

Term Investment Account-i

Fund Performance Report for
Quarter Ended 30 Sept 2019

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Fund Information

Product Name Term Investment Account-i

Shariah Contract *Mudarabah* - A profit sharing contract between the Bank as fund manager and Investment Account Holder (IAH) as the Investor.

Investment Account Type **Unrestricted Investment Account** - IAH provides the Bank with a mandate to make an ultimate investment decision without specifying specific restrictions or conditions.

Fund Inception 8 January 2019.

Fund Investment Objective

The fund aims to generate stable and consistent returns over an agreed investment interval through low to medium risk investment activities.

Investor Profile

- Category of IAH:
 - Individual(s)
 - Sole-Proprietorship(s)
 - Wholesale(s)
- IAH with low to medium risk tolerance
- IAH who seeks stable profits

Note:

IAH(s) are advised to understand the risk(s) related to TIA-i before making an investment decision. Further explanation of each risk is available in Hong Leong Islamic Bank Corporate website.

Profit Payment Policy

Profit distribution is upon maturity.

Fund Performance

1. Rate of Return of TIA-i 3-Month (Board)

This section is applicable to IAH who have made subscription under the TIA-i 3-month board rate.

Month ²	Effective Rate of Return to IAH % (p.a.) ³	Profit Sharing Ratio ('PSR') (IAH : Bank)
Jul 2019	3.00	65:35
Aug 2019	3.00	65:35
Sep 2019	3.00	65:35

² Subscription Month

³ Rate of Return after PSR

Nature of Investment Account

A renewable term investment type of 3 and 6 months tenure.

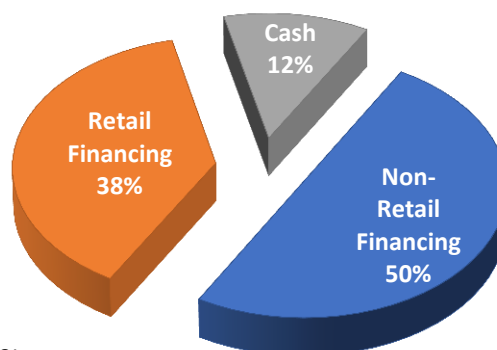
Fund Investment Strategies

Investment into selected qualified Shariah compliant financing assets within the risk parameters prescribed under the Fund Investment Objective. Portfolio rebalancing is also executed to ensure the performance of the particular assets is aligned with the fund's Investment Objective. Any profit generated from the investment is to be shared between IAH and the Bank according to mutually pre-agreed profit sharing ratio (PSR) whilst financial losses (if any) is borne by the IAH.

Investment Asset Allocation

The fund is invested in a portfolio of Hong Leong Islamic Bank's retail¹ and non-retail assets² as per chart below:

TIA-i Fund Composition

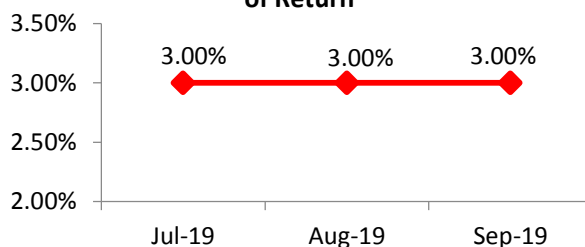


Note:

¹ Retail financing assets consist of House Financing-i and Personal Financing-i.

² Non-retail financing asset consist of Business Term Financing-i.

TIA-i 3 Month (Board) Historical Rate of Return



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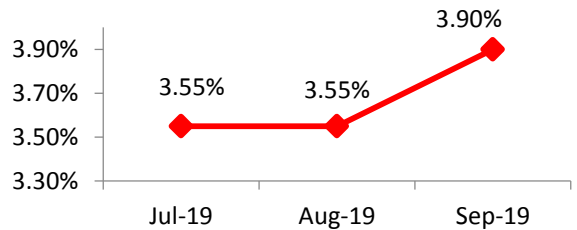
Fund Performance Report for Quarter Ended 30 September 2019

2. Rate of Return of TIA-i 3-Month (Promo)

This section is applicable to IAHS who have made subscription under the TIA-i 3-month promo rate.

Month ²	Effective Date	Effective Rate of Return to IAH % (p.a.) ³	Profit Sharing Ratio ('PSR') (IAH : Bank)
Jul 2019	1- 30 Jul	3.55	85:15
Aug 2019	1 – 31 Aug	3.55	85:15
Sep 2019	18 – 30 Sep	3.90	85:15

TIA-i 3 Month (Promo) Historical Rate of Return



² Subscription Month

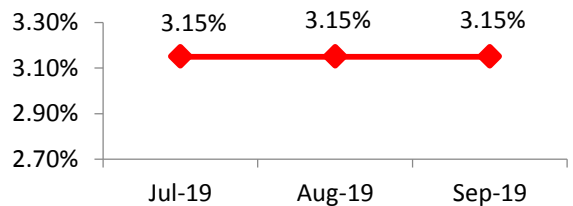
³ Rate of Return after PSR

3. Rate of Return of TIA-i 6-Month (Board)

This section is applicable to IAHS who have made subscription under the TIA-i 6-month board rate.

Month ²	Effective Rate of Return to IAH % (p.a.) ³	Profit Sharing Ratio ('PSR') (IAH : Bank)
Jul 2019	3.15	68:32
Aug 2019	3.15	68:32
Sep 2019	3.15	68:32

TIA-i 6 Month (Board) Historical Rate of Return



² Subscription Month

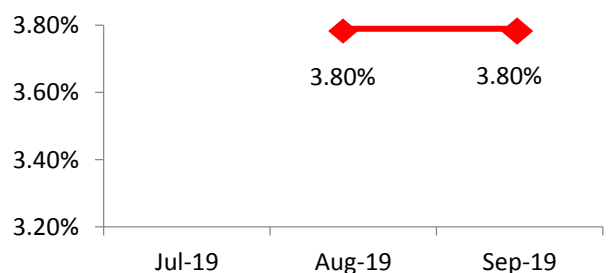
³ Rate of Return after PSR

4. Rate of Return of TIA-i 6-Month (Promo)

This section is applicable to IAHS who have made subscription under the TIA-i 6-month promo rate.

Month ²	Effective Rate of Return to IAH % (p.a.) ³	Profit Sharing Ratio ('PSR') (IAH : Bank)
Jul - 2019	-	-
Aug - 2019	3.80	85:15
Sep - 2019	3.80	85:15

TIA-i 6 Month (Promo) Historical Rate of Return

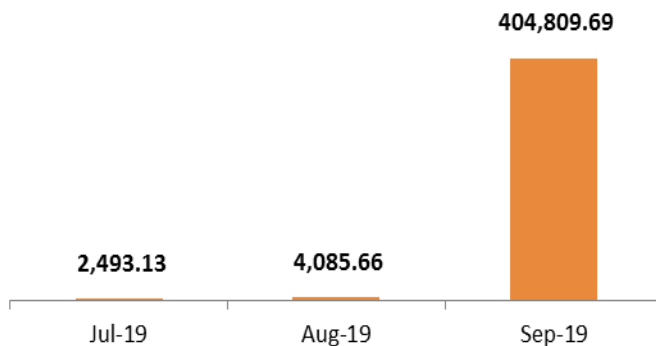


² Subscription Month

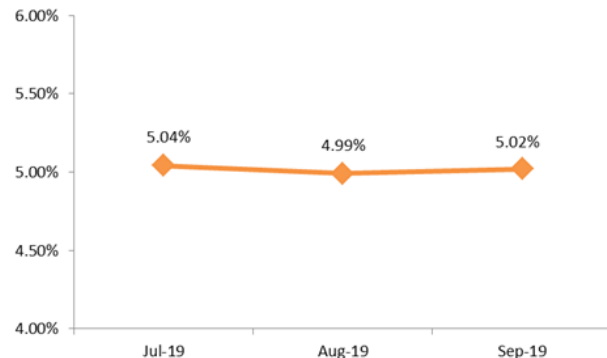
³ Rate of Return after PSR

5. Fund Size and Growth

TIA-i Fund Size (RM'000)



6. Return on Assets



Profit & Loss Statement

Profit & Loss Statement for Quarter Ended 30th September 2019

	Jul 2019 RM '000	Aug 2019 RM '000	Sep 2019 RM '000
Net Distributable Income	10.424	11.118	69.783
Total Net Distributable Income	10.424	11.118	69.783

Market Outlook

Net financing banking systems sustained at 5.2% in September where household loan/financing expanded by 4.6% and business financing grew by 2.5% on September.

Banking's system of total loan and financing monthly average are decreasing in three months as per July, August, September. However, business segments and household remained positive.

Islamic banking industry financing and profitability indicators growth is expected to be stable in 2019.

Source: BNM Press Release Monthly Highlights July, August September 2019 & RAM Report

Statement of Any Changes

There have been no changes in the Investment Objectives, Strategies, restrictions and limitations during the quarter period..

Underlying Asset Outlook

Based on the Investment Strategies during this review period, the Bank is optimistic on the future performance of the fund until the next review period.

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Prepared by: