

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 | 17.171 million units (31 October 2018) | Fund Size | RM26.317 million (31 October 2018) |
| Unit NAV | RM1.5327 (31 October 2018) | 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"> ▪ Have a medium to long term investment horizon ▪ Target capital appreciation ▪ Do not require regular income ▪ Comfortable with higher volatility ▪ Willing to take higher risk for potential higher gains | Fees | Management fee: 1.500% p.a. |

ASSET ALLOCATION OF THE TARGET FUND

| Equity | Cash |
|------------------|-------------------|
| Min 50%; Max 98% | Remaining Balance |

SECTOR ALLOCATION OF THE TARGET FUND

| | |
|---------------------------------------|----------------|
| Legg Mason Global Funds –US Large Cap | 27.53% |
| Schroder – ISF Euro Equity USD-A | 23.98% |
| Schroder -ISF US Large Cap A Acc | 13.93% |
| Schroder -ISF Japanese Opps USD A Acc | 11.70% |
| Principal GLB - EUR EQ-INS ACC | 11.45% |
| Principal GLB - JAP EQ-INS ACC | 0.05% |
| Cash | 11.36% |
| Total | 100.00% |

TOP HOLDINGS OF THE TARGET FUND

| | |
|---------------------------------|-------|
| Amazon.com | 5.56% |
| Orix | 4.88% |
| Alphabet Inc. | 4.57% |
| Sumitomo Mitsui Financial Group | 4.38% |
| Itochu | 3.98% |
| Sanofi | 3.70% |
| Microsoft Corporation | 2.81% |
| Brother Industries | 2.79% |
| Danone | 2.49% |
| Tokio Marine Holdings | 2.49% |
| Visa | 2.38% |
| Porsche Automobil Holding | 2.35% |
| Akzo Nobel | 2.35% |
| SAP | 2.29% |
| Facebook Inc | 2.06% |

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 October 2018:

| % | YTD | 1M | 3M | 6M | 1-Year | 3-Year | Since Inception |
|------------------|--------|--------|--------|-------|--------|--------|-----------------|
| Fund* | -0.45% | -5.97% | -4.12% | 0.52% | -2.37% | 13.27% | 53.27% |
| Benchmark | -0.37% | -5.71% | -3.18% | 2.16% | -1.71% | 16.79% | 54.86% |

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) declined by 5.97% during the month of October 2018, underperformed the benchmark by 0.26%. Year-to-date, the Fund is down 0.45%, underperformed benchmark by 0.08%.

Global equities ended flat though several markets made strong gains. Japan took over the baton from US as the market leader. "H-shares" and Shanghai markets remained in technical "bear markets" with drops exceeding - 20.0% from peaks. Asian underperformance versus US equities in US Dollar (USD) terms (-19.0%) over six months sat at the 97th percentile since March 2001. Fund flows continued to favour US equities though the outflow momentum from EMs showed signs of ebbing by the end of the month. Global 10-year yields moved higher, both real and nominal. Yield curves steepened a tad in developed markets (DMs). Credit spreads were narrower, especially in EM high yield. Sovereigns underperformed, clocking negative returns while high yield and EMs outperformed handsomely (EM sovereigns and high yield each delivered approximately 2.0% total return). Commodities gained, led by higher crude and base metal prices. Among currencies, the USD's run against both DM and EM currencies halted. The key reasons were rate hikes in EMs, policy normalization resolve in DMs and the USD getting expensive on purchasing power parity basis.

Source : CIMB-Principal Asset Management Bhd

Date : 31 October 2018

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.