

Term Investment Account-i

Fund Performance Report for
Quarter Ended 31 March 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 Investor:
 - Individual(s)
 - Sole-Proprietorship(s)
- Investor with low to medium risk tolerance
- Investor who seeks stable profits

Note:

IAH 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.

Nature of Investment Account

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

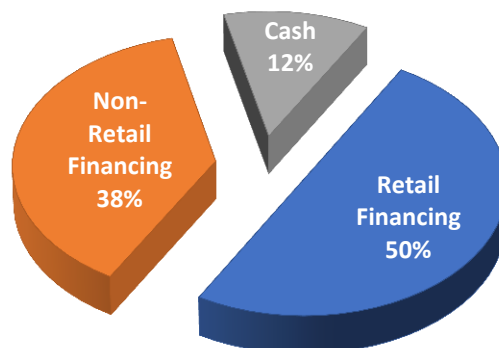
Fund Investment Strategies

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 strategy and 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 retail and non-retail assets¹ as per chart below:

TIA-i Fund Composition



Note:

¹ Retail financing assets consist of Home Financing-i and Personal Financing-i whereas non-retail financing assets consist of Business Term Financing-i.

Fund Performance

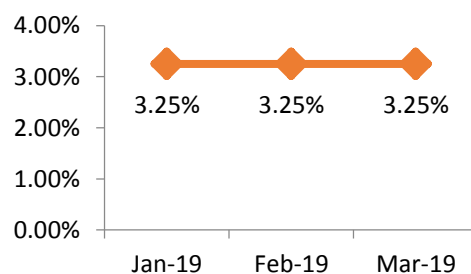
1) Rate of Return of TIA-i 3-Month

This section is applicable for customers who have made placement under the TIA-i 3-month.

Month	Rate of Return to IAH % (p.a.) ²	Profit Sharing Ratio ('PSR') (IAH : Bank)
January	3.25	85:15
February	3.25	85:15
March	3.25	85:15

² Rate of Return after PSR

TIA-i 3-Month Historical Rate of Return



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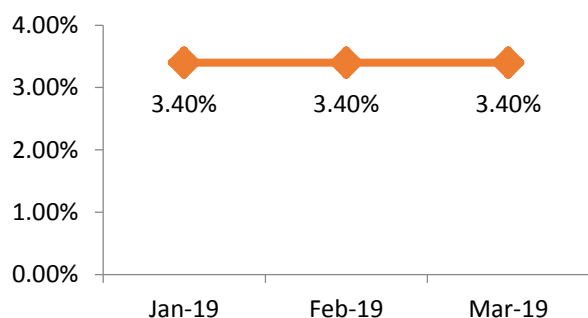
2) Rate of Return of TIA-i 6-Month

This section is applicable for customers who have made placement under the TIA-i 6-month

Month	Rate of Return to IAH % (p.a.) ²	Profit Sharing Ratio ('PSR') (IAH : Bank)
January	3.40	89:11
February	3.40	89:11
March	3.40	89:11

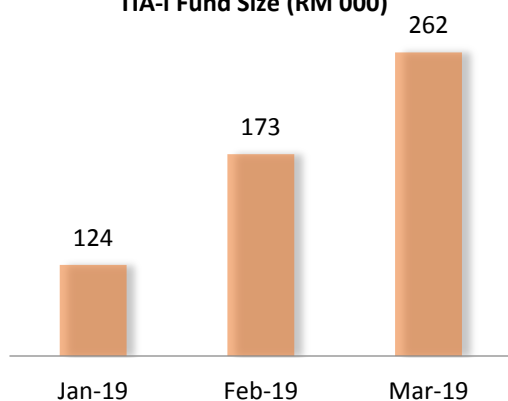
² Rate of Return after PSR

TIA-i 6-Month Historical Rate of Return

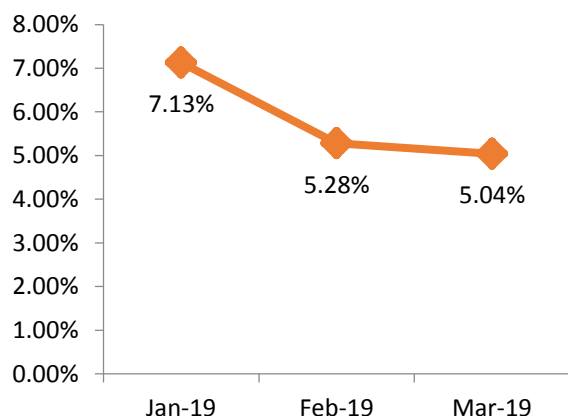


3) Fund Size and Growth

TIA-i Fund Size (RM'000)



4) Return on Assets



Profit Payout

Profit & Loss Statement for Quarter Ended 31st March 2019			
	January 2019 RM '000	February 2019 RM '000	March 2019 RM '000
Profit from Financing	0.269	0.596	0.896
Total Profit	0.269	0.596	0.896

Statement of Any Changes

There have been no changes in the investment objectives, strategies, restrictions and limitations during the quarter period.

Market Outlook

The Malaysian economy recorded a growth of 4.5% in the first quarter of 2019, supported mainly by firm private consumption. On the supply side, major economic sectors continued to expand.

Malaysian economy is projected to be on a steady growth of 4.3% - 4.8% in 2019. Private sector demand is expected to remain to be mainstay of growth amid lower spending from public sector. With global economic uncertainties, the external sector is expected to grow marginally in tandem with unpresuming global demand.

Headline inflation is anticipated to grow between 0.7% - 1.7%, while core inflation to be stable. This is supported by the perpetual economic activity expansion and continued absence of strong demand pressures.

Source: BNM Press Release Monthly Highlights March 2019

Underlying Asset Outlook

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

IMPORTANT/DISCLAIMER

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Prepared by:

