

# HLA Venture Dana Putra (HLAVDP)

April 2024

## Fund Features

### 1. Investment Objective

The objective of the fund is to achieve capital growth over the medium to long term.

### 2. Investment Strategy & Approach

This fund invests in Syariah-approved securities and money market instruments.

### 3. Asset Allocation

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

### 4. Target Market

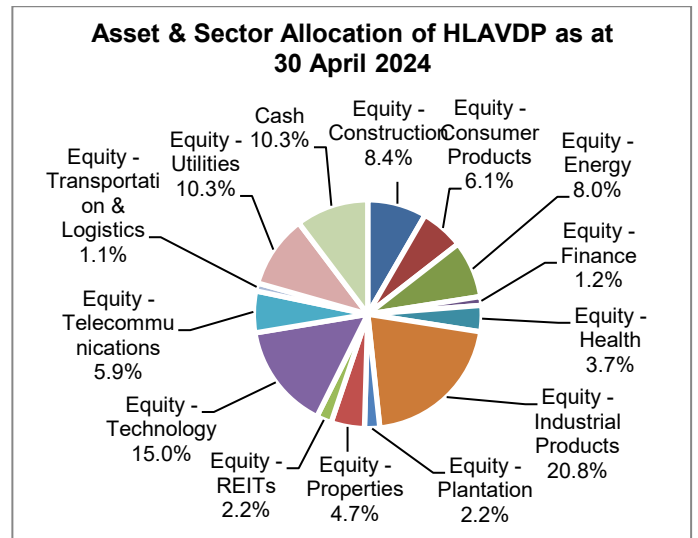
This fund is suitable for investors who are willing to take moderate risk.

## Fund Details

Unit Price (30/4/2024)	: RM3.0286
Fund Size (30/4/2024)	: RM200.4 mil
Fund Management Fee (effective as at 01/01/2019)	: 1.40% p.a. (capped at 1.40%)
Fund Manager	: Hong Leong Assurance Berhad
Fund Category	: Equity
Fund Inception	: 19 Jul 2000
Benchmark	: FBM EmasShariah Index (KL Shariah Index)
Frequency of Unit Valuation	: Daily

The Company reserves the right to change the cap of Fund Management Fee (% p.a.) by giving the Policy Owner three (3) months prior written notice. The Fund Management Fee will be reviewed monthly and will be revised if the previous month end actual asset allocation deviates by more than ten percent (10%) of the initial asset allocation.

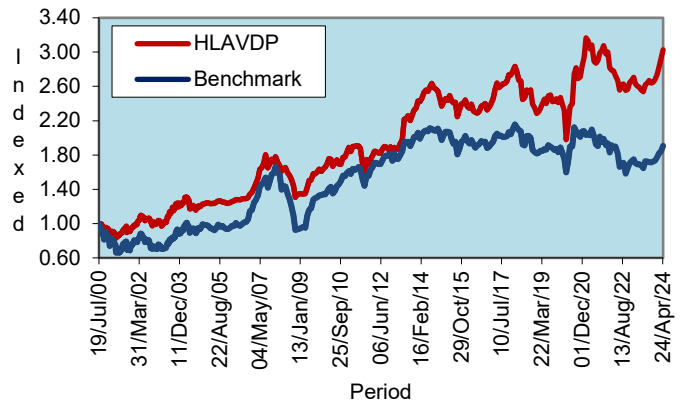
Although the funds invest in Shariah-approved securities, the Investment-Linked Insurance plan that utilizes these funds is not classified as a Shariah-compliant product.



### Top 5 Holdings for HLAVDP as at 30 April 2024

Rank	Company Name	Percentage
1.	Tenaga	8.0
2.	Frontken	3.7
3.	Sunway	3.5
4.	TM	3.2
5.	PMETAL	3.2
Total Top 5		21.6

## Historical Performance



	YTD	1 month	1 year	3 years	5 years	10 years	Since Inception
HLAVDP	13.07%	3.72%	16.93%	-1.78%	23.49%	18.53%	202.86%
Benchmark*	9.98%	3.80%	12.56%	-8.94%	2.10%	-8.54%	90.85%
Relative	3.09%	-0.08%	4.36%	7.16%	21.38%	27.07%	112.01%

Source: Bloomberg

**Notice: Past performance of the fund is not an indication of its future performance.**

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### Market Review, Outlook & Strategy

After a relatively robust quarter for global markets, April was the first time that stagflation worries started to set in following the weak US 1Q24 GDP growth print of 1.6% and a sticky March core CPE inflation indicator that pushed back rate cut expectations for 2024. Against this backdrop, we saw rotational flows moving from developed markets (US, Japan) that had outperformed to emerging markets such as China that had been unloved due to worries of its structural property issues and deflationary environment. S&P and MSCI ACWI index retraced by -4.2% mom and -3.4% mom respectively during the month with some of these outflows capped by a decent 1Q24 US corporate earnings release. The best performing market for the first time in many months was China, where MSCI China posted a monthly return of 6.4% mom following positive bites coming out of the China Securities Regulatory Commission's (CSRC) release of the 9-point guidelines and recent Politburo meeting that sought to address the property sector woes in China.

During the month, the KLCI regained its momentum upwards, increasing by 2.6% mom as the market was well supported by the net buying of local institutional investors which absorbed the continued reversal of foreign investor flows for a second consecutive month. For the month, foreign investors were profit taking in banking stocks, with a net sell value of RM0.9 bn in the financial sector. Best sectoral performance in April was utilities, responding to the newly established Energy Exchange Malaysia for the export of green electricity, data centre news flow and Microsoft CEO's visit, while finance was the worst performing sector. The top three biggest gainers in KLCI were YTL Corp, YTL Power and Press Metal.

Trading activities wise, it held up pretty well in April with average daily trading value coming in at RM2.85b as compared to RM2.89b a month ago. Malaysia witnessed several notable events, including the kicking off of Large-Scale Solar programme 5 (LSS5) bid, the launching of EPF Account 3, civil servant salary raised by >13% and the increase of government servants minimum wage to RM2,000 effective year end. Additionally, Malaysia released its advanced 1Q24 GDP estimate that registered a growth of 3.9% vs the previous quarter 4Q23 of 3.0%. In April, the other Malaysian benchmarks, namely, FBM100, FBM Emas and FBM SC gained 2.5% mom, 2.6% mom and 3.4% mom respectively whilst FBM Shariah was best performing at 3.8% mom.

Globally, investors will continue to watch the latest developments in the Hamas Israeli conflict, the Russia-Ukraine conflict, global inflation trends, US 10-year bond yields, global growth projections, and worldwide interest rate trajectories to determine the next direction for equity markets. In Malaysia, the market will closely watch the upcoming 1Q24 earnings season, MPC meeting in 8-9 May and GDP data announcement on 17 May. Policy wise, market participants will closely monitor the fleet card pilot program for diesel subsidies and government's decision on mechanisms to stabilize sugar supply and pricing expected in 2Q24. While sentiment remains positive overall, our strategy remains defensively tilted towards dividend-yielding names. Sectors that we favour include financials (banks), transport, tourism, construction, and commodities (Metals/Oil & Gas).

### Actual Annual Investment Returns for the Past Ten (10) Calendar Years

Year	2013	2014	2015	2016	2017	2018	2019	2020	2021	2022	2023
<b>Benchmark</b>	13.3%	-4.2%	2.4%	-6.1%	10.7%	-13.5%	3.9%	10.1%	-6.8%	-10.8%	0.46%
<b>HLAVDP-Gross</b>	32.6%	-1.1%	4.9%	-2.4%	20.8%	-17.8%	10.5%	22.0%	3.9%	-10.7%	1.9%
<b>HLAVDP - Net</b>	28.6%	-2.4%	3.1%	-3.6%	17.7%	-17.7%	8.3%	18.9%	2.1%	-11.0%	0.4%

Net returns are adjusted for tax and fund management fees.

Those are the actual returns in the past ten (10) years, or since inception if shorter, and are strictly the performance of the investment-linked fund. Thus, the returns are not earned on the actual premium paid of the investment-linked product.

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### Investment Risks

All investments carry risks. Policy Owners must be prepared to accept certain degree of risk associated with this Investment. The following are the non-exhaustive list of risks associated to this fund.

#### 1. Market Risk

Market risk stems from the fact that there are other economy-wide perils, which threaten all businesses. It is mainly caused by uncertainties in the economy, political and social environment.

#### 2. Liquidity Risk

Liquidity risk is the risk that the fund invested cannot be readily sold and converted into cash. This may arise when the trading volume is low and/or where there is a lack of demand for the security.

#### 3. Credit Risk

This refers to the possibility that the issuer of a security will not be able to make timely payments of interest or principal repayment on the maturity date. The default may lead to a fall in the value of the funds.

#### 4. Interest Rate Risk

The level of interest rates has an impact on the value of investments. Any increase in rates will lead to a fall in the value of securities, thus affecting the value of the funds.

### Risk Management

The company has in place its Authorized Investment Framework which forms part of the Risk Management process. The authority framework covers the nature and scope of the investment authority that is exercisable by various parties in managing the Company's investments. The potential investment risks that are taken into consideration in managing the fund include economic conditions, liquidity, qualitative and quantitative aspects of the securities. The investment manager(s) have put in place the following controls to reduce the risks through:

- having a flexible tactical asset allocation
- investing in a wide range of companies across different sectors
- setting prudent investment limits on various exposures
- taking into account the liquidity factor in selecting securities
- engaging in the hedging of foreign currency exposure where appropriate

### Basis of Unit Valuation

- The assets of every fund are to be valued to determine the value at which units of a particular fund can be liquidated or purchased for investment purposes.
- The unit price of a unit of a fund shall be determined by the Company but in any event shall not be less than the value of fund of the relevant fund (as defined below), divided by the number of units of the given fund in issue on the business day before the valuation date, and the result adjusted to the nearest one hundredth of a cent.
- The maximum value of any asset of any fund shall not exceed the following price:
  - The last transacted market price at which those assets could be purchased or sold on the business day before the valuation date; or

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- b) In the case of securities for which market values are not readily available, the price at which, in our Investment Manager's opinion, the asset may have been purchased on the business day before the valuation date;  
plus any expenses which would have been incurred in its acquisition.
4. To ensure fair treatment to all unit holders, the cost of acquiring and disposing of assets is recouped by making a transaction cost adjustment to the net asset value per unit.

### Exceptional Circumstances

The Company reserves the right to defer the payment of benefits (other than death benefit) under this Policy for a period not exceeding six (6) months from the date the payment would have been normally effected if not for intervening events such as temporary closure of any Stock Exchange in which the fund is invested which the Company, in its discretion, may consider exceptional.

### Basis of Calculation of Past Performance

The historical performance of the fund is calculated based on the price difference over the period in consideration compared to the older price of the period in consideration.

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

### Others

HLA Venture Dana Putra is managed by Hong Leong Assurance Berhad (HLA). Any amount invested in this fund is invested by HLA on behalf of Policy Owner in equity, fixed income, collective investment scheme, foreign asset, derivatives and money market instrument/s. If the financial institutions and/or corporations issuing the equity, fixed income, collective investment scheme, foreign asset, derivatives and money market instruments defaults or insolvent, the Policy Owner risks losing part or all of his/her amount that were invested into the instruments on his/her behalf by HLA.

**THIS IS AN INSURANCE PRODUCT THAT IS TIED TO THE PERFORMANCE OF THE UNDERLYING ASSETS, AND IS NOT A PURE INVESTMENT PRODUCT SUCH AS UNIT TRUSTS.**

### Disclaimer:

Policy Owner must evaluate your options carefully and satisfy yourself that the investment-linked fund chosen meets your risk appetite. Past performance of the fund is not an indication of its future performance. The intention of this document is to enable Policy Owner to better understand the fund features and details in order to assist Policy Owner to making an informed decision. This document shall not be construed as professional advice on investment choices.