

Term Investment Account - i

Wholesale Fund Performance Report for
Quarter Ended 30 June 2025

Term Investment Account - i

Wholesale Fund Performance Report for Quarter Ended 30 June 2025

Fund Information

| | |
|-------------------------|---|
| Product Name | Term Investment Account - i ("TIA-i") |
| Shariah Contract | Mudarabah - A profit sharing contract between the Bank as fund manager and the customer as Investment Account Holder (IAH) or the Investor(s). |
| 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 |

Investment Objective

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

Investor Profile

- Category of Investor(s):
 - Wholesale(s)
- Investor(s) with low to medium risk
- Investor(s) 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 in Product Disclosure Sheet (PDS) available on Hong Leong Islamic Bank's website.

Profit Payment Policy

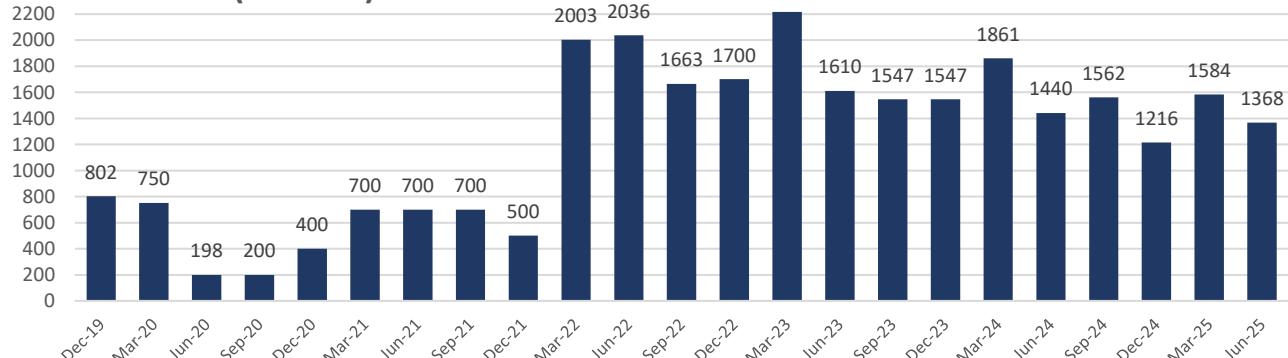
Profit distribution is upon maturity.

Fund Performance

1. Fund Size and Returns

As at June 2025, TIA-i's Wholesale Fund Balance was recorded at RM1.4 billion. Wholesale Fund Balance was NIL prior to December 2019.

Fund Size (RM 'mil)



Nature of Investment Account

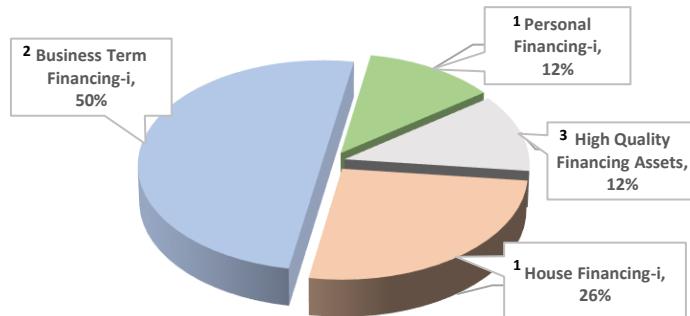
A renewable term investment type of 1 to 12 months tenure.

Fund Investment Strategies

Investment into selective 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 Investment Objective. Any profit generated from the investment will be shared between the IAH and the Bank according to mutually pre-agreed Profit Sharing Ratio (PSR) whilst losses (if any) will be borne by the Investor(s).

Investment Asset Allocation

The fund is invested in a portfolio of Hong Leong Islamic Bank's retail assets¹, non-retail assets² and HQLA³ as per chart below.



Note:

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

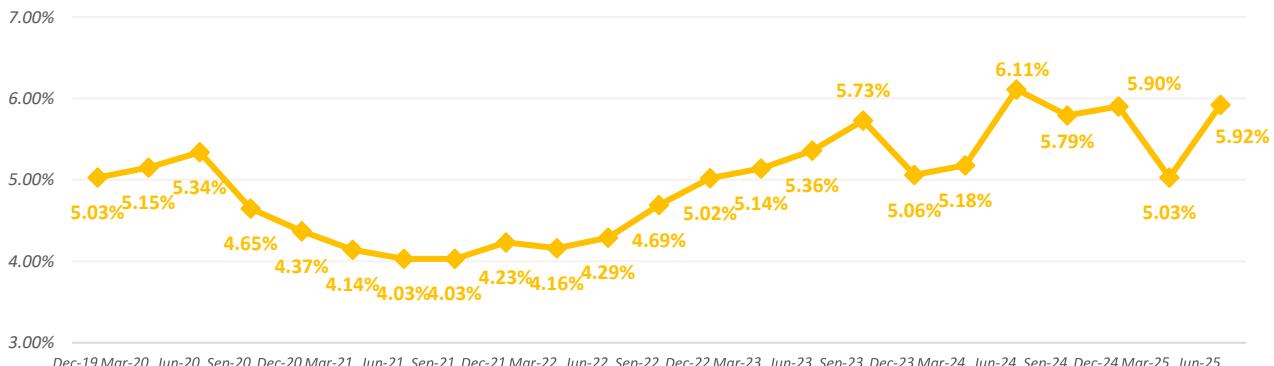
² Non-retail financing assets consist of Business Term Financing-i.

³ High Quality Liquid Assets (HQLA) are assets that can be easily and immediately converted into cash at little or no loss of value .

Term Investment Account - i

Wholesale Fund Performance Report for Quarter Ended 30 June 2025

Gross Fund Returns (%) before PSR



2. Rate of Return of TIA-i for Wholesale IAH

This section is applicable to Wholesale IAH for the quarter period ended June 2025.

1 Month

| Month ⁴ | Gross Rate of Return (Gross RoR) ⁵ | Rate of Return to IAH % (p.a.) ⁶ | |
|--------------------|---|---|--------|
| | | Wholesale Rate | |
| | | Indicative | Actual |
| Apr | 5.45 | 3.40 | 3.40 |
| May | 5.67 | 3.40 | 3.40 |
| Jun | 5.92 | 3.40 | 3.40 |

2 Months

| Month ⁴ | Gross Rate of Return (Gross RoR) ⁵ | Rate of Return to IAH % (p.a.) ⁶ | |
|--------------------|---|---|--------|
| | | Wholesale Rate | |
| | | Indicative | Actual |
| Apr | 5.45 | 3.65 | 3.65 |
| | | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| May | 5.67 | 3.65 | 3.65 |
| | | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| Jun | 5.92 | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| | | | |

3 Months

| Month ⁴ | Gross Rate of Return (Gross RoR) ⁵ | Rate of Return to IAH % (p.a.) ⁶ | |
|--------------------|---|---|--------|
| | | Wholesale Rate | |
| | | Indicative | Actual |
| Apr | 5.45 | 3.65 | 3.65 |
| | | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| May | 5.67 | 3.65 | 3.65 |
| | | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| Jun | 5.92 | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| | | | |

6 Months

| Month ⁴ | Gross Rate of Return (Gross RoR) ⁵ | Rate of Return to IAH % (p.a.) ⁶ | |
|--------------------|---|---|--------|
| | | Wholesale Rate | |
| | | Indicative | Actual |
| Apr | 5.45 | 3.80 | 3.80 |
| | | 3.90 | 3.90 |
| | | | |
| May | 5.67 | 3.80 | 3.80 |
| | | 3.90 | 3.90 |
| | | | |
| Jun | 5.92 | 3.80 | 3.80 |
| | | 3.85 | 3.85 |
| | | 3.90 | 3.90 |

5 Months

| Month ⁴ | Gross Rate of Return (Gross RoR) ⁵ | Rate of Return to IAH % (p.a.) ⁶ | |
|--------------------|---|---|--------|
| | | Wholesale Rate | |
| | | Indicative | Actual |
| Apr | 5.45 | 3.80 | 3.80 |
| May | 5.67 | 3.80 | 3.80 |
| Jun | 5.92 | 3.80 | 3.80 |

Term Investment Account - i

Wholesale Fund Performance Report for Quarter Ended 30 June 2025

Note:

| PSR Table | Tenure (months) | Profit Sharing Ratio (PSR) (IAH:Bank) |
|-----------|-----------------|---------------------------------------|
| Board | 1 to 12 | 85:15 |

⁴ Maturity Month.

⁵ Gross RoR is the return from investment before the application of PSR.

⁶ [Indicative] Rate of Return to IAH % p.a. is the target rate advertised by the Bank to the IAH.

⁶ [Actual] Rate of Return to IAH % p.a. is the net profit rate to IAH after applying PSR (refer to the PSR table above) to Gross RoR. Any excess profit after PSR generated more than the Indicative Rate of Return to IAH will be waived under the Shariah concept of Tanazul where the excess profit shall be retained by the Bank.

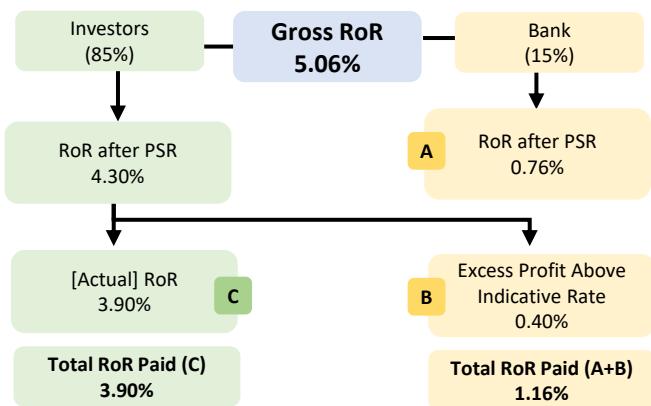
Profit & Loss Statement

Profit & Loss Statement for Quarter Ended 30 June 2025

| | RM' April 2025 | RM' May 2025 | RM' June 2025 |
|---------------------------------------|----------------|--------------|---------------|
| Total Gross Income | 7,017,089 | 7,594,318 | 7,134,699 |
| Net Income Distributed to IAH | 4,915,079 | 5,103,004 | 4,591,667 |
| Net Income Distributed to Bank | 2,102,010 | 2,491,314 | 2,543,032 |

Profit Calculation Illustration

(6 Months Indicative Rate: 3.90% p.a.)



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

Term Investment Account - i

Wholesale Fund Performance Report for Quarter Ended 30 June 2025

Market Outlook

The latest indicators point towards continued global growth and trade, supported by domestic demand and front-loading activities. Global growth outlook would remain supported by positive labour market conditions, less restrictive monetary policy and fiscal stimulus. However, the tariff measures announced by the US and retaliations have weakened the outlook on global growth and trade. This outlook remains subject to considerable uncertainties, which include outcomes of trade negotiations and geopolitical tensions. Such uncertainties could also lead to greater volatility in the global financial markets.

For Malaysia, economic activity expanded further in the first quarter, driven by sustained domestic demand and continued export growth. Moving forward, the escalation in trade tensions and heightened global policy uncertainties will weigh on the external sector. The continued demand for electrical and electronic goods and higher tourist spending, however, will provide some cushion to exports. Overall, growth is expected to be anchored by resilient domestic demand. Employment and wage growth, particularly within domestic-oriented sectors, as well as income-related policy measures, will support household spending. The expansion in investment activity will be sustained by the progress of multi-year projects in both the private and public sectors, the continued high realisation of approved investments, as well as the ongoing implementation of catalytic initiatives under the national master plans. Overall, the balance of risks to the growth outlook is tilted to the downside, stemming mainly from a deeper economic slowdown in major trading partners, weaker sentiment amid higher uncertainties affecting spending and investments, as well as lower-than-expected commodity production. Meanwhile, favourable trade negotiation outcomes and pro-growth policies in major economies, as well as more robust tourism activity could raise Malaysia's growth prospects.

Headline and core inflation averaged 1.5% and 1.9% in the first quarter of 2025 respectively. Overall, inflation in 2025 is expected to remain manageable, amid moderate global cost conditions and the absence of excessive domestic demand pressures. Global commodity prices are expected to continue to trend lower, contributing to moderate cost conditions. In this environment, the overall impact of the announced domestic policy reforms on inflation is expected to be contained. Risks to inflation would be dependent on the extent of spillover effects of domestic policy measures, as well as external developments surrounding global commodity prices, financial markets and trade policies.

IMPORTANT/DISCLAIMER

THIS IS AN INVESTMENT ACCOUNT PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING / ALLOCATED ASSETS AND IS NOT A DEPOSIT PRODUCT.

WARNING

THE RETURN ON THIS INVESTMENT ACCOUNT WILL BE AFFECTED BY THE PERFORMANCE OF THE UNDERLYING ASSETS. THE PRINCIPAL AND RETURNS ARE NOT GUARANTEED AND CUSTOMER RISKS EARNING NO RETURNS AT ALL. IF THE INVESTMENT IS REDEEMED EARLY, CUSTOMER MAY SUFFER LOSSES IN PART OR THE ENTIRE PRINCIPAL SUM INVESTED. THIS INVESTMENT ACCOUNT IS NOT PROTECTED BY PERBADANAN INSURANS DEPOSIT MALAYSIA.

THIS FUND PERFORMANCE REPORT IS PREPARED ONLY FOR THE USE AND BENEFIT OF THE INVESTOR TO ASSESS THE PERFORMANCE OF THE INVESTMENT. THIS REPORT IS NOT TO BE REPRODUCED, CITED OR REFERRED TO IN WHOLE OR IN PART WITHOUT PRIOR WRITTEN CONSENT BY HONG LEONG ISLAMIC BANK. THE INFORMATION DESCRIBED HEREIN IS AND SHALL NOT BE RELIED UPON AS AN ASSURANCE OR REPRESENTATION OF THE FUTURE PERFORMANCE OF THE INVESTMENT. HONG LEONG ISLAMIC BANK ACCEPTS NO RESPONSIBILITY TO ANYONE OTHER THAN THE PARTIES IDENTIFIED IN THIS REPORT FOR THE INFORMATION PROVIDED.

Prepared by: