brought forward	51,551,866	40,065,798	5,304,320	5,055,870
Undistributed income carried forward	52,636,175	51,551,866	8,286,991	5,304,320

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Venture Flexi Fund		HLA EverGreen 2023	
	2020	2019	2020	2019
	RM	RM	RM	RM
Dividend income	2,350,568	1,364,351	-	-
Interest income	346,435	526,017	-	-
Profit on disposal of investments	-	-	35,537	396,674
Unrealised capital gain on investments	-	2,252,769	1,969,057	1,198,484
Total income	2,697,003	4,143,137	2,004,594	1,595,158
Investment management fees	(1,131,346)	(803,087)	-	-
Other Outgo	(184,007)	(180,309)	(174,070)	(34,762)
Loss on disposal of investments	(2,808,525)	(1,699,793)	-	-
Unrealised capital loss on investments	(4,469,194)	-	-	-
Total outgo	(8,593,072)	(2,683,189)	(174,070)	(34,762)
Net (loss)/income before taxation	(5,896,069)	1,459,948	1,830,524	1,560,396
Taxation	544,772	(88,911)	(160,200)	(127,288)
Net (loss)/income after taxation	(5,351,297)	1,371,037	1,670,324	1,433,108
Undistributed income brought forward	2,474,467	1,103,430	4,764,525	3,331,417
Undistributed (loss)/income carried forward	(2,876,830)	2,474,467	6,434,849	4,764,525

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA EverGreen 2025		HLA EverGreen 2028	
	2020	2019	2020	2019
	RM	RM	RM	RM
Profit on disposal of investments	34,267	57,513	114,745	37,716
Unrealised capital gain on investments	949,472	619,140	1,490,166	619,767
Total income	983,739	676,653	1,604,911	657,483
Other Outgo	(124,511)	(191,927)	(350,506)	(255,196)
Total outgo	(124,511)	(191,927)	(350,506)	(255,196)
Net income before taxation	859,228	484,726	1,254,405	402,287
Taxation	(78,623)	(54,088)	(128,259)	(58,286)
Net income after taxation	780,605	430,638	1,126,146	344,001
Undistributed income/(loss) brought forward	364,676	(65,962)	(84,932)	(428,933)
Undistributed income/(loss) carried forward	1,145,281	364,676	1,041,214	(84,932)

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA EverGreen 2030		HLA EverGreen 2035	
	2020	2019	2020	2019
	RM	RM	RM	RM
Profit on disposal of investments	392,184	-	1,339,381	376,370
Unrealised capital gain on investments	5,423,430	1,044,284	39,599,364	-
Total income	5,815,614	1,044,284	40,938,745	376,370
Other Outgo	(1,297,352)	(512,032)	(20,047,438)	(14,253,408)
Loss on disposal of investments	-	(80,213)	-	-
Unrealised capital loss on investments	-	-	-	(6,448,377)
Total outgo	(1,297,352)	(592,245)	(20,047,438)	(20,701,785)
Net income/(loss) before taxation	4,518,262	452,039	20,891,307	(20,325,415)
Taxation	(464,931)	(108,371)	(3,380,062)	(84,458)
Net income/(loss) after taxation	4,053,331	343,668	17,511,245	(20,409,873)
Undistributed loss brought forward	(274,290)	(617,958)	(38,023,836)	(17,613,963)
Undistributed income/(loss) carried forward	3,779,041	(274,290)	(20,512,591)	(38,023,836)

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Cash Fund		HLA Secure Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Dividend income	-	-	769,515	571,038
Interest income	1,240,468	1,329,290	-	-
Profit on disposal of investments	-	-	-	279
Unrealised capital gain on investments	-	-	-	232,629
Other income	-	-	40,966	34,443
Total income	1,240,468	1,329,290	810,481	838,389
Investment management fees	(90,304)	(101,394)	-	-
Other Outgo	(8,965,849)	(3,552,215)	(698,801)	(31,696)
Loss on disposal of investments	-	-	(3,883)	-
Unrealised capital loss on investments	-	-	(562,175)	-
Total outgo	(9,056,153)	(3,653,609)	(1,264,859)	(31,696)
Net (loss)/income before taxation	(7,815,685)	(2,324,319)	(454,378)	806,693
Taxation	(98,616)	(105,314)	35,497	(26,806)
Net (loss)/income after taxation	(7,914,301)	(2,429,633)	(418,881)	779,887
Undistributed (loss)/income brought forward	(6,707,800)	(4,278,167)	1,828,807	1,048,920
Undistributed (loss)/income carried forward	(14,622,101)	(6,707,800)	1,409,926	1,828,807

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	Hong Leong Smart Growth Fund		HLA Dana Suria	
	2020 RM	2019 RM	2020 RM	2019 RM
Dividend income	-	-	198,800	205,669
Interest income	-	90	-	-
Profit on disposal of investments	230,917	833,780	-	-
Unrealised capital gain on investments	-	-	9,566	69,551
Other income	-	-	9,606	8,750
Total income	230,917	833,870	217,972	283,970
Other Outgo	(3,794)	(3,763)	(140,681)	(19,749)
Loss on disposal of investments	-	-	(30,010)	(51,688)
Unrealised capital loss on investments	(6,407,857)	(2,346,230)	(150,437)	(34,653)
Total outgo	(6,411,651)	(2,349,993)	(321,128)	(106,090)
Net (loss)/income before taxation	(6,180,734)	(1,516,123)	(103,156)	177,880
Taxation	286,552	(80,467)	10,817	(663)
Net (loss)/income after taxation	(5,894,182)	(1,596,590)	(92,339)	177,217
Undistributed income brought forward	45,311,161	46,907,751	415,160	237,943
Undistributed income carried forward	39,416,979	45,311,161	322,821	415,160

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Value Fund		Hong Leong Smart Invest Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Dividend income	14,101,584	7,750,287	28,015,990	8,744,259
Unrealised capital gain on investments	-	1,111,636	-	4,642,503
Other income*	434,832	403,699	-	-
Total income	14,536,416	9,265,622	28,015,990	13,386,762
Other Outgo	(101,031)	(53,330)	(1,317)	(1,309)
Loss on disposal of investments	(2,079,285)	(1,502,886)	(2,539,305)	(579,671)
Unrealised capital loss on investments	(20,496,938)	-	(44,438,978)	-
Total outgo	(22,677,254)	(1,556,216)	(46,979,600)	(580,980)
Net (loss)/income before taxation	(8,140,838)	7,709,406	(18,963,610)	12,805,782
Taxation	1,683,269	(90,781)	3,480,823	(457,016)
Net (loss)/income after taxation	(6,457,569)	7,618,625	(15,482,787)	12,348,766
Undistributed income/(loss) brought forward	7,349,545	(269,080)	7,867,751	(4,481,015)
Undistributed (loss)/income carried forward	891,976	7,349,545	(7,615,036)	7,867,751

*Other income include plough back amount of RM392,828 (2019: RM359,563)

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Horizon28 Fund		HLA Horizon38 Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Profit on disposal of investments	6,287	144	-	-
Unrealised capital gain on investments	-	54,555	-	1,837,324
Total income	6,287	54,699	-	1,837,324
Investment management fees	(31,551)	(6,558)	(896,822)	(114,240)
Other Outgo	(6,076)	(1,109)	(342,296)	(2,635)
Unrealised capital loss on investments	(125,641)	-	(1,461,560)	-
Total outgo	(163,268)	(7,667)	(2,700,678)	(116,875)
Net (loss)/income before taxation	(156,981)	47,032	(2,700,678)	1,720,449
Taxation	9,559	(4,376)	116,925	(146,986)
Net (loss)/income after taxation	(147,422)	42,656	(2,583,753)	1,573,463
Undistributed income brought forward	42,656	-	1,573,463	-
Undistributed (loss)/income carried forward	(104,766)	42,656	(1,010,290)	1,573,463

The accompanying notes form an integral part of the financial information.

Statement of Income and Expenditure

For the financial year ended 30 June 2020

	HLA Horizon48 Fund	
	2020	2019
	RM	RM
Unrealised capital gain on investments	-	986,622
Total income	-	986,622
Investment management fees	(463,611)	(53,241)
Other Outgo	(12,709)	(1,111)
Unrealised capital loss on investments	(780,496)	-
Total outgo	(1,256,816)	(54,352)
Net (loss)/income before taxation	(1,256,816)	932,270
Taxation	62,440	(78,930)
Net (loss)/income after taxation	(1,194,376)	853,340
Undistributed income brought forward	853,340	-
Undistributed (loss)/income carried forward	(341,036)	853,340

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Venture Growth Fund		HLA Venture Blue Chip Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	393,079,632	373,363,506	253,827,270	207,551,387
Amount received from unitholders for creation of units	25,689,632	25,855,458	75,087,350	46,596,957
Amount paid to unitholders for cancellation of units	(28,855,476)	(29,650,956)	(16,882,810)	(14,755,687)
	389,913,788	369,568,008	312,031,810	239,392,657
Net realised investment income	5,266,901	16,467,935	793,600	5,251,206
Net unrealised investment (loss)/income	(16,985,941)	7,043,689	(9,798,725)	9,183,407
Net asset value at the end of the financial year	378,194,748	393,079,632	303,026,685	253,827,270

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Venture Dana Putra		HLA Venture Income Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	78,577,151	67,936,632	182,233,961	141,720,157
Amount received from unitholders for creation of units	21,273,731	14,957,901	112,053,655	46,991,444
Amount paid to unitholders for cancellation of units	(5,882,427)	(5,451,832)	(18,523,970)	(17,955,101)
	93,968,455	77,442,701	275,763,646	170,756,500
Net realised investment (loss)/income	(1,357,448)	(2,285,306)	18,309,987	7,041,700
Net unrealised investment (loss)/income	(1,576,938)	3,419,756	3,501,670	4,435,761
Net asset value at the end of the financial year	91,034,069	78,577,151	297,575,303	182,233,961

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Venture Managed Fund		HLA Venture Global Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	252,599,719	218,198,282	28,638,279	28,395,353
Amount received from unitholders for creation of units	33,924,524	37,920,727	2,153,814	2,289,150
Amount paid to unitholders for cancellation of units	(23,387,375)	(15,005,358)	(2,078,148)	(2,294,674)
	263,136,868	241,113,651	28,713,945	28,389,829
Net realised investment income	3,664,569	5,355,358	386,182	772,850
Net unrealised investment (loss)/income	(2,580,260)	6,130,710	2,596,489	(524,400)
Net asset value at the end of the financial year	264,221,177	252,599,719	31,696,616	28,638,279

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Venture Flexi Fund		HLA EverGreen 2023	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	70,975,188	46,447,590	25,459,140	25,437,232
Amount received from unitholders for creation of units	30,672,608	28,366,203	448,394	660,190
Amount paid to unitholders for cancellation of units	(6,387,652)	(5,209,642)	(1,211,309)	(2,071,390)
	95,260,144	69,604,151	24,696,225	24,026,032
Net realised investment (loss)/income	(1,276,151)	(701,510)	(165,319)	330,503
Net unrealised investment (loss)/income	(4,075,146)	2,072,547	1,835,643	1,102,605
Net asset value at the end of the financial year	89,908,847	70,975,188	26,366,549	25,459,140

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA EverGreen 2025		HLA EverGreen 2028	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	9,674,436	8,209,258	12,334,282	8,830,119
Amount received from unitholders for creation of units	816,469	1,271,290	3,007,302	3,470,342
Amount paid to unitholders for cancellation of units	(406,658)	(236,750)	(669,207)	(310,180)
	10,084,247	9,243,798	14,672,377	11,990,281
Net realised investment loss	(101,928)	(138,971)	(256,510)	(226,185)
Net unrealised investment income	882,533	569,609	1,382,656	570,186
Net asset value at the end of the financial year	10,864,852	9,674,436	15,798,523	12,334,282

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA EverGreen 2030		HLA EverGreen 2035	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	39,767,591	31,463,941	639,014,172	486,976,067
Amount received from unitholders for creation of units	8,169,851	9,455,216	170,347,346	198,569,416
Amount paid to unitholders for cancellation of units	(2,034,994)	(1,495,234)	(34,873,166)	(26,121,438)
	45,902,448	39,423,923	774,488,352	659,424,045
Net realised investment loss	(954,378)	(617,073)	(18,796,903)	(14,477,366)
Net unrealised investment income/(loss)	5,007,709	960,741	36,308,148	(5,932,507)
Net asset value at the end of the financial year	49,955,779	39,767,591	791,999,597	639,014,172

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Cash Fund		HLA Secure Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Net asset value at the beginning of the financial year	38,978,077	35,739,527	18,745,895	14,231,031
Amount received from unitholders for creation of units	2,519,214	7,357,178	3,577,251	4,369,510
Amount paid to unitholders for cancellation of units	(1,899,317)	(1,688,995)	(787,481)	(634,533)
	39,597,974	41,407,710	21,535,665	17,966,008
Net realised investment (loss)/income	(7,914,301)	(2,429,633)	97,931	565,869
Net unrealised investment (loss)/income	-	-	(516,812)	214,018
Net asset value at the end of the financial year	31,683,673	38,978,077	21,116,784	18,745,895

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	Hong Leong Smart Growth Fund		HLA Dana Suria	
	2020 RM	2019 RM	2020 RM	2019 RM
Net asset value at the beginning of the financial year	218,161,906	234,604,743	6,691,539	6,161,034
Amount received from unitholders for creation of units	11,474,684	14,424,652	1,182,903	1,140,548
Amount paid to unitholders for cancellation of units	(25,195,869)	(29,270,899)	(770,847)	(787,260)
	204,440,721	219,758,496	7,103,595	6,514,322
Net realised investment (loss)/income	(48,019)	561,942	41,483	145,110
Net unrealised investment (loss)/income	(5,846,163)	(2,158,532)	(133,822)	32,107
Net asset value at the end of the financial year	198,546,539	218,161,906	7,011,256	6,691,539

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Value Fund		Hong Leong Smart Invest Fund	
	2020 RM	2019 RM	2020 RM	2019 RM
Net asset value at the beginning of the financial year	87,209,414	72,614,833	173,164,106	81,148,429
Amount received from unitholders for creation of units	34,946,396	24,579,758	123,467,190	95,590,402
Amount paid to unitholders for cancellation of units	(14,818,413)	(17,603,802)	(29,525,154)	(15,923,491)
	107,337,397	79,590,789	267,106,142	160,815,340
Net realised investment income	12,399,421	6,595,920	25,352,693	8,077,663
Net unrealised investment (loss)/income	(18,856,990)	1,022,705	(40,835,480)	4,271,103
Net asset value at the end of the financial year	100,879,828	87,209,414	251,623,355	173,164,106

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Horizon28 Fund		HLA Horizon38 Fund	
	2020	2019	2020	2019
	RM	RM	RM	RM
Net asset value at the beginning of the financial year	1,560,866	-	31,010,027	-
Amount received from unitholders for creation of units	2,340,493	1,522,596	85,897,820	29,900,348
Amount paid to unitholders for cancellation of units	(393,539)	(4,386)	(2,879,924)	(463,784)
	3,507,820	1,518,210	114,027,923	29,436,564
Net realised investment loss	(32,894)	(7,535)	(1,239,118)	(116,875)
Net unrealised investment (loss)/income	(114,528)	50,191	(1,344,635)	1,690,338
Net asset value at the end of the financial year	3,360,398	1,560,866	111,444,170	31,010,027

The accompanying notes form an integral part of the financial information.

Statement of Changes in Net Asset Value

For the financial year ended 30 June 2020

	HLA Horizon48 Fund	
	2020	2019
	RM	RM
Net asset value at the beginning of the financial year	14,636,771	-
Amount received from unitholders for creation of units	44,257,724	13,839,108
Amount paid to unitholders for cancellation of units	(1,694,816)	(55,677)
	57,199,679	13,783,431
Net realised investment loss	(476,320)	(54,352)
Net unrealised investment (loss)/income	(718,056)	907,692
Net asset value at the end of the financial year	56,005,303	14,636,771

The accompanying notes form an integral part of the financial information.

Notes to the Financial Information

1 . PRINCIPAL ACTIVITIES AND GENERAL INFORMATION

The HLA Investment-Linked Funds consist of HLA Venture Growth Fund, HLA Venture Blue Chip Fund, HLA Venture Dana Putra, HLA Venture Income Fund, HLA Venture Managed Fund, HLA Venture Global Fund, HLA Venture Flexi Fund, HLA EverGreen 2023, HLA EverGreen 2025, HLA EverGreen 2028, HLA EverGreen 2030, HLA EverGreen 2035, HLA Cash Fund, HLA Secure Fund, Hong Leong Smart Growth Fund, HLA Dana Suria, HLA Value Fund, Hong Leong Smart Invest Fund, HLA Horizon28 Fund, HLA Horizon38 Fund and HLA Horizon48 Fund (hereinafter referred to collectively as "the Funds").

The principal activities of the Funds are to invest in authorised investments.

The Manager of the Funds is Hong Leong Assurance Berhad, a company incorporated in Malaysia, is engaged principally in the underwriting of life insurance business, including investment-linked and annuity businesses. There has been no significant change in the nature of the principal activity during the financial year.

2 . BASIS OF PREPARATION

The financial information of the Funds have been prepared under the historical cost convention except as disclosed in this summary of significant accounting policies. The financial information have been prepared in accordance with the accounting policies described in Note 3 to the financial information and the Guidelines on Investment-Linked Business issued by Bank Negara Malaysia ("BNM") in all material aspects.

The preparation of the financial information requires the use of estimates and assumptions that affect the reported amount of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial information, and the reported amounts of income and expenses during the reported financial year. It also requires Manager to exercise its judgement in the process of applying the Company's accounting policies. Although these estimates are based on the Manager's best knowledge of current events and actions, actual results may differ from those estimates.

However, the Manager is of the opinion that there are currently no areas where assumptions and estimates that have a significant risk of causing a material adjustment to the carrying amount of assets and liabilities within the next financial year and no accounting policies which requires significant judgement to be exercised.

Notes to the Financial Information

3 . SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been used consistently in dealing with items which are considered material in relation to the financial information.

(a) Fair value through profit and loss financial assets ("FVTPL")

Financial assets at FVTPL comprise held-for-trading financial assets and financial assets other than held-for-trading ("HFT") that are designated at fair value through profit or loss.

The Funds designate their investment portfolio into HFT financial assets. Financial assets are classified as HFT if they are acquired or incurred principally for the purpose of selling or repurchasing it in the near term or they are part of a portfolio of identified securities that are managed together and for which there is evidence of a recent actual pattern of short term profit taking. These investments are initially recorded at fair value. Subsequent to initial recognition, these investments are remeasured at fair value. Fair value adjustments and realised gains and losses are recognised in statement of income and expenditure.

(b) Fair value of financial instruments

Quoted investments are valued at the closing market prices as at the date of statement of assets and liabilities.

Unquoted corporate bonds are valued at the indicative market price quoted by financial institutions as at the date of statement of assets and liabilities.

Structured investments are investments where part of the fund is invested in the fixed income instruments issued by financial institutions while the remaining fund are invested in instruments which linked to the performance of one or more prices, rates, indices, securities and other financial instruments. Structured investments are carried at fair values, determined by reference to quotation provided by financial institutions.

Cash at bank and deposits with licensed financial institutions are stated at approximately their carrying amount as at the date of statement of assets and liabilities.

The unrealised gains or losses in value of investment are credited or charged to the statement of income and expenditure.

Notes to the Financial Information

3 . SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(c) Foreign currencies

(i) Functional and presentation currency

The financial information are presented in Ringgit Malaysia ("RM"), which is the Funds' functional and presentation currency.

(ii) Foreign currency transaction and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transaction and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of income and expenditure.

(d) Cash and cash equivalents

Cash and cash equivalents consist of cash and bank balances and fixed and call deposits with maturity of three months or less.

(e) Income recognition

Dividend income is recognised when the right to receive the dividend has been established.

Interest income is recognised on the accrual basis.

Gains or losses arising from the disposal of investments are credited or charged to the statement of income and expenditure.

(f) Investment management fees

Investment management fees are calculated in accordance with the provisions of the investment-linked policy document based on net asset value of the Funds.

Notes to the Financial Information

3 . SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

(g) Taxation

Taxation on the statement of income and expenditure comprises current and deferred tax. Current tax is the expected amount of tax payable in respect of the taxable income for the financial year, using tax rates enacted or substantially enacted at the date of statement of assets and liabilities, and any adjustment to tax payable in respect of previous financial years.

Deferred taxation is recognised in full using the liability method, on temporary differences at the date of statement of assets and liabilities between the tax bases of assets and liabilities and their carrying amounts in the financial information. However, deferred tax is not accounted for if it arises from initial recognition of an asset or a liability in a transaction other than a business combination that at the time of transaction affects neither accounting nor taxable profit or loss.

Deferred tax is measured at the tax rates that are expected to apply to the period when the asset is realised or the liability is settled, using tax rates enacted or substantially enacted at the date of statement of assets and liabilities.

Deferred tax asset is recognised only to the extent that it is probable that future taxable profits will be available against which the asset can be utilised.

(h) Net creation of units

Net creation of units represents premiums paid by policyholders as payment for a new contract or subsequent payments to increase the amount of that contract. Net creation of units is recognised on a receipt basis.

(i) Net cancellation of units

Net cancellation of units represents cancellation of units arising from surrenders and withdrawals. Cancellation is recognised upon surrendering of the insurance contract.

4 . INCOME DISTRIBUTION

There has been no distribution made or proposed during the financial year.

5 . INVESTMENT OBJECTIVES, RESTRICTIONS AND LIMITATIONS

There has been no changes in the investment objectives, restrictions and limitations during the financial year.

6 . INVESTMENTS

The details of investments of the Funds are set out in the Fund Performance Report.

Notes to the Financial Information

7 . PERFORMANCE TABLE

The performance table of the Funds is set out in the Fund Performance Report.

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