

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

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INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

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CHIEF EXECUTIVE OFFICER'S MESSAGE

Assalamualaikum Wrt. Wbt. and warm wishes

Dear Valued Certificate Holders,

We are pleased to share with you Hong Leong MSIG Takaful Berhad fund performance report for the financial year ended 30 June 2012. We hope you find this informative and helpful in many different ways to assist you in your investment decisions to suit your financial goals.

For the financial year ended June 2012, the FBM KLCI achieved a marginal growth of 1.3% from the previous year, while the FBM Shariah Index rose 4.62% to close at 11,003.2 points. On the global front, it is a year of market volatility. The market was initially adversely affected by the downgrading of US credit rating by S&P, the continuous Eurozone debt issues and the sharp slowdown of China's economy. This downtrend was later reversed when central banks in Europe and China embarked on monetary stimulus to mitigate the economic weakness.

Locally, the concern over the political uncertainties affected market sentiment. However, the delayed domestic general elections spurred buying interest, pushing the index higher towards the end of the financial year. On the Malaysian economy, it has been surprisingly resilient. GDP growth was at 4.9% and 5.4% respectively for the first and second quarter of 2012. The growth was driven by strong domestic demand, with impressive growth in private and public consumption and investment outlays.

Moving forward, the market volatility is expected to persist and consumer confidence is expected to continue holding up in view of the debt crisis in Europe and the concern over China and US economy. Domestic economy however is expected to continue growing with the rise of domestic demand and private investments. We advocate to hold stocks with the capability to pay sustainable dividends throughout this volatility period.

Thank you once again for your continued support and trust. It is our pleasure and privilege to serve you. Let's look forward to a rewarding year ahead.

Mohd Fauzi Bin Yaakub

Chief Executive Officer

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

FUND OBJECTIVES

HLMT i-Balanced Fund aims to achieve regular income as well as medium to long-term capital growth through a diversified investment portfolio containing equity and fixed income securities.

HLMT i-Income Fund aims to preserve capital while achieving regular income stream through an investment portfolio containing predominantly fixed income securities and a small proportion in equity securities.

HLMT Global Infrastructure and Income Plan (GIIP), a Singapore Dollar denominated closed-end investment fund, aims to provide investors with capital appreciation and principal protection at the end of 4 years. The plan pays a contracted annual income distribution of 3% per annum in Singapore Dollars for the first three years and an additional potential return (if any and in Singapore Dollars) at maturity which is referenced upon the least performing of 3 energy, industrial metals and utilities indices.

HLMT Global Recovery Income Plan (GRIP), an Australian Dollar denominated closed-end investment fund, aims to provide investors with annual income while protecting principal investment, if held till the end of 4 years. The plan pays in Australian Dollars a contracted annual income distribution with a cumulative total of 15% (3.50% in year 1, 4.75% in year 2 and 6.75% in year 3, subject to the ability of the certificate issuer to repay the annual distribution income) for the first three years and an additional variable profit in year 4 which is referenced upon the performance of a basket of assets consisting of equity (US and Hong Kong) and commodity (crude oil and precious metals) based underlying.

My Steady 10-Plan, a closed-ended 10 Years Fixed Income Shariah-compliant fund, pays a contracted gross income distribution with an indicative rate of 44.20% and is principal protected upon maturity at the end of 10 years. The underlying reference assets are depending on the Islamic rate.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

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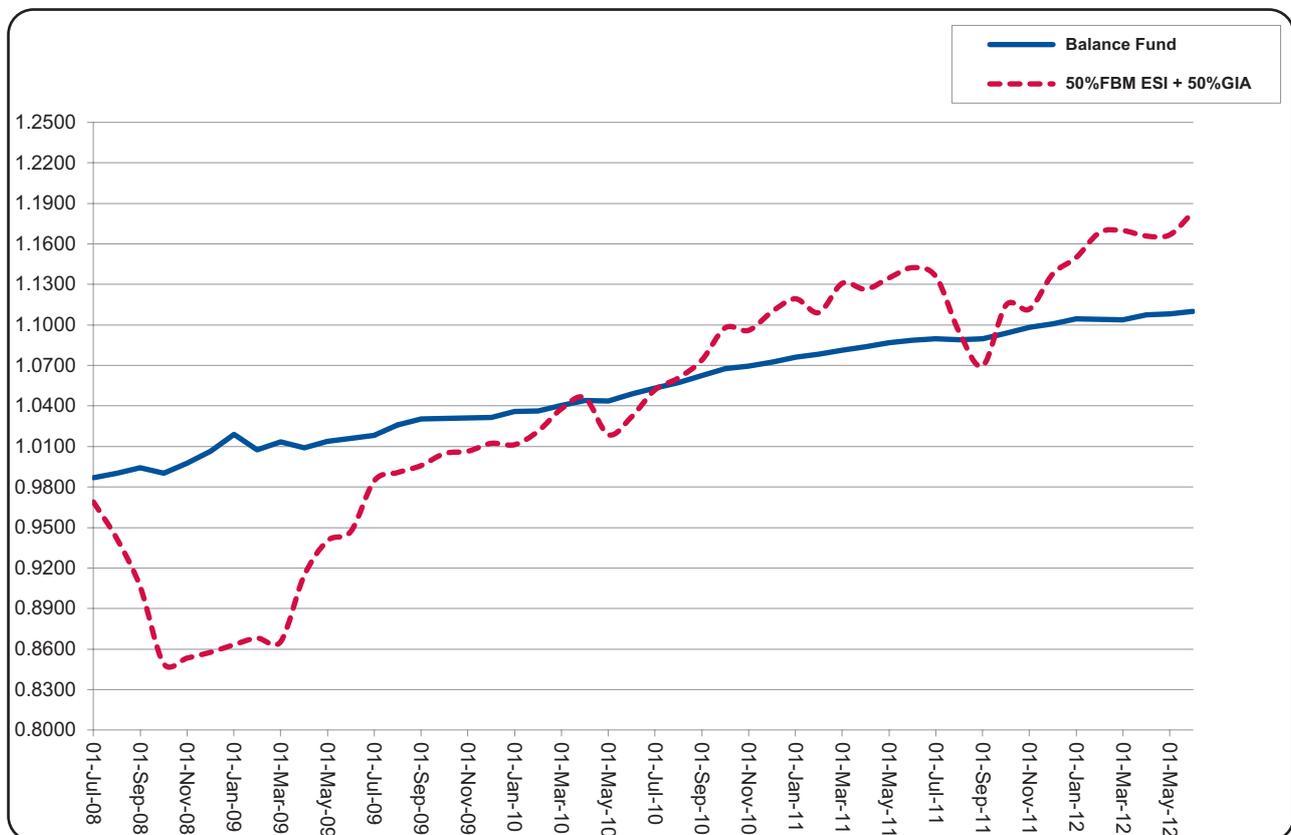
INVESTMENT REVIEW

HLMT i-BALANCED FUND

For the financial period under review, the Fund managed to achieve a return of 1.98% financial YTD, which is lower in comparison with the benchmark since inception. This was due to the conservative investment approach taken considering the fund size is still relatively small. As at end of the financial year, 22.58% of the Fund was invested in Low Risk Assets, 17.10% in Islamic PDS, and 2.52% in Shariah compliant equities.

As at 30 June 2012

Price Movement, Calculation indexed



INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT REVIEW

HLMT i-BALANCED FUND (CONTINUED)

Performance of the fund					
	2012	2011	2010	2009	2008
Total NAV	5,901,259	4,122,989	4,139,174	3,352,145	3,316,776
Number of units	5,174,837	3,667,155	3,860,240	3,228,700	3,298,269
NAV per unit	1.1404	1.1243	1.0723	1.0382	1.0056
Highest NAV per unit during financial year	1.1459	1.1243	1.0723	1.0382	1.0157
Lowest NAV per unit during financial year	1.1258	1.0488	1.0145	0.9846	0.9959
Total annual return of the fund (%)	1.98%	3.78%	3.21%	3.24%	0.49%
Average annual return - Fund					
- 1 year	1.98%	3.78%	3.21%	3.24%	0.49%
- 3 year	2.99%	3.01%	1.69%	n/a	n/a
- 5 year	3.68%	n/a	n/a	n/a	n/a
Average annual return - Benchmark (50%FBM ESI+50%GIA)					
- 1 year	3.62%	9.82%	2.99%	2.04%	-0.41%
- 3 year	7.71%	3.53%	1.60%	n/a	n/a
- 5 year	6.02%	n/a	n/a	n/a	n/a

Portfolio composition by category of investment					
	Weighting %				
	2012	2011	2010	2009	2008
Equity securities quoted in Malaysia	5.96	6.41	4.73	4.29	6.43
Unquoted Islamic debt securities	94.04	93.59	95.27	95.71	93.57
	100.00	100.00	100.00	100.00	100.00

Equities and unit trusts composition by sector					
	Weighting %				
	2012	2011	2010	2009	2008
Trading / Services	49.42	51.77	36.61	33.38	34.61
Industrial Products	7.54	10.88	20.99	17.35	25.06
Properties	43.04	37.35	42.40	49.27	40.33
	100.00	100.00	100.00	100.00	100.00

Unquoted Islamic debt securities composition by sector					
	Weighting %				
	2012	2011	2010	2009	2008
Government	44.08	40.74	40.95	20.54	0.00
Government Agency	12.82	0.00	0.00	0.00	0.00
Consumer Products	0.00	20.10	20.38	20.48	25.84
Energy	0.00	0.00	0.00	20.69	27.18
Financial	43.10	39.16	38.67	38.29	46.98
	100.00	100.00	100.00	100.00	100.00

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

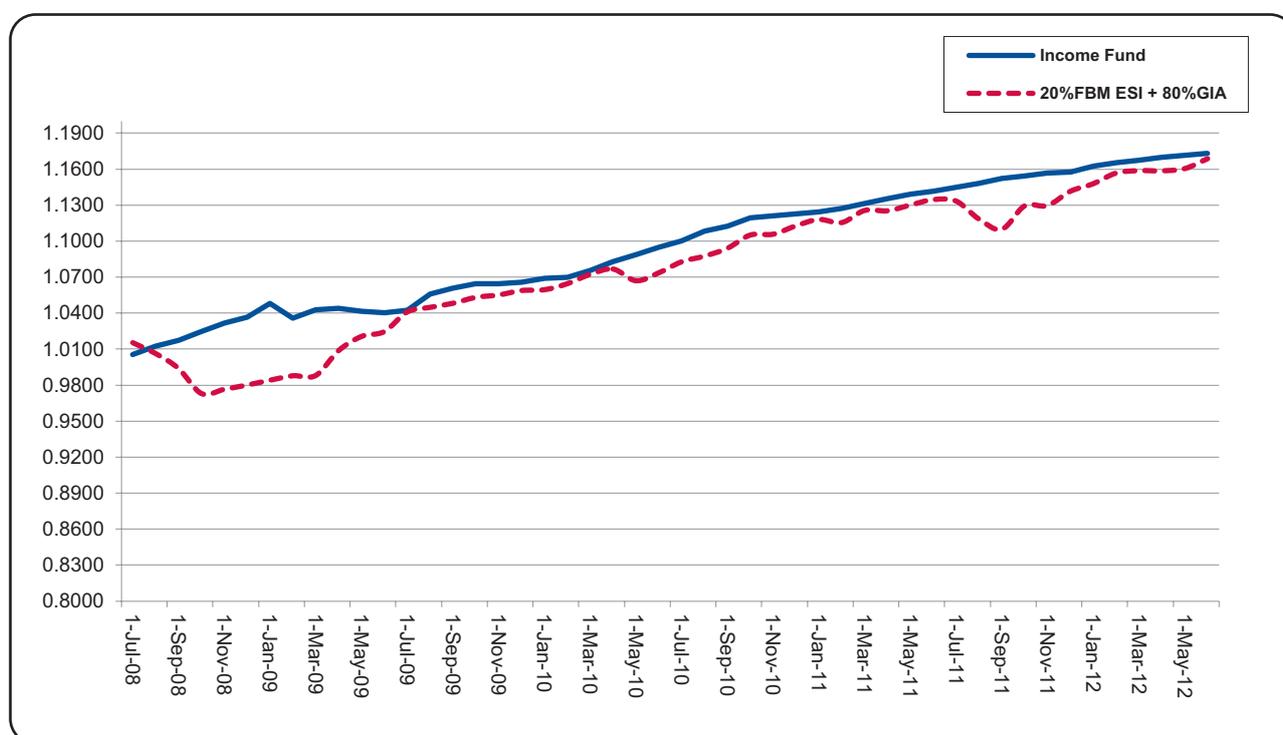
INVESTMENT REVIEW

HLMT i-INCOME FUND

For the financial period under review, the Fund managed to achieve a return of 2.78%, slightly lower than the benchmark return of 3.01%. This was due to the conservative investment approach taken considering the fund size is still relatively small. As at end of the financial year, 21.21% of the Fund was invested in low risk assets, 26.68% in short term money market and another 48.01% in Islamic PDS.

As at 30 June 2012

Price Movement, Calculation indexed



INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT REVIEW

HLMT i-INCOME FUND (CONTINUED)

Performance of the fund					
	2012	2011	2010	2009	2008
Total NAV	2,941,932	2,727,771	2,626,926	2,577,515	2,486,032
Number of units	2,419,754	2,308,030	2,338,238	2,434,186	2,447,236
NAV per unit	1.2158	1.1819	1.1235	1.0589	1.0159
Highest NAV per unit during financial year	1.2171	1.1819	1.1235	1.0589	1.0213
Lowest NAV per unit during financial year	1.1861	1.0949	1.0394	1.0030	1.0000
Total annual return of the fund (%)	2.78%	4.27%	5.22%	4.24%	1.50%
Average annual return - Fund					
- 1 year	2.78%	4.27%	5.22%	4.24%	4.50%
- 3 year	4.09%	4.26%	3.04%	n/a	n/a
- 5 year	5.22%	n/a	n/a	n/a	n/a
Average annual return - Benchmark (20%FBM ESI+80%GIA)					
- 1 year	3.01%	3.90%	4.77%	3.31%	0.72%
- 3 year	4.48%	1.43%	3.07%	n/a	n/a
- 5 year	4.53%	n/a	n/a	n/a	n/a

Portfolio composition by category of investment					
	Weighting %				
	2012	2011	2010	2009	2008
Unquoted Islamic debt securities	100.00	100.00	100.00	100.00	100.00
	100.00	100.00	100.00	100.00	100.00

Unquoted Islamic debt securities composition by sector					
	Weighting %				
	2012	2011	2010	2009	2008
Government	25.73	21.01	20.85	20.04	0.00
Government Agency	4.91	0.00	0.00	0.00	0.00
Telecommunication	49.48	41.73	41.66	39.84	49.52
Trading & Services	0.00	0.00	0.00	20.13	25.41
Consumer Products	0.00	20.58	20.75	19.99	25.07
Financial	19.88	16.68	16.74	0.00	0.00
	100.00	100.00	100.00	100.00	100.00

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

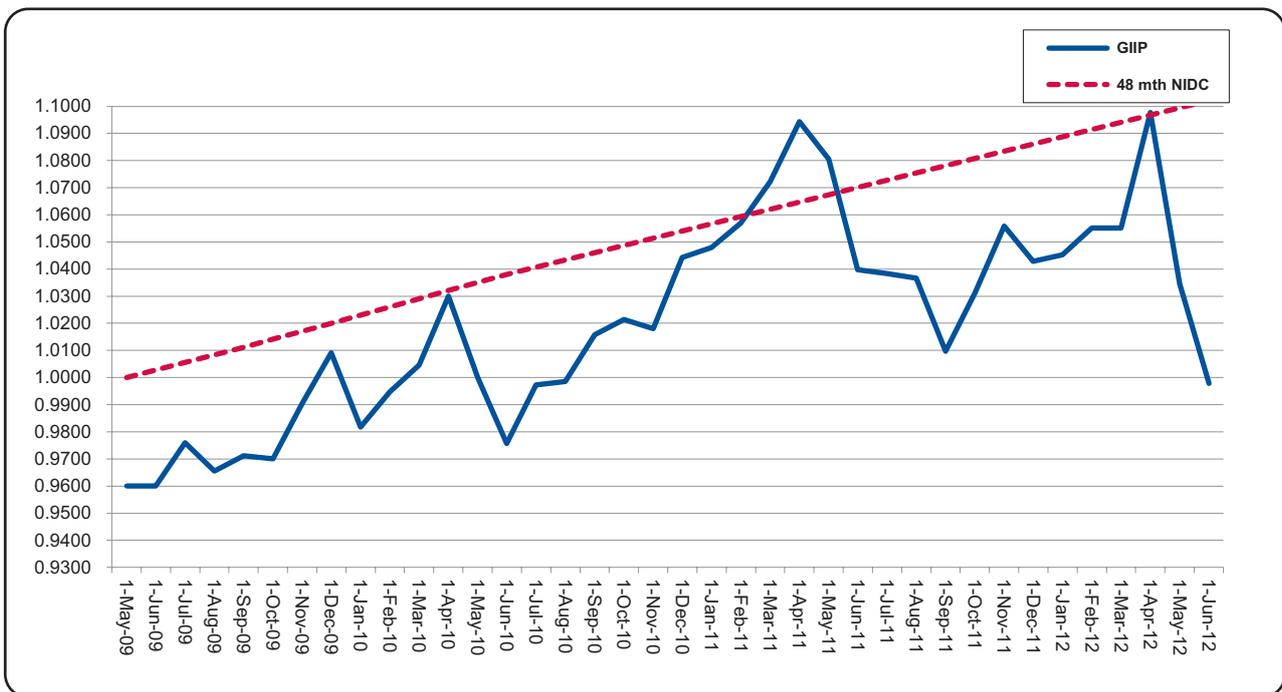
INVESTMENT REVIEW

HLMT GLOBAL INFRASTRUCTURE AND INCOME PLAN (GIIP)

GIIP is a 4 year Singapore Dollar denominated capital protected investment linked takaful plan which pays a contracted annual income distribution, and an additional potential return at maturity referenced to the least performing of 3 energy, industrial metals and utility indices. The fund has paid its third annual coupon of 2.76% to certificate holders in May 2012.

As at 30 June 2012

Price Movement, Calculation indexed



INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT REVIEW

HLMT GLOBAL INFRASTRUCTURE AND INCOME PLAN (GIIP) (CONTINUED)

Performance of the fund				
	2012	2011	2010	2009 2 months
Total NAV	21,643,951	23,084,348	21,243,858	21,528,052
Number of units	8,740,000	9,110,000	9,110,000	21,846,700
NAV per unit	2.4764	2.5340	2.3319	0.9850
Highest NAV per unit during financial year	2.5632	2.5340	2.3319	0.9600
Lowest NAV per unit during financial year	2.4557	2.3891	2.1719	0.9600
Total annual return of the fund (%)	-4.0%	6.6%	-4.0%	2.6%
Average annual return - Fund				
- 1 year	-4.03%	6.60%	136.74%	n/a
- 3 year	1.30%	n/a	n/a	n/a
- 5 year	n/a	n/a	n/a	n/a
Average annual return - Benchmark (48 month NIDC)				
- 1 year	2.99%	3.09%	-0.03%	n/a
- 3 year	3.20%	n/a	n/a	n/a
- 5 year	n/a	n/a	n/a	n/a

Portfolio composition by category of investment				
	Weighting %			
	2012	2011	2010	2009
Structured investment	100.00	100.00	100.00	100.00
	100.00	100.00	100.00	100.00

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

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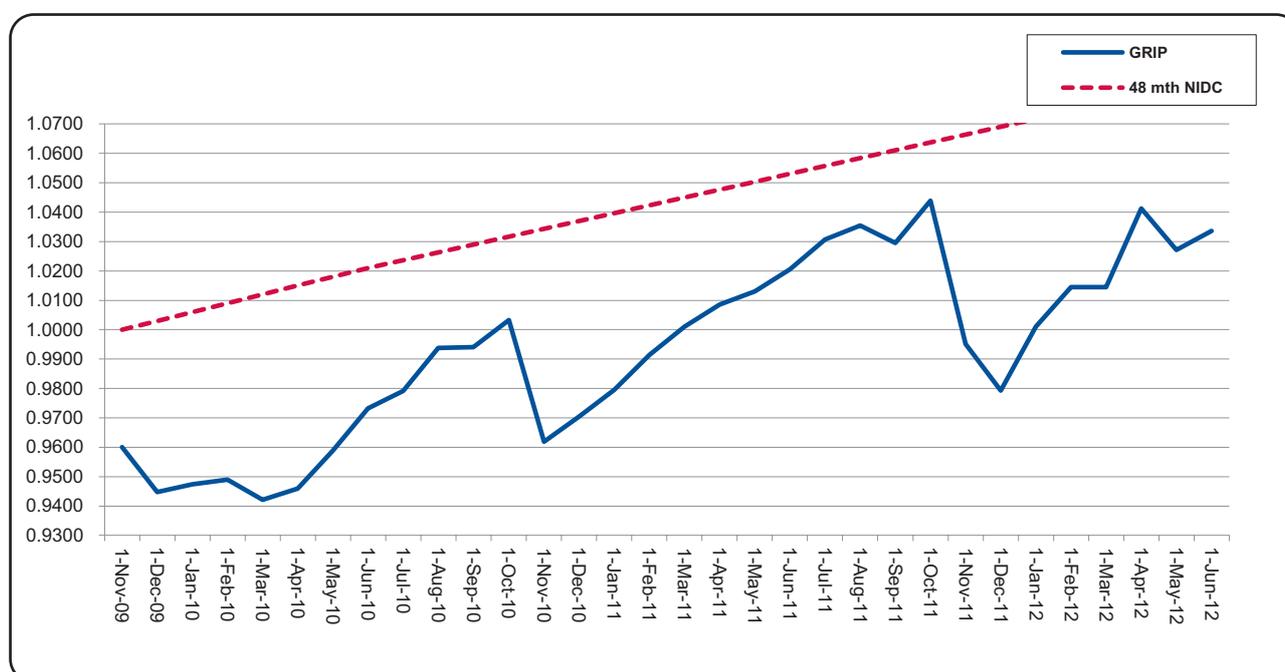
INVESTMENT REVIEW

HLMT GLOBAL RECOVERY INCOME PLAN (GRIP)

GRIP is a 4 year Australian Dollar denominated capital protected investment linked takaful plan which pays a contracted annual income distribution for the first three years, and an additional potential return in year 4 referenced to a basket of reference assets consisting of equity and commodity based underlying. The fund has paid coupon of 5.66% to certificate holders in December 2011.

As at 30 June 2012

Price Movement, Calculation indexed



INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT REVIEW

HLMT GLOBAL RECOVERY INCOME PLAN (GRIP) (CONTINUED)

Performance of the fund			
	2012	2011	2010 8 months
Total NAV	22,871,723	23,548,132	20,899,487
Number of units	6,876,479	7,196,479	7,790,000
NAV per unit	3.3261	3.2722	2.6829
Highest NAV per unit during financial year	3.3261	3.3125	2.6829
Lowest NAV per unit during financial year	3.0580	3.0924	2.8133
Total return of the fund (%)	1.3%	4.9%	n/a
Average annual return - Fund			
- 1 year	1.28%	4.90%	n/a
- 3 year	n/a	n/a	n/a
- 5 year	n/a	n/a	n/a
Average annual return - Benchmark (48 month NIDC)			
- 1 year	3.04%	3.14%	n/a
- 1 year	n/a	n/a	n/a
- 5 year	n/a	n/a	n/a

Portfolio composition by category of investment			
	Weighting %		
	2012	2011	2010
Structured investment	100.00	100.00	100.00
	100.00	100.00	100.00

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for the financial year ended 30 June 2012

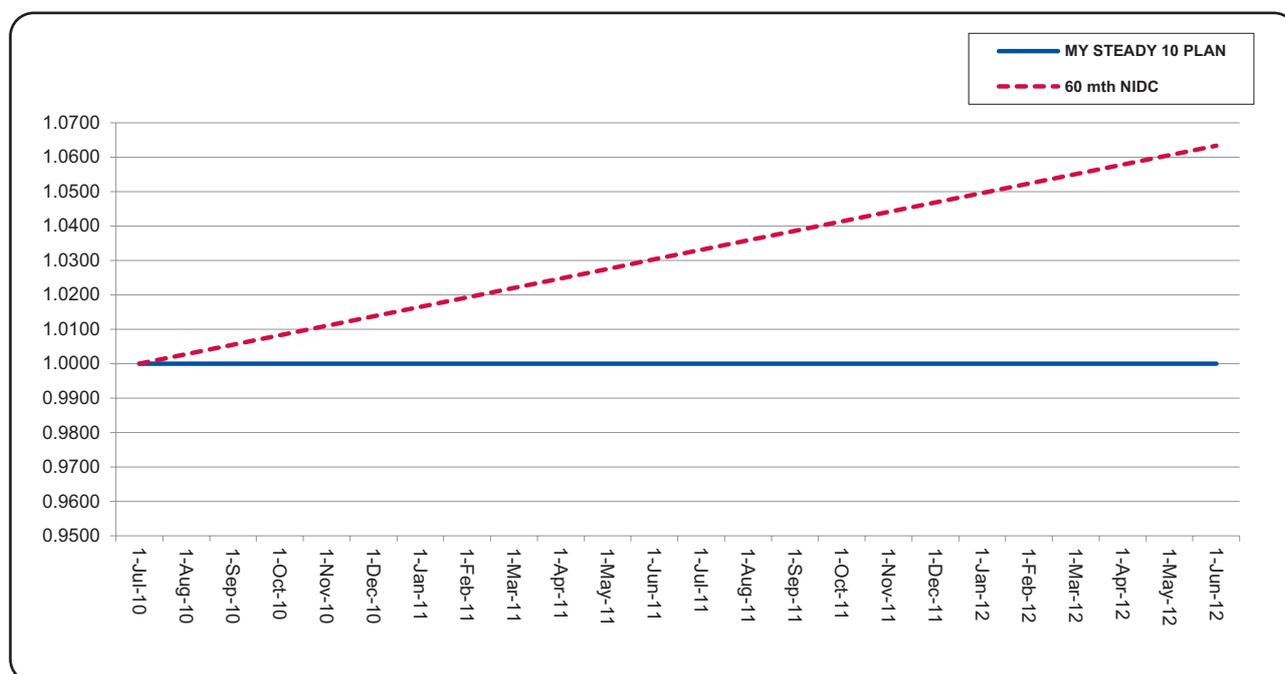
INVESTMENT REVIEW

MY STEADY 10 PLAN

My Steady 10-Plan, a closed-ended 10 Years Fixed Income Shariah-compliant fund, pays a contracted gross income distribution with an indicative rate of 44.20% and is principal protected upon maturity at the end of 10 years. The underlying reference assets are depending on the Islamic rate.

As at 30 June 2012

Price Movement, Calculation indexed



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INVESTMENT REVIEW

MY STEADY 10 PLAN (CONTINUED)

Performance of the fund		
	2012	2011 11 months
Total NAV	3,643,228	3,520,910
Number of units	3,338,800	3,509,668
NAV per unit	1.0912	1.0032
Highest NAV per unit during financial year	1.0912	1.0032
Lowest NAV per unit during financial year	1.0032	1.0000
Total return of the fund (%)	0.0%	0.3%
Average annual return - Fund		
- 1 year	0.00%	0.30%
- 3 year	n/a	n/a
- 5 year	n/a	n/a
Average annual return - Benchmark (48 month NIDC)		
- 1 year	3.20%	2.78%
- 3 year	n/a	n/a
- 5 year	n/a	n/a

Portfolio composition by category of investment		
	Weighting %	
	2012	2011
Structured investment	100.00	100.00
	100.00	100.00

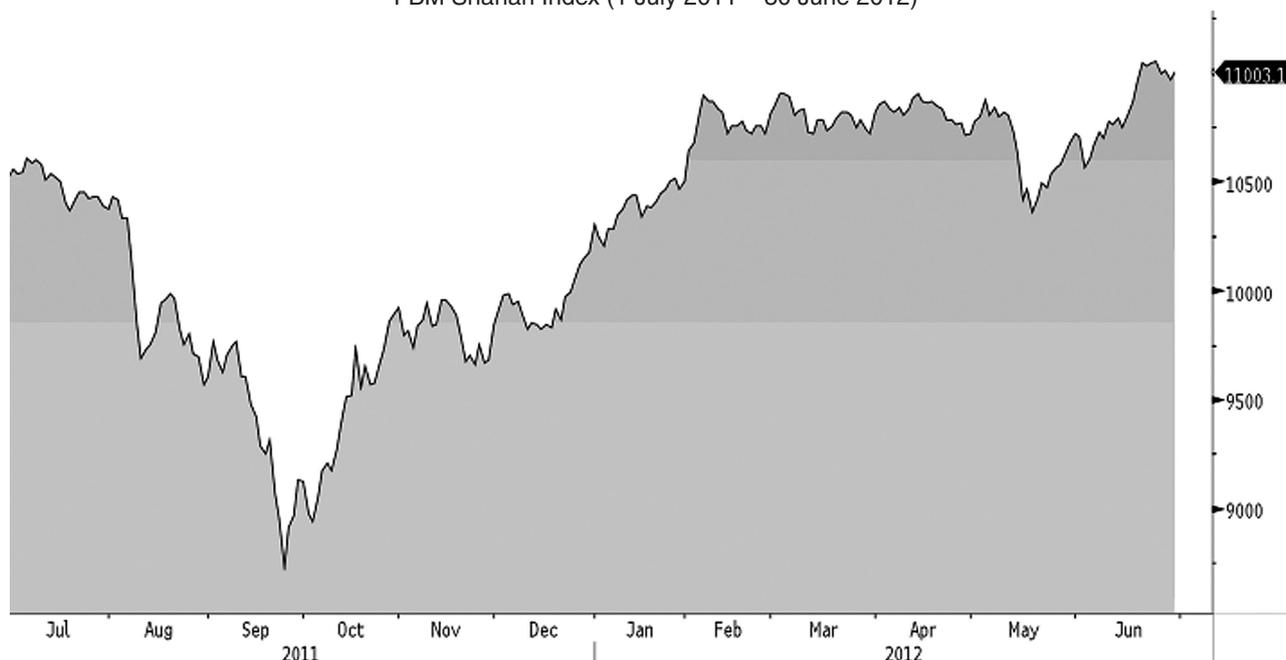
INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT REVIEW

Equities Market

FBM Shariah Index (1 July 2011 – 30 June 2012)



Source: Bloomberg

For the financial year under review, the FBM Shariah Index started with a bang scaling all-time highs in early July 2011, before succumbing to selling pressure due to external jitters after the downgrade of US credit rating by S&P to AA+, the first time in 70 years. The fear of US economy slipping into another recession and the pro-longed Eurozone debt crisis further depressed market sentiment. Locally, concerns over political uncertainties were revived when the Bersih street rallies took place.

Moving into 2Q, the downtrend reversed. The Malaysian market bounced back in tandem with global equities on the back of encouraging corporate earnings and improving economic data in the US. The announcement of Budget 2012 was again a non-event but the key aim was to lift households' average disposable income.

The market rally continued into the second half of the financial reporting period supported by buying interest from foreign funds centering on the large caps. Reemerging concerns on a sharp slowdown in China's economy after the government trimmed its target growth to 7.5% and talks of Greece possibly exiting the Eurozone attracted foreign investors' interest into our resilient market. Our robust domestic economy, which registered a strong 5.2% growth in the fourth quarter of 2011 helped to spur interest.

The index was however flat in the final quarter of the financial year. Profit taking activities took place when investors were disappointed by diminishing hopes of a QE3, coupled with a disappointing US labour market report. The continuous Eurozone debt issues with political uncertainty in Greece and Spain facing a banking crisis as well as the weaker-than-expected economic data from China kept investors away. However, the downtrend was subsequently reversed, pushing the index higher when central banks in Europe and China announced monetary stimulus to mitigate economic weakness.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

INVESTMENT REVIEW

Equities Market (Continued)

The delay in the domestic general elections spurred buying interest from local and foreign funds, pushing the index to near 1,600 pts.

For the financial period ended June 2012, the FBM KLCI closed marginally higher at 1,599.15 points, gaining 1.3% from a year ago while the FBM Shariah Index rose 4.62% to close at 11,003.2 points.

Fixed Income Market

The Malaysian bond market was generally bullish with some consolidation in between for the first half of the financial year. The bullish sentiment was mainly attributed to concerns on the economic outlook which led to anticipation of interest cuts by BNM in 2012. Interest rate cuts by some of the neighbouring countries, recurrent worries from the Eurozone sovereign debt crisis, the release of poor local economic data as well as weak US economic data and high unemployment rate in developed countries were the main factors for the bleak economic outlook.

Towards the end of 1QFYE, the market turned volatile triggered by S&P's downgrade of the US sovereign credit rating from AAA to AA1 due to its debt burden. Amid the gloomy and weak economic outlook, the possibility of Greece defaulting on its sovereign debts activated a major sell off across emerging market's sovereign credit and also Malaysia, which has a high proportion of foreign ownership of local government bonds. However, this was short lived as local investors later came in to support the MGS after the September MPC whereby BNM held OPR at 3.0%. In general, investors and traders preferred safe haven government bonds amidst fears of a slowing domestic economy.

The bullish sentiment was still strong in the beginning of the second half of the financial year but later took a turnaround in February when BNM hinted that OPR will be maintained at 3.0% due to the improving global economic and financial conditions as well as supportive domestic growth by private consumption and business spending. MGS market turned bearish as market players reined in their expectations that BNM will cut rates in the short to medium term horizon. Alongside with this, there were some positive developments in Europe ie ECB offering a SWAP of as much as Euro 177 billion for Greece government debt from the European Financial Stability Facility Fund albeit with a 53.5% haircut; was 85.9% taken up by bond holders. ECB also took steps to provide unlimited 3 years funding to Eurozone banks through long term refinancing operations to calm the market. However investors remained doubtful about the EU and ECB's capability to settle the sovereign debt crisis. Toward the end of the second half of the financial year, when Moody's downgraded 15 US & European Banks and China showed signs of slow growth coupled with disappointing domestic data, MGS once again rallied across the tenure. Overall, with all the volatilities, the 5 year MGS benchmark decreased by about 30 bps y-o-y to 3.2% while 10 years decreased by about 50 bps y-o-y to 3.0% as at FYE closing. As for the corporate bonds, it rallied in tandem with government bonds as investors were desperate for yield pick-up in relative to low risk instruments. Due to the excess liquidity in the market with no threat of interest rate hike, investors lengthened their bond duration for yield enhancement.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

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INVESTMENT OUTLOOK

Looking ahead, we believe that the equity market will continue its choppy ride in such challenging times. Investors' key worries would include the unresolved euro-debt crisis, fears of hard landing for both China's and India's economies, risk of US falling off the fiscal cliff and on the home front would be the uncertain election outcome. Meanwhile, global financial markets are likely to still be awash with liquidity as central banks in advanced countries continue to maintain an extremely loose monetary policy and potentially could unveil more quantitative easing programmes to support economic growth. Domestically, our economy is expected to continue growing supported by resilient domestic demand. We advocate sticking to quality stocks that are capable of declaring sustainable dividends to ride through this volatile period.

On fixed income, interest rates are expected to stay at the current level for at least up to end 2012 as there is no pressure for it to move higher due to general elections, weak global economic outlook and benign inflation. However, should the economic outlook in the advanced economies continue to diverge with some downside risks and also the growth momentum in Asia starting to slow, BNM may then be pressured to cut rates. In the meantime, supply concerns on MGS and Private Debt Securities will further suppress the spread between the two instruments. The MGS level, however, is expected to be well supported due to the excess liquidity in the financial system. Moving forward, the fund will continue to focus on good quality primary issuance for yield pick up.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

FINANCIAL INFORMATION

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2012

	Note	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
ASSETS						
Investments:						
Equity securities quoted in Malaysia	3	148,444	-	-	-	-
Unquoted Islamic debt securities	3	2,341,428	2,036,542	-	-	-
Structured investments		-	-	22,744,483	26,031,288	3,922,860
Deposits with financial institutions		1,231,000	785,000	-	-	-
Total investments		3,720,872	2,821,542	22,744,483	26,031,288	3,922,860
Other assets:						
Amount due from the Manager		139,975	-	-	-	-
Investment receivables		16,225	6,868	-	-	-
Other receivables		1,964,102	83,246	924	3,506	-
Deferred tax asset		-	474	-	-	-
Cash and cash equivalents		72,664	130,114	9,786	19,608	-
Total other assets		2,192,966	220,702	10,710	23,114	-
TOTAL ASSETS		5,913,838	3,042,244	22,755,193	26,054,402	3,922,860

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2012 (Continued)

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
LIABILITIES					
Amount due to the Manager	-	6,227	-	-	-
Deferred tax liabilities	4,286	-	132,154	178,801	24,709
Provision for taxation	8,293	9,000	54,000	111,000	-
Other payables	-	85,085	925,088	2,892,878	254,923
TOTAL LIABILITIES	12,579	100,312	1,111,242	3,182,679	279,632
NET ASSETS ATTRIBUTABLE TO CERTIFICATE HOLDERS					
	5,901,259	2,941,932	21,643,951	22,871,723	3,643,228
REPRESENTED BY					
Value of unit	5,996,507	2,480,979	19,533,225	19,518,552	3,303,060
(Accumulated loss)/undistributed income carried forward	(95,248)	460,953	2,110,726	3,353,171	340,168
	5,901,259	2,941,932	21,643,951	22,871,723	3,643,228
Net asset value attributable to certificate holders per unit	1.1404	1.2158	2.4764	3.3261	1.0912

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2011

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
ASSETS					
Investments:					
Equity securities quoted in Malaysia	171,808	-	-	-	-
Unquoted Islamic debt securities	2,507,965	2,449,394	-	-	-
Structured investments	-	-	23,302,984	25,770,426	3,614,000
Deposits with financial institutions	898,000	265,000	-	-	-
Total investments	3,577,773	2,714,394	23,302,984	25,770,426	3,614,000
Other assets:					
Deferred tax assets	-	-	-	-	-
Amount due from the Manager	154,124	7,133	-	-	-
Investment receivables	39,244	38,121	-	-	-
Other receivables	301,053	83,246	924	3,506	27,542
Cash and cash equivalents	50,795	93,008	9,786	19,608	-
Total other assets	545,216	221,508	10,710	23,114	27,542
TOTAL ASSETS	4,122,989	2,935,902	23,313,694	25,793,540	3,641,542

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF ASSETS AND LIABILITIES

AS AT 30 JUNE 2011 (Continued)

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
LIABILITIES					
Amount due to the Manager	-	-	-	-	-
Deferred tax liabilities	-	-	176,833	157,933	-
Other payables	-	208,131	52,513	2,087,475	120,632
TOTAL LIABILITIES	-	208,131	229,346	2,245,408	120,632
NET ASSETS ATTRIBUTABLE TO CERTIFICATE HOLDERS					
	4,122,989	2,727,771	23,084,348	23,548,132	3,520,910
REPRESENTED BY					
Value of unit	4,071,988	2,338,537	21,095,327	21,728,543	3,473,928
Undistributed income carried forward	51,001	389,234	1,989,021	1,819,589	46,982
	4,122,989	2,727,771	23,084,348	23,548,132	3,520,910
Net asset value attributable to certificate holders per unit	1.1243	1.1819	2.5340	3.2722	1.0032

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF INCOME AND EXPENDITURE

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2012

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
Investment income:					
Investment profits	131,298	125,854	677,237	1,384,558	-
Net realised gain on sale of investments	308	-	-	-	-
Unrealised capital gain on investments	11,050	-	-	260,862	308,860
Total income	142,656	125,854	677,237	1,645,420	308,860
Other operating expenses:					
Net realised loss on sale of investments	-	(950)	-	-	-
Unrealised capital loss on investments	-	(11,901)	(558,501)	-	-
Investment management fees	(256,740)	(12,561)	-	-	-
Share of investment profits with the Manager	(14,149)	(13,360)	-	-	-
Total outgo	(270,889)	(38,772)	(558,501)	-	-
Excess of (outgo over income)/ income over outgo before taxation	(128,233)	87,082	118,736	1,645,420	308,860
Taxation	(18,016)	(15,363)	2,969	(111,838)	(15,674)
Excess of (outgo over income)/ income over outgo after taxation	(146,249)	71,719	121,705	1,535,582	293,186
Undistributed income brought forward	51,001	389,234	1,989,021	1,819,589	46,982
(Accumulated loss)/undistributed income carried forward	(95,248)	460,953	2,110,726	3,353,171	340,168

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF INCOME AND EXPENDITURE

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
Investment income:					
Investment profits	131,419	128,851	673,630	1,098,213	-
Unrealised capital gain on investments	83,381	19,661	2,534,574	4,740,429	46,982
Total income	214,800	148,512	3,208,204	5,838,642	46,982
Other operating expenses:					
Investment management fees	(159,055)	(9,093)	-	-	-
Share of investment profits with the Manager	(21,480)	(14,851)	-	-	-
Total outgo	(180,535)	(23,944)	-	-	-
Excess of income over outgo before taxation	34,265	124,568	3,208,204	5,838,642	46,982
Taxation	-	-	(230,575)	(466,846)	-
Excess of income over outgo after taxation	34,265	124,568	2,977,629	5,371,796	46,982
Undistributed income/(Accumulated loss) brought forward	16,736	264,666	(328,862)	(2,532,503)	-
Distribution to participants	-	-	(659,746)	(1,019,704)	-
Undistributed income carried forward	51,001	389,234	1,989,021	1,819,589	46,982

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF CHANGES IN NET ASSET VALUE ATTRIBUTABLE TO CERTIFICATE HOLDERS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2012

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
Net asset value attributable to certificate holders at the beginning of the financial year/period	4,122,989	2,727,771	23,084,348	23,548,132	3,520,910
Amount received from certificate holders for the creation of units	2,174,148	150,549	-	-	-
Amount paid to certificate holders for cancellation of units	(249,629)	(8,107)	(929,151)	(1,026,923)	(170,868)
	6,047,508	2,870,213	22,155,197	22,521,209	3,350,042
Net realised (loss)/gain, net of tax	(156,415)	82,668	635,526	1,293,589	9,035
Net unrealised gain/(loss), net of tax	10,166	(10,949)	(513,821)	239,993	284,151
Distribution to certificate holders	-	-	(632,951)	(1,183,068)	-
Net asset value attributable to certificate holders at end of financial year/period	5,901,259	2,941,932	21,643,951	22,871,723	3,643,228

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT OF CHANGES IN NET ASSET VALUE ATTRIBUTABLE TO CERTIFICATE HOLDERS

FOR THE FINANCIAL YEAR ENDED 30 JUNE 2011

	HLMT i-Balanced	HLMT i-Income	HLMT Global Infrastructure & Income Plan	HLMT Global Recovery Income Plan	My Steady 10 Plan
Net asset value attributable to certificate holders at the beginning of the financial year/period	4,139,174	2,626,926	21,243,858	20,899,487	-
Amount received from certificate holders for the creation of units	732,113	69,064	-	-	3,493,368
Amount paid to certificate holders for cancellation of units	(782,563)	(92,787)	(477,393)	(1,703,447)	(19,440)
	4,088,724	2,603,203	20,766,465	19,196,040	3,473,928
Net realised (loss)/gain, net of tax	(49,116)	104,907	645,821	1,010,601	-
Net unrealised gain, net of tax	83,381	19,661	2,331,808	4,361,195	46,982
Distribution to certificate holders	-	-	(659,746)	(1,019,704)	-
Net asset value attributable to certificate holders at end of financial year/period	4,122,989	2,727,771	23,084,348	23,548,132	3,520,910

The accompanying notes form an integral part of the financial statements

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION

1. PRINCIPAL ACTIVITIES AND GENERAL INFORMATION

The principal activities of HLMT i-Balanced Fund, HLMT i-Income Fund, HLMT Global Infrastructure & Income Plan (“GIIP”), HLMT Global Recovery Income Plan (“GRIP”) and My Steady 10 Plan (hereinafter referred to collectively as “the Funds”) are to invest in authorised investments.

The Manager of the Funds is Hong Leong MSIG Takaful Berhad, a company incorporated in Malaysia, whose principal activity is to manage family takaful including investment-linked business and all classes of general takaful businesses.

The financial information were authorised for issued by the Board of Directors of the manager in accordance with a Board resolution on 24 September 2012.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of Preparation

The financial information of the Funds have been prepared in accordance with the accounting policies described in Note 2 to the financial information and the Guidelines on the Investment-Linked Insurance/Takaful Business issued by Bank Negara Malaysia (“BNM”).

The financial information have been prepared under the historical cost convention except as disclosed in this summary of significant accounting policies.

Standards, amendments and improvements to published standards that are effective and applicable for the Funds for financial period beginning on/after 1 July 2011.

- FRS 7 “Financial Instruments: Disclosures” and the related Amendments
- FRS 101 (revised) “Presentation of Financial Statements”
- Improvements to FRSs (2010)

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(b) Fair value through profit and loss financial assets

The Funds designate their investment portfolio into fair value through profit and loss ("FVTPL") financial assets at inception to eliminate or significantly reduce a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different basis.

Financial assets classified as FVTPL are initially recorded at fair value. Subsequent to initial recognition, the financial assets are remeasured at fair values with fair value adjustments and realised gains and losses recognised in statement of income and expenditure.

(c) Fair value of financial assets

The fair values of Malaysian Government Securities, Government Investment Issues and unquoted corporate securities are based on indicative fair market prices/index by reference to the quotations provided by banks and brokers.

The fair values of quoted securities are based on current market prices. If the market for a financial asset is not active, the Company establishes fair value by using valuation techniques. These include the use of recent arm's length transactions, reference to other instruments that are substantially the same, discounted cash flow analysis and option pricing models.

Structured investments are investments where part of the fund is invested in the fixed income instruments issued by financial institutions while the remaining fund are invested in instruments which is linked to the performance of one or more prices, rates, indices, securities and other financial instruments. Structured investments are carried at fair values, determined by reference to quotations provided by the issuing financial institutions.

Cash at bank and deposits with licensed financial institutions are stated at approximately their carrying amount as at the date of statement of assets and liabilities.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(d) Foreign currencies

(i) Functional and presentation currency

The financial information are presented in Ringgit Malaysia (RM), which is the Funds' functional and presentation currency.

(ii) Foreign currency transaction and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the date of the transaction. Foreign exchange gains and losses resulting from the settlement of such transaction and from the translation at financial year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the statement of income and expenditure.

(e) Cash and cash equivalents

Cash and cash equivalents consist of cash balances and deposits held at call with Islamic financial institutions with original maturities of three month or less.

(f) Income recognition

Dividend income is recognised when the right to receive the dividend has been established.

Investment profit is recognised on a time proportion basis taking into account the effective yield of the asset.

Gains or losses arising from the disposal of investments are credited or charged to the statement of income and expenditure.

(g) Investment management fees

Investment management fees are calculated in accordance with the provisions of the investment-linked certificate document.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION (CONTINUED)

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

(h) Taxation

Taxation on the statement of income and expenditure comprises of current and deferred tax. Current tax is the expected amount of tax payable in respect of the taxable income for the financial year, using tax rates enacted or substantially enacted at the statement of assets and liabilities date, and any adjustment to tax payable in respect of previous financial years.

Deferred taxation is recognised in full using the liability method, on temporary differences at the statement of assets and liabilities date between the tax bases of assets and liabilities and their carrying amounts in the financial information. However, deferred tax is not accounted for if it arises from initial recognition of an asset or a liability in a transaction other than a business combination that at the time of transaction affects neither accounting nor taxable profit or loss.

Deferred tax assets are recognised to the extent that it is probable that taxable profit will be available against which the deductible temporary differences or unused tax losses can be utilised.

(i) Net creation of units

Net creation of units represents contribution paid by certificate holders as payment for new contract or subsequent payments to increase the amount of that contract. Net creation of units is recognised on a receipt basis.

(j) Net cancellation of units

Net cancellation of units represents cancellation of units arising from surrenders and withdrawals from certificate holders. Cancellation is recognised upon surrendering of the related takaful contract.

(k) Comparatives

The figures for the statement of income and expenditure and statement of changes in net asset value and relevant notes of My Study 10 Plan Fund are for the financial period from its date of commencement to 30 June 2011.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION (CONTINUED)

3. INVESTMENTS

	Quantity (unit)	Cost (RM)	Market Value As at 30.06.2012 (RM)	% of net asset value
HLMT i-BALANCE FUND				
<u>Unquoted Islamic debt securities</u>				
Malaysian Government Securities & Cagamas:				
- Malaysia Investment Issue	1,000,000	1,039,795	1,032,125	17.49
- Cagamas MBS Berhad	1,000,000	922,700	1,009,060	17.10
	2,000,000	1,962,495	2,041,185	34.59
Government guaranteed debt securities:				
- Johor Corporation	300,000	300,000	300,243	5.09
Total unquoted Islamic debt securities	2,300,000	2,262,495	2,341,428	39.68
<u>Quoted equity securities:</u>				
Trading/Services:				
- Dialog Group Bhd	28,560	34,927	67,116	1.14
- Hubline Bhd	100,000	26,577	6,250	0.11
	128,560	61,504	73,366	1.25
Industrial products:				
- Hiap Teck Venture Bhd	20,000	34,927	11,200	0.19
Properties:				
- YNH Property Bhd	32,927	77,375	63,878	1.08
Total quoted equity securities	181,487	173,806	148,444	2.52
Grand Total	2,481,487	2,436,301	2,489,872	42.20

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION (CONTINUED)

3. INVESTMENTS (Continued)

	Quantity (unit)	Cost (RM)	Market Value As at 30.06.2012 (RM)	% of net asset value
HLMT i-INCOME FUND				
<u>Unquoted Islamic debt securities</u>				
Malaysian Government Securities:				
- Malaysia Investment Issue	500,000	540,000	523,970	17.81
Government Guaranteed Debt Securities:				
- Johor Corporation	100,000	100,000	100,081	3.40
Islamic private debt securities				
- Binariang GSM Sdn Bhd	680,530	688,084	694,733	23.61
- Binariang GSM Sdn Bhd	300,000	307,500	312,954	10.64
- Malayan Banking Berhad	400,000	406,880	404,804	13.76
	1,380,530	1,402,464	1,412,491	48.01
Grand Total	1,980,530	2,042,464	2,036,542	69.22
HLMT GLOBAL INFRASTRUCTURE AND INCOME PLAN				
<u>Structured Investment</u>				
- Citigroup Global Markets Limited	22,409,689	21,575,366	22,744,483	105.08
HLMT GLOBAL RECOVERY INCOME PLAN				
<u>Structured Investment</u>				
- Citigroup Global Markets Limited	23,354,732	23,796,269	26,031,288	113.81

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

NOTES TO THE FINANCIAL INFORMATION (CONTINUED)

3. INVESTMENTS (Continued)

	Quantity (unit)	Cost (RM)	Market Value As at 30.06.2012 (RM)	% of net asset value
MY STEADY 10 PLAN				
<u>Structured Investment</u>				
- Standard Chartered Saadiq	3,614,000	3,520,910	3,922,860	107.68

4. PERFORMANCE TABLE

The performance tables of the Funds are set out on pages 3 to 12 of the fund performance report.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

STATEMENT BY DIRECTORS

HONG LEONG MSIG TAKAFUL BERHAD INVESTMENT-LINKED FUNDS

comprising HLMT i-Balanced Fund, HLMT i-Income Fund, HLMT Global Infrastructure & Income Plan, HLMT Global Recovery Income Plan and My Steady 10 Plan (“Funds”)

We, Mustapha bin Hamat and Choong Yee How, being two of the Directors of Hong Leong MSIG Takaful Berhad, state that, in the opinion of the Directors, the financial information set on pages 16 to 30 are prepared in accordance with the accounting policies prescribed in Note 2 to the financial information and the Guidelines on Investment-linked Insurance/ Takaful Business issued by Bank Negara Malaysia.

On behalf of the Board,

MUSTAPHA BIN HAMAT
Director

CHOONG YEE HOW
Director

Kuala Lumpur

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

REPORT OF THE AUDITORS

INDEPENDENT AUDITORS' REPORT TO THE CERTIFICATE HOLDERS OF
HLMT i-Balanced Fund
HLMT i-Income Fund
HLMT Global Infrastructure and Income Plan
HLMT Global Recovery Income Plan
My Steady 10 Plan
(hereinafter referred to collectively as "the Funds")

REPORT ON THE FINANCIAL INFORMATION

We have audited the financial information of the Funds, which comprise the statements of assets and liabilities as at 30 June 2012, statements of income and expenditure, and changes in net asset value of the Funds for the financial period then ended, and a summary of significant accounting policies and other explanatory notes, as set out on pages 16 to 30.

Directors' Responsibility for the Financial Information

The Directors of the Manager are responsible for the preparation of financial information in accordance with the accounting policies prescribed in Note 2 to the financial information and the Guidelines on Investment-linked Insurance/Takaful Business issued by Bank Negara Malaysia ("BNM") and for such internal control as the Manager determine are necessary to enable the preparation of financial information that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial information based on our audit. We conducted our audit in accordance with approved standards on auditing in Malaysia. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial information are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial information. The procedures selected depend on our judgment, including the assessment of risks of material misstatement of the financial information, whether due to fraud or error. In making those risk assessments, we consider internal control relevant to the Manager's preparation of the financial information in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Funds internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the directors, as well as evaluating the overall presentation of the financial information.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012

REPORT OF THE AUDITORS (CONTINUED)

INDEPENDENT AUDITORS' REPORT TO THE CERTIFICATE HOLDERS OF
HLMT i-Balanced Fund
HLMT i-Income Fund
HLMT Global Infrastructure and Income Plan
HLMT Global Recovery Income Plan
My Steady 10 Plan
(thereinafter referred to collectively as "the Funds")

Opinion

In our opinion, the financial information of the Funds have been properly prepared in accordance with the accounting policies prescribed in Note 2 to the financial information and the Guidelines on Investment-linked Insurance/Takaful Business issued by BNM.

OTHER MATTERS

This report is made solely to the certificate holders of the Funds, as a body in accordance with Guidelines on Investment-linked Insurance/Takaful Business issued by BNM and for no other purpose. We do not assume responsibility to any other person for the content of this report.

PRICEWATERHOUSECOOPERS

(No. AF:1146)
Chartered Accountants

Kuala Lumpur

INVESTMENT-LINKED FUNDS FUND PERFORMANCE REPORT

for the financial year ended 30 June 2012



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