Portfolio Investment Account-i

Quarterly Fund Performance Report for
Series 2 (Nov 2025 – Jan 2026)

HLB Islamic

https://www.hlbislamic.com.my

Portfolio Investment Account-i

Quarterly Fund Performance Report for Series 2 (Nov 2025 – Jan 2026)

Fund Information

Product Name	Portfolio Investment Account-i ("PIA-i")
Shariah Contract	***Wakalah bi Al-Istithmar*** *- An agency contract where the Investor (Muwakkil) authorizes Hong Leong Islamic Bank Berhad (HLISB) as Agent (Wakil) to perform a particular task for the purpose of investment.*
Investment Account Type	**Restricted Investment Account** – Investor(s) provides the Bank with a specific investment mandate such as purpose, asset class, economic sector and/ or period of investment.
Fund Inception	20 April 2022

Investment Objective

The fund aims for capital growth and regular income through medium risk investment.

Investor Profile

- Category of Investor(s):
  - Individual(s)
  - Sole-Proprietorship(s)
- Investor(s) with medium risk tolerance

Note:
Investor(s) are advised to understand the risk(s) related to PIA-i before making an investment decision. Further explanation of each risk is in Product Disclosure Sheet (PDS) available on HLISB's website.

Nature of Investment Account

An investment fund with semi-annual Profit Distribution Period (PDP).

Fund Investment Strategies

The fund will be invested into three (3) Shariah Compliant Unit Trust funds managed by Hong Leong Islamic Asset Management (HLISAM) which are known as Dana Al-Izdihar (Money Market), Dana Maa'rof (Balanced) and Dana Makmur (Equity). The investment into the three (3) Dana mentioned above will be based on respective asset allocations within the allowable threshold as specified in the PDS to achieve the Expected Profit Rate (EPR) while exercising appropriate defensive mechanisms to moderate market volatility.

Profit Payment Policy

Profit (if any) payment will be credited into Investor's CASA-i (HLISB) / CASA (HLBB) within four (4) Business Days after Profit Distribution Period (PDP).

Fees & Charges

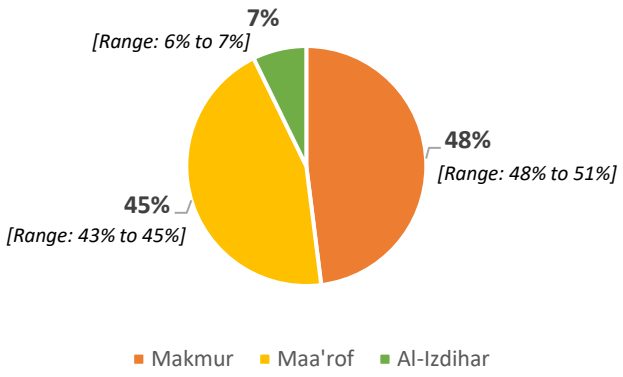
Fee Type	Fee Amount
Management Fee	Dana Al- Izdihar: 0.10% Dana Ma'rof: 1.50% Dana Makmur: 1.50% (*Charged by HLISAM*)
Upfront Fee	1% (*Charged by the bank upfront upon placement by Investor during SP*)
Incentive Fee	0% (*No Incentive Fee was charged by the bank as the performance did not exceed the expected profit rate of 6% p.a.*)

Portfolio Investment Account-i

Quarterly Fund Performance Report for Series 2 (Nov 2025 – Jan 2026)

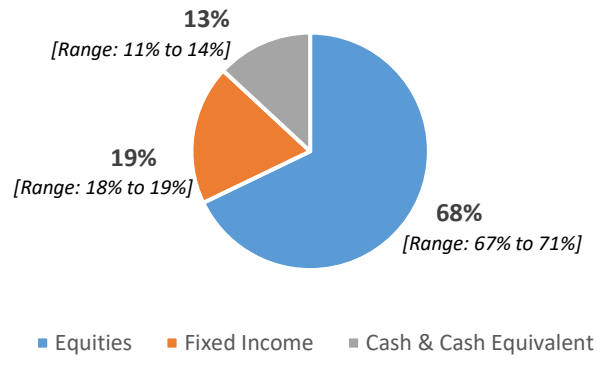
Investment Dana Allocation

The fund is invested in a portfolio that consist of Dana Al-Izdihar[1], Dana Maa'rof[2] and Dana Makmur[3] as per chart below (with the allocation range throughout the investment period).



Investment Asset Class Allocation

Dana Al-Izdihar, Dana Maa'rof and Dana Makmur are invested in a portfolio of Equities, Fixed Income, and Cash & Cash Equivalent as per chart below (with the allocation range throughout the investment period).



Note:

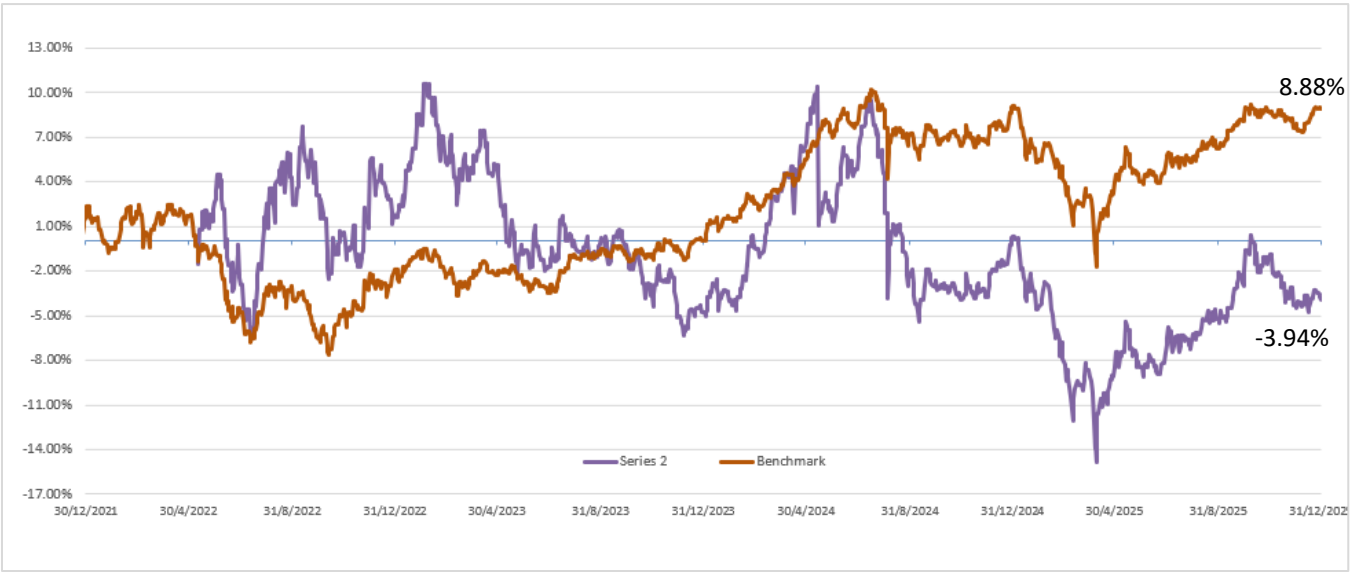
[1] Dana Al-Izdihar assets consist of Islamic deposits and Islamic money market instruments.

[2] Dana Maa'rof assets consist of Shariah-compliant equities, Islamic money market instruments and sukuk.

[3] Dana Makmur assets consist of Shariah-compliant equities, Islamic money market instruments and sukuk.

[Range]: The range mentioned above indicates the percentage of the asset and dana breakdown and movements during the investment period.

Fund Performance



Note:

- Benchmark = 50% FTSE Bursa Malaysia EMAS Sharia return + 30% 3-months KLIBOR + 20% BNM Islamic Interbank Rate.
- Source: Bloomberg

Portfolio Investment Account-i

Fund Performance Report for Series 2 (Nov 2025 – Jan 2026)

Fund Performance Review (November 2025 – January 2026)

FBMKLCI started 2026 on strong footing, rising for four consecutive weeks to close January at 1,741 points (+3.6% month-on-month). January 2026 saw broadly positive performance across most global and regional equity markets, except for Indonesia's JCI (-3.7% mom). Foreign investors emerged as the second-largest net buyers, recording net inflows of RM1.05 billion, reversing a net sell of RM2.0 billion in December 2025. Local institutions were the largest net buyers, with a net buy of RM1.06 billion, while retail investors recorded a net sell of RM2.2 billion during the month. Meanwhile, average daily trading value (ADTV) rose 21% year-on-year and 43% month-on-month to RM2.5 billion from RM2.2 billion in December 2025. Sector performance was led by the Property (+9.3%), Finance (+9.2%), and REIT (+5.8%) sectors, while Healthcare (-2.5%), Construction (-2.2%), and Energy (-1.1%) were the weakest performers. Most Bursa key indices recorded positive gains with exception to FBMACE, ending the month in negative territory (-3.1%).

On the corporate front, Deleum Bhd's 90%-owned indirect subsidiary Turboservices Sdn Bhd has secured a 6-year contract to service solar turbine turbomachinery for Petroliam Nasional Bhd's (PETRONAS) exploration arm, PETRONAS Carigali. The contract, which commenced on Nov 8, came with an option for PETRONAS Carigali to extend the contract for a further 3 years. Capital A Bhd has obtained the High Court's approval for its proposed RM2.7 billion capital reduction, paving the way for the distribution of AirAsia X Bhd shares to the company's entitled shareholders. The approval is among the final milestones in Capital A's restructuring, following its aviation consolidation agreements with AAX becoming unconditional in October 2025 and the announcement of the dividend-in-specie entitlement details.

Series 2 underperformed against the benchmark return of +1.5% during the period with a return of -2.54%, mainly attributed by the fund's substantial exposure in the Technology sector in our portfolio (Dana Makmur and Dana Maa'rof). The Malaysia Technology index (KLTEC) was down by -10.9%, making it the worst performing sector during the period under review.

Reference: Hong Leong Islamic Asset Management Sdn Bhd

Market Outlook & Strategy (November 2025 – January 2026)

Outlook

In the US, Kevin Warsh's nomination as the next Federal Reserve Chairman has intensified scrutiny over policy credibility alongside political pressure for faster rate cuts. Meanwhile, escalating trade tensions driven by US tariff policies are complicating the inflation path and currency outlook. The combination has pushed the USD to its weakest level since 2022, with US equities lagging regional peers while safe-haven assets such as gold and silver rallied. Malaysia stands out as a relative outperformer, supported by stronger-than-expected 4Q25 GDP growth of 5.7%, a strengthening MYR, resilient E&E exports, and sustained data centre-driven investment. Bank Negara Malaysia's decision to hold the policy rate at 2.75% signals confidence in the growth-inflation balance and reinforces the macro.

Strategy

We will continue to favour structural winners while selectively positioning for cyclical opportunities. We will also continue to overweight high credit quality corporate Sukuk over government and government guaranteed papers for yield pickup.

Reference: Hong Leong Islamic Asset Management Sdn Bhd

Statement of Any Changes

There have been no changes in the Investment Objectives, Strategies, restrictions and limitations during the investment period.

Portfolio Investment Account-i

Quarterly Fund Performance Report for Series 2 (Nov 2025 – Jan 2026)

IMPORTANT/DISCLAIMER

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

WARNING

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

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

Prepared by: