



Investment Linked Fund Performance Report June 2017

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EXECUTIVE SUMMARY

FBMKLCI Index trended higher at the start of the month of June and hit a YTD high of 1,792 points. However, it failed to hold on to its gain as profit-taking sets in due to concerns over valuations. As a result, the market fell 0.1% m-o-m to 1,764 points in June, the second consecutive month. The broader market performed better than the KLCI, with the FBM EMAS rising 0.2% m-o-m to 12,598 points.

Malaysian Government Securities (MGS) weakened in June as yield went up by 6-11bps across the curve. Ringgit weakened from RM 4.2795/USD to RM 4.2905/USD while Brent crude oil price fell further to USD 47.92/barrel from USD 50.31/barrel.

On the domestic economic front, Malaysia's real GDP growth picked up to 5.6% y-o-y in 1Q17 from +4.5% in 4Q16 and compared to +4.3% in 3Q16.

Going forward, we remain positive on the equity market on the back of better economic outlook, improving earnings, strengthening of the ringgit and potential general election this year. Meanwhile for fixed income, we believe bonds still provide attractive yields given stable monetary stance from BNM and strong fundamental in local market. As such, we will keep looking to buy on dips of MGS and corporate bonds if the opportunity arises.

Based on the performance table below, on monthly basis, only Asiapac Fund and Global Yakin Fund had outperformed their benchmarks.

Policyholders are encouraged to focus into regular premium given the current risk and volatile period of the economic and market condition. Risk adverse investors should focus into income fund due to its less volatile as compared to equity related funds.

Performance Table: Funds vs Benchmarks

	Asiapac Fund		Balanced Fund		Dividend Fund		Equity Fund		Global Yakin Fund		Income Fund		Jati Fund	
	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark	Fund	Benchmark
Monthly (%)	-0.56%	-0.63%	-0.07%	0.02%	-0.74%	-0.12%	-0.49%	-0.12%	0.28%	-0.34%	0.01%	0.15%	-1.36%	0.14%
3 Months (%)	3.52%	5.95%	1.02%	1.54%	-0.86%	1.36%	0.22%	1.36%	1.18%	3.11%	1.58%	1.73%	-2.26%	0.08%
6 Months (%)	11.35%	18.59%	4.76%	5.38%	4.36%	7.43%	5.29%	7.43%	4.50%	8.51%	2.71%	3.34%	4.06%	6.72%
12 Months (%)	20.93%	18.26%	4.90%	4.79%	4.06%	6.63%	5.63%	6.63%	12.77%	10.75%	4.22%	2.94%	3.34%	5.94%

Source: MCIS Insurance Berhad

AsiaPac Fund Monthly Report (June 2017)

Investment Objective

To achieve steady income stream with potential growth in the Asia Pacific Region over medium to long term. The aim of the Fund is to outperform the S&P Ethical Pan Asia Select Dividend Opportunities Index over periods of five or more years.

Investment Strategy

To invest in Asia Pacific Ethical Dividend Exchange Traded Fund (ETF), managed by CIMB Principal Asset Management where the ETF is listed on the Singapore Stock Exchange.

The ETF focuses on top 40 ethical and high yielding stocks in the Asia Pacific Region excluding India, Taiwan, Japan, New Zealand and Philippines. The fund provides country diversification across the industry that is traded in US Dollar.

Risks

The Fund is considered low risk given the exposure to only one underlying securities with no attempt to select stocks individually or to take defensive positions in declining markets. Risk is managed at the management level, where the asset allocation of the fund to be reviewed on regular basis, and adjusted to commensurate with the Investment Team view on the relative attractiveness of each asset class.

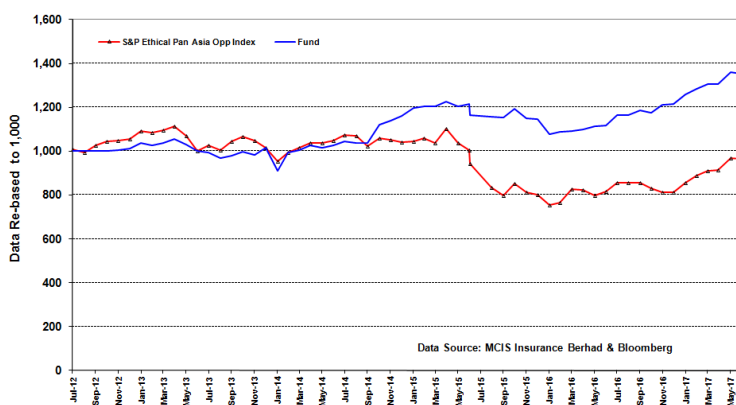
The following factors can potentially affect the value of the Fund; economic and political developments in related countries, foreign exchange fluctuation, illiquid and inefficient securities in the Emerging Markets, and the financial performance of the underlying companies.

The target market is for investors who are seeking regional exposure from investment and at the same time, seeking for medium to long term capital appreciation with moderate market risk.

Fund Performance

For the month ended June 2017, the fund had outperformed the benchmark by 119bps MoM (month on month). The fund had also outperformed the benchmark since inception.

AsiaPac Fund Performance Since Inception



Top Ten Holdings

CIMB S&P Asia Pacific Ethical Dividend Exchange Traded Fund (ETF)

Fund Information

NAV (30.6.17)	RM0.6761
Fund Size	RM31.46 million
Inception Date	15-July-2012
Fund Management Fee	0.85% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
ETF	80%	100%	84%
Cash	0%	20%	16%

Performance Table

Period	Fund	Index*
1 month (%)	-0.56%	-0.63%
3 months (%)	3.52%	5.95%
6 months (%)	11.35%	18.59%
12 months (%)	20.93%	18.26%
2 years (% pa)	11.31%	-4.05%
3 years (% pa)	9.58%	-2.75%
5 years (% pa)	-	-
Since Inception	6.22%	-0.73%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is S&P Ethical Pan Asia Select Dividend Opportunities sourced from Bloomberg.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Balanced Fund Monthly Report (June 2017)

Investment Objective

The objective of the Balanced Fund is to provide security and income, while maintaining and potentially increasing the value of capital over the medium to long-term, through exposure across a range of asset classes. The Fund aims to outperform the performance benchmark over periods of three or more years.

Investment Strategy

To invest in Malaysian equities and fixed income securities, including government bonds and corporate debt securities. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class.

Risks

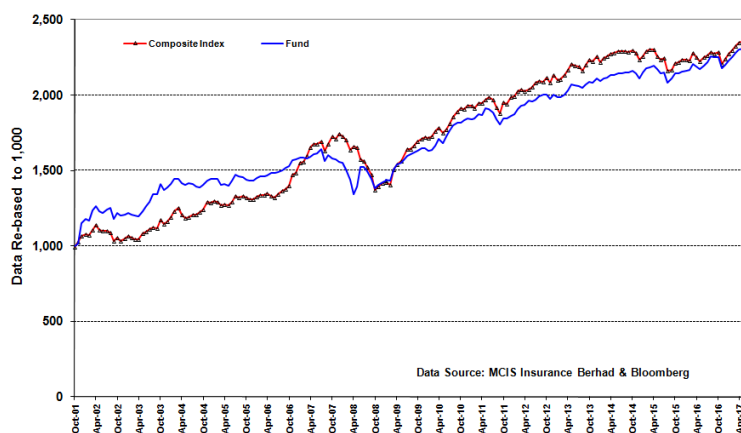
The Fund is considered medium risk given the mixed exposure of equity securities, fixed income and cash. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, industry and economy development, social and political factors, and the liquidity of the underlying assets. Additionally, levels of interest rates, and credit downgrades of defaults can affect the value of fixed income securities

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Fund Performance

For the month ended June 2017, the fund had underperformed the benchmark by 5bps MoM (month on month). The underperformance was mainly driven by higher exposure of underperforming securities in the portfolio compared to benchmark.

Balanced Fund Performance Since Inception



Top Ten Holdings

- Malaysian Government Securities (Bond)
- Sabah Credit Corporation (Bond)
- CIMB Bank Berhad (Bond)
- Sarawak Hidro Sdn Bhd (Bond)
- Tenaga Nasional Berhad (Equity)
- Malayan Banking Berhad (Equity)
- Projek Lebuhraya Utara-Selatan (Bond)
- Public Bank Berhad (Bond)
- Telekom Malaysia Berhad (Equity)
- AmanahRaya Real Estate Investment Trust (Reits)

Fund Information

NAV (30.6.17)	RM1.1521
Fund Size	RM8.03 million
Inception Date	15-Oct-01
Fund Management Fee	1.25% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	40%	60%	48%
Fixed Income	40%	60%	46%
Cash	0%	20%	6%

Performance Table

Period	Fund	Index*
1 month (%)	-0.07%	0.02%
3 months (%)	1.02%	1.54%
6 months (%)	4.76%	5.38%
12 months (%)	4.90%	4.79%
2 years (% pa)	3.72%	2.79%
3 years (% pa)	2.43%	0.97%
5 years (% pa)	3.33%	2.79%
Since Inception	5.44%	5.60%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* The benchmark index is a composite of 50% FBM KLCI Index and 50% of Markit iBoxx ALBI Malaysia TR Index (Since Dec '12). Prior to that, the index used was HSBC Malaysia All Bond Index for the fixed income portion. Benchmark return is calculated on re-based basis. The source is from the subscription of Markit Indices.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Dividend Fund Monthly Report (June 2017)

Investment Objective

To achieve steady income stream with potential for capital growth over medium to long term by focusing mostly on high dividend yielding stocks and money market instruments. The aim of the Fund is to outperform the FBM KLCI Index over periods of five or more years.

Investment Strategy

To invest in a broad selection of companies listed on the Malaysian Stock Exchange. Using a relative value methodology, the fund focuses on undervalued stocks relative to fundamental value, with the aim of achieving an income stream, together with some degree of long-term capital gains.

Risks

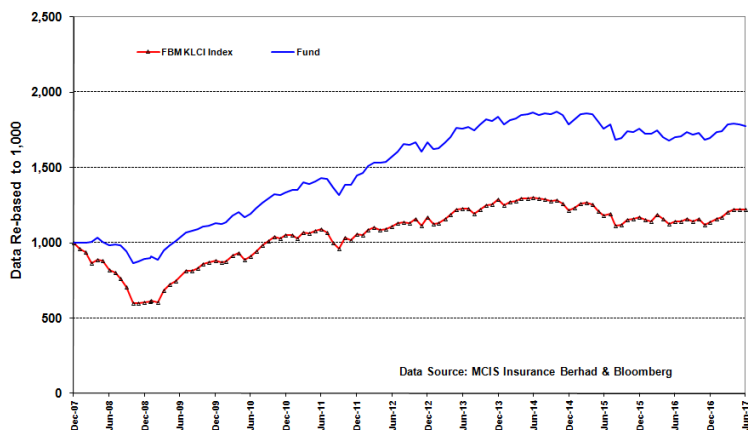
The Fund is considered high risk given the exposure to equity securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Fund Performance

For the month ended June 2017, the fund had underperformed the benchmark by 86bps MoM (month on month). The underperformance was mainly driven by higher exposure of underperforming stocks in the portfolio compared to benchmark.

Dividend Fund Performance Since Inception



Top Ten Holdings

Sime Darby Berhad
Telekom Malaysia Berhad
Petronas Gas Berhad
Public Bank Berhad
Petronas Chemicals Group Berhad
Maxis Berhad
Malayan Banking Berhad
Tenaga Nasional Berhad
DiGi.Com Berhad
Axiata Group Berhad

Fund Information

NAV (30.6.17)	RM0.8423
Fund Size	RM37.14 million
Inception Date	21-Jan-08
Fund Management Fee	1.5% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	90%
Cash	0%	20%	10%

Performance Table

Period	Fund	Index*
1 month (%)	-0.74%	-0.12%
3 months (%)	-0.86%	1.36%
6 months (%)	4.36%	7.43%
12 months (%)	4.06%	6.63%
2 years (% pa)	0.48%	1.66%
3 years (% pa)	-1.66%	-2.15%
5 years (% pa)	2.43%	1.98%
Since Inception	6.22%	2.12%
Yield #	2.90%	3.06%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is FBM KLCI sourced from Bloomberg.

Yield data is sourced from Bloomberg, and MCIS.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Equity Fund

Monthly Report (June 2017)

Investment Objective

The objective of the Equity Fund is to achieve capital growth over the medium to long term by focusing on high quality equities listed on the FBM KLCI Index. The aim of the Equity Fund is to outperform the Index over periods of five or more years.

Investment Strategy

To invest in a broad selection of companies listed on the Malaysian Stock Exchange. Using a relative value methodology, the fund focuses on the stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving long term growth in capital value.

Risks

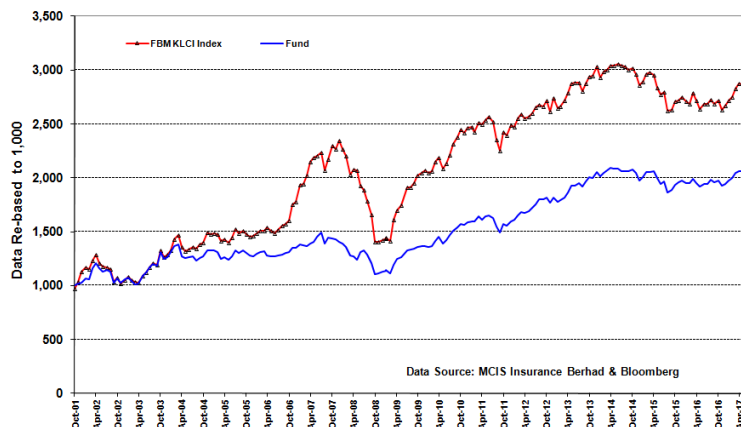
The Fund is considered high risk given the exposure to equity securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Fund Performance

For the month ended June 2017, the fund had underperformed the benchmark by 61bps MoM (month on month). The underperformance was mainly driven by higher exposure of underperforming stocks in the portfolio compared to benchmark.

Equity Fund Performance Since Inception



Top Ten Holdings

Tenaga Nasional Berhad
Public Bank Berhad
Malayan Banking Berhad
IOI Corporation Berhad
Telekom Malaysia Berhad
KLCCP Stapled Group
Sime Darby Berhad
Petronas Chemicals Group Berhad
Petronas Dagangan Berhad
CIMB Bank Berhad

Fund Information

NAV (30.6.17)	RM1.0246
Fund Size	RM11.55 million
Inception Date	15-Oct-01
Fund Management Fee	1.40% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	90%
Cash	0%	20%	10%

Performance Table

Period	Fund	Index*
1 month (%)	-0.49%	-0.12%
3 months (%)	0.22%	1.36%
6 months (%)	5.29%	7.43%
12 months (%)	5.63%	6.63%
2 years (% pa)	2.60%	1.66%
3 years (% pa)	-0.65%	-2.15%
5 years (% pa)	3.56%	1.98%
Since Inception	4.66%	2.12%
Yield #	2.87%	3.06%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is FBM KLCI sourced from Bloomberg.

Yield data is sourced from Bloomberg, and MCIS.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Global Yakin Fund Monthly Report (June 2017)

Investment Objective

The fund aims for capital appreciation in the long term by investing in an international portfolio of Shariah-compliant equities and equity-related securities of companies with good growth potential.

Investment Strategy

The Fund is to feed into Aberdeen Islamic World Equity Fund (AIWEF) which managed by Aberdeen Islamic Asset Management Sdn Bhd. The Fund invests in shariah approved securities across the globe.

The Fund seeks to achieve its objective by investing in an international portfolio of Shariah-compliant equities and equity-related securities of companies with good growth potential. The countries that the Fund will invest in will include, but not limited to Canada, United States of America, United Kingdom, France, Germany, Italy, Netherlands, Sweden, Switzerland, Japan, Australia, China, Hong Kong, Korea, Singapore, Taiwan, Brazil and Mexico.

Risks

The Fund is considered low risk given the exposure to only one underlying securities with no attempt to select stocks individually or to take defensive positions in declining markets. Risk is managed at the management level, where the asset allocation of the fund to be reviewed on regular basis, and adjusted to commensurate with the Investment Team view on the relative attractiveness of each asset class.

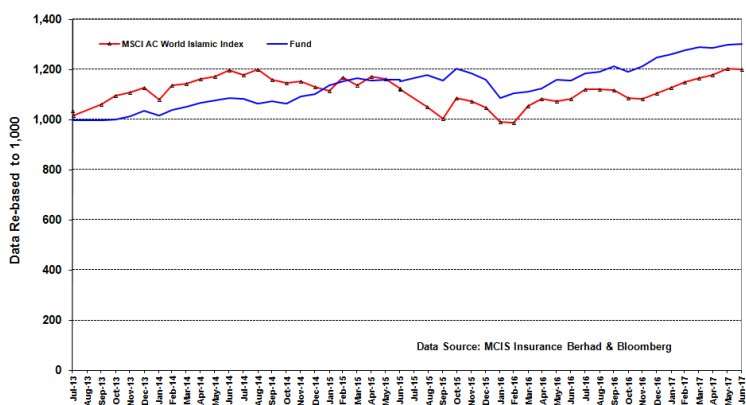
The following factors can potentially affect the value of the Fund; economic and political developments in related countries, foreign exchange fluctuation, illiquid and inefficient securities in the Emerging Markets, and the financial performance of the underlying companies.

The Fund is suitable for investors who seek capital appreciation over a long term investment horizon and who are willing to accept high level of risk.

Fund Performance

For the month ended June 2017, the fund had outperformed the benchmark by 6bps MoM (month on month). The outperformance was mainly due to outperforming of the underlying securities compared to the benchmark index.

Global Yakin Fund Performance Since Inception



Top Ten Holdings

Aberdeen Islamic World Equity Fund (AIWEF)

Fund Information

NAV (30.6.17)	RM0.6519
Fund Size	RM30.0 million
Inception Date	8-July-2013
Fund Management Fee	0.85% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
AIWEF	80%	100%	82%
Cash	0%	20%	18%

Performance Table

Period	Fund	Index*
1 month (%)	0.28%	-0.34%
3 months (%)	1.18%	3.11%
6 months (%)	4.50%	8.51%
12 months (%)	12.77%	10.75%
2 years (% pa)	5.96%	3.34%
3 years (% pa)	6.26%	0.05%
5 years (% pa)	-	-
Since Inception	6.86%	4.69%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is MSCI AC World Islamic sourced from Bloomberg.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Income Fund Monthly Report (June 2017)

Investment Objective

The objective of the Income Fund is to provide investors with security of income by investing in a mix of fixed income and fixed deposit securities. The aim of the Fund is to outperform the HSBC Malaysia Local Currency All Bond Total Return Index.

Investment Strategy

To invest into underlying asset classes as per the Asset Allocation Ranges. The asset allocation is reviewed on a regular basis, and is adjusted commensurate with our view on the relative attractiveness of each asset class. The Fund invests in cash and fixed income securities including government bonds and corporate debt securities.

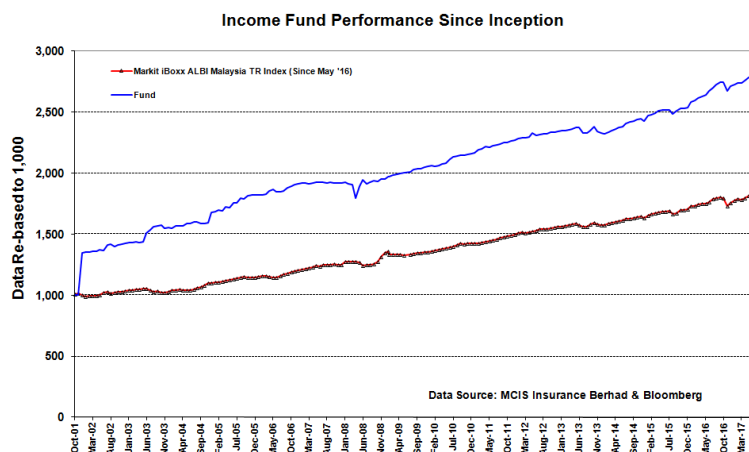
Risks

The Fund is considered lower risk given the exposure to cash and fixed income securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets. Additionally, levels of interest rates, and credit downgrades or defaults can affect the value of fixed income securities.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Fund Performance

For the month ended June 2017, the fund had underperformed the benchmark by 4bps MoM (month on month). The underperformance was due to underperforming of the fixed income securities compared to the benchmark index.



Top Ten Holdings

Malaysian Government Securities
Government Investment Issue
YTL Corporation Berhad
Sabah Development Bank Berhad
PBFIN Berhad
BGSM Management Sdn Bhd
Sabah Credit Corporation
Perdana Petroleum Berhad
Sarawak Hidro Sdn Bhd
Bank Pembangunan Malaysia Berhad

Fund Information

NAV (30.6.17)	RM1.3920
Fund Size	RM27.45 million
Inception Date	15-Oct-01
Fund Management Fee	0.5% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Fixed Income	75%	100%	89%
Cash	0%	25%	11%

Performance Table

Period	Fund	Index*
1 month (%)	0.01%	0.15%
3 months (%)	1.58%	1.73%
6 months (%)	2.71%	3.34%
12 months (%)	4.22%	2.94%
2 years (% pa)	5.18%	3.83%
3 years (% pa)	5.33%	4.08%
5 years (% pa)	3.81%	3.49%
Since Inception	6.72%	3.86%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* The benchmark index is Markit iBoxx ALBI Malaysia TR Index (Since Dec '12). Prior to that, the index used was HSBC Malaysia All Bond Index. Benchmark return is calculated on re-based basis. The source is from the subscription of Markit Indices.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Jati Fund

Monthly Report (June 2017)

Investment Objective

The Jati Fund is invested in accordance with Shariah principles in Shariah sanctioned equities, money market instruments, and fixed income investments. The aim is to provide security and income, while maintaining and potentially increasing the value of capital over the medium to long-term. The Jati Fund is not a takaful product.

Investment Strategy

To invest in a broad selection of Shariah approved securities listed on the Malaysian Stock Exchange. Using a relative value methodology it looks to buy stocks whose shares appear undervalued relative to fundamental value, with the aim of achieving an income stream, together with some degree of long-term capital gains.

Risks

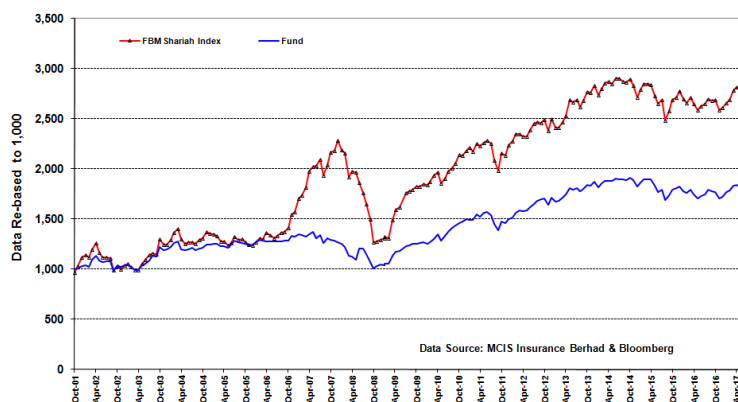
The Fund is considered high risk given the exposure to equity securities. The following factors can potentially affect the value of the Fund; consumer sentiment, financial performance of the underlying companies, the performance of the industry and economy, and the share market in general, social and political factors, and the liquidity of the underlying assets.

The target market is clients wanting the surety of insurance protection, with an element of potential upside investment exposure.

Fund Performance

For the month ended June 2017, the fund had underperformed the benchmark by 122bps MoM (month on month). The underperformance was mainly driven by higher exposure of underperforming stocks in the portfolio compared to benchmark.

Jati Fund Performance Since Inception



Top Ten Holdings

Sime Darby Berhad
 Tenaga Nasional Berhad
 SapuraKencana Petroleum Berhad
 Telekom Malaysia Berhad
 Petronas Dagangan Berhad
 Petronas Chemicals Group Berhad
 IHH Healthcare Berhad
 MISC Berhad
 DiGi.Com Berhad
 MyETF Dow Jones Islamic Market Titan 25

Fund Information

NAV (30.6.17)	RM0.8946
Fund Size	RM12.32 million
Inception Date	15-Oct-01
Fund Management Fee	1.35% p.a.
Pricing	Daily
Price Quote	Major Newspaper, or http://www.mcis.my
Fund Manager	MCIS Insurance Berhad
Exceptional Circumstances	Refer to your Policy Document

Asset Allocation Ranges

Asset Class	Min	Max	Current Actual
Malaysian Equity	80%	100%	89%
Cash	0%	20%	11%

Performance Table

Period	Fund	Index*
1 month (%)	-1.36%	0.14%
3 months (%)	-2.26%	0.08%
6 months (%)	4.06%	6.72%
12 months (%)	3.34%	5.94%
2 years (% pa)	0.52%	2.48%
3 years (% pa)	-2.07%	-1.43%
5 years (% pa)	2.01%	3.11%
Since Inception	3.76%	6.72%
Yield #	2.28%	2.51%

Notice: Past performance is not indicative of future performance, and the performance of the Fund is not guaranteed.

The Fund returns are calculated by MCIS and based on the value of the NAV, and for periods greater than 12-months are annualised numbers. Actual returns of the Fund are on a net basis (gross of tax and net of fees) and based on the performance of the Fund, and not the returns earned on the actual premiums/ contributions paid for the product.

* Index is FBMS Index sourced from Bloomberg.

Yield data is sourced from Bloomberg, and MCIS.

Other Charges: Switching Fee, you are entitled to four free switches per policy year. Additional switches within the same year will be charged at 1% of the value of units switched, subject to a maximum of RM 50; and all taxes, duties and other charges incurred in the purchase, sale, valuation and maintenance of the investments of the Fund.

The NAV per unit of the Fund is the total market value of assets in the Fund divided by the total number of units of the Fund. Transaction costs, taxes and applicable fees are provided for in the net asset value.

Equity Market Review and Outlook

Market Review

FBMKLCI Index trended higher at the start of the month of June and hit a YTD high of 1,792 points. However, it failed to hold on to its gain as profit-taking sets in due to concerns over valuations. As a result, the market fell 0.1% m-o-m to 1,764 points in June, the second consecutive month. The broader market performed better than the KLCI, with the FBM EMAS rising 0.2% m-o-m to 12,598 points. Average daily value traded on Bursa in June declined 23% m-o-m to RM2.4billion.

On the domestic economic front, Malaysia's real GDP growth picked up to 5.6% y-o-y in 1Q17 from +4.5% in 4Q16 and compared to +4.3% in 3Q16. This was underpinned by a stronger external activities and domestic demand. Meanwhile, the headline inflation rate slowed to 3.9% y-o-y in May 2017, from 4.4% in April and 5.1% in March. This was mainly on account of a slowdown in the cost of transportation amid lower fuel prices and a fading low base effect during the month.

Globally, the Federal Reserve voted to hike the target for their benchmark rate by 25bps, as expected. The new range will be 1-1.25%, for a rate that currently is 0.91%. The Fed also unveiled further details on its balance sheet unwinding operation which is scheduled to start this year. The US Conference Board's leading indicator, which provides an early signal on the direction of the economy over the next three to six months, inched higher to 0.3% m-o-m in May, from +0.2% in April.

Chart 1: FBMKLCI Weekly Chart



Source: CIMB Research

Chart 2: FBMKLCI Monthly Chart



Source: Bloomberg

Market Outlook & Strategy

Technically, for the month of June, the local bourse failed to break above its long-term downtrend line from the 1,896 high after several attempts. In the coming month, we are expecting the index would probably experience a correction as the current outlook for the index appears to be turning negative as both MACD and RSI indicators are about to fall from their recent peaks. A break below 1,759 would likely signal that a deeper correction is taking place, probably targeting 1,729 next. If the 1,797 high is taken out, then look for a tad more upside towards 1,807 next.

On the outlook, July has been historically a marginally positive month for the FBMKLCI with an average monthly return of 0.5%. On the back of weaker mom performances in May and June, the local bourse could stage a mild rebound. This should provide opportunity to accumulate on weakness. Going forward, we remain positive on the equity market on the back of better economic outlook, improving earnings, strengthening of the ringgit and potential general election this year.

Fixed Income Review and Outlook

Market Review

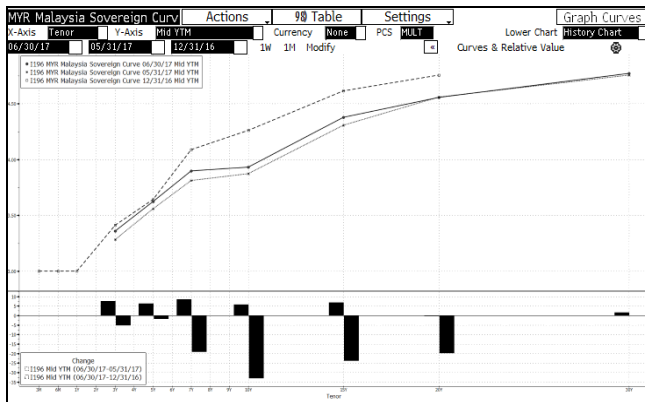
Malaysian Government Securities (MGS) weakened in June as yield went up by 6-11bps across the curve. Ringgit weakened from RM 4.2795/USD to RM 4.2905/USD while Brent crude oil price fell further to USD 47.92/barrel from USD 50.31/barrel.

On economic data, Malaysia CPI in May'17 eased further to +3.9% versus market estimate of +4.2%. Again transport cost dominated the headline inflation at +13.1%, though it has moderated from +16.7% in the previous month. Trade surplus widened to MYR 8.8b in April'17 compared to MYR 5.4b in March'17. Export and import also rose by 20.6% (March'17: +24.1%) and 24.7% (March'17: +39.4%) respectively. Malaysia foreign reserve on the other hand increased to USD 98.7b, highest level in 2017, the amount is sufficient to finance 8.2 months of retained imports and 1.1 times short-term external debts. Malaysia Manufacturing PMI dropped to 48.7 in May'17 compared to 48.7 (lower than 50 indicates a contraction) due to disappointing sales in ASEAN economies.

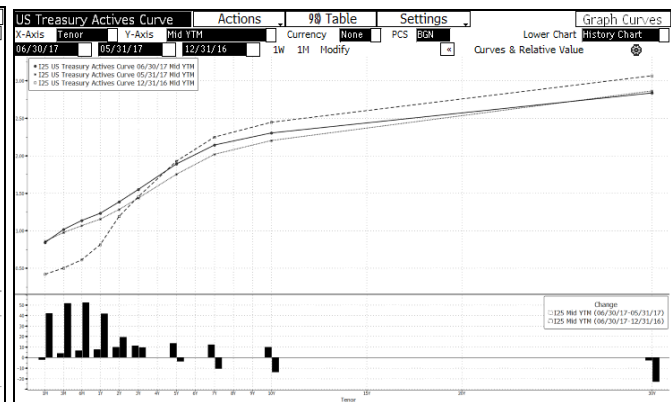
The auctions unveiled in June 2017 are as follows;

Government Auctions in May 2017				
Issue	Issue Date	Amount	Bid-cover	Avg Yield
		(RM million)	(times)	(%)
20-year Re-Issuance of MGS(Mat on 4/37)	7-June-17	2,500.00	1.70	4.558
10-year Re-Issuance of MGS(Mat on 7/27)	15-June-17	3,000.00	2.54	4.013

Table 1: Government Auctions in June 2017. Source: Bank Negara Malaysia



Source: Bloomberg



Source: Bloomberg

10-year US Treasury yield broke the 2.30% level due to increasingly hawkish environment. The Federal Reserve, European Central Bank, and Bank of England have all stated their intention to tread in the path of monetary tightening. In line with it, MGS weakened in June due to profit taking activities by foreign investors and thin liquidity in the bond market during the long local holiday (Eid-ul Fitr).

Market Outlook & Strategy

Despite the foreign investors have turned net seller following a hawkish stance from the Fed, the bond market is still well supported by the onshore real money investors. Although the external risk factors such as geopolitical tension in Middle East, Brexit and fluctuation in crude oil prices may cause volatility in local bond market, we believe bonds still provide attractive yields given stable monetary stance from BNM and strong fundamental in local market. As such, we will keep looking to buy on dips of MGS and corporate bonds if the opportunity arises.