

# INVESTOR

## AIA Monthly Market and Unit Linked Fund update

### What you will find here

- Interest rate movement
- Stock market performance
- Economic highlights

### Your fund performance

- Growth fund
- Balanced fund
- Secure fund
- Protected fund
- Stable Money Market fund

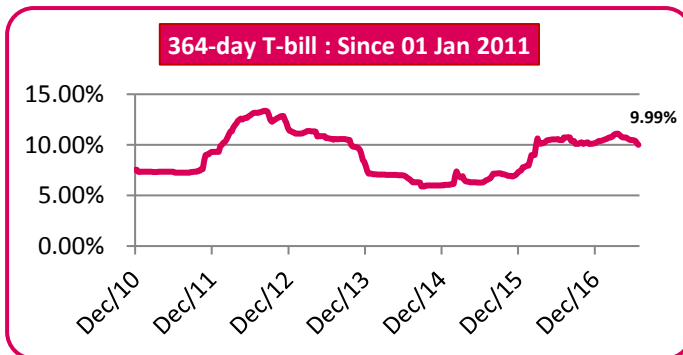
### Disclaimer:

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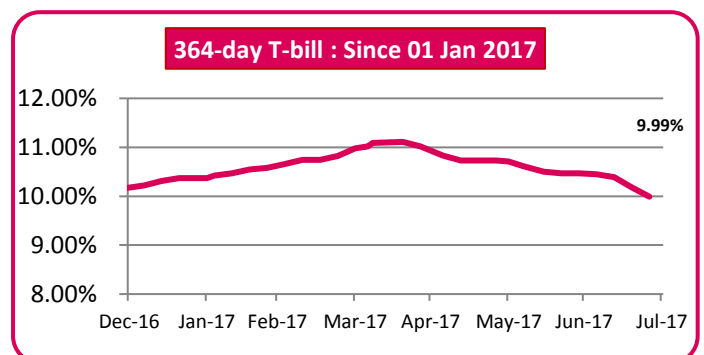
### Market update: Interest rates

#### For the month of July 2017

We use the 364 day T- Bill as an indicator of how interest rates move



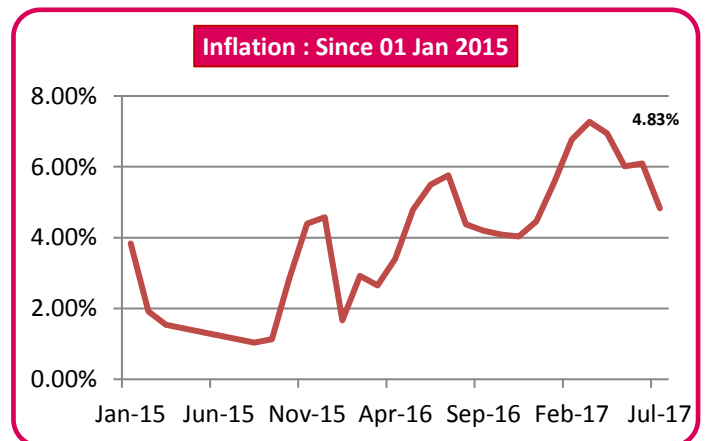
Note: past performance is not an indication of future performance



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### Major events during July 2017

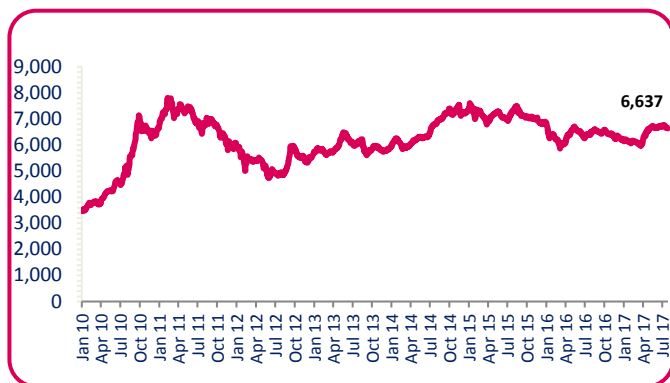
- Central Bank raised LKR 112 Billion by issuing treasury bills and LKR 64 Billion by issuing treasury bonds.
- Central Bank policy rates play a key role in determining the direction and level of market interest rates. The Central Bank maintained policy rates unchanged during the month, a reflection of its intent.
- Short term interest rates decreased over the month. For example the benchmark 364-day Treasury bill rate decreased to 9.99% from the previous month 10.47%.
- Our opinion is that policymakers would endeavour to maintain interest rates at their current levels over the foreseeable future.



Note: past performance is not an indication of future performance

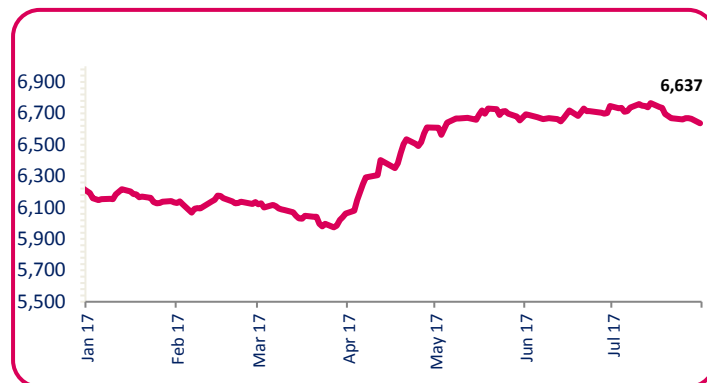
## Market update: Stock market For the month of July 2017

### ASPI Movement: Since 01 Jan 2010



Note: past performance is not an indication of future performance

### ASPI Movement: Since 01 Jan 2017

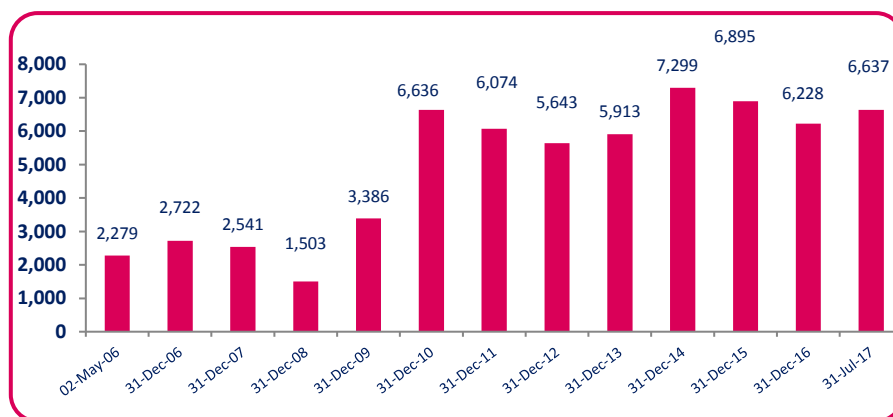


Note: past performance is not an indication of future performance

### Highlights of the performance

- The ASPI has increased by 191.3% since the unit linked funds were started. This is an average growth rate of 10.0% per year.
- The ASPI has increased by 6.6% for the period of 01 Jan 2017 to 31 Jul 2017.

### ASPI



Note: past performance is not an indication of future performance

### ASPI Performance (as a percentage)

\*Since inception – 02/05/2006 to 31/12/2006 \*\*Period from 31/12/2016 to 31/07/2017

2006*	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
19.5%	6.7%	40.8%	125.2%	96%	8.5%	7.1%	4.8%	23.4%	-5.5%	-9.7%	6.6%

## Market update: Stock market For the month

	Jul-2017	Jun-2017
All Share Price Index (ASPI)	6,637	6,747
ASPI growth for the month	-1.6%	1.1%
Total market turnover (LKR Mn)	14,531	21,312
Market Capitalisation (LKR Bn)	3,010	3,041
PE Ratio (times)	10.8x	11.5x

## 10 Companies with highest market Capitalisation on the CSE as at end of month

- JKH
- CEYLON TOBACCO
- COMMERCIAL BANK
- NESTLE
- DIALOG
- HEMAS HOLDINGS
- COLD STORES
- HNB
- MELSTACORP
- SRI LANKA TELECOM

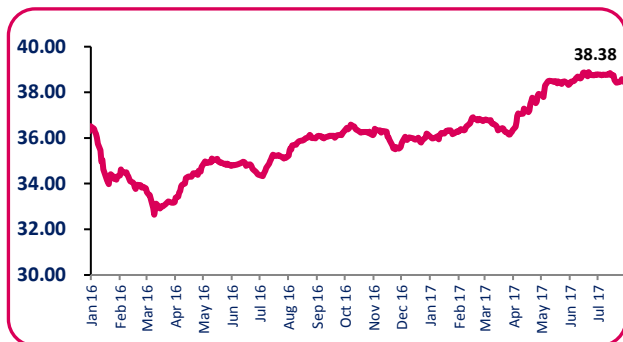
### Highlights of the month

- The equity market performance decreased in July 2017 amidst profit taking by investors.
- The ASPI increased by 6.6% over the period 01 Jan 2017 to 31 Jul 2017.
- Foreign investors purchased LKR 3.6 billion on a net basis in July 2017, resulting in a net inflow of LKR 25.3 billion during the year to date 2017.
- Our opinion is that equity market would remain volatile amid relatively low investor activity.

## Your fund performance: Growth fund

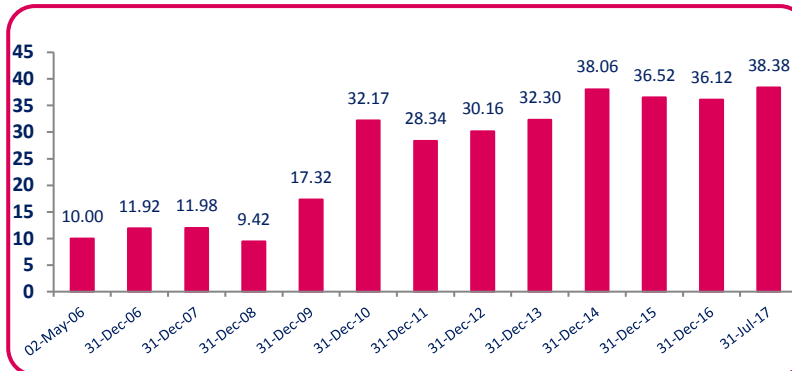
### For the month of July 2017

#### Unit Price Movement



Note: past performance is not an indication of future performance

#### Unit Price



Note: past performance is not an indication of future performance

#### Unit Price Performance (as a percentage)

\*Since inception – 02/05/2006 to 31/12/2006 \*\*Period from 31/12/2016 to 31/07/2017

Year	2006*	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
Performance (%)	19.2	0.5	-21.4	83.9	95.7	-11.9	6.4	7.1	17.8	-4.0	-1.1	6.3

Note: past performance is not an indication of future performance

#### Highlights of the performance

- The unit price of the Growth fund increased by 283.8% since the fund was started. This is an average growth rate of 12.7% per year.
- The unit price has increased by 6.3% for the period 01 Jan 2017 to 31 Jul 2017.

#### \*Top 10 Equity Holdings

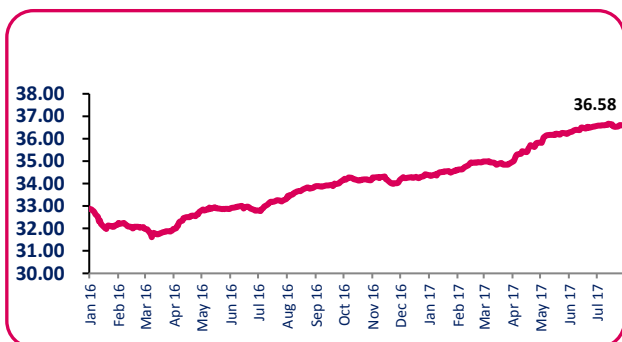
■ CENTRAL FINANCE	■ LB FINANCE
■ CHEVRON	■ PEOPLES LEASING
■ COMMERCIAL BANK	■ RCL
■ HNB	■ SAMPATH BANK
■ JKH	■ SEYLAN

\* In alphabetical order

## Your fund performance: Balanced fund

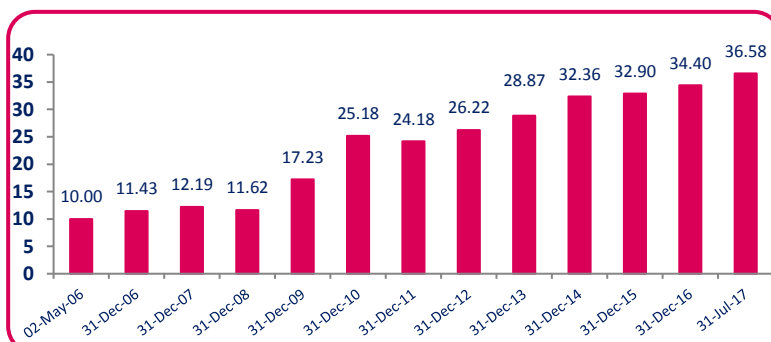
### For the month of July 2017

#### Unit Price Movement



Note: past performance is not an indication of future performance

#### Unit Price



Note: past performance is not an indication of future performance

#### Unit Price Performance (as a percentage)

\*Since inception – 02/05/2006 to 31/12/2006 \*\*Period from 31/12/2016 to 31/07/2017

Year	2006*	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
Performance (%)	14.3	6.6	-4.7	48.3	46.1	-4.0	8.4	10.1	12.1	1.7	4.6	6.3

Note: past performance is not an indication of future performance

#### Highlights of the performance

- The unit price of the Balanced fund increased by 265.8% since the fund was started. This is an average growth rate of 12.2% per year.
- The unit price has increased by 6.3% for the period 01 Jan 2017 to 31 Jul 2017.

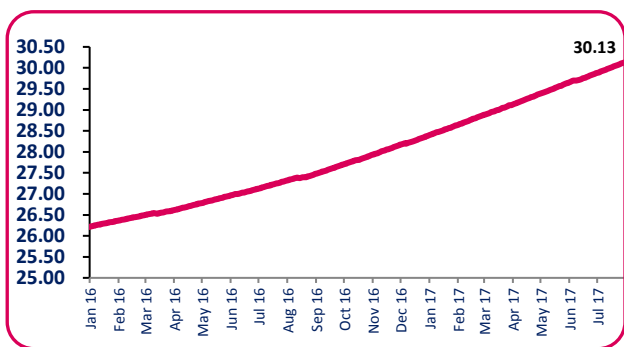
#### \*Top 10 Equity Holdings

■ ACCESS ENG	■ JKH
■ CENTRAL FINANCE	■ LB FINANCE
■ CHEVRON	■ PEOPLES LEASING
■ COMMERCIAL BANK	■ RCL
■ HNB	■ SAMPATH

\* In alphabetical order

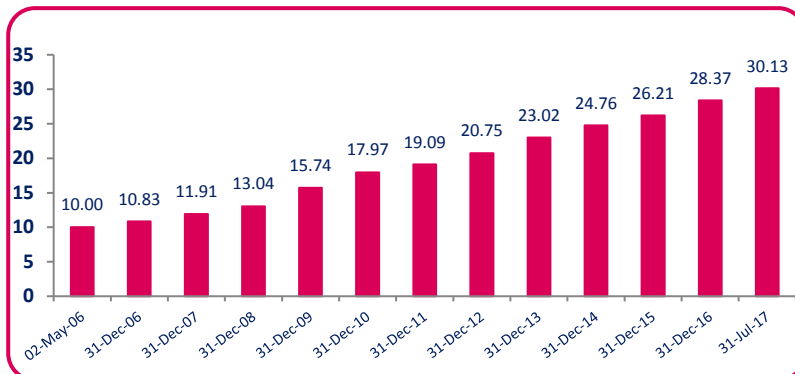
## Your fund performance: Secure fund For the month of July 2017

### Unit Price Movement



Note: past performance is not an indication of future

### Unit Price



Note: past performance is not an indication of future performance

### Unit Price Performance (as a percentage)

\*Since inception – 02/05/2006 to 31/12/2006 \*\*Period from 31/12/2016 to 31/07/2017

2006*	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
8.3	10.0	9.5	20.7	14.2	6.2	8.7	10.9	7.6	5.9	8.2	6.2

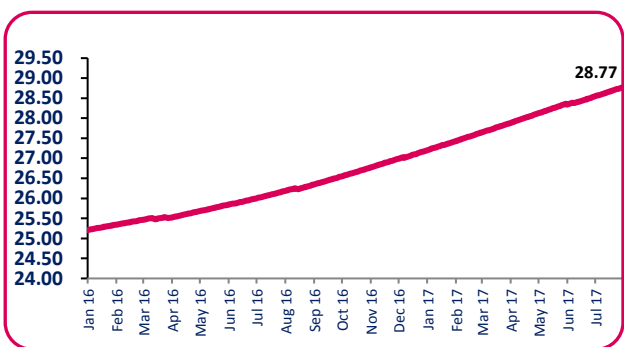
Note: past performance is not an indication of future performance

### Highlights of the performance

- The unit price of the Secure fund increased by 201.3% since the fund was started. This is an average growth rate of 10.3% per year.
- The unit price has increased by 6.2% for the period 01 Jan 2017 to 31 Jul 2017.

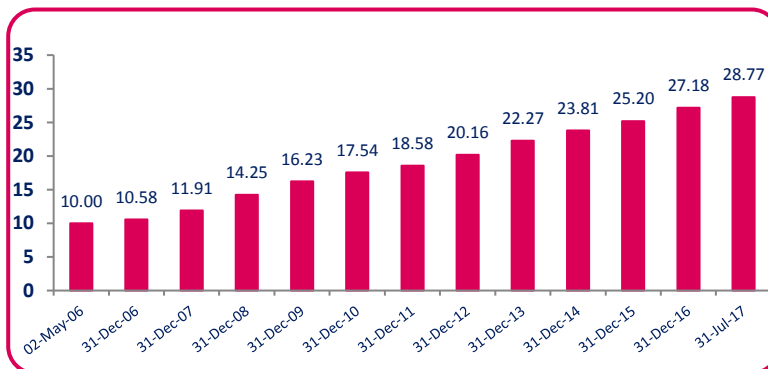
## Your fund performance: Protected fund For the month of July 2017

### Unit Price Movement



Note: past performance is not an indication of future performance

### Unit Price



Note: past performance is not an indication of future performance

### Unit Price Performance (as a percentage)

\*Since inception – 02/05/2006 to 31/12/2006 \*\*Period from 31/12/2016 to 31/07/2017

2006*	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
5.8	12.6	19.6	13.9	8.1	5.9	8.5	10.5	6.9	5.8	7.9	5.8

Note: past performance is not an indication of future performance

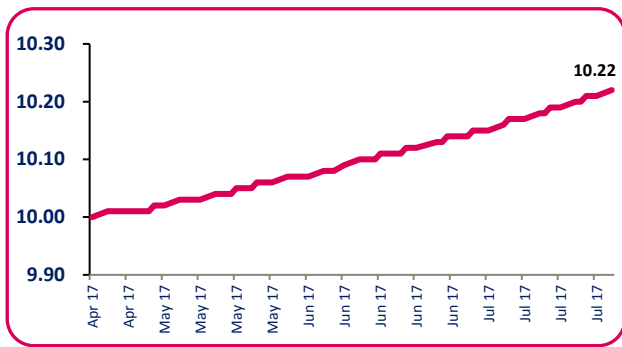
### Highlights of the performance

- The unit price of the Protected fund increased by 187.7% since the fund was started. This is an average growth rate of 9.8% per year.
- The unit price has performed better than the guaranteed gross return every year.
- The unit price has increased by 5.8% for the period 01 Jan 2017 to 31 Jul 2017.

# Your fund performance: Stable Money Market fund

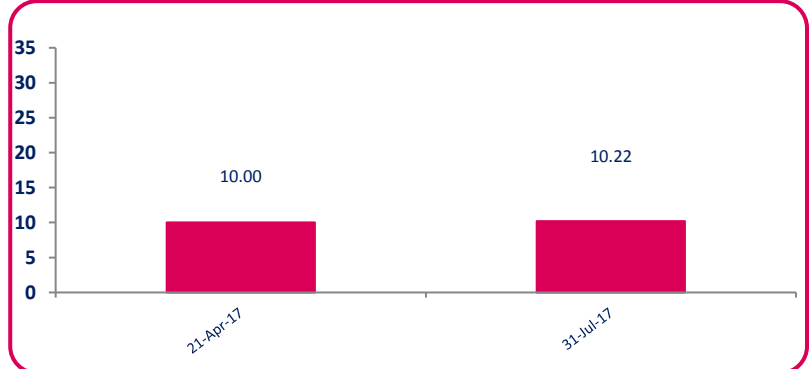
## For the month of July 2017

### Unit Price Movement



Note: past performance is not an indication of future performance

### Unit Price



Note: past performance is not an indication of future performance

### Unit Price Performance (as a percentage)

\*\*Period from 21/04/2017 to 31/07/2017

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
-	-	-	-	-	-	-	-	-	-	-	2.2

Note: past performance is not an indication of future performance

### Highlights of the performance

- The Stable Money Market fund was introduced on 21 Apr 2017.
- The unit price has increased by 2.2% for the period 21 Apr 2017 to 31 Jul 2017.

# About AIA

AIA Group is the pre-eminent life insurance provider in the Asia Pacific region.

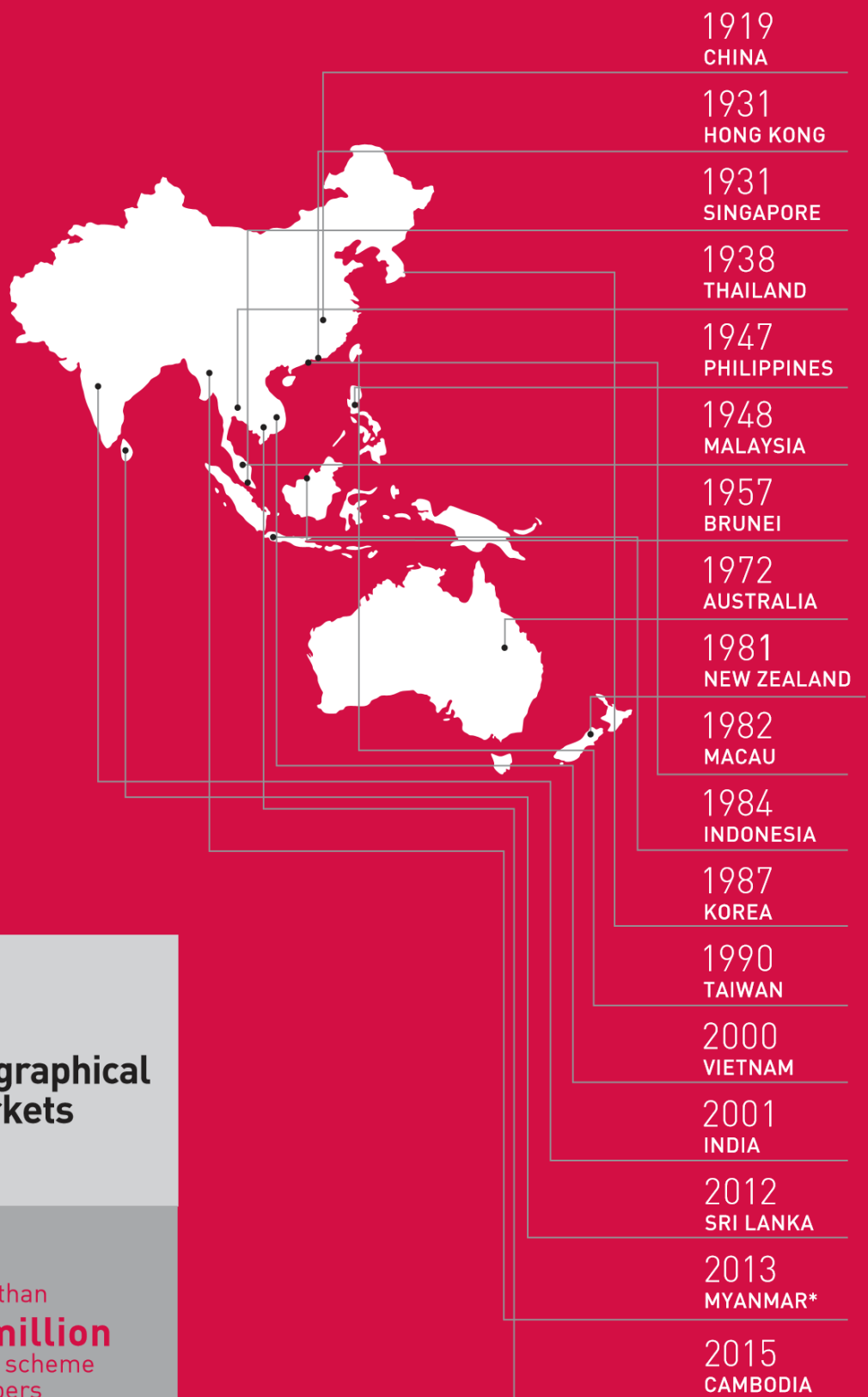
A total Sum Assured of over **US\$1 trillion**

**Almost 100 years** of history in Asia

**18 geographical markets**

More than **30 million** individual policies

More than **16 million** group scheme members



\*AIA has a representative office in Myanmar.



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