

# 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

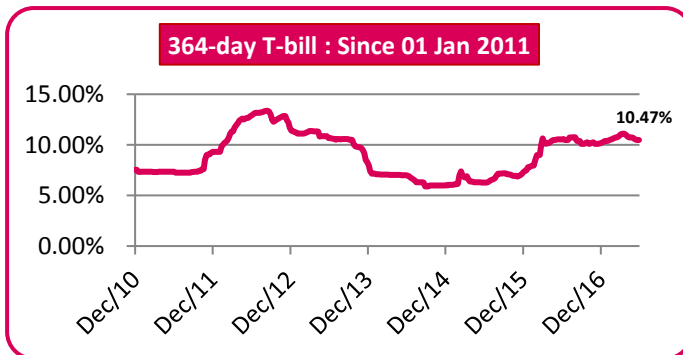
### Disclaimer:

The information in this report should not be considered as investment advice or a guarantee of future performance of Unit-linked funds of AIA since it is only based on historical data. AIA has tried its best to ensure accuracy of this report. AIA, its employees or authorised agents cannot be held responsible in any way for any errors or omissions in this document. AIA clearly denies all liabilities for any loss or damage, which may be suffered by any person as a result of relying on this information, even if such loss or damage is occurred by any fault or negligence of AIA, its employees or authorised agents.

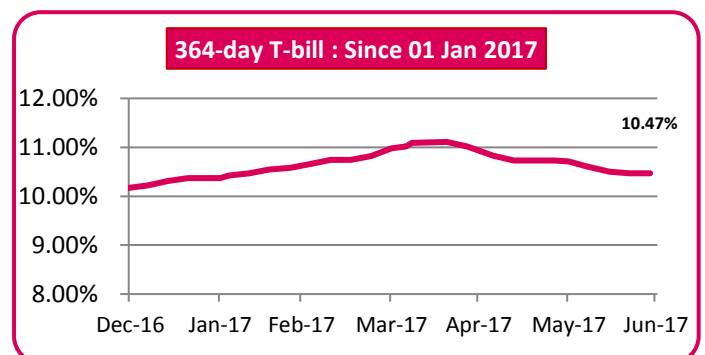
### Market update: Interest rates

#### For the month of June 2017

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



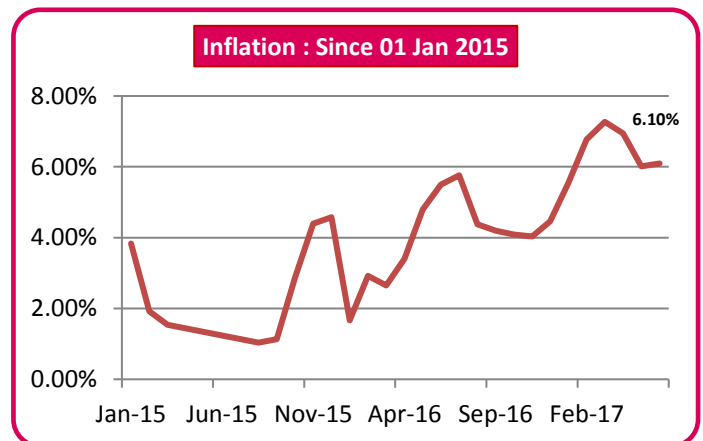
Note: past performance is not an indication of future performance



Note: past performance is not an indication of future performance

### Major events during June 2017

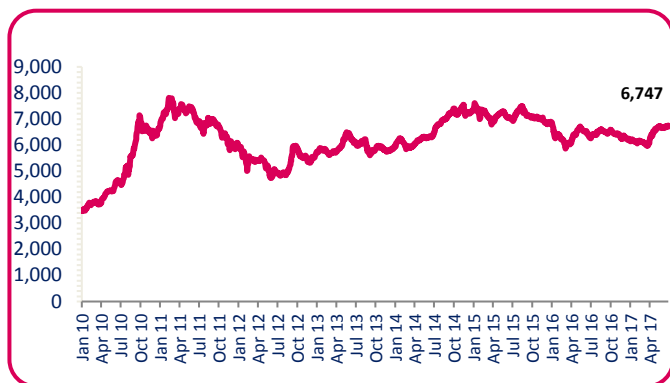
- Central Bank raised LKR 90 Billion by issuing treasury bills and LKR 45 Billion by issuing treasury bonds.
- Central Bank policy rates play a key role in determining the direction and level of market interest rates. The Central Bank maintained policy rates unchanged during the month, a reflection of its intent.
- Short term interest rates decreased over the month. For example the benchmark 364-day Treasury bill rate decreased to 10.47% from the previous month 10.73%.
- 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

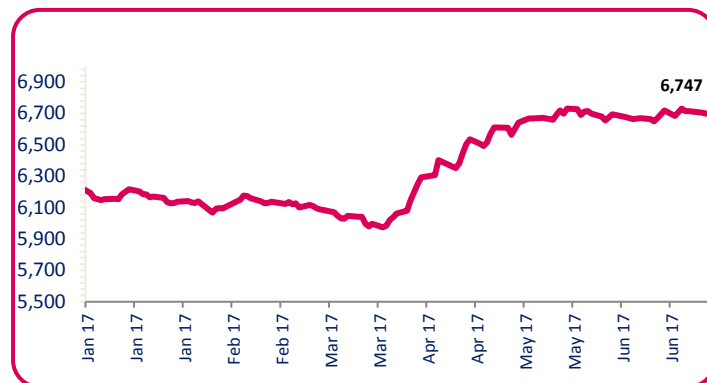
## Market update: Stock market For the month of June 2017

### ASPI Movement: Since 01 Jan 2010



Note: past performance is not an indication of future performance

### ASPI Movement: Since 01 Jan 2017

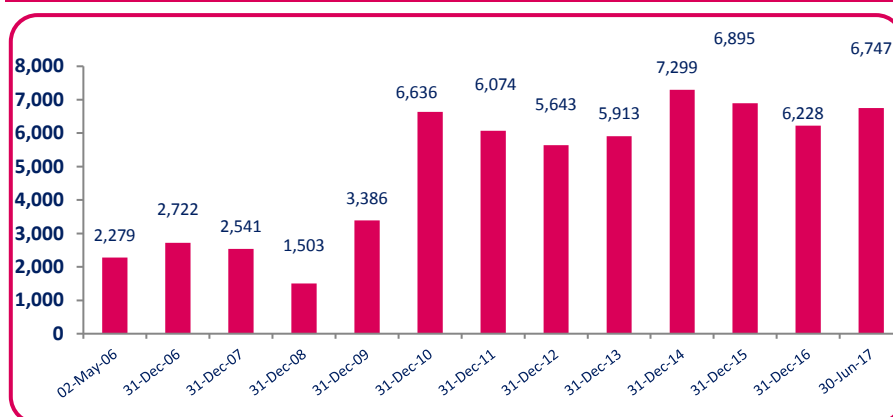


Note: past performance is not an indication of future performance

### Highlights of the performance

- The ASPI has increased by 196.1% since the unit linked funds were started. This is an average growth rate of 10.2% per year.
- The ASPI has increased by 8.3% for the period of 01 Jan 2017 to 30 Jun 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 30/06/2017

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%	8.3%

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

	Jun-2017	May-2017
All Share Price Index (ASPI)	6,747	6,674
ASPI growth for the month	1.1%	1.0%
Total market turnover (LKR Mn)	21,312	17,497
Market Capitalisation (LKR Bn)	3,041	2,953
PE Ratio (times)	11.5x	11.7x

### 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

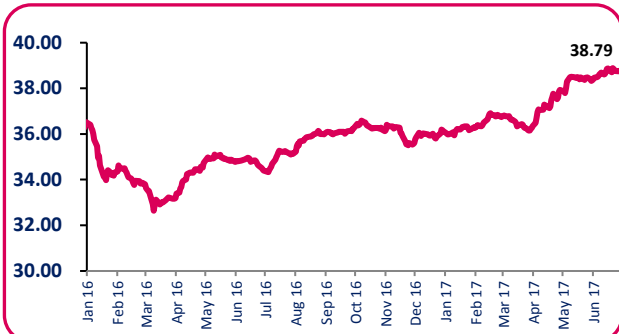
### Highlights of the month

- The equity market performance improved in June 2017 amidst higher foreign investor activity and net foreign investments.
- The ASPI increased by 8.3% over the period 01 Jan 2017 to 30 Jun 2017.
- Foreign investors purchased LKR 2.8 billion on a net basis in Jun 2017, resulting in a net inflow of LKR 21.7 billion during the year to date 2017.
- Our opinion is that equity market would remain volatile amid relatively low foreign investor activity.

## Your fund performance: Growth fund

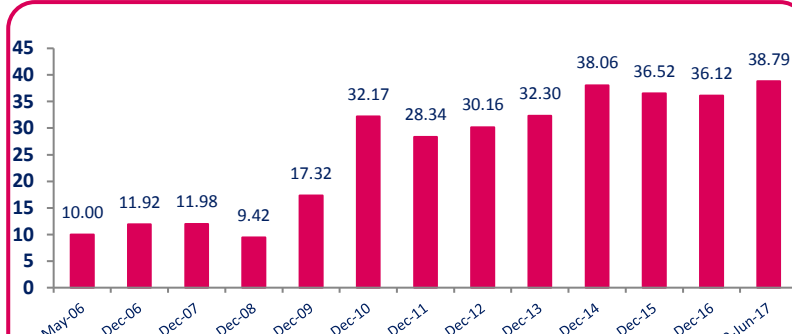
### For the month of June 2017

#### 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 30/06/2017

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	7.4

Note: past performance is not an indication of future performance

#### Highlights of the performance

- The unit price of the Growth fund increased by 287.9% since the fund was started. This is an average growth rate of 12.9% per year.
- The unit price has increased by 7.4% for the period 01 Jan 2017 to 30 Jun 2017.

#### \*Top 10 Equity Holdings

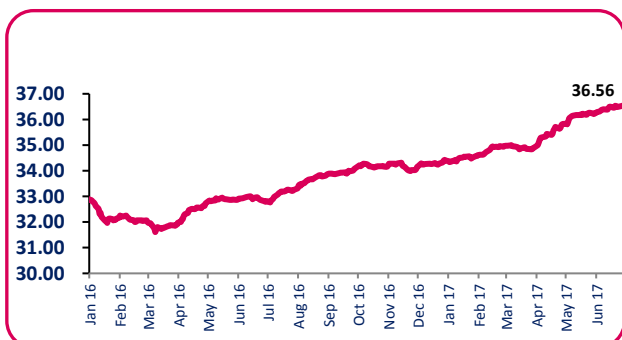
■ CENTRAL FINANCE	■ LB FINANCE
■ CHEVRON	■ PEOPLES LEASING
■ COMMERCIAL BANK	■ RCL
■ HNB	■ SAMPATH BANK
■ JKH	■ SEYLAN

\* In alphabetical order

## Your fund performance: Balanced fund

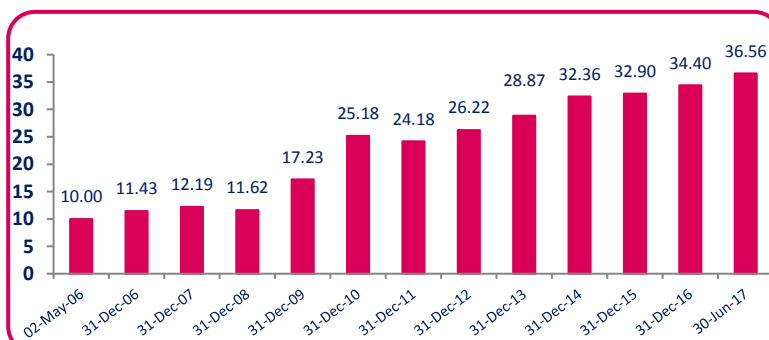
### For the month of June 2017

#### 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 30/06/2017

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 265.6% since the fund was started. This is an average growth rate of 12.3% per year.
- The unit price has increased by 6.3% for the period 01 Jan 2017 to 30 Jun 2017.

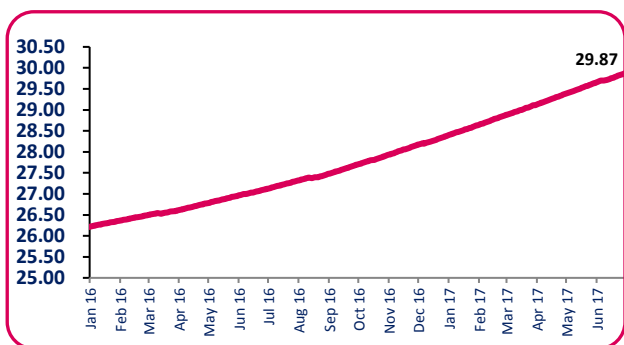
#### \*Top 10 Equity Holdings

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

\* In alphabetical order

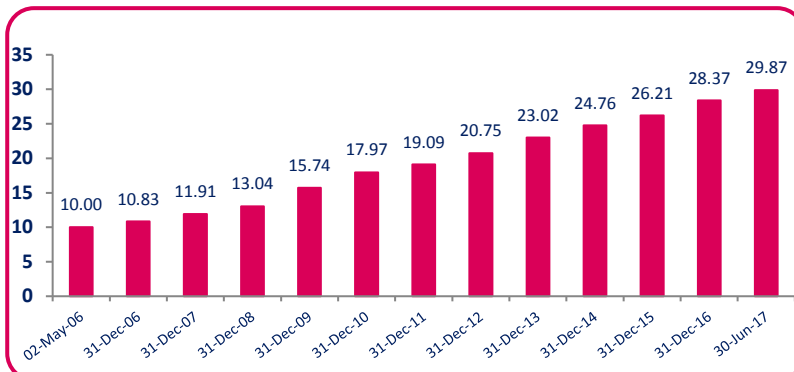
## Your fund performance: Secure fund For the month of June 2017

### 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 30/06/2017

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	5.3

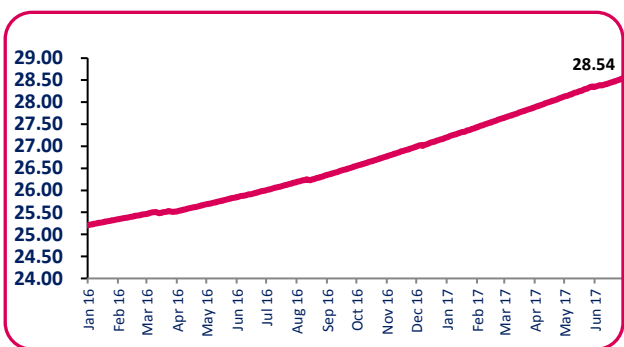
Note: past performance is not an indication of future performance

### Highlights of the performance

- The unit price of the Secure fund increased by 198.7% since the fund was started. This is an average growth rate of 10.3% per year.
- The unit price has increased by 5.3% for the period 01 Jan 2017 to 30 Jun 2017.

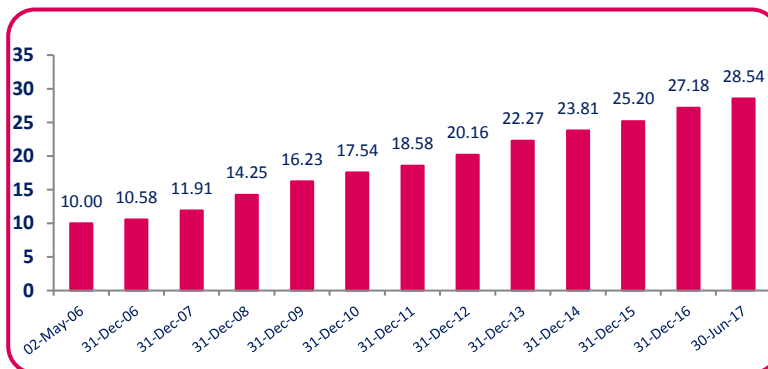
## Your fund performance: Protected fund For the month of June 2017

### 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 30/06/2017

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	5.0

Note: past performance is not an indication of future performance

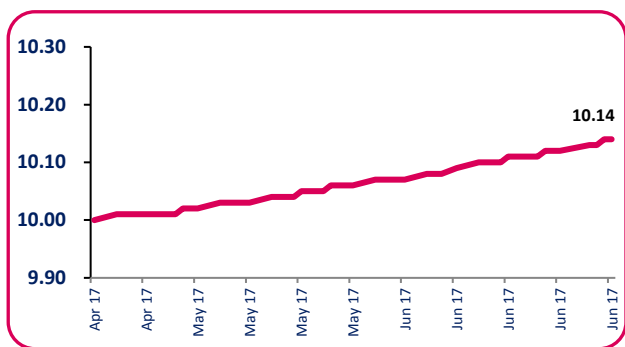
### Highlights of the performance

- The unit price of the Protected fund increased by 185.4% 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 5.0% for the period 01 Jan 2017 to 30 Jun 2017.

# Your fund performance: Stable Money Market fund

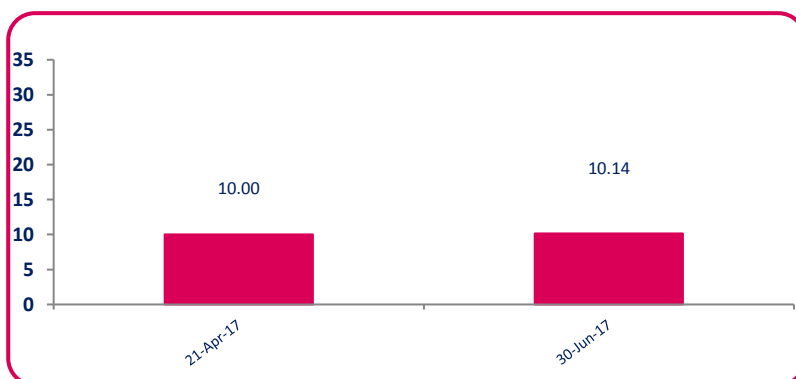
## For the month of June 2017

### 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 30/06/2017

2006	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016	2017**
-	-	-	-	-	-	-	-	-	-	-	1.4

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 1.4% for the period 21 Apr 2017 to 30 Jun 2017.

# About AIA

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

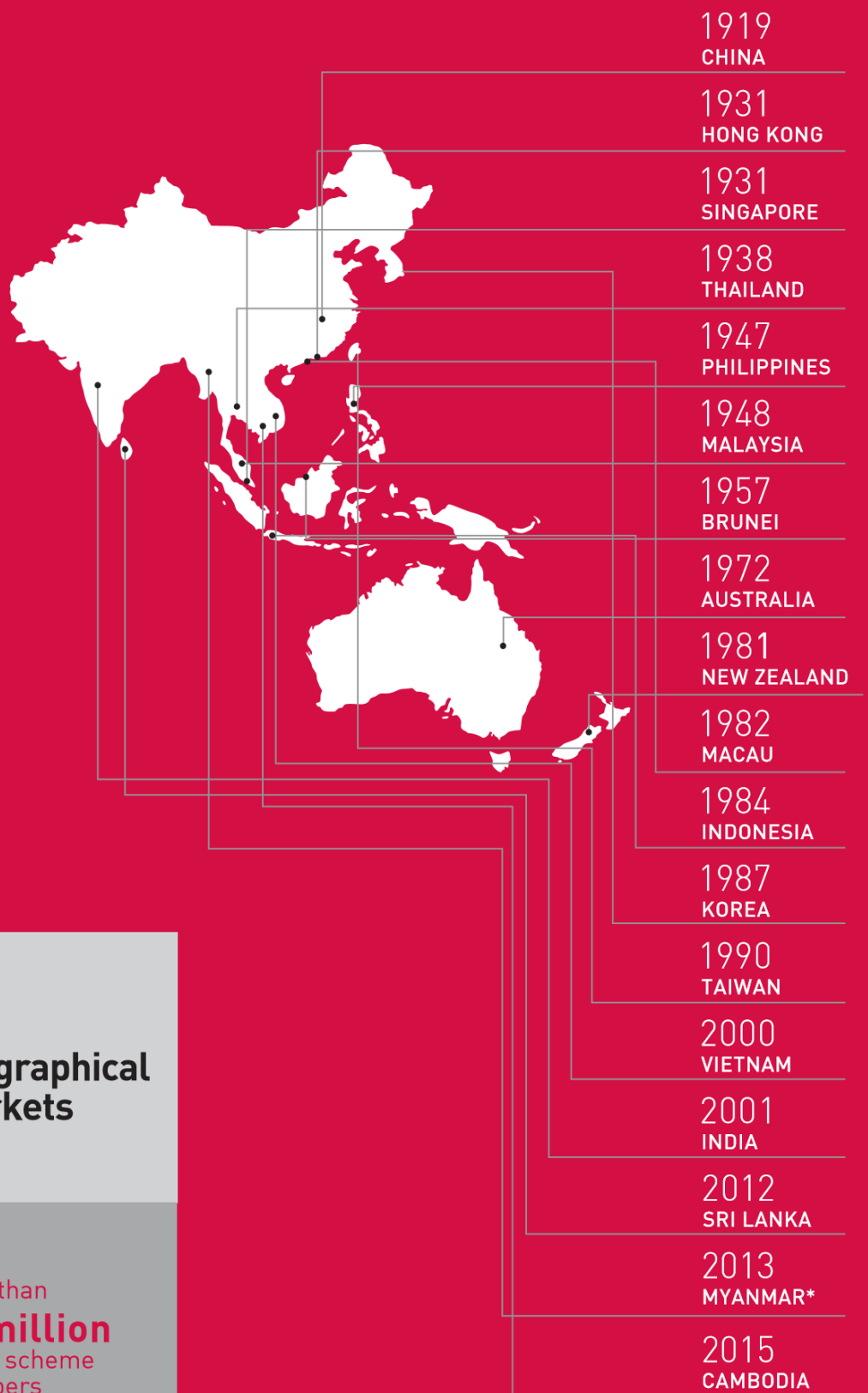
A total Sum Assured of over **US\$1 trillion**

**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.



THE REAL LIFE COMPANY

Official Insurance Partner

**AIA Insurance Lanka PLC**

(Co.No.PQ 18)

AIA Tower, 92, Dharmapala Mawatha, Colombo 07

Hotline: 011 2310310

Fax: 011 4715892

E-mail: [lk.info@aia.com](mailto:lk.info@aia.com)