HongLeong Asset Management

Reaching out to you

Hong Leong Balanced Fund

Aims to achieve medium-to-long term balanced returns

Available under
EPF Members Investment Scheme

The Hong Leong Balanced Fund ("the Fund") aims to achieve regular income and consistent capital growth over medium-to-long term^ with a balanced mixture of Malaysian equities and fixed income securities.

^ 3 to 5 years

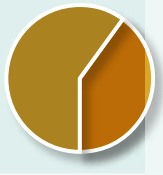
Benefits of the Fund

1. Best of both worlds

With the asset allocation of 60% of its net asset value ("NAV") in equities and 40% in fixed income, you may enjoy potential higher returns from equity whilst the fixed income portion may provide a buffer against volatility in your investment.

The Fund will rebalance its investment portfolio based on actual market conditions. In rising markets, the Fund may benefit from the upside potential of its equity holdings. During declining markets, the Fund is also able to undertake temporary defensive strategies by reducing its equity exposure and reallocating its investments into lower-risk assets such as fixed income securities, money market instruments and/or deposits.

Equities:
Maximum
60%



Fixed Income Securities &
Money Market Instruments:
Minimum
40%

2. Income distributions^

The Fund has had a relatively good track record in income distribution.

You potentially earn income along the way while waiting for your investment to grow.

Calendar Year	% Yield	Calendar Year	% Yield
2008	5.88	**2012**	7.19
2009	9.55	**2013**	3.68
2010	8.25	**2014**	6.48
2011	0.00	**2015**	7.26

Source : Lipper

^ Declared on a best-effort basis

3. Performance track record

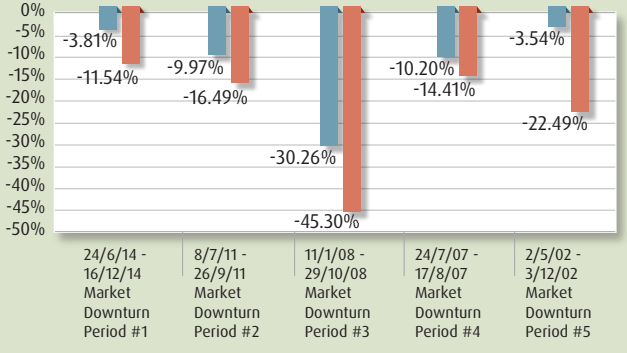
Percentage Growth, MYR, Since Launch - 30/11/2016

Hong Leong Balanced Fund

FTSE BM KLCI + 3-Month KLIBOR Rate (60:40)

Source: Lipper, since launch on 29 April 2002 to 30 November 2016. NAV per unit-NAV per unit, income reinvested.

A Resilient Fund During Down Markets*



Hong Leong Balanced Fund FTSE BM KLCI

Source : Lipper

* Each period here represents the most negative cumulative return over a given time period. In other words, it shows the maximum percentage loss that occurred, calculated as the worst period of the peak-to-trough performance for the market.

[1]Based on the Fund's portfolio returns as at 31 October 2016, the Volatility Factor (VF) for this Fund is 6.9 and is classified as "Moderate" (Source: Lipper). "Moderate" includes funds with VF that are above 6.455 but not more than 8.405. The VF means there is a possibility for the Fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The Fund's portfolio may have changed since this date and there is no guarantee that the Fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and VC.

Fund Category	Balanced
Type of Fund	Growth & Income
Investment Objective	To achieve regular income* and consistent capital growth over the medium-to-long term^ by investing in a diversified investment portfolio containing a balanced mixture of equities and fixed income securities. * Income may be distributed in the form of cash and/or units. ^ 3 to 5 years
Asset Allocation	Equities : Minimum 40% and maximum 60% Fixed income securities and money market instruments : Minimum 40% and maximum 60%
Minimum Initial Investment	Via Manager, authorised distributors or EPF Members Investment Scheme: RM 1,000
Minimum Subsequent Investment	Via Manager or authorised distributors : RM 100 Via EPF Members Investment Scheme : RM 1,000
Sales Charge	Via Manager or authorised distributors : Up to 6% of NAV per unit Via EPF Members Investment Scheme : Up to 3% of NAV per unit
Annual Management Fee	1.5% p.a.
Annual Trustee Fee	0.08% p.a., subject to a minimum of RM18,000 p.a. (excluding foreign custodian fee and charges)

Investors who wish to switch under the EPF-MIS are subject to EPF's terms and conditions.

EPF Members Investment Scheme (EPF-MIS)

Hong Leong Asset Management Bhd is one of the appointed Fund Management Institutions under the EPF-MIS. Members can invest not more than 30% of savings in excess of Basic Savings in Account 1 in products through approved Fund Management Institutions. The minimum amount of investment withdrawal is RM1,000 and investments can be made once every 3 months from the date of the last disbursement. Please refer to the latest EPF Basic Savings table for the investment eligibility.

The list of Funds under the EPF-MIS is subject to an annual evaluation that is conducted by Employees Provident Fund together with Federation of Investment Managers Malaysia based on criteria that is approved by the Ministry of Finance. Please contact our Customer Experience Department for the current list of Funds.

DISCLAIMER:

Investors are advised to read and understand the contents of the Hong Leong Master Prospectus dated 30 April 2016 and its First Supplementary dated 8 February 2017 (the "Prospectus") before investing. The Prospectus has been registered and Product Highlights Sheet lodged with the Securities Commission Malaysia who takes no responsibility for the contents of the Prospectus and Product Highlights Sheet. A copy of the Prospectus can be obtained from any of HLAM offices, agents or our authorised distributors. The Product Highlights Sheet is also available and investors have the right to request for it. The Product Highlights Sheet and any other product disclosure document should be read and understood before making any investment decision. You should also consider the fees and charges involved before investing. All fees and expenses incurred by the Fund are subject to Goods and Services Tax at the prevailing rate. Prices of units and distributions payable, if any, may go down or up, and past performance of the fund is not an indication of its future performance. Where a distribution/unit split is declared, investors are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from cum-distribution NAV/pre-unit split NAV to ex-distribution NAV/post-unit split NAV. Where a unit split is declared, the value of your investment in Malaysian Ringgit will remain unchanged after the distribution of the additional units. Where unit trust loan financing is available, investors are advised to read and understand the contents of the unit trust loan financing risk disclosure statement before deciding to borrow to purchase units. Investors should be aware of the specific risks for the Fund before investing: Particular security risk, credit/ default risk and interest rate risk. Applications must be made on the Account Opening Form, Pre-Investment Form and Investment Application Form referred to and accompanying the Prospectus. The Fund may not be suitable for all and if in doubt, investors should seek independent advice. This brochure may be written in various other languages. Should there be any discrepancies or differences in the brochures, the English version of the brochure shall prevail in all respect.

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