

Hong Leong Global Resources Income Fund



FUND OBJECTIVE

- To provide regular income and seeks long-term growth of capital plus protection against inflation and monetary instability by investing into a diversified investment portfolio containing a mixture of fixed income securities and equity securities.

REVIEW & OUTLOOK AS AT END FEBRUARY 2011

February was a strong month for commodities. The political unrest that began in Tunisia and Egypt, countries relatively unimportant with respect to the oil markets, spread to more critical sources of oil supply, such as Libya. Libya has the ninth largest oil reserves of any country and the largest proven reserves in Africa. The first order impact of the events in North Africa and the Middle East has been a rapid rise in the price of oil, to over \$100/bbl in the U.S. and well over \$100/bbl in Europe, which imports more of its oil from the region. The second effect has been a 5.5% increase in February of the American Stock Exchange Oil Company Index (XOI). The largest impact has been on drilling and servicing companies, as they benefit most directly, not from higher energy prices, but from the search for additional oil. The Philadelphia Stock Exchange Oil Services Index (OSX) rose 8.9% in February and is up over 18% this year. Many drilling companies gained over 10% in February.

We added several energy equipment and servicing companies to the Portfolio in February, boosting our investments in the sector. We eliminated the small position in refining companies. Although gas prices are going up, it is not clear that refiners will be fully able to pass higher crude prices on to consumers. Merger activity across all industries in the energy sector continues, with several deals announced thus far this year and more expected. The other area of fragility in the global commodities market continues to be agriculture. Flooding in Australia has not only affected current production but may hinder future planting. Drought in China led to forecasts of a 15% reduction in wheat harvest, though the latest figures suggest that initial reports may have been too pessimistic. Wheat and soybean prices declined approximately 3% in February after months of sharp increases. Global reserves for most grains are at or near lows. Agriculture related stocks, such as fertilizers, equipment and processing companies, had significant gains recently. We have maintained our allocation to agriculture stocks.

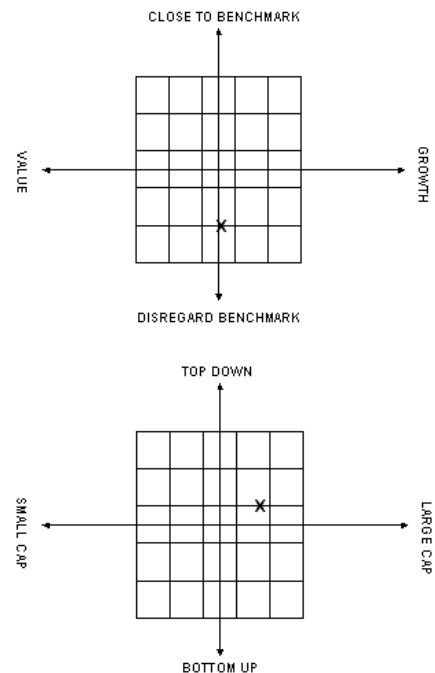
FUND MANAGER

Mr Geoffrey Ng holds a Bachelor of Commerce with double majors in Accounting and Finance from Carleton University, Ottawa, Canada. He also holds the CFA and CFP (M) professional qualifications. Prior to joining HLGAM Group he was Managing Director at Allioth Capital, a company focusing on raising cross border capital and M&A activities between Asia and the Middle East and managing corporate pension systems. His previous assignments include positions as Senior Vice President of Dubai Investment Group, Chief Investment Officer at Pacific Mutual Fund, Principal at Asset Management Business Intelligence and Fund Manager at Rashid Hussain Asset Management. He is also a member of the CFA Institute's Council of Examiners. Mr Geoffrey obtained his Capital Markets Services Representative's licence from the SC on 22 Oct 2009.

Newgate Capital Management LLC is a privately held global investment advisor located in Greenwich, Connecticut. The firm provides investment management services to private, corporate and public funds, educational and charitable institutions, healthcare organizations and private clients. Newgate's primary mission is to provide superior risk-adjusted performance for their clients. Founded in 1982 on the philosophy of top-down, value oriented investing; Newgate has grown to become one of the world's leading investment houses.

Note:-(1) Based on the Fund's portfolio returns as at 31 January 2011, the Volatility Factor (VF) for this Fund is 16.8 and is classified as "High".(Source:Lipper). "High" includes funds with VF that are above 15.505 but not more than 18.565 (Source:Lipper). The VF means there is a possibility for the Fund in generating an upside return or downside return around this VF. The Volatility Class (VC) is assigned by Lipper based on quintile ranks of VF for qualified funds. VF is subject to monthly revision and VC will be revised every six months. The Fund's portfolio may have changed since this date and there is no guarantee that the Fund will continue to have the same VF or VC in the future. Presently, only funds launched in the market for at least 36 months will display the VF and its VC.

INVESTMENT STYLE



BENCHMARK	%
RAM QUANT SHOP MGS BOND	50 + 50
ALL 1 + YEAR INDEX +	
MSCI ACWI INDEX	

Principal Risks of the Fund

- Market risk
- Liquidity risk
- Credit / Default risk
- Interest rate risk
- Particular security risk
- Currency risk
- Country risk
- Resources sector specific risk
- Legal risk
- Structured products/Options risk
- Structured products/Options counterparty risk
- Structured products/Options valuation risk

Investors are advised to read and understand the contents of the Hong Leong Master Prospectus Foreign Series Issue No.5 which is dated 1 June 2010, and expires on 31 May 2011 (collectively known as the "Prospectus"), before investing. The Prospectus has been registered with the Securities Commission who takes no responsibility for its contents. A copy of the Prospectus can be obtained from any of HLAM's offices, agents or our authorised distributors. You should also consider the fees and charges involved before investing. Prices of units and distributions payable, if any, may go down or up and that past performance is no guarantee of future performance. Applications must be made on the 'Account Opening Form' referred to and accompanying the Prospectus.

Hong Leong Global Resources Income Fund

Date : 28/02/11

FUND INFORMATION

Launch date	13 November 2006
Fund category (as per Lipper)	Mixed Asset Global
Fund type	Growth and Income
Fund Size in RM	103.40 million
Launch price	RM0.50
Initial investment	RM1000.00
Subsequent investment	RM100.00
Sales charge	6.00%
Annual management fee	1.50% per annum
Exit fees	N/A
Annual expense ratio as at 30/09/10	1.74
EPF investment scheme	N/A

RISK AS AT END 28/02/2011

3-YEAR Annualized Volatility	16.28
3-YEAR Annualized Sharpe Ratio	-0.13
HSBC Risk Classification	Balanced

**3-YEAR VOLATILITY AND SHARPE RATIO FIGURES ARE BASED ON NAV, ADJUSTED FOR DISTRIBUTIONS RE-INVESTED AND IN MYR.

FUNDS NAV AS AT END 28/02/2011

52-Week High	0.5097
52-Week Low	0.4009

TRAILING RETURNS	3 MTH	6 MTH	1 YR	2 YR	3 YR	5 YR
Absolute Returns To Date (%)	7.45	21.72	13.68	37.29	2.13	N/A
Annualized Returns To Date (%)	29.80	43.44	13.68	18.65	0.71	N/A

PERFORMANCE FIGURES ARE BASED ON NAV-TO-NAV, DISTRIBUTIONS RE-INVESTED IN MYR.

CALENDAR YEAR RETURNS	2007	2008	2009	2010
HLG Global Resources Income Fund (%)	25.00	-24.67	24.34	8.91
50% RAM Quant Shop MGS Bond All 1 + Year Index + 50% MSCI ACWI Index (%)	4.11	-17.71	16.45	3.74

PERFORMANCE FIGURES ARE BASED ON NAV-TO-NAV, DISTRIBUTIONS RE-INVESTED IN MYR.

TOP 10 HOLDINGS AS AT END 28/02/2011	% OF FUND
Public Bank Berhad - Unlisted Bond - 2018	9.98%
Malayan Banking Berhad -Unlisted Bond - 2012	9.85%
IJM Corporation Berhad - Unlisted Bond - 2013	5.03%
OCBC Limited - Unlisted Bond - 2013	5.00%
AmBank Berhad - Unlisted Bond - 2013	4.93%
AmIslamic Bank Berhad - Islamic Unlisted Bond - 2011	3.45%
ABN-AMRO - Unlisted Negotiable Certificate of Instruments - 2012	2.93%
Schlumberger Limited - U.S.	2.27%
Vale SA - Sponsored ADR - U.S.	2.20%
Cliff Natural Resources Incorporated - U.S.	2.06%

No of equity stocks Holdings 48 stocks

SOURCE: Hong Leong Asset Management Bhd
(Formerly known as HLG Unit Trust Bhd)

CHART 1: HISTORICAL PRICE FUND SINCE INCEPTION



NAV line chart (based on NAV-to-NAV, Dividend re-invested)

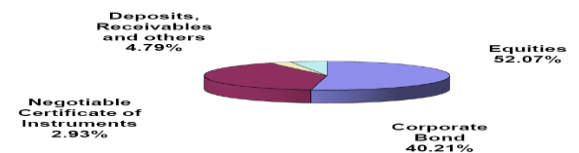
CHART 2: PERFORMANCE OF FUND SINCE INCEPTION



Source: Lipper

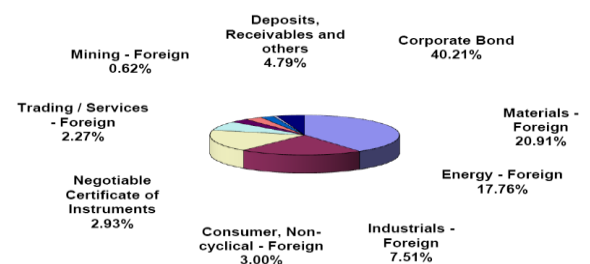
Calculation: Nav-Nav, gross (i.e income from HLGRI CF such as distributions, if any, will be reinvested), based in Ringgit Malaysia, Percentage Growth

ASSET ALLOCATION* AS AT 28/02/11



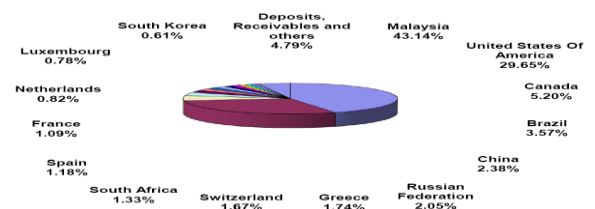
*as a percentage of NAV. Please note that asset exposures for the funds are subject to frequent change on a daily basis.

SECTOR ALLOCATION* AS AT 28/02/11



*as a percentage of NAV for HLGRI CF. Please note that asset exposures for the funds are subject to frequent change on a daily basis.

COUNTRY ALLOCATION* AS AT 28/02/11



*as a percentage of NAV for HLGRI CF. Please note that asset exposures for the funds are subject to frequent change on a daily basis.