

MAX FUNDS

Annual Report and Audited Financial Statements
For the year ended 31 December 2018



MCI(P) 091/01/2019

Contents

| | |
|--|----|
| Message | 1 |
| <hr/> | |
| Investment Outlook | 2 |
| <hr/> | |
| Fund Fact Sheet | |
| Max Asian Credit Opportunities | 4 |
| Max Multi-Asset Advantage Fund | 11 |
| Max Asian Equity Yield Fund | 16 |
| Max Pacific Equity Fund | 22 |
| Max Global Emerging Markets Fund | 27 |
| Max Global Allocation Fund | 32 |
| Max Singapore Balanced Fund | 38 |
| Max Singapore Trust Fund | 43 |
| <hr/> | |
| Capital Account | 47 |
| Statement of Assets and Liabilities | 49 |
| <hr/> | |
| Notes to the Accounts | 50 |
| Independent Auditor's Report | 51 |

GENERAL DISCLAIMERS:

The fact sheets on Max Funds are compiled by The Great Eastern Life Assurance Company Limited (GEL). The information presented is for informational use only. A product summary and a Product Highlights Sheet in relation to the funds may be obtained through GEL or its appointed distributors. Potential investors should read the product summary and the Product Highlights Sheet before deciding whether to invest in the funds. Returns on the units of the funds are not guaranteed. The value of the units in the funds and the income accruing to the units, if any, may fall or rise. The fees and charges payable through deduction of premium or cancellation of units are excluded in the calculation of fund returns. Past returns, and any other economic or market predictions, projections or forecasts, are not necessarily indicative of future or likely performance.



2018 was a challenging year. Financial markets globally faced many uncertainties from changes in monetary policies, geopolitical tensions and trade disputes among major trading partners. Against this difficult backdrop, all financial markets were negatively impacted particularly during the 4th quarter, and our investments were similarly affected.

We remain committed to provide you with a wide range of funds invested in varied asset classes and geographical regions and will continue to work with our fund managers to ensure the quality of the investment performances to help you meet your financial goals.

We thank you for your continued trust and support.

Yours sincerely

A handwritten signature in black ink, appearing to read 'Khor Hock Seng'. The signature is stylized and fluid.

Khor Hock Seng
Group Chief Executive Officer
Great Eastern Holdings

Please refer to page 3 for disclaimer.

Investment Outlook

The environment for 2019 grows increasingly challenging as the global economic cycle matures. At this turning point of global growth, geopolitical tensions, and central bank policy, markets have seen the return of volatility and drawdowns. The confluence of moderating growth, trade tensions and political risks has driven valuations to historically-attractive levels. With history as a guide, this may prove a compelling entry point for patient investors.

US

Growth in the US is expected to weaken to 2.6% in 2019. As the stimulus from tax reform wears off, growth will be underpinned by domestic consumption with strength in the labour market lifting wages. Inflationary pressure remains within Fed targets and is supportive of a pause in the rate hike cycle. That said, following the correction, valuations for US equities are no longer overvalued and closer to historical averages. Returns from equities are expected to moderate as profit margins come under pressure from slower growth and rising wages. However, two risks could shake confidence further. First, further deterioration in US-China trade conflicts and the rise of continued political tensions as US seeks to contain China's rise. Second, a gridlocked US government could hamper policy making, while the potential investigations into President Trump's business interests could increase uncertainty.

Europe

Growth in Europe is likely to moderate to 1.6% in 2019, driven partly by a combination of factors. Transient factors such as weakness in the automobile industry from new emission standards will work out over time, while the weakness in the global trade outlook will take longer to resolve as China engineers a smooth slowdown. Inflationary pressures are likely to rise and monetary policy will be less supportive. The European Central Bank has stopped balance sheet expansion and guided rate hike expectations in the fourth quarter 2019. Politics in Europe remains a source of uncertainty and may increase in the May 2019 European parliament elections. Meanwhile, Italy and peripheral economies continue to push for regional fiscal tools, and the outlook remains uncertain with Brexit weighing down growth expectations for the UK.

Japan

Market valuations have reached historically-attractive levels. However, global economic indicators have weakened further across the major economies. The earnings outlook for Japanese companies has also weakened. Nevertheless, the domestic picture in Japan seems favourable and stable. Hence, on balance, Japanese stocks have retained their value proposition.

Asia Pacific ex-Japan

Despite the headwinds of macro risks, Asian equities are trading at relatively attractive valuations. Short of a recessionary environment, valuations are trading at near bottom levels. However, the key concerns remain with the impact of Fed rate hikes, and the potential risk of monetary policy mistakes and a possible global recession. In the near term, continuous positive dialogue between the US and China may pave the way for a de-escalation of trade tensions.

Conclusion

While staying aware of risks, investors may adopt a selective mindset in a mature economic cycle. The investment environment will continue to pose challenges, and navigation through such uncertain times requires patience with portfolio diversification and prudent risk management.

All data from Bloomberg are presented as at 25 February 2019 unless otherwise stated.

Disclaimer: *The report is accurate at time of writing on 25 February 2019. Past performance is not necessarily indicative of future performances. Any opinion or view presented is subject to change without notice. The document is intended for information purposes only, and is not intended as an offer or solicitation for the purchase or sale of any financial instrument.*

The information provided may contain projections or other forward looking statements regarding future events or future financial performance of countries, markets or companies, and such prediction or forecast is not necessarily indicative of the future or likely performance of the fund.

Fund Facts

| | |
|----------------------|--|
| Inception Date: | 30 November 2004 |
| NAV Price: | S\$ 0.540 |
| Fund Size: | S\$ 26.45 million |
| Underlying Fund: | Schroder ISF Asian Credit Opportunities (SGD-Hedged) |
| Fund Manager: | Schroder Investment Management (Singapore) Ltd |
| Fund Management Fee: | 1.00% p.a. (1.75% p.a. max) |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Medium to High |
| Benchmark: | J.P. Morgan Asian Credit Index (JACI) for reference purposes only [^] |

Investment Objective

The ILP Sub-Fund invests all or substantially into the Schroder ISF Asian Credit Opportunities (SGD-Hedged) ("Underlying Fund") which aims to provide capital growth and income by investing in fixed and floating rate securities issued by companies in Asia.

The Manager intends to make distributions at a variable percentage per annum of the NAV per unit on a monthly basis, subject to the Manager's discretion.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year [*] | 5-year [*] | 10-year [*] | Since Inception [*] |
|--------------------------------|---------|---------|--------|---------------------|---------------------|----------------------|------------------------------|
| Max Asian Credit Opportunities | -0.08 | 0.18 | -4.22 | 0.42 | 0.35 | -0.73 | -0.16 |
| Benchmark | 0.43 | 1.46 | -1.47 | NA | NA | NA | NA |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

^{*} Performance figures longer than 1 year are annualised.

[^] Effective 1 September 2016, the ILP Sub-Fund is restructured from Max Asian Bond Fund and the benchmark is changed to J.P. Morgan Asian Credit Index (JACI) for reference purposes only, to bring the ILP Sub-Fund's benchmark more in line with the Schroder Asian Credit Opportunities. The performance figures of the reference benchmark more than 1 year are not available as Max Asian Bond Fund had a different benchmark prior 1 September 2016. With effect from 21 August 2018, the ILP Sub-Fund invests all or substantially into the Schroder ISF Asian Credit Opportunities (SGD-Hedged).

Investments in Collective Investment Schemes

| | Market Value S\$ | % of Net Assets |
|--|-----------------------------|----------------------------|
| <u>Unit Trust</u> | | |
| Schroder International Selection Fund Asian Credit Opportunities | 26,446,466 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018*

| | Market Value US\$ | % of Net Assets |
|--|------------------------------|----------------------------|
| Schroder ISF Asian Convertible Bond | 1,263,376 | 2.77 |
| Nagacorp 9.375% 21/05/2021 | 1,067,129 | 2.34 |
| WTT Investment 5.5% 21/11/2022 | 982,203 | 2.15 |
| United States Treasury Bill 0% 28/02/2019 | 897,891 | 1.97 |
| Hilong Holding 7.25% 22/06/2020 | 807,230 | 1.77 |
| China Cinda Finance 2017 4.1% 09/03/2024 | 798,279 | 1.75 |
| Sinopec Group Overseas Dev. 2015 4.1% 28/04/2045 | 757,929 | 1.66 |
| NWD MTN 5.25% 26/02/2021 | 733,501 | 1.61 |
| Bangkok Bank 4.05% 19/03/2024 | 714,586 | 1.57 |
| Goodman HK Finance 4.375% 19/06/2024 | 709,874 | 1.56 |

Top 10 Holdings of Underlying Fund as at 31 December 2017*^

| | Market Value US\$ | % of Net Assets |
|---|------------------------------|----------------------------|
| US Treasury Bill 1 Feb 2018 | 1,398,559 | 2.44 |
| ABM Investama Tbk PT 7.125% 1 Aug 2022 | 1,245,000 | 2.17 |
| Newcastle Coal Infrastructure Group Pty Ltd 4.4% 29 Sep 2027 | 1,101,375 | 1.92 |
| I.T Ltd 6.25% 15 May 2018 | 1,033,451 | 1.81 |
| Indonesia Treasury Bond 7% 15 May 2022 | 999,996 | 1.75 |
| Hongkong Electric Finance Ltd EMTN 2.875% 3 May 2026 | 969,900 | 1.69 |
| PB Intl BV 7.625% 26 Jan 2022 | 960,633 | 1.68 |
| Goodman HK Finance EMTN 4.375% 19 Jun 2024 | 942,469 | 1.65 |
| Proven Honour Capital Ltd 4.125% 6 May 2026 | 923,625 | 1.61 |
| Hutchison Whampoa Intl 14 Ltd 3.625% 31 Oct 2024 | 923,477 | 1.61 |

Allocation By Country (Underlying Fund)*

| | Market Value US\$ | % of Net Assets |
|----------------------|------------------------------|----------------------------|
| Brazil | 485,147 | 1.06 |
| Cambodia | 1,067,129 | 2.34 |
| China | 20,436,607 | 44.78 |
| Hong Kong | 4,594,482 | 10.07 |
| India | 1,151,914 | 2.52 |
| Indonesia | 5,030,885 | 11.02 |
| Kuwait | 457,048 | 1.00 |
| Macau | 505,907 | 1.11 |
| Mexico | 1,561,604 | 3.42 |
| Pacific ex Japan | 1,263,376 | 2.77 |
| Peru | 491,109 | 1.08 |
| Philippines | 859,566 | 1.88 |
| Singapore | 507,608 | 1.11 |
| Korea, Republic Of | 1,885,449 | 4.13 |
| Thailand | 714,586 | 1.57 |
| United Arab Emirates | 951,495 | 2.09 |
| United States | 1,097,602 | 2.40 |
| Others ** | 2,579,003 | 5.65 |
| Total | 45,640,517 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*

| | Market Value US\$ | % of Net Assets |
|---|------------------------------|----------------------------|
| Consumer | 2,382,275 | 5.22 |
| Developed | 20,398,206 | 44.69 |
| Financial | 6,136,898 | 13.45 |
| Industrial | 2,900,331 | 6.35 |
| Infrastructure | 1,206,564 | 2.64 |
| Metals and mining | 946,975 | 2.08 |
| Real Estate | 4,815,138 | 10.55 |
| Technology, Media and Telecommunication | 507,608 | 1.11 |
| Others ** | 6,346,522 | 13.91 |
| Total | <u>45,640,517</u> | <u>100.00</u> |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value US\$ | % of Net Assets |
|--------------------------------|------------------------------|----------------------------|
| Fixed Income | 41,728,300 | 91.43 |
| Unit Trust | 1,226,718 | 2.69 |
| Other net assets/(liabilities) | 2,685,499 | 5.88 |
| Total | <u>45,640,517</u> | <u>100.00</u> |

Credit Rating of Debt Securities (Underlying Fund)*

| | Market Value US\$ | % of Net Assets |
|--------------|------------------------------|----------------------------|
| AAA | 890,096 | 1.95 |
| AA | 1,727,052 | 3.78 |
| A | 7,979,865 | 17.48 |
| BBB | 15,295,480 | 33.51 |
| BB | 9,330,509 | 20.44 |
| B | 6,319,239 | 13.85 |
| Not Rated | 2,741,141 | 6.01 |
| Total | <u>44,283,382</u> | <u>97.02</u> |

Expense/Turnover Ratios *

| | Expense Ratio | | Turnover Ratio | |
|--------------------------------|------------------|-------------------------------|------------------|-------------------------------|
| | 31 December 2018 | 31 December 2017 [^] | 31 December 2018 | 31 December 2017 [^] |
| Max Asian Credit Opportunities | 1.34% | 1.25% | 30.20% | 124.26% |
| SGD Hedged A Dis # | | | | |
| Underlying Fund | 1.34% | 1.25% | 30.20% | 124.26% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The expense and turnover ratios are derived from its underlying fund – Schroder International Selection Fund Asian Credit Opportunities, which is based on unaudited draft accounts.

[^] The underlying fund was changed from Schroders Asian Credit Opportunities to Schroders International Asian Credit Opportunities effective 06 August 2018. Prior period information was based on previous underlying fund – Schroders Asian Credit Opportunities.

Exposure to Derivatives*

Nil.

Borrowings*

Nil.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|------------|
| Subscriptions | 2,577,519 |
| Redemptions | 5,418,485 |

Related-Party Transactions

Not applicable.

Soft Dollar Commissions *

Each Investment Manager may enter into soft commission arrangements only where there is a direct and identifiable benefit to the clients of the Investment Manager, including the relevant Sub-Fund, and where the Investment Manager is satisfied that the transactions generating the soft commissions are made in good faith, in strict compliance with applicable regulatory requirements and in the best interests of the relevant Sub-Fund. Any such arrangements must be made by the Investment Manager on terms commensurate with best market practice.

Any material information that will adversely impact the valuation of the fund *

Nil.

** Source: Schroder Investment Management (Singapore) Ltd*

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Fund Facts

| | |
|----------------------|--|
| Inception Date: | 15 March 2004 |
| NAV Price: | S\$ 1.228 |
| Fund Size: | S\$ 47.50 million |
| Underlying Fund: | Schroder Multi-Asset Advantage |
| Fund Manager: | Schroder Investment Management (Singapore) Ltd |
| Fund Management Fee: | 1.00% p.a. (1.75% p.a. max) |
| Valuation Frequency: | Weekly |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Low to Medium |

Investment Objective

The ILP Sub-Fund invests all or substantially into Schroder Multi-Asset Advantage (“Underlying Fund”) which aims to provide growth through exposure to a portfolio of investment funds and indices comprised of various asset classes and a continuous Minimum Floor on each dealing day equal to 85% of the highest Net Asset Value per Unit reached on any prior dealing day on and after 24 November 2009. The Minimum Floor is a target only and is not guaranteed.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year* | 5-year* | 10-year* | Since Inception* |
|--------------------------------|---------|---------|--------|---------|---------|----------|------------------|
| Max Multi-Asset Advantage Fund | -6.41 | -5.00 | -5.04 | 1.57 | 1.41 | 1.42 | 1.40 |

Source: Morningstar. Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

* Performance figures longer than 1 year are annualised.

[^] The performance of the Underlying Fund is not measured against any benchmark. This is because conventional benchmarks are unconstrained, whereas the Underlying Fund is constrained by the Minimum Floor. Hence no conventional benchmark would be appropriate to measure the performance of the Underlying Fund.

Investments in Collective Investment Schemes

| | Market Value S\$ | % of Net Assets |
|-------------------------------------|-----------------------------|----------------------------|
| <u>Unit Trust</u> | | |
| Schroder Multi-Asset Advantage Fund | 47,497,078 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| MAS Bill Series 84 8 Feb 2019 | 9,282,423 | 18.01 |
| MAS Bill Series 84 11 Jan 2019 | 9,095,632 | 17.64 |
| SISF - US Large Cap A Acc | 6,594,628 | 12.80 |
| SISF - QEP Global Core C Acc | 4,532,610 | 8.80 |
| Schroder Singapore Fixed Income Fund Class I | 3,092,598 | 6.00 |
| MAS Bill Series 84 1 Mar 2019 | 2,492,000 | 4.84 |
| Schroder Global Quality Bond Class I USD Accumulation | 2,436,809 | 4.73 |
| SISF - EURO Equity C Acc | 1,791,123 | 3.48 |
| SISF - Global Equity Alpha A Acc | 1,707,378 | 3.31 |
| SISF - Asian Opportunities A Acc | 1,693,852 | 3.29 |

Top 10 Holdings of Underlying Fund as at 31 December 2017*

| | Market Value S\$ | % of Net Assets |
|--|-----------------------------|----------------------------|
| SISF - US Large Cap A Acc | 7,381,915 | 12.39 |
| SISF - QEP Global Core C Acc | 6,108,817 | 10.25 |
| MAS Bill Series 84 2 Feb 2018 | 6,089,508 | 10.22 |
| SISF - QEP Global Active Value A Acc | 4,925,189 | 8.27 |
| MAS Bill Series 84 9 Feb 2018 | 4,540,627 | 7.62 |
| SISF - EURO Equity C Acc | 4,207,592 | 7.06 |
| Schroder Singapore Fixed Income Fund Class I | 4,197,473 | 7.05 |
| MAS Bill Series 84 5 Jan 2018 | 3,798,746 | 6.38 |
| SISF - Asian Opportunities A Acc | 2,710,815 | 4.55 |
| SISF - Japanese Equity A Acc | 2,642,229 | 4.43 |

Allocation By Country (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|--------------------------|-----------------------------|----------------------------|
| Luxembourg | 20,957,633 | 40.68 |
| Singapore | 27,649,790 | 53.65 |
| United States of America | 852,818 | 1.66 |
| Others** | 2,064,116 | 4.01 |
| Total | 51,524,357 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| Collective Investment Schemes - Equities | 19,553,865 | 37.95 |
| Collective Investment Schemes - Fixed income Securities | 7,183,608 | 13.94 |
| Collective Investment Schemes - Alternative investments | 852,818 | 1.66 |
| Debt Securities | 21,869,950 | 42.44 |
| Others** | 2,064,116 | 4.01 |
| Total | 51,524,357 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|--------------------------------|-----------------------------|----------------------------|
| Equities | 19,553,865 | 37.95 |
| Fixed Income Securities | 7,183,608 | 13.94 |
| Alternative Investments | 852,818 | 1.66 |
| Debt securities | 21,869,950 | 42.44 |
| Other net assets/(liabilities) | 2,064,116 | 4.01 |
| Total | 51,524,357 | 100.00 |

Credit Rating of Debt Securities (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|-----------|---------------------|--------------------|
| Not Rated | 21,869,950 | 42.44 |

Expense/Turnover Ratios*

| | Expense Ratio | | Turnover Ratio | |
|---|---------------------|---------------------|---------------------|---------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Multi-Asset Advantage Fund [#] | 1.49% | 1.53% | 231.85% | 153.44% |
| Underlying Fund | 1.49% | 1.53% | 231.85% | 153.44% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

[#] The expense and turnover ratios are derived from its underlying fund – Schroder Multi-Asset Advantage Fund, which is based on unaudited draft accounts.

Exposure to Derivatives*

| | Market Value S\$ | % of Net Assets |
|---|---------------------|--------------------|
| (i) Market value of derivative contracts | | |
| - Foreign Exchange Forward Contracts | (5,471) | (0.01) |
| - Foreign Exchange Spot Contracts | (647) | 0.00 |
| - Futures | 219,429 | 0.43 |
| (ii) Net gain on derivative realised | 140,317 | |
| (iii) Net gain on outstanding derivatives | 213,311 | |

Borrowings*

Nil.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|-----------|
| Subscriptions | 307,576 |
| Redemptions | 5,214,481 |

Related-Party Transactions

Not applicable.

Soft Dollar Commissions*

In the management of the Fund, the Manager may accept soft dollar commissions from, or enter into soft dollar arrangements with, stockbrokers who execute trades on behalf of the Fund and the soft dollars received are restricted to the following kinds of services:

- (i) research, analysis or price information;
- (ii) performance measurement;
- (iii) portfolio valuations; and
- (iv) administration services.

The Manager may not receive or enter into soft dollar commissions or arrangements unless (a) such soft dollar commissions or arrangements shall reasonably assist the Manager in their management of the Fund, (b) best execution is carried out for the transactions, and (c) that no unnecessary trades are entered into in order to qualify for such soft dollar commissions or arrangements. The Manager shall not receive goods and services such as travel, accommodation and entertainment.

The description of soft dollar and the conditions set out above also apply to the investment managers of the underlying Schroders funds.

Any material information that will adversely impact the valuation of the fund*

Nil.

* Source: Schroder Investment Management (Singapore) Ltd

For disclaimers, please refer to Contents page.

Fund Facts

| | |
|----------------------|--|
| Inception Date: | 16 February 2007 |
| NAV Price: | S\$ 0.301 |
| Fund Size: | S\$ 17.44 million |
| Underlying Fund: | Schroder Asian Equity Yield Fund (SGD) |
| Fund Manager: | Schroder Investment Management (Singapore) Ltd |
| Fund Management Fee: | 1.50% p.a. (1.75% p.a. max) |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Higher |
| Benchmark: | MSCI AC Pacific Free ex-Japan ^{^^} |

Investment Objective

The ILP Sub-Fund invests all or substantially into Schroder Asian Equity Yield Fund (SGD) which is to provide capital growth and income through investment in equity and equity related securities of Asian companies which offer attractive yields and sustainable dividend payments.

The Manager intends to make distributions at a variable percentage per annum of the NAV per unit on a quarterly basis, subject to the Manager's discretion.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year* | 5-year* | 10-year* | Since Inception* |
|-----------------------------|---------|---------|--------|---------|---------|----------|------------------|
| Max Asian Equity Yield Fund | -9.20 | -8.79 | -11.75 | 4.10 | 4.30 | -0.77 | -3.30 |
| Benchmark | -10.07 | -11.11 | -12.81 | 6.52 | 4.49 | N.A. | N.A. |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

* Performance figures longer than 1 year are annualised.

[^] Restructured from Max Equity Select Income Fund effective 1 March 2013.

^{^^} Benchmark: Max Equity Select Income Fund had no benchmark since inception till 28 February 2013, as it was a structured product that aimed to expose the ILP Sub-Fund to the performance of the strategy. Effective 1 March 2013, the benchmark is MSCI AC Pacific Free ex-Japan to align with the Underlying Fund. Benchmark returns more than 5 years are not available as at 31 December 2018.

Investments in Collective Investment Schemes

| | Market Value S\$ | % of Net Assets |
|--|-----------------------------|----------------------------|
| <u>Unit Trust</u> | | |
| Schroder Asian Equity Yield Fund Class O | 17,435,201 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018 *

| | Market Value S\$ | % of Net Assets |
|---------------------------------------|-----------------------------|----------------------------|
| Swire Properties Ltd | 16,420,900 | 4.96 |
| Samsung Electronics Co Ltd | 13,748,947 | 4.16 |
| Jardine Strategic Holdings Ltd | 13,669,761 | 4.13 |
| China Construction Bank Corp H Shares | 13,616,800 | 4.11 |
| HSBC Holdings PLC | 11,781,810 | 3.56 |
| Mapletree Commercial Trust | 11,634,975 | 3.52 |
| Crown Resorts Ltd | 11,413,392 | 3.45 |
| Tabcorp Holdings Ltd | 11,240,961 | 3.40 |
| Medibank Private Ltd | 10,195,728 | 3.08 |
| China Yangtze Power Co Ltd A Shares | 10,013,197 | 3.03 |

Top 10 Holdings of Underlying Fund as at 31 December 2017 *

| | Market Value S\$ | % of Net Assets |
|--|-----------------------------|----------------------------|
| Samsung Electronics Co. Ltd | 17,493,413 | 4.53 |
| Swire Properties Ltd | 14,776,594 | 3.83 |
| Hon Hai Precision Ind Co. Ltd | 13,507,592 | 3.50 |
| Medibank Private Ltd | 13,358,135 | 3.46 |
| China Construction Bank Corporation - H Shares | 13,087,840 | 3.39 |
| Jardine Strategic Holdings Ltd | 12,763,494 | 3.31 |
| Crown Resorts Ltd | 12,653,569 | 3.28 |
| HSBC Holdings PLC | 12,377,546 | 3.21 |
| Australia & New Zealand Banking Group Ltd | 11,938,864 | 3.09 |
| Kolon Industries Inc | 11,604,429 | 3.01 |

Allocation By Country (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---------------------------|-----------------------------|----------------------------|
| Australia | 82,860,680 | 25.03 |
| China | 43,704,339 | 13.20 |
| Hong Kong | 80,707,106 | 24.38 |
| India | 11,103,497 | 3.35 |
| Korea, Republic Of | 36,497,808 | 11.03 |
| Singapore | 27,788,337 | 8.40 |
| Taiwan, Province Of China | 36,522,589 | 11.04 |
| United Kingdom | 11,781,810 | 3.56 |
| Others ** | 19,730 | 0.01 |
| Total | 330,985,896 | 100.00 |

** Includes any other countries and net current assets

Allocation By Industry (Underlying Fund) *

| | Market Value S\$ | % of Net Assets |
|---------------------------------|-----------------------------|----------------------------|
| Automobiles & Components | 8,489,009 | 2.56 |
| Bank | 59,768,813 | 18.06 |
| Chemicals | 16,679,781 | 5.04 |
| Construction & Engineering | 7,697,532 | 2.32 |
| Consumer Durables | 7,684,719 | 2.32 |
| Containers & Packaging | 7,515,497 | 2.27 |
| Diversified Operations | 13,669,761 | 4.13 |
| Finance | 14,861,741 | 4.49 |
| Health Care/Pharmaceuticals | 3,663,391 | 1.11 |
| Hotel & Leisure | 33,520,429 | 10.13 |
| Insurance | 25,884,681 | 7.82 |
| Mining | 6,938,112 | 2.10 |
| Oil & Gas | 11,727,541 | 3.54 |
| Real Estate | 42,745,509 | 12.91 |
| Semiconductor | 10,224,872 | 3.09 |
| Software | 5,918,470 | 1.79 |
| Technology Hardware & Equipment | 40,868,264 | 12.35 |
| Utilities | 10,013,197 | 3.03 |
| Others ** | 3,114,577 | 0.94 |
| Total | 330,985,896 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund) *

| | Market Value S\$ | % of Net Assets |
|--------------------------------|-----------------------------|----------------------------|
| Equities | 333,604,129 | 100.79 |
| Other net assets/(liabilities) | (2,618,233) | (0.79) |
| Total | 330,985,896 | 100.00 |

Credit Rating of Debt Securities (Underlying Fund)*

Not applicable.

Expense/Turnover Ratios *

| | Expense Ratio | | Turnover Ratio | |
|------------------------------|------------------|------------------|------------------|------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Asian Equity Yield Fund# | 1.72% | 1.72% | 26.05% | 28.49% |
| Underlying Fund | 1.72% | 1.72% | 26.05% | 28.49% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The expense and turnover ratios are derived from its underlying fund - Schroder Asian Equity Yield Fund, which is based on unaudited draft accounts.

Exposure to Derivatives *

| | Market Value S\$ | % of Net Assets |
|---|---------------------|--------------------|
| (i) Market value of derivative contracts | - | - |
| (ii) Net gain on derivative realised | 145,099 | |
| (iii) Net gain on outstanding derivatives | - | |

Borrowings*

Nil.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|-----------|
| Subscriptions | 1,006,933 |
| Redemptions | 3,395,030 |

Related-Party Transactions

Not applicable.

Soft Dollar Commissions *

In the management of the Fund, the Manager may accept soft dollar commissions from, or enter into soft dollar arrangements with, stockbrokers who execute trades on behalf of the Fund and the soft dollars received are restricted to the following kinds of services:

- (i) research, analysis or price information;
- (ii) performance measurement;
- (iii) portfolio valuations; and
- (iv) administration services.

The Manager may not receive or enter into soft dollar commissions or arrangements unless (a) such soft dollar commissions or arrangements shall reasonably assist the Manager in their management of the Fund, (b) best execution is carried out for the transactions, and (c) that no unnecessary trades are entered into in order to qualify for such soft dollar commissions or arrangements. The Manager shall not receive goods and services such as travel, accommodation and entertainment.

Any material information that will adversely impact the valuation of the fund*

Nil.

* Source: Schroder Investment Management (Singapore) Ltd

For disclaimers, please refer to Contents page.

Fund Facts

| | |
|----------------------|--|
| Inception Date: | 15 April 2005 |
| NAV Price: | S\$ 5.503 |
| Fund Size: | S\$ 48.52 million |
| Underlying Fund: | Aberdeen Standard Pacific Equity Fund |
| Fund Manager: | Aberdeen Standard Investments (Asia) Limited |
| Fund Management Fee: | 1.50% p.a. (2.50% p.a. max) |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Higher |
| Benchmark: | MSCI AC Asia Pacific ex-Japan Index |

Investment Objective

The ILP Sub-Fund aims to provide medium to long-term capital growth by investing all or substantially all its assets in the Aberdeen Standard Pacific Equity Fund which in turns invests in a diversified portfolio of Asian-Pacific equities excluding Japanese equities and as a feeder fund to invest in the equity-based Asia Pacific sub-funds of the Aberdeen Standard Select Portfolio, namely the Aberdeen Standard China Opportunities Fund, the Aberdeen Standard Indonesia Equity Fund, the Aberdeen Standard Malaysian Equity Fund, the Aberdeen Standard Singapore Equity Fund and the Aberdeen Standard Thailand Equity Fund, and invests up to 10% of its deposited property in the Aberdeen Standard SICAV I – Indian Equity Fund⁺, a sub-fund of the Luxembourg-registered Aberdeen Standard SICAV I.

⁺ Fund is offered in Singapore as a restricted foreign scheme.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year* | 5-year* | 10-year* | Since Inception* |
|-------------------------|---------|---------|--------|---------|---------|----------|------------------|
| Max Pacific Equity Fund | -6.30 | -7.58 | -10.48 | 5.47 | 2.73 | 9.06 | 6.46 |
| Benchmark | -9.05 | -10.07 | -11.97 | 6.83 | 5.12 | 9.54 | 6.30 |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

* Performance figures longer than 1 year are annualised.

Investments in Collective Investment Schemes

| | Market Value S\$ | % of Net Assets |
|---------------------------------------|-----------------------------|----------------------------|
| <u>Unit Trust</u> | | |
| Aberdeen Standard Pacific Equity Fund | 48,516,008 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018*

| | Market Value S\$ | % of Net Assets |
|--|-----------------------------|----------------------------|
| Aberdeen Standard Singapore Equity Fund | 102,718,291 | 7.19 |
| Aberdeen Global - Indian Equity Fund # | 101,469,651 | 7.11 |
| Samsung Electronics (Preference Shares) | 81,044,609 | 5.68 |
| Aberdeen Standard China Opportunities Fund | 68,821,212 | 4.82 |
| Taiwan Semiconductor Manufacturing Company | 65,931,444 | 4.62 |
| Tencent | 62,932,707 | 4.41 |
| Aberdeen Standard Thailand Equity Fund | 47,607,967 | 3.33 |
| AIA Group | 39,881,430 | 2.79 |
| China Resources Land | 39,769,245 | 2.79 |
| Ping An Insurance | 35,954,904 | 2.52 |

The underlying fund is not authorised for public sale in Singapore.

Top 10 Holdings of Underlying Fund as at 31 December 2017 *

| | Market Value S\$ | % of Net Assets |
|--|-----------------------------|----------------------------|
| Aberdeen Global – Indian Equity Fund # | 124,108,094 | 8.30 |
| Aberdeen Singapore Equity Fund | 108,144,679 | 7.23 |
| Aberdeen China Opportunities Fund | 105,035,188 | 7.02 |
| Samsung Electronics (Preference Shares) | 68,595,039 | 4.59 |
| Taiwan Semiconductor Manufacturing Company | 57,438,974 | 3.84 |
| Aberdeen Indonesia Equity Fund | 50,433,162 | 3.37 |
| Aberdeen Thailand Equity Fund | 48,966,153 | 3.27 |
| AIA Group | 46,839,934 | 3.13 |
| Jardine Strategic Holdings | 42,882,459 | 2.87 |
| Rio Tinto | 37,607,251 | 2.51 |

The underlying fund is not authorised for public sale in Singapore.

Allocation By Country (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---------------------------|-----------------------------|----------------------------|
| Australia | 65,295,539 | 4.57 |
| China | 276,035,562 | 19.33 |
| Hong Kong | 176,431,836 | 12.36 |
| India | 140,871,588 | 9.87 |
| Indonesia | 64,933,096 | 4.55 |
| Malaysia | 23,410,687 | 1.64 |
| Philippines | 50,471,685 | 3.54 |
| Singapore | 187,961,949 | 13.16 |
| Korea, Republic Of | 141,470,390 | 9.90 |
| Taiwan, Province Of China | 80,108,591 | 5.61 |
| Thailand | 47,607,967 | 3.33 |
| United Kingdom | 109,661,661 | 7.68 |
| United States | 32,050,060 | 2.25 |
| Others ** | 31,522,424 | 2.21 |
| Total | 1,427,833,035 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|------------------------|-----------------------------|----------------------------|
| Communication Services | 133,382,683 | 9.34 |
| Consumer Discretionary | 37,115,634 | 2.60 |
| Consumer Staples | 22,782,293 | 1.60 |
| Financials | 294,298,911 | 20.61 |
| Healthcare | 36,168,852 | 2.53 |
| Industrials | 67,830,082 | 4.75 |
| Information Technology | 181,248,815 | 12.69 |
| Materials | 132,722,235 | 9.30 |
| Real Estate | 114,812,386 | 8.04 |
| Unit Trusts | 379,464,043 | 26.58 |
| Others ** | 28,007,101 | 1.96 |
| Total | 1,427,833,035 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---------------------------|-----------------------------|----------------------------|
| Equities | 1,399,825,934 | 98.04 |
| Cash and cash equivalents | 28,007,101 | 1.96 |
| Total | <u>1,427,833,035</u> | <u>100.00</u> |

Credit Rating of Debt Securities (Underlying Fund)*

Not applicable.

Expense/Turnover Ratios*

| | Expense Ratio | | Turnover Ratio | |
|---------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Pacific Equity Fund # | 1.70% | 1.67% | 17.69% | 15.43% |
| Underlying Fund ^ | 1.70% | 1.67% | 17.69% | 15.43% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The expense and turnover ratios are derived from its underlying fund - Aberdeen Standard Pacific Equity Fund, which is based on audited accounts.

^ The expense and turnover ratios of the underlying fund were computed for period ended 30 September 2018. The ratios for period ended 31 December 2018 are not available.

Exposure to Derivatives*

Nil.

Borrowings*

Nil.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|------------|
| Subscriptions | 2,152,112 |
| Redemptions | 10,350,383 |

Related-Party Transactions

Not applicable.

Soft Dollar Commissions*

Nil.

Any material information that will adversely impact the valuation of the fund*

Nil.

** Source: Aberdeen Standard Investments (Asia) Limited*

The information is published based on Aberdeen Standard Select Portfolio Annual Report and Financial Statements 1 October 2017 to 30 September 2018.

For disclaimers, please refer to Contents page.

Fund Facts

| | |
|----------------------|--|
| Inception Date: | 7 September 2007 |
| Nav Price: | S\$ 1.230 |
| Fund Size: | S\$ 7.58 million |
| Underlying Fund: | Aberdeen Standard Global Emerging Markets Fund |
| Fund Manager: | Aberdeen Standard Investments (Asia) Limited |
| Fund Management Fee: | 1.50% p.a. (2.50% p.a. max) |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Higher |
| Benchmark: | MSCI Emerging Markets |

Investment Objective

The ILP Sub-Fund invests all or substantially into the Aberdeen Standard Global Emerging Markets Fund which aims to provide long-term capital gain by investing in authorised investments which are direct or indirect investments in emerging stock markets worldwide or companies with significant activities in emerging markets, or as a feeder fund to invest in the Aberdeen Standard SICAV I – Emerging Markets Equity Fund⁺, a sub-fund of Luxembourg-registered Aberdeen Standard SICAV I, which invests at least two-thirds of its assets in equities and equity-related securities of companies with their registered office in an Emerging Market country; and/or, of companies which have the preponderance of their business activities in an Emerging Market country; and/or, of holding companies that have the preponderance of their assets in companies with their registered office in an Emerging Market country.

“Emerging Market” shall mean any country that is included in the MSCI Emerging Markets Index or composite thereof (or any successor index, if revised), or any country classified by the World Bank as a low to upper middle income country.

⁺ Fund is offered in Singapore as a restricted foreign scheme.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year [*] | 5-year [*] | 10-year [*] | Since Inception [*] |
|----------------------------------|---------|---------|--------|---------------------|---------------------|----------------------|------------------------------|
| Max Global Emerging Markets Fund | -3.98 | -3.83 | -13.74 | 4.72 | 1.55 | 8.07 | 1.85 |
| Benchmark | -7.63 | -8.31 | -12.54 | 8.20 | 3.60 | 7.79 | 0.65 |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

^{*} Performance figures longer than 1 year are annualised.

| Investments in Collective Investment Schemes | | |
|--|---------------------|--------------------|
| | Market Value S\$ | % of Net Assets |
| <u>Unit Trust</u> | | |
| Aberdeen Standard Global Emerging Markets Fund | 7,576,902 | 100.00 |

| Top 10 Holdings of Underlying Fund as at 31 December 2018* | | |
|--|---------------------|--------------------|
| | Market Value S\$ | % of Net Assets |
| Aberdeen Global - China A Equity Fund | 360,734,970 | 7.79 |
| Tencent | 306,155,581 | 6.61 |
| Samsung Electronics (Preference Shares) | 287,399,348 | 6.20 |
| Taiwan Semiconductor Manufacturing Co. Ltd | 228,808,034 | 4.94 |
| HDFC | 143,677,858 | 3.10 |
| Ping An Insurance | 138,368,369 | 2.99 |
| AIA Group | 126,920,125 | 2.74 |
| Vale SA | 118,437,874 | 2.56 |
| Banco Bradesco | 111,311,872 | 2.40 |
| Ultratech Cement | 110,684,710 | 2.39 |

| Top 10 Holdings of Underlying Fund as at 31 December 2017* | | |
|--|---------------------|--------------------|
| | Market Value S\$ | % of Net Assets |
| Samsung Electronics (Preference Shares) | 316,068,988 | 5.23 |
| Aberdeen Global - China A Share Equity Fund # | 253,948,973 | 4.20 |
| Taiwan Semiconductor Manufacturing Co. Ltd | 239,808,266 | 3.97 |
| HDFC | 221,994,336 | 3.67 |
| AIA Group | 200,520,548 | 3.32 |
| Banco Bradesco | 172,815,666 | 2.86 |
| China Mobile | 167,887,210 | 2.78 |
| FEMSA | 164,852,659 | 2.73 |
| Banorte | 164,158,944 | 2.72 |
| Astra International | 159,821,656 | 2.64 |

The underlying fund is not authorised for public sale in Singapore.

Allocation By Country (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---------------------------|-----------------------------|----------------------------|
| Brazil | 466,209,489 | 10.06 |
| Chile | 90,496,672 | 1.95 |
| China | 1,206,202,995 | 26.04 |
| Hong Kong | 263,628,900 | 5.69 |
| India | 607,857,059 | 13.12 |
| Indonesia | 235,392,002 | 5.08 |
| Malaysia | 64,599,861 | 1.39 |
| Mexico | 273,942,515 | 5.91 |
| Philippines | 157,935,969 | 3.41 |
| Russia | 140,287,800 | 3.03 |
| South Africa | 170,420,891 | 3.68 |
| Korea, Republic Of | 455,300,363 | 9.83 |
| Taiwan, Province Of China | 228,808,033 | 4.94 |
| Thailand | 119,866,051 | 2.59 |
| Turkey | 49,280,622 | 1.06 |
| Others ** | 102,583,032 | 2.22 |
| Total | 4,632,812,254 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|------------------------|-----------------------------|----------------------------|
| Communication Services | 103,978,853 | 2.24 |
| Consumer Discretionary | 448,091,338 | 9.67 |
| Consumer Staples | 494,887,657 | 10.68 |
| Energy | 141,889,823 | 3.06 |
| Financials | 1,515,046,201 | 32.70 |
| Healthcare | 48,199,058 | 1.04 |
| Industrials | 84,538,069 | 1.83 |
| Information Technology | 1,084,332,598 | 23.41 |
| Materials | 434,745,437 | 9.38 |
| Real Estate | 235,115,426 | 5.08 |
| Others ** | 41,987,794 | 0.91 |
| Total | 4,632,812,254 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---------------------------|-----------------------------|----------------------------|
| Equities | 4,590,824,460 | 99.09 |
| Cash and cash equivalents | 41,987,794 | 0.91 |
| Total | 4,632,812,254 | 100.00 |

Credit Rating of Debt Securities (Underlying Fund)*

Nil.

Expense/Turnover Ratios*

| | Expense Ratio | | Turnover Ratio | |
|------------------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Global Emerging Markets Fund # | 1.75% | 1.75% | 15.77% | 18.18% |
| Underlying Fund ^ | 1.75% | 1.75% | 15.77% | 18.18% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The ratios are derived from its underlying fund - Aberdeen Standard Global Emerging Markets Fund, which is based on audited accounts.

^ The expense and turnover ratios of the underlying fund were computed for period ended 30 September 2018. The ratios for period ended 31 December 2018 are not available.

Exposure to Derivatives*

Nil.

Borrowings *

Nil.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|------------|
| Subscriptions | 600,988 |
| Redemptions | 1,758,211 |

Related-Party Transactions

Not applicable.

Soft Dollar Commissions *

Nil.

Any material information that will adversely impact the valuation of the fund *

Nil.

* Source: Aberdeen Standard Investments (Asia) Limited

The information is published based on Aberdeen Standard Select Portfolio Annual Report and Financial Statements 1 October 2017 to 30 September 2018.

For disclaimers, please refer to Contents page.

Fund Facts

| | |
|----------------------|--|
| Inception Date: | 15 April 2005 |
| NAV Price: | S\$ 1.526 |
| Fund Size: | S\$ 2.32 million |
| Underlying Fund: | Blackrock Global Fund (BGF) Global Allocation Fund |
| Fund Manager: | BlackRock (Luxembourg) S.A. |
| Fund Management Fee: | 1.50% p.a. |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Higher |
| Benchmark: | 36% S&P 500; 24% FTSE World (ex-US); 24% ICE BofAML Current 5Yr US Treasury Index; 16% FTSE Non-USD World Government Bond Index [^] |

Investment Objective

The ILP Sub-Fund invests all or substantially into BlackRock Global Funds (BGF) – Global Allocation Fund (“Underlying Fund”) which seeks to maximise total return. The Underlying Fund invests globally in equity, debt and short term securities, of both corporate and governmental issuers, with no prescribed limits. In normal market conditions, the Underlying Fund will invest at least 70% of its total assets in the securities of corporate and governmental issuers. The Underlying Fund generally will seek to invest in securities that are, in the opinion of the BlackRock Investment Management, LLC, undervalued. The Underlying Fund may also invest in the equity securities of small and emerging growth companies. The Underlying Fund may also invest a portion of its debt portfolio in high yield fixed income transferable securities. Currency exposure is flexibly managed.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year [*] | 5-year [*] | 10-year [*] | Since Inception [*] |
|----------------------------|---------|---------|--------|---------------------|---------------------|----------------------|------------------------------|
| Max Global Allocation Fund | -8.24 | -7.46 | -9.92 | 1.42 | 0.78 | 3.99 | 1.76 |
| Benchmark | -7.23 | -4.50 | -2.78 | 3.97 | 5.47 | 7.11 | 3.76 |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

* Performance figures longer than 1 year are annualised.

[^] Benchmark: Since inception till 30 September 2012, the benchmark was 80% MSCI World Index and 20% JP Morgan SGB Index. The change of benchmark on 1 October 2012 is to align with the Underlying Fund.

Investments in Collective Investment Schemes

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| <u>Unit Trust</u> | | |
| BGF Global Allocation Fund (SGD Hedged) | 2,324,108 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018*

| | Market Value US\$ | % of Net Assets |
|---------------------------------------|------------------------------|----------------------------|
| Treasury Note (20LD) 2.875 10/31/2023 | 1,046,621,408 | 7.00 |
| Treasury Note 2.875 09/30/2023 | 986,814,471 | 6.60 |
| Treasury Note (20LD) 3 10/31/2025 | 493,407,235 | 3.30 |
| Treasury Note 2.75 08/31/2023 | 373,793,360 | 2.50 |
| Treasury Note (OLD) 2.875 11/30/2025 | 343,889,891 | 2.30 |
| Alphabet Inc | 224,276,016 | 1.50 |
| Apple Inc | 224,276,016 | 1.50 |
| Microsoft Corporation | 209,324,282 | 1.40 |
| Johnson & Johnson | 194,372,547 | 1.30 |
| Comcast Corp Class A | 164,469,079 | 1.10 |

Top 10 Holdings of Underlying Fund as at 31 December 2017*

| | Market Value US\$ | % of Net Assets |
|---------------------------------------|------------------------------|----------------------------|
| Treasury Note (OLD) 2 11/30/2022 | 622,932,564 | 3.30 |
| Treasury Note (Otr) 2.25 11/15/2027 | 604,055,820 | 3.20 |
| Treasury Note (20LD) 2.125 10/31/2022 | 585,179,075 | 3.10 |
| Spdr Gold Shares | 585,179,075 | 3.10 |
| Treasury Note (20LD) 2.125 10/31/2024 | 471,918,609 | 2.50 |
| Treasure Note 2.125 09/30/2024 | 453,041,865 | 2.40 |
| Microsoft Corporation | 339,781,399 | 1.80 |
| Apple Inc | 245,397,677 | 1.30 |
| Alphabet Inc | 188,767,444 | 1.00 |
| Bank Of America Corporation | 188,767,444 | 1.00 |

Allocation By Country (Underlying Fund)*

| | Market Value US\$ | % of Net Assets |
|----------------------|------------------------------|----------------------------|
| Asia | 2,307,052,619 | 15.43 |
| Europe | 1,572,922,459 | 10.52 |
| Latin America | 354,356,106 | 2.37 |
| United States/Canada | 8,987,487,550 | 60.11 |
| Others ** | 1,729,915,670 | 11.57 |
| Total | 14,951,734,404 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*^

| | Market Value US\$ | % of Net Assets |
|------------------------|------------------------------|----------------------------|
| Communication | 1,302,296,067 | 8.71 |
| Consumer Discretionary | 787,956,403 | 5.27 |
| Consumer Staples | 731,139,812 | 4.89 |
| Corporates | 801,412,964 | 5.36 |
| Energy | 947,939,961 | 6.34 |
| Financials | 924,017,186 | 6.18 |
| Government | 3,815,682,620 | 25.52 |
| Health Care | 1,348,646,443 | 9.02 |
| Industrials | 677,313,569 | 4.53 |
| Information Technology | 906,075,105 | 6.06 |
| Materials | 454,532,726 | 3.04 |
| Real Estate | 240,722,924 | 1.61 |
| Utilities | 293,053,994 | 1.96 |
| Others ** | 1,720,944,630 | 11.51 |
| Total | 14,951,734,404 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value US\$ | % of Net Assets |
|---------------------------|------------------------------|----------------------------|
| Equities | 8,630,141,098 | 57.72 |
| Fixed Income Securities | 4,649,989,400 | 31.10 |
| Commodity-related | 299,034,688 | 2.00 |
| Cash and cash equivalents | 1,372,569,218 | 9.18 |
| Total | 14,951,734,404 | 100.00 |

Credit Rating of Debt Securities (Underlying Fund)^**

| | Market Value US\$ | % of Net Assets |
|--------------|------------------------------|----------------------------|
| AAA | 3,576,454,869 | 23.92 |
| AA | 53,826,244 | 0.36 |
| A | 354,356,105 | 2.37 |
| BBB | 324,452,637 | 2.17 |
| BB | 133,070,436 | 0.89 |
| B | 154,002,865 | 1.03 |
| Not rated | 53,826,244 | 0.36 |
| Total | 4,649,989,400 | 31.10 |

Expense/Turnover Ratios*

| | Expense Ratio | | Turnover Ratio | |
|------------------------------|-----------------------------|-----------------------------|-----------------------------|-----------------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Global Allocation Fund # | 1.78% | 1.78% | 234.59% | 197.09% |
| Underlying Fund | 1.78% | 1.78% | 234.59% | 197.09% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The expense and turnover ratios are derived from its underlying fund – BGF Global Allocation Fund (SGD Hedged), which is based on unaudited draft accounts.

Exposure to Derivatives^{*^}

| | Market Value US\$ | % of Net Assets |
|---|------------------------------|----------------------------|
| (i) Market value of derivative contracts | (675,612,680) | (4.52) |
| (ii) Net gain on derivative realised | 35,871,325 | |
| (iii) Net loss on outstanding derivatives | (58,210,519) | |

Borrowings^{*}

Nil.

A Fund may borrow to the extent of 10% of its total net assets (valued at market value) provided these borrowings are made on a temporary basis. However, the Company may acquire for the account of a Fund foreign currency by way of back-to-back loan.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|------------|
| Subscriptions | 126,294 |
| Redemptions | 439,512 |

Related-Party Transactions

Not applicable.

Soft Dollar Commissions^{*0}

Pursuant to EU Directive 2014/65/EU on markets in financial instruments referred to as "MiFID II", BlackRock Group will no longer pay for external research via client trading commissions for its MiFID II-impacted funds ("MiFID II-impacted funds"). The BlackRock Group shall meet such research costs out of its own resources. MiFID II-impacted funds are those which have appointed a BlackRock Group MiFID firm as investment adviser or where investment management has been delegated by such firm to an overseas affiliate.

Funds which have directly appointed an overseas affiliate of the BlackRock Group within a third country (i.e. outside the European Union) to perform portfolio management are not in-scope for the purposes of MiFID II and will be subject to the local laws and market practices governing external research in the applicable jurisdiction of the relevant affiliate. This means that costs of external research may continue to be met out of the assets of such funds. A list of such funds is available on request from the Management Company.

Where investments are made in non-BlackRock Group funds, they will continue to be subject to the external manager's approach to paying for external research in each case. This approach may be different from that of the BlackRock Group and may include the collection of a research charge alongside trading commissions in accordance with applicable laws and market practice. This means that the costs of external research may continue to be met out of the assets within the Underlying fund.

Where permitted by applicable regulation (excluding, for the avoidance of doubt, any Funds which are in scope for MiFID II), certain BlackRock Group companies acting as investment adviser to the Underlying Fund may accept commissions generated when trading equities with certain brokers in certain jurisdictions. Commissions may be reallocated to purchase eligible research services. Such arrangements may benefit one Fund over another because research can be used for a broader range of clients than just those whose trading funded it. BlackRock Group has a Use of Commissions Policy designed to ensure only eligible services are purchased and excess commissions are reallocated to an eligible service provider where appropriate.

To the extent that investment advisers within the BlackRock Group are permitted to receive trading commissions or soft dollar commissions, with respect to the Underlying Fund (or portion of the Underlying Fund) for which they provide investment management and advice, they may select brokers (including, without limitation, brokers who are affiliated with the BlackRock Group or PNC Group) that furnish the BlackRock Group, directly or through third-party or correspondent relationships, with research or execution services which provide, in BlackRock Group's view, lawful and appropriate assistance to each applicable BlackRock Group company in the investment decision-making or trade execution processes and the nature of which is that their provision can reasonably be expected to benefit the Underlying Fund as a whole and may contribute to an improvement in the Underlying Funds' performance. Such research or execution services may include, without limitation and to the extent permitted by applicable law: research reports on companies, industries and securities; economic and financial information and analysis; and quantitative analytical software. Research or execution services obtained in this manner may be used in servicing not only the account from which commissions were used to pay for the services, but also other BlackRock Group client accounts. For the avoidance of doubt, such goods and services do not include travel, accommodation, entertainment, general administrative goods and services, general office equipment, computer hardware or premises, membership fees, employee salaries or direct money payments. To the extent that BlackRock uses its clients' commission dollars to obtain research or execution services, BlackRock Group companies will not have to pay for those products and services themselves. BlackRock Group companies may receive research or execution services that are bundled with the trade execution, clearing and/or settlement services provided by a particular broker-dealer. To the extent that each BlackRock Group company receives research or execution services on this basis, many of the same potential conflicts related to receipt of these services through third party arrangements exist. For example, the research effectively will be paid by client commissions that also will be used to pay for the execution, clearing and settlement services provided by the broker-dealer and will not be paid by that BlackRock Group company.

Each BlackRock Group company may endeavour, subject to best execution, to execute trades through brokers who, pursuant to such arrangements, provide research or execution services in order to ensure the continued receipt of research or execution services that BlackRock Group company believes are useful in their investment decision-making or trade execution process.

Each BlackRock Group company may pay, or be deemed to have paid, commission rates higher than it could have otherwise paid in order to obtain research or execution services if that BlackRock Group company determines in good faith that the commission paid is reasonable in relation to the value of the research or execution services provided. BlackRock Group believes that using commission dollars to obtain the research or execution services enhances its investment research and trading processes, thereby increasing the prospect for higher investment returns.

BlackRock Group may from time to time choose to alter or choose not to engage in the above described arrangements to varying degrees, without notice to BlackRock Group clients, to the extent permitted by applicable law.

° The Investment Manager may, subject to applicable regulation and best execution, execute trades through brokers who, pursuant to such arrangements, provide research or execution services in order to ensure the continued receipt of research or execution services that the Investment Manager believes are useful in their investment decision-making or trade execution process. To the best of their knowledge, the Investment Manager does not engage in any portfolio or market manipulative practices, including, but not limited to churning of trade.

Any material information that will adversely impact the valuation of the fund *

Nil.

* Source: BlackRock (Singapore) Ltd

^ There may be some slight differences due to decimal rounding issues.

Fund Facts

| | |
|----------------------|---|
| Inception Date: | 10 December 2009 |
| NAV Price: | S\$ 1.170 |
| Fund Size: | S\$0.22 million |
| Underlying Fund: | LionGlobal Singapore Balanced Fund |
| Fund Manager: | Lion Global Investors Limited |
| Fund Management Fee: | 1.25% p.a. (1.75% p.a. max) |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Medium to High |
| Benchmark: | 60% MSCI Singapore + 40% JP Morgan Singapore Government Bond Index [^] |

Investment Objective

The ILP Sub-Fund invests all or substantially into LionGlobal Singapore Balanced Fund (“Underlying Fund”) which aims to provide investors with an opportunity to achieve medium to long term capital appreciation of monies used to purchase units. The Underlying Fund will invest primarily in listed or quoted securities (including real estate investment trusts) and bonds primarily in Singapore. The Underlying Fund may have limited investments in Hong Kong SAR, China, Thailand, Malaysia, Indonesia, Philippines, Japan, India, Korea, Taiwan, and other countries outside Singapore. There is no target industry or sector.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year* | 5-year* | Since Inception* |
|-----------------------------|---------|---------|--------|---------|---------|------------------|
| Max Singapore Balanced Fund | -4.26 | -4.33 | -6.17 | 2.99 | 1.28 | 1.75 |
| Benchmark | -6.95 | -4.73 | -7.61 | 6.17 | 2.65 | 4.29 |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

* Performance figures longer than 1 year are annualised.

[^] Since inception till 31 December 2014, the benchmark was 50% STI + 50% CPF Ordinary Rate. Since 1 January 2015 till 31 May 2017, the benchmark was 60% MSCI Singapore + 40% UOB Singapore Government Securities Index. Effective 1 June 2017, the benchmark is changed to 60% MSCI Singapore + 40% JP Morgan Singapore Government Bond Index.

Investments in Collective Investment Schemes

| | Market Value S\$ | % of Net Assets |
|------------------------------------|-----------------------------|----------------------------|
| <u>Unit Trust</u> | | |
| LionGlobal Singapore Balanced Fund | 216,530 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| DBS Group Holdings Ltd | 5,632,985 | 10.62 |
| Oversea-Chinese Banking Corporation Ltd | 4,776,368 | 9.01 |
| United Overseas Bank Ltd | 4,174,517 | 7.87 |
| Singapore Telecommunications Ltd | 3,030,968 | 5.71 |
| Government of Singapore 3.5% due 01/03/2027 | 2,451,460 | 4.62 |
| Keppel Corporation Ltd | 1,518,279 | 2.86 |
| Prime Asset Holdings Limited Series MTN 2.9% due 24/10/2024 | 1,227,306 | 2.31 |
| Government of Singapore 2.875% due 01/09/2030 | 1,076,100 | 2.03 |
| Government of Singapore 2.75% due 01/03/2046 | 1,061,000 | 2.00 |
| Government of Singapore 2.75% due 01/04/2042 | 1,057,300 | 1.99 |

Top 10 Holdings of Underlying Fund as at 31 December 2017*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| DBS Group Holdings Ltd | 6,216,948 | 10.00 |
| United Overseas Bank Ltd | 5,377,364 | 8.60 |
| Oversea-Chinese Banking Corporation Ltd | 5,272,156 | 8.50 |
| Singapore Telecommunications Ltd | 4,702,975 | 7.60 |
| Government of Singapore 3.5% due 01/03/2027 | 3,317,865 | 5.30 |
| Malayan Banking Berhad Var Perpetual | 1,782,078 | 2.90 |
| Government of Singapore 2.25% due 01/08/2036 | 1,716,400 | 2.80 |
| CapitaLand Ltd | 1,594,999 | 2.60 |
| Government of Singapore 2.75% due 01/04/2042 | 1,577,100 | 2.50 |
| Overseas Union Enterprise Ltd Series MTN 4.25% due 30/10/2019 | 1,524,060 | 2.50 |

Allocation By Country (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| Canada | 927,190 | 1.75 |
| China | 2,044,032 | 3.85 |
| Hong Kong | 1,095,426 | 2.07 |
| Singapore | 47,794,444 | 90.11 |
| Accrued interest on Fixed Income Securities | 218,293 | 0.41 |
| Others ** | 958,689 | 1.81 |
| Total | 53,038,074 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| Communications | 3,243,878 | 6.12 |
| Consumer, Cyclical | 1,779,556 | 3.36 |
| Consumer, Non-cyclical | 1,209,379 | 2.28 |
| Financial | 17,832,630 | 33.62 |
| Industrial | 6,589,013 | 12.42 |
| Real Estate | 12,111,880 | 22.84 |
| Sovereign | 8,753,040 | 16.50 |
| Technology | 602,640 | 1.14 |
| Accrued interest on Fixed Income Securities | 218,293 | 0.41 |
| Others ** | 697,765 | 1.31 |
| Total | 53,038,074 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| Equities | 31,018,469 | 58.48 |
| Fixed Income Securities (including accrued interest on Fixed Income securities) | 21,830,893 | 41.16 |
| Derivatives | (33,752) | (0.06) |
| Cash and cash equivalents | 222,464 | 0.42 |
| Total | 53,038,074 | 100.00 |

Credit Rating of Debt Securities (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---|---------------------|--------------------|
| A2 | 755,535 | 1.42 |
| A3 | 1,165,195 | 2.20 |
| Aaa | 4,076,540 | 7.69 |
| Baa1 | 968,710 | 1.83 |
| Baa2 | 1,016,197 | 1.91 |
| Baa3 | 667,444 | 1.26 |
| Not Rated | 12,962,979 | 24.44 |
| Accrued interest on Fixed Income Securities | 218,293 | 0.41 |
| Total | 21,830,893 | 41.16 |

Expense/Turnover Ratios*

| | Expense Ratio | | Turnover Ratio | |
|------------------------------|---------------------|---------------------|---------------------|---------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Singapore Balanced Fund# | 1.49% | 1.47% | 56.08% | 40.00% |
| Underlying Fund | 1.49% | 1.47% | 56.08% | 40.00% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The ratios are derived from its underlying fund – LionGlobal Singapore Balanced Fund, which is based on unaudited draft account.

Exposure to Derivatives*

| | Market Value S\$ | % of Net Assets |
|---|---------------------|--------------------|
| (i) Market value of derivative contracts | | |
| - Foreign Exchange Forward Contracts | 14,037 | 0.03 |
| - Futures | (47,789) | (0.09) |
| (ii) Net gain on derivative realised | 67,688 | |
| (iii) Net loss on outstanding derivatives | (33,752) | |

Borrowings*

Nil.

Total Subscriptions and Redemptions for the year 31 December 2018

| | S\$ |
|---------------|------------|
| Subscriptions | 54,866 |
| Redemptions | 26,328 |

Related-Party Transactions

Brokerage on purchases and sales of investments charged by the ultimate holding company of the Manager was S\$ 34,515.

Interest expenses incurred with a bank which is a related company of the Trustee was S\$ 587.

Transaction fees charged by the Trustee was S\$ 23,351.

Registration fee charged by a related company of the Trustee was S\$ 22,256.

Valuation and administration fees charged by the Trustee was S\$ 22,387.

Custodian fees charged by a related company of the Trustee was S\$ 13,254.

Bank service fees charged by a bank which is a related company of the Trustee was S\$ 822.

Cash transfer fees charged by a related company of the Trustee was S\$ 2,031.

The Max Singapore Balanced Fund invests 100% of its net assets value in LionGlobal Singapore Balanced Fund, which is managed by Lion Global Investors Ltd, a related company of The Great Eastern Life Assurance Co. Ltd.

Soft Dollar Commissions*

Nil.

Any material information that will adversely impact the valuation of the fund*

Nil.

* Source: Lion Global Investors Ltd

For disclaimers, please refer to Contents page.

Fund Facts

| | |
|----------------------|---------------------------------|
| Inception Date: | 10 December 2009 |
| NAV Price: | S\$ 1.182 |
| Fund Size: | S\$ 0.30 million |
| Underlying Fund: | LionGlobal Singapore Trust Fund |
| Fund Manager: | Lion Global Investors Limited |
| Fund Management Fee: | 1.15% p.a. (1.25% p.a. max) |
| Valuation Frequency: | Daily |
| Currency of Fund: | Singapore Dollar |
| Risk Category: | Higher |
| Benchmark: | MSCI Singapore |

Investment Objective

The ILP Sub-Fund invests all or substantially into LionGlobal Singapore Trust Fund (“Underlying Fund”) which aims to achieve long-term capital appreciation by investing in securities listed on the Main Board of The Singapore Exchange Securities Trading Limited and on Catalist. The investments of the Underlying Fund shall be diversified into the various sectors of the Singapore equities markets.

Performance on bid-bid basis (%) as at 31 December 2018

| | 3-month | 6-month | 1-year | 3-year* | 5-year* | Since Inception* |
|--------------------------|---------|---------|--------|---------|---------|------------------|
| Max Singapore Trust Fund | -8.30 | -8.66 | -8.09 | 5.24 | 1.86 | 1.86 |
| Benchmark | -6.95 | -4.73 | -7.61 | 6.20 | 2.62 | 4.02 |

Source: Morningstar. Performance figures are calculated on a bid-bid basis, with all dividends and distributions reinvested, taking into account all charges which would have been payable upon such reinvestment.

* Performance figures longer than 1 year are annualised.

Investments in Collective Investment Schemes

| Unit Trust | Market Value S\$ | % of Net Assets |
|---------------------------------|---------------------|--------------------|
| LionGlobal Singapore Trust Fund | 298,535 | 100.00 |

Top 10 Holdings of Underlying Fund as at 31 December 2018*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| DBS Group Holdings Ltd | 4,889,948 | 17.85 |
| Oversea-Chinese Banking Corporation Ltd | 4,136,969 | 15.10 |
| United Overseas Bank Ltd | 3,834,664 | 13.99 |
| Singapore Telecommunications Ltd | 2,429,790 | 8.87 |
| Keppel Corporation Ltd | 1,332,705 | 4.86 |
| CapitaLand Ltd | 925,225 | 3.38 |
| Wilmar International Ltd | 829,920 | 3.03 |
| Genting Singapore Ltd | 676,358 | 2.47 |
| Singapore Technologies Engineering Ltd | 637,274 | 2.33 |
| Singapore Airlines Ltd | 636,792 | 2.32 |

Top 10 Holdings of Underlying Fund as at 31 December 2017*

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| DBS Group Holdings Ltd | 5,241,213 | 15.60 |
| United Overseas Bank Ltd | 4,723,203 | 14.10 |
| Oversea-Chinese Banking Corporation Ltd | 4,581,141 | 13.60 |
| Singapore Telecommunications Ltd | 3,603,130 | 10.70 |
| CapitaLand Ltd | 1,389,055 | 4.10 |
| Keppel Corporation Ltd | 1,162,770 | 3.50 |
| Genting Singapore PLC | 1,041,843 | 3.10 |
| Y Ventures Group Private Ltd | 1,024,518 | 3.00 |
| Wilmar International Ltd | 943,377 | 2.80 |
| City Developments Ltd | 821,842 | 2.40 |

Allocation By Country (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|--------------|-----------------------------|----------------------------|
| Singapore | 26,942,466 | 98.33 |
| Others ** | 458,056 | 1.67 |
| Total | 27,400,522 | 100.00 |

** Includes any other countries and net current assets.

Allocation By Industry (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|------------------------|---------------------|--------------------|
| Communications | 2,528,021 | 9.23 |
| Consumer, Cyclical | 1,521,252 | 5.55 |
| Consumer, Non-cyclical | 1,108,604 | 4.05 |
| Financials | 13,221,751 | 48.26 |
| Industrials | 4,059,114 | 14.81 |
| Real Estate | 3,908,333 | 14.26 |
| Technology | 595,391 | 2.17 |
| Others ** | 458,056 | 1.67 |
| Total | 27,400,522 | 100.00 |

** Includes any other industries and net current assets.

Allocation By Asset Class (Underlying Fund)*

| | Market Value S\$ | % of Net Assets |
|---------------------------|---------------------|--------------------|
| Equities | 26,942,466 | 98.33 |
| Derivatives | (67) | 0.00 |
| Cash and cash equivalents | 458,123 | 1.67 |
| Total | 27,400,522 | 100.00 |

Credit Rating of Debt Securities (Underlying Fund)*

Not applicable.

Expense/Turnover Ratios *

| | Expense Ratio | | Turnover Ratio | |
|----------------------------|---------------------|---------------------|---------------------|---------------------|
| | 31 December 2018 | 31 December 2017 | 31 December 2018 | 31 December 2017 |
| Max Singapore Trust Fund # | 1.47% | 1.44% | 70.32% | 63.00% |
| Underlying Fund | 1.47% | 1.44% | 70.32% | 63.00% |

Note: The expense ratio does not include (where applicable) charges for insurance coverage, brokerage and other transaction costs, performance fees, foreign exchange gains or losses, front or back end loads arising from the purchase or sale of collective investment schemes, tax deducted at source or arising out of income received, dividend and other distributions paid to unit holders and is calculated for the preceding 12 months, based on the Investment Management Association of Singapore (IMAS) guidelines.

The ratios are derived from its underlying fund - LionGlobal Singapore Trust Fund, which is based on unaudited draft accounts.

Exposure to Derivatives *

| | Market Value S\$ | % of Net Assets |
|---|-----------------------------|----------------------------|
| (i) Market value of derivative contracts | | |
| - Foreign Exchange Forward Contracts | (67) | 0.00 |
| (ii) Net gain on derivative realised | 1,556 | |
| (iii) Net loss on outstanding derivatives | (67) | |

Borrowings *

Nil.

Total Subscriptions and Redemptions for the year ended 31 December 2018

| | S\$ |
|---------------|------------|
| Subscriptions | 26,157 |
| Redemptions | 206,162 |

Related-Party Transactions

Brokerage on purchases and sales of investments charged by the ultimate holding company of the Manager was S\$ 35,498.

Interest income earned from a bank which is a related company of the Trustee was S\$54.

Interest expenses incurred with a bank which is a related company of the Trustee was S\$ 449.

Transaction fees charged by the Trustee was S\$ 19,090.

Registration fee charged by a related company of the Trustee was S\$ 17,396.

Valuation and administration fees charged by the Trustee was S\$ 12,548.

Custodian fees charged by a related company of the Trustee was S\$ 7,395.

Bank service fees charged by a bank which is a related company of the Trustee was S\$ 914.

Cash transfer fees charged by a related company of the Trustee was S\$ 3,181.

The Max Singapore Trust Fund invests 100% of its net assets value in LionGlobal Singapore Trust Fund, which is managed by Lion Global Investors Ltd, a related company of The Great Eastern Life Assurance Co. Ltd.

Soft Dollar Commissions *

Nil.

Any material information that will adversely impact the valuation of the fund *

Nil.

* Source: Lion Global Investors Ltd

For disclaimers, please refer to Contents page.

CAPITAL ACCOUNT (Audited) for the year ended 31 December 2018

| | Max Asian Credit Opportunities | Max Multi- Asset Advantage Fund | Max Asian Equity Yield Fund | Max Pacific Equity Fund | Max Global Emerging Markets Fund |
|---|---|--|--|--|---|
| | S\$ | S\$ | S\$ | S\$ | S\$ |
| Value of Fund at beginning of the period | 31,784,708 | 55,008,357 | 23,053,553 | 62,587,907 | 10,015,106 |
| Amount paid to the Fund for creation of units | 2,577,519 | 307,576 | 1,006,933 | 2,152,112 | 600,988 |
| Amount paid by the Fund for redemption of units | (5,418,485) | (5,214,481) | (3,395,030) | (10,350,383) | (1,758,211) |
| Net Cash into/(out of) the Fund | (2,840,966) | (4,906,905) | (2,388,097) | (8,198,271) | (1,157,223) |
| Net Investment Income Net of Tax | 1,287,410 | - | 870,077 | - | - |
| Net income/(loss) | (1,553,556) | (4,906,905) | (1,518,020) | (8,198,271) | (1,157,223) |
| Net Unrealised Gain/Loss on Investments | (2,497,276) | (2,604,374) | (3,230,255) | (5,873,628) | (1,280,981) |
| Less Distribution | (1,287,410) | - | (870,077) | - | - |
| Value of Fund at end of the period | 26,446,466 | 47,497,078 | 17,435,201 | 48,516,008 | 7,576,902 |

CAPITAL ACCOUNT (Audited) for the year ended 31 December 2018

| | Max Global Allocation Fund | Max Singapore Balanced Fund | Max Singapore Trust Fund |
|---|---------------------------------------|--|-------------------------------------|
| | S\$ | S\$ | S\$ |
| Value of Fund at beginning of the period | 2,892,572 | 200,483 | 504,760 |
| Amount paid to the Fund for creation of units | 126,294 | 54,866 | 26,157 |
| Amount paid by the Fund for redemption of units | (439,512) | (26,328) | (206,162) |
| Net Cash into/(out of) the Fund | (313,218) | 28,538 | (180,005) |
| Net Investment Income Net of Tax | - | - | - |
| Net income/(loss) | (313,218) | 28,538 | (180,005) |
| Net Unrealised Gain/Loss on Investments | (255,246) | (12,491) | (26,220) |
| Less Distribution | - | - | - |
| Value of Fund at end of the period | 2,324,108 | 216,530 | 298,535 |

STATEMENT OF ASSETS AND LIABILITIES (Audited) as at 31 December 2018

| | Max Asian Credit Opportunities | Max Multi-Asset Advantage Fund | Max Asian Equity Yield Fund | Max Pacific Equity Fund |
|---|---|---|--|---|
| | S\$ | S\$ | S\$ | S\$ |
| Portfolio of Investments – Unit Trusts / Total Assets | 26,446,466 | 47,497,078 | 17,435,201 | 48,516,008 |
| Units in Issue | 48,962,735 | 38,672,104 | 57,967,753 | 8,816,604 |
| Net Asset Value Per Unit | 0.5401 | 1.2282 | 0.3008 | 5.5028 |
| | | | | |
| | Max Global Emerging Markets Fund | Max Global Allocation Fund | Max Singapore Balanced Fund | Max Singapore Trust Fund |
| | S\$ | S\$ | S\$ | S\$ |
| Portfolio of Investments – Unit Trusts / Total Assets | 7,576,902 | 2,324,108 | 216,530 | 298,535 |
| Units in Issue | 6,161,094 | 1,522,671 | 185,105 | 252,608 |
| Net Asset Value Per Unit | 1.2298 | 1.5263 | 1.1698 | 1.1818 |

1 GENERAL

The Max Funds are feeder funds comprising:

- Max Multi-Asset Advantage Fund
- Max Asian Credit Opportunities
- Max Pacific Equity Fund
- Max Global Emerging Markets Fund
- Max Global Allocation Fund
- Max Asian Equity Yield Fund
- Max Singapore Balanced Fund
- Max Singapore Trust Fund

2 SIGNIFICANT ACCOUNTING POLICIES

a. Basis of Accounting

The financial statements are expressed in Singapore dollars and are prepared in accordance with the historical cost convention, except for investments, which are carried at fair value.

b. Recognition of Income and Expenses

Dividend income is recognised when the shareholders' right to receive payment is established. Interest income is recognised as interest accrues (using the effective interest method).

Expenses are recognised on an accrual basis.

c. Investments

All purchases of investments are recognised on their trade dates, ie., the date of commitment exists to purchase the investments. The investments are initially recorded at fair value (or at costs representing fair value on trade date) which would include transaction costs directly attributable to the acquisition of the investments. After initial recognition, the unrealised gains or losses on remeasurement to fair value are taken to the Capital Account. Fair value is determined by using open market valuation at the year-end date. The closing price has been adopted for all investments.

d. Derivative financial instruments

All derivatives are carried at fair value. All fair value changes on derivatives are taken to the Underlying Funds' Capital Account.

3 DISTRIBUTION TO POLICYHOLDERS

Max Asian Credit Opportunities and Max Asian Equity Yield Fund have made distributions of \$1,287,410 and \$870,077 respectively to policyholders for the year ended 31 December 2018.

INDEPENDENT AUDITOR'S REPORT FOR FUNDS

To the Board of Directors of The Great Eastern Life Assurance Company Limited

OPINION

We have audited the financial statements of Max Funds ("Funds") of The Great Eastern Life Assurance Company Limited ("Company"), set out on pages 47 to 50 which comprise the Statement of Assets and Liabilities as at 31 December 2018, the Capital Account for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out in Note 2 to the accounts.

In our opinion, the accompanying financial statements of the Funds for the year ended 31 December 2018 are, in all material respects, in accordance with the accounting policies set out in Note 2 to the accounts.

BASIS FOR OPINION

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements of the Funds section of our report. We are independent of the Company and the Funds in accordance with the Accounting and Corporate Regulatory Authority ("ACRA") Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

OTHER INFORMATION

Management is responsible for the other information. The other information comprises the Message, Investment Outlook and Fund Factsheets, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

EMPHASIS OF MATTER – BASIS OF ACCOUNTING

We draw attention to Note 2 to the accounts, which describes the basis of accounting. The financial statements are prepared to assist the Company to comply with the requirements of the Monetary Authority of Singapore (“MAS”) Notice 307 Investment-Linked Life Insurance Policies. As a result, the financial statements may not be suitable for another purpose. Our report is intended solely for the use of the Company. Our opinion is not modified in respect of this matter.

RESPONSIBILITIES OF THE MANAGEMENT AND DIRECTORS FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation of the financial statements of the Funds in accordance with the accounting policies set out in Note 2 and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Funds’ ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless management either intends to liquidate the Funds or to cease operations, or has no realistic alternative but to do so.

The directors are responsible for overseeing the Funds financial reporting process.

AUDITOR’S RESPONSIBILITY FOR THE AUDIT OF THE FINANCIAL STATEMENTS

Our objectives are to obtain reasonable assurance about whether financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of these financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates, and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Funds' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Funds to cease to continue as a going concern.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

Ernst & Young LLP
Public Accountants and Chartered Accountants
Singapore
21 March 2019

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The Great Eastern Life Assurance Company Limited

(Registration No. 1908 00011G)

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