

FUND OBJECTIVE

To achieve capital growth by investing in a portfolio of Shariah-compliant collective investment schemes that invests primarily in Shariah-compliant equities.

FUND DETAILS

Launch Date	1 December 2017	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	1.34 million units (30 September 2019)	Fund Size	RM1.23 million (30 September 2019)
Unit NAV	RM0.9200 (30 September 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	Principal Islamic Aggressive Wholesale Fund-of Funds
Benchmark	MSCI AC Asia ex Japan Islamic Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> ▪ Have a long-term investment horizon ▪ Have a high risk profile and seek for potentially higher but more volatile investment return ▪ Want a portfolio of investments that adhere to Shariah principles 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Strategic Aggressive Fund. ▪ Up to 1.8% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Mutual Funds	Cash
94.04%	5.96%

SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	94.04%
Cash	5.96%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic Asia Pac Equity Fund	38.01%
CIMB Islamic Equity Aggressive Fund	28.40%
CIMB Islamic DALI Equity	27.63%
Total	94.04%

PERFORMANCE RECORD

This fund feeds into Principal Islamic Aggressive Wholesale Fund-of-Funds (“target fund”) with the objective to achieve capital growth by investing in a portfolio of Shariah-compliant collective investment schemes that invest primarily in Shariah-compliant equities.

Table below shows the investment returns of Sun Life Malaysia Islamic Strategic Aggressive Fund versus its benchmark as at 30 September 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	6.79	0.46	-1.55	0.94	-4.39	N/A	-8.00
Benchmark	7.23	1.75	-3.20	-4.35	-5.63	N/A	-9.90

* Calculation of past performance is based on NAV-to-NAV

Notice: Past performance of the fund is not an indication of its future performance which may differ. The fund performance is not guaranteed.

FUND MANAGER’S COMMENTS

In September, the Fund rose 0.46%, underperforming the Benchmark by 1.29%. Malaysia and China contributed the most to the outperformance while India was the main detractor. Year-to-date, the Fund rose +6.79%, underperforming the Benchmark by 0.44%.

Regional equities rose in September as US and China toned down their trade war rhetoric. Korea and Taiwan posted the highest returns on the back of Apple’s new iPhone launch and reports of improvement in semiconductor demand amongst large datacentres. The Indian equity market also outperformed after the government announced a surprise fiscal stimulus which involved sizeable corporate tax cuts. With economic growth elusive in both developed and developing countries, central banks continue to embark on monetary policy easing as observed with the US Fed cutting interest rates, China reducing its Reserve Requirement Ratio (RRR) and ECB announcing a bond-buying program this month.

With capital preservation in mind, we continue to diversify the portfolio into off-benchmark names. New ideas will be differentiated in terms of business exposures to the existing stocks in the portfolio to provide resilience. We maintain NEUTRAL on Malaysia while await policy clarity post Budget 2020 announcement. With expectation of further OPR cuts over the next 18 months, we continue to like the dividend investment theme, favouring high dividend yielders with earnings resilience. We also look to accumulate selective growth stocks on weakness within the utilities, telecommunication, oil and gas and construction sectors. Our thematic opportunistic trade in the glove and technology sectors has performed well, we are cognizant of diminishing returns and will look to sell into strength.

Source : Principal Asset Management Bhd

Date : 30 September 2019

Disclaimer:

The benchmark performance is not a guide to future performances which may differ. The performance of the fund is not guaranteed. The value of the fund will fluctuate and may fall below the amount of premiums paid and the fund value depends on the actual performance of the underlying investment. This material is for information purposes only and is subject to change at any time without notice. Sun Life Malaysia does not guarantee its accuracy, completeness, correctness or timeliness for any purpose or reason. This information should not be considered as advice or recommendation in relation to your account or particular investment objectives, financial situation or needs. You may not revise, transform, or build upon this material without prior written consent of Sun Life Malaysia. Before acting on any information you should seek independent financial advice.