

### FUND OBJECTIVE

The objective of the Fund is to grow the value of Unit Holders' investments over the medium to long-term in an equity fund that invests in the global titans market of the US, Europe and Japan with an exposure to the Malaysian equities market to balance any short-term volatilities.

### FUND DETAILS

Launch Date	20 May 2014	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	18.356 million units (31 January 2019)	Fund Size	RM27.558 million (31 January 2019)
Unit NAV	RM1.5013 (31 January 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Target Fund	CIMB Principal Global Titans Fund
Benchmark	42% S&P500 + 36% MSCI Europe + 12% MSCI Japan+ 10% CIMB Bank 1-month Fixed Deposit Rate	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>Have a medium to long term investment horizon</li> <li>Target capital appreciation</li> <li>Do not require regular income</li> <li>Comfortable with higher volatility</li> <li>Willing to take higher risk for potential higher gains</li> </ul>	Fees	Management fee: 1.500% p.a.

### ASSET ALLOCATION OF THE TARGET FUND

Mutual Fund	Cash
92.46%	7.54%

#### SECTOR ALLOCATION OF THE TARGET FUND

Legg Mason Global Funds –US Large Cap	29.41%
Schroder – ISF Euro Equity USD-A	23.83%
Schroder -ISF US Large Cap A Acc	14.18%
Schroder -ISF Japanese Opps USD A Acc	13.40%
Principal GLB - EUR EQ-INS ACC	11.58%
Principal GLB - JAP EQ-INS ACC	0.06%
Cash	7.54%
Total	100.00%

#### TOP HOLDINGS OF THE TARGET FUND

Alphabet Inc.	4.67%
Amazon.com Inc	3.94%
Visa Inc	3.68%
Facebook Inc	2.95%
Microsoft Corp	2.62%
Sanofi	3.16%
Danone	3.10%
Nokia	2.89%
Porsche Automobil Holding	2.56%
AXA	2.22%
Orix	4.38%
Sumitomo Mitsui Financial Group	4.18%
Itochu	3.98%
Brother Industries	2.69%
Nexon	2.69%

#### PERFORMANCE RECORD

This fund feeds into CIMB Principal Global Titans Fund (“target fund”) with the objective to achieve medium to long-term capital gains by investing into the US, Europe and Japan equities while having some Malaysia equities exposure to counter the short-term volatility in the global equities markets.

Table below shows the investment returns of Sun Life Malaysia Global Titans Fund versus its benchmark as at 31 January 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	5.69%	5.69%	-2.05%	-6.09%	-4.13%	23.40%	50.13%
<b>Benchmark</b>	5.59%	5.59%	-1.66%	-4.79%	-3.36%	28.10%	52.29%

**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

The Fund (Class MYR) increased by 5.69% during the month of January 2019, outperformed the benchmark by 0.10%. Year-to-date, the Fund is up 5.69%, outperformed the benchmark by 0.10%.

DM markets rebounded in December. U.S., Europe and Japan markets increased in local currency terms by 7.87%, 6.07% and 5.24% respectively. The U.S. Dollar Index declined by 0.62% in January with the government shutdown and the Federal Reserve signaling a pause in rate hike. Japanese Yen gained by 0.73% against the dollar and Euro was flat.

We are neutral in U.S. because of over-valuation while growth momentum is slowing down. Forward 12m EPS continued to be revised down by 1.3%. Its premium valuation is 20% vs. the long-term average at 12.2% (PB-ROE). And mid-cycle P/E valuation is at 8% premium, compared to 1.3% discount in the previous month. The January manufacturing PMI increased from 53.8 to 54.9, mainly helped by domestic demand. New exports order only rose marginally.

We are overweight Japan because of its attractive valuation. P/B-ROE valuation is at 18.4% discount vs. long-term average premium of 11.4%. The mid-cycle P/E valuation is at 23% discount. Japan's manufacturing PMI declined from 52.4 to 50.3 after a solid rebound in December, due to weak international demand. Forward 12m EPS was revised down slightly by 0.5% in JPY term after an upward revision of 1.5% in December.

We are underweight Europe because of the Brexit risk and economy slowdown gathering pace amid EU central bank decelerates the balance sheet growth to zero. The EU manufacturing PMI declined slightly from 52.2 to 51.1 and its forward 12m EPS continued to be revised down by 0.4% in January.

**Source : CIMB-Principal Asset Management Bhd**

**Date : 31 January 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.