

Manulife PRS - Growth Fund

Fund Details

Investment Objective

Manulife PRS – Growth Fund aims to facilitate accumulation of retirement savings* by providing capital growth over the long term.

* Please note that this is neither a capital guaranteed fund nor a capital protected fund.

Investment Strategy

To achieve the objective of the Fund, the Provider will at all times invest a minimum of 30% up to a maximum of 70% of the Fund's NAV in equities and/or equity-related securities. That part of the Fund's NAV not invested in equities and/or equity-related securities will be invested in fixed income instruments.

Further, the Fund may invest up to 30% of the Fund's NAV at any time in foreign markets which include but not limited to Asia Pacific region whenever opportunities arise. The Asia Pacific region would include but are not limited to Australia, Hong Kong, Indonesia, Philippines, Korea, India, Singapore and Thailand.

Distribution Policy

Incidental. All distributions, if any, will be automatically reinvested and distributed as additional Units of the Fund.

Key Data

Launch Date	19 November 2012
Initial Offer Price	RM0.5000
Class A: Unit NAV	RM0.5103
Class C: Unit NAV	RM0.5312
Fund Size	RM24.34 million
Units in Circulation	47.70 million
Benchmark	60% FBM KLCI Index + 40% Maybank 12-month fixed deposit rate

Fees by the Provider of the Scheme

Sales Charge	Class A & B: Up to 2.00% of the NAV per unit
Management Fee	Class C: Up to 3.00% of the NAV per unit Class A: 2.25% p.a. of the NAV Class B: 1.50% p.a. of the NAV Class C: 1.50% p.a. of the NAV
Trustee Fee	Class A & B: 0.04% p.a. of the NAV Class C: 0.025% p.a. of the NAV
Redemption Charge	Class A & B: 3% of NAV per Unit for withdrawal in the 2nd year; 2% of NAV per Unit for withdrawal in the 3rd year; 1% of NAV per Unit for withdrawal in the 4th year; No Redemption Charge from the 5th year onwards. Class C: N/A

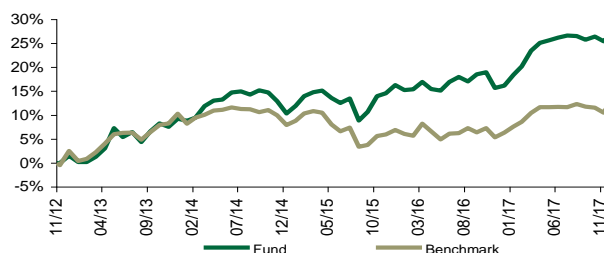
Fees by the Private Pension Administrator (PPA)

PPA Account Opening Fee	RM10.00 (one-off)
PPA Annual Fee ¹	RM8.00 p.a.
PPA Pre-Retirement Withdrawal Fee	RM25.00 for each withdrawal
PPA Transfer Fee	RM25.00 for each withdrawal to another PRS provider
PPA Administration Fee	0.04% p.a. of the NAV of the Fund

Income Distribution

Manulife PRS - Growth Fund (Class A)	
26 December, 2017	1.40 sen (gross)
Manulife PRS - Growth Fund (Class C)	
26 December, 2017	1.45 sen (gross)

Fund Performance



Source: Lipper

Past performance is not necessarily indicative of future performance

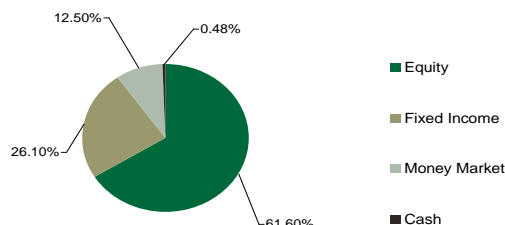
Performance Table

	1M	3M	6M	YTD	1Y	Since Inception
Fund Class A (%)	1.55	1.28	0.93	9.69	9.69	27.40
Benchmark Class A (%)	2.86	1.74	1.78	6.91	6.91	13.70
Fund Class C (%)	1.62	1.47	1.32	10.56	10.56	11.83
Benchmark Class C (%)	2.86	1.74	1.78	6.91	6.91	6.57

Source: Lipper as at 31 December 2017

Fund performance is calculated on NAV to NAV. Past performance is not necessarily indicative of future performance. The benchmark return is in MYR terms.

Asset Allocation



Top Holdings

	%
Manulife Equity Plus Fund	13.04
Manulife Investment Growth Fund	13.04
Manulife Investment Pacific Fund	7.01
Manulife Investment Progress Fund	7.00
Southern Power Generation 5.02 10/29/27	6.20
Imtiaz Sukuk II Berhad 4.5 11/22/2019	5.81
Cahaya Mata Sarawak 4.8 05/05/2022	5.60
Manulife Investment Al-Ma'mun	5.07
Manulife Investment Regular Savings Fund	5.04
Manulife Investment Greater China Fund	3.01

Income Distribution

12 December, 2013	2.34 sen (gross)
01 December, 2014	4.00 sen (gross)
26 November, 2015	2.25 sen (gross)
28 November, 2016	1.30 sen (gross)

Manulife PRS - Moderate Fund

Fund Details

Investment Objective

Manulife PRS – Moderate Fund aims to facilitate accumulation of retirement savings* through a combination of income# and capital growth over the long term.

* Please note that this is neither a capital guaranteed fund nor a capital protected fund.
Income declared will be reinvested in the form of additional Units issued to Members.

Investment Strategy

To achieve the objective of the Fund, the Provider will at all times invest a minimum of 40% up to a maximum of 60% of the Fund's NAV in equities and/or equity-related securities. That part of the Fund's NAV not invested in equities and/or equity-related securities will be invested in fixed income instruments.

Further, the Fund may invest up to 30% of the Fund's NAV at any time in foreign markets which include but not limited to Asia Pacific region whenever opportunities arise. The Asia Pacific region would include but are not limited to Australia, Hong Kong, Indonesia, Philippines, Korea, India, Singapore and Thailand.

Distribution Policy

Once a year, if any. All distributions, if any, will be automatically reinvested and distributed as additional Units of the Fund.

Key Data

Launch Date	19 November 2012
Initial Offer Price	RM0.5000
Class A: Unit NAV	RM0.5052
Class C: Unit NAV	RM0.5269
Fund Size	RM8.84 million
Units in Circulation	17.50 million
Benchmark	50% FBM KLCI Index + 50% Maybank 12-month fixed deposit rate

Fees by the Provider of the Scheme

Sales Charge	Class A & B: Up to 2.00% of the NAV per unit Class C: Up to 3.00% of the NAV per unit
Management Fee	Class A: 2.25% p.a. of the NAV Class C: 1.50% p.a. of the NAV
Trustee Fee	Class A & B: 0.04% p.a. of the NAV Class C: 0.025% p.a. of the NAV
Redemption Charge	Class A & B: 3% of NAV per Unit for withdrawal in the 2nd year; 2% of NAV per Unit for withdrawal in the 3rd year; 1% of NAV per Unit for withdrawal in the 4th year; No Redemption Charge from the 5th year onwards. Class C: N/A

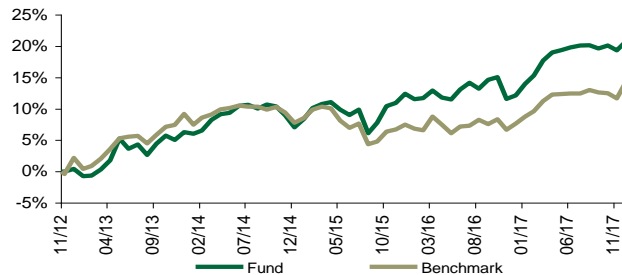
Fees by the Private Pension Administrator (PPA)

PPA Account Opening Fee	RM10.00 (one-off)
PPA Annual Fee ¹	RM8.00 p.a.
PPA Pre-Retirement Withdrawal Fee	RM25.00 for each withdrawal
PPA Transfer Fee	RM25.00 for each withdrawal to another PRS provider
PPA Administration Fee	0.04% p.a. of the NAV of the Fund

Income Distribution

Manulife PRS - Moderate Fund (Class A)	
26 December, 2017	1.05 sen (gross)
Manulife PRS - Moderate Fund (Class C)	
26 December, 2017	1.09 sen (gross)

Fund Performance



Source: Lipper

Past performance is not necessarily indicative of future performance

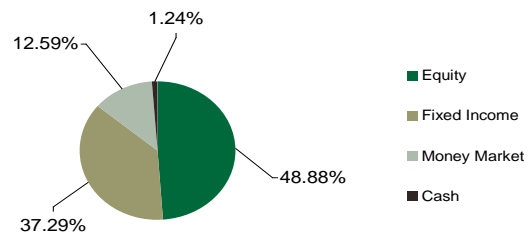
Performance Table

	1M	3M	6M	YTD	1Y	Since Inception
Fund Class A (%)	1.21	0.97	0.83	7.74	7.74	20.82
Benchmark Class A (%)	2.43	1.59	1.75	6.27	6.27	14.40
Fund Class C (%)	1.26	1.18	1.22	8.55	8.55	9.48
Benchmark Class C (%)	2.43	1.59	1.75	6.27	6.27	6.38

Source: Lipper as at 31 December 2017

Fund performance is calculated on NAV to NAV. Past performance is not necessarily indicative of future performance. The benchmark return is in MYR terms.

Asset Allocation



Top Holdings

Top Holdings	%
Manulife Equity Plus Fund	13.00
Manulife Investment Growth Fund	9.99
Manulife Investment Al-Ma'mun	9.65
Southern Power Generation 5.02 10/29/27	9.35
Intiaz Sukuk II Berhad 4.5 11/22/2019	9.11
Cahaya Mata Sarawak 4.8 05/05/2022	8.98
Manulife Investment Pacific Fund	3.98
Manulife Investment Progress Fund	3.98
Manulife Investment As-Saad	3.35
Manulife Bond Plus Fund	3.25

Income Distribution

Date	Amount (gross)
12 December, 2013	2.02 sen (gross)
01 December, 2014	3.00 sen (gross)
26 November, 2015	1.15 sen (gross)
28 November, 2016	1.40 sen (gross)

Manulife PRS - Conservative Fund

Fund Details

Investment Objective

Manulife PRS – Conservative Fund aims to provide steady returns whilst preserving* capital.

* Please note that this is neither a capital guaranteed fund nor a capital protected fund.

Investment Strategy

To achieve the objective of the Fund, the Provider will at all times invest a minimum of 80% of the Fund's NAV in Malaysian fixed income instruments (of which a minimum of 20% will be invested in money market instruments) and a maximum of 20% of the Fund's NAV in Malaysian equities and/or equity-related securities.

The Fund may also invest up to 5% of the Fund's NAV at any time in fixed income instruments which are rated below BBB3/P2 by RAM (or equivalent rating by MARC) and/or are unrated.

Distribution Policy

Once a year, if any. All distributions, if any, will be automatically reinvested and distributed as additional Units of the Fund.

Key Data

Launch Date	19 November 2012
Initial Offer Price	RM0.5000
Class A: Unit NAV	RM0.5177
Class C: Unit NAV	RM0.5347
Fund Size	RM2.52 million
Units in Circulation	4.86 million
Benchmark	Maybank 12-month fixed deposit rate

Fees by the Provider of the Scheme

Sales Charge	Class A & B: Up to 2.00% of the NAV per unit Class C: Up to 3.00% of the NAV per unit
Management Fee	Class A: 2.25% p.a. of the NAV Class B: 1.50% p.a. of the NAV Class C: 1.50% p.a. of the NAV
Trustee Fee	Class A & B: 0.04% p.a. of the NAV Class C: 0.025% p.a. of the NAV
Redemption Charge	Class A & B: 3% of NAV per Unit for withdrawal in the 2nd year; 2% of NAV per Unit for withdrawal in the 3rd year; 1% of NAV per Unit for withdrawal in the 4th year; No Redemption Charge from the 5th year onwards. Class C: N/A

Fees by the Private Pension Administrator (PPA)

PPA Account Opening Fee	RM10.00 (one-off)
PPA Annual Fee ¹	RM8.00 p.a.
PPA Pre-Retirement Withdrawal Fee	RM25.00 for each withdrawal
PPA Transfer Fee	RM25.00 for each withdrawal to another PRS provider
PPA Administration Fee	0.04% p.a. of the NAV of the Fund

Income Distribution

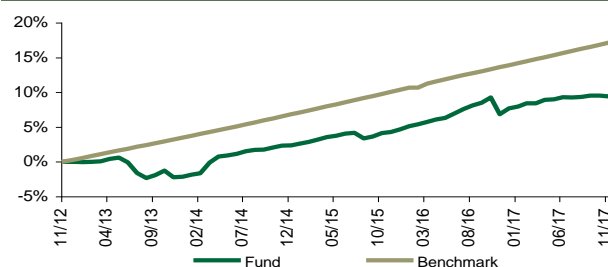
Manulife PRS - Conservative Fund (Class A)

26 December, 2017 0.61 sen (gross)

Manulife PRS - Conservative Fund (Class C)

26 December, 2017 0.63 sen (gross)

Fund Performance



Source: Lipper

Past performance is not necessarily indicative of future performance

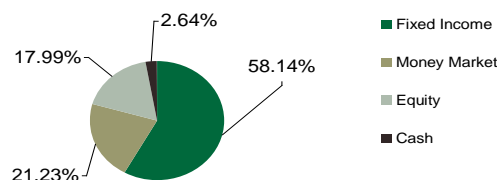
Performance Table

	1M	3M	6M	YTD	1Y	Since Inception
Fund Class A (%)	0.60	0.52	0.71	2.23	2.23	10.11
Benchmark Class A (%)	0.26	0.77	1.55	3.10	3.10	17.46
Fund Class C (%)	0.67	0.73	1.12	3.05	3.05	5.01
Benchmark Class C (%)	0.26	0.77	1.55	3.10	3.10	5.30

Source: Lipper as at 31 December 2017

Fund performance is calculated on NAV to NAV. Past performance is not necessarily indicative of future performance. The benchmark return is in MYR terms.

Asset Allocation



Top 10 Holdings

Top 10 Holdings	%
Manulife Investment Al-Ma'mun	19.32
Cahaya Mata Sarawak 4.8 05/05/2022	14.89
Imtiaz Sukuk II Berhad 4.5 11/22/2019	13.36
Southern Power Generatio 5.02 10/29/27	12.61
Manulife Investment As-Saad	7.43
Manulife Investment Bond Fund	7.43
Manulife Investment Regular Savings Fund	4.55
Manulife Investment Progress Fund	4.50
Manulife Investment Money Market Fund	1.78
Malaysia Airports Holdings Berhad	0.96

Manulife Investment Value Fund

26 November, 2015	1.50 sen (gross)
28 November, 2016	1.05 sen (gross)

Market Review & Outlook**Market Review****Equity**

The FBM KLCI concluded 2017 at 1,796.81, which is a full year gain of 9.45% and 4.60% m-o-m from year-end window dressing. This trend was in line with the global and regional markets on the back of positive economic and political news flow. The key development during the month was the signing of the Republican tax reform bill into law in the US. This is Trump's first major victory in his first year in office. In addition, the US continued to exhibit a robust labour market, reinforcing the Federal Reserve's third interest rate hike in 2017 to 1.50%. In Asia, Japan continued its economic revival, registering its seventh consecutive quarter of GDP growth (3Q17: 0.6% q-o-q) and its central bank reassuring the markets that it intends to maintain its dovish stance.

For the month, Malaysia saw net inflows of RM218.9 mil, a sharp reversal after four months of net outflows. The FBM KLCI ended the month higher by 4.60% m-o-m, to close at 1,796.81. The top performers were mainly the Banking stocks as the market started to rally on the back of positive developments in the US. The main laggards in the month were mostly the defensive stocks. Looking at the broader market, the FBM KLCI out-performed the FBM 100 and FBM Small Cap Index, which increased by 4.51% and 1.57% respectively.

Fixed Income

US Treasury (UST) yield curve flattened as short dated yields trended higher 10bps as players continued pricing in gradual rate hikes. The long-awaited tax reforms were finally passed after going through house and senate votes. The Fed hiked rates by 25bps to 1.25-1.50% in Dec FOMC meeting as widely expected. Fed raised the 2018 GDP projection to 2.2-2.6% from 2.0-2.3% done in Sep. Dot-plot projection continued signaling three hikes in 2018. Apart from the uncertain nature of the Trump's administration, US lawmakers are required to pass a spending plan by 19 Jan to avoid government shutdown, as the temporary funding extension expires. In addition, there are also potential heightening of risks from Iran political unrest and North Korea's threat.

The Malaysian Government Securities (MGS) yield curve shifted down slightly with the 3-year and 5-year MGS yields down 8bps and 7bps. 10-year MGS yield recorded higher 2 bps. The short to medium duration MGS gained together with MYR supported by foreign demand.

The MYR corporate bond secondary market activities were relatively slower. The flows were driven by portfolio rebalancing activities coupled with bargain hunting.

Fund Review**Manulife PRS-Growth Fund (MPGF)**

In December 2017, the Fund underperformed the benchmark by 131 bps. The performance was mainly dragged by the underlying equity funds, including Manulife Equity Plus Fund, Manulife Investment Pacific Fund and Manulife Investment Progress Fund.

Manulife PRS-Moderate Fund (MPMF)

In December 2017, the Fund underperformed the benchmark by 122 bps. The performance was mainly dragged by the underlying equity funds, including Manulife Equity Plus Fund, Manulife Investment Pacific Fund and Manulife Investment Progress Fund.

Manulife PRS-Conservative Fund (MPCF)

In December 2017, the Fund generated a return of 0.60%, outperforming its benchmark return of 0.26%. The outperformance was due primarily to the Fund's overweight position in Equities investments.

Market Review & Outlook**Market Outlook****Equity**

Global growth continues to be synchronized and broad based. Rate hike in the US remains as evidence to the overall improvement in the US economy. Fed raised the US 2018 GDP growth to 2.5%, up from previous forecast of 2.1%; while GDP forecast for 2019 was revised upwards to 2.1% from previous expectation of 2.0%, referencing a potential lift in economic activity at the back of the US tax reform. Recent inflation readings were below Fed's target of 1.9%, reemphasizing Fed's accommodative and gradual stance in the monetary policy tightening.

On Europe front, ECB opted to keep interest rates unchanged. Similarly to the US, ECB upgraded its 2018 GDP forecast to 2.3% from 1.8% previously, but expressed some concern over inflation. That said, ECB is likely to remain gradual in its normalization of monetary policy. The ongoing economic expansion in the Euro area is expected to continue to be supported by the ECB's monetary policy measures. Over in Asia, even though China's economic growth slowed but steady deceleration will continue in 2018 as policymakers continue to rebalance the country's economic model, its equity market will continue to benefit from the stabilization of the Chinese economy, with growth still promising, supported by ongoing modest fiscal expansion.

Locally, the Malaysian market has shown some positive signs. Both domestic and foreign participation are increasing and gradually shifting back to the market. Stronger external demand and infrastructure spending will continue to support economic growth. Thematic plays on GE14, interest rate hike and infrastructure spending are key positive themes increasingly boosting market sentiment. Undemanding market valuation against regional peers should continue to attract more foreign interest in addition to favorable uptrend of the Ringgit and crude oil. We continue to stay invested and focus on companies that demonstrate growth and strong cash flows.

Fixed Income

We believe external factors will continue to be key drivers of the local bond market. These include monetary policies of major global and regional economies and US fiscal policies. We also remain vigilant on China's deleveraging process as well as geopolitical developments.

Within Malaysia, there may be more local political noises as the national election approaches. In any case, the market anticipates at least a 25 bps hike in the OPR given the continuous strong GDP growth trend. That said, we anticipate some support for short term MGS given foreign inflow into MGS markets, which is driven by expectation of MYR appreciation. Over the longer term, we expect yields to move rangebound with upward bias due the expectation of OPR hike as well as possible foreign flow reversal as MYR becomes more expensive.

We expect demand for corporate bonds continue to improve as yields remain attractive and wider credit spreads against MGS will provide some upside gain owing to improved credit risk appetite. Overall, we expect slight bearish bias for the local bond market over longer term. We will continue to invest in selected higher yielding credits to ride through the rising interest rate cycle.

Important Information

¹ No annual fee will be charged during the 1st year of the opening of a private pension account; there will also be no annual fee payable if no contributions are made during a calendar year.

This factsheet is prepared for information purpose only. It does not have regard to the specific investment objectives, financial situation and the particular needs of any specific person who may receive it. Members are advised to read and understand the contents of the Manulife PRS NESTEGG Series Disclosure Document dated 19 November 2012 and the Supplemental Disclosure Document dated 25 June 2013, the Second Supplemental Disclosure Document dated 10 June 2014, the Third Supplemental Disclosure Document dated 1 September 2015, the Fourth Supplemental Disclosure Document dated 1 April 2015, the Fifth Supplemental Disclosure is dated 1 June 2015 and the Sixth Supplemental Disclosure Document dated 28 April 2016; which has been registered with the Securities Commission who takes no responsibility for its contents, before investing. Application for units can only be made on receipt of the Application Form referred to and accompanying the Disclosure Document dated 19 November 2012 and the Supplemental Disclosure Document dated 25 June 2013, the Second Supplemental Disclosure Document dated 10 June 2014, the Third Supplemental Disclosure Document dated 1 September 2014, the Fourth Supplemental Disclosure Document is dated 1 April 2015, the Fifth Supplemental Disclosure is dated 1 June 2015 and the Sixth Supplemental Disclosure Document dated 28 April 2016, which can be obtained at the Provider's registered office or any of the Manulife Support Centres. Members are further advised to read and understand the Product Highlights Sheet (PHS) before making any investment decision. The PHS is available and members have the right to request for a PHS from the Provider. Members should consider the fees and charges involved and note that prices may go down as well as up. Where a unit split/distribution is declared, you are advised that following the issue of additional units/distribution, the NAV per unit will be reduced from pre-unit split NAV/cum-distribution NAV to post-unit split NAV/ex-distribution NAV; and where a unit split is declared, the value of your investment in Malaysian ringgit will remain unchanged after the distribution of the additional units. The NAV disclosed hereof may differ from actual final NAV due to certain adjustments. The Provider wishes to highlight the specific risks of the Funds which are company specific risk, credit/default risk, collective investment scheme risk, country risk, currency risk and derivative risk. The information herein is not and should not be construed as an offer or solicitation, or recommendation to acquire or dispose of any investment and should not be considered as investment advice. Any person considering an investment should seek independent advice on the suitability or otherwise of the particular investment.

The Provider, Manulife Asset Management Services Berhad (MAMSB) is a wholly owned subsidiary of Manulife Holdings Berhad, which is majority owned by Canada-based Manulife Financial Corporation and holds a Capital Markets Services License for the regulated activities of fund management, dealing in securities restricted to unit trusts, dealing in private retirement scheme and financial planning under the Capital Markets and Services Act 2007. MAMSB operates under the brand name of Manulife Asset Management - the asset management arm of Manulife Financial.