

FUND OBJECTIVE

To achieve long term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

FUND DETAILS

Launch Date	21 July 2021	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	11.76 million units (30 June 2022)	Fund Size	RM10.35 million (30 June 2022)
Unit NAV	RM0.8797 (30 June 2022)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Nomura Asset Management Malaysia Sdn Bhd	Target Fund	Nomura Global Sustainable Equity Fund
Benchmark	MSCI All Country World Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> are seeking long term capital growth; want a portfolio of investments that provides positive impact on the sustainable development of society; want to have portfolio with global exposure; or are prepared to accept moderate level of volatility. 	Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Sustainable Fund. Up to 1.6% p.a. fund management charge is applied on the target fund's NAV by Nomura Asset Management Malaysia Sdn Bhd.

ASSET ALLOCATION OF THE TARGET FUND

Equity Fund	Cash and Others
98.74%	1.26%

SECTOR ALLOCATION OF THE TARGET FUND

Health Care	26.89%
Information Technology	23.99%
Industrials	13.33%
Financials	12.14%
Utilities	7.80%
Communication Services	5.72%
Consumer Staples	4.20%
Materials	3.84%
Consumer Discretionary	1.03%
Cash	1.06%

TOP HOLDINGS OF THE TARGET FUND

Thermo Fisher Scientific Inc.	4.23%
NextEra Energy, Inc.	4.13%
Novo Nordisk A/S Class B	4.11%
Microsoft Corporation	3.88%
Mastercard Incorporated Class A	3.85%

PERFORMANCE RECORD

This fund feeds into Nomura Global Sustainable Equity Fund ("target fund") with the objective to achieve long-term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

Table below shows the investment returns of Sun Life Malaysia Global Sustainable Fund versus its benchmark as at 30 June 2022:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
Fund*	-14.41	-6.52	-10.45	-14.41	N/A	N/A	-12.03
Benchmark	-16.36	-7.98	-12.09	-16.36	N/A	N/A	-12.06

* 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

Allocation was strongly positive over the month driven by the overweight to Healthcare and the underweight to Energy turning positive as the sector began to roll over following its exceptional YTD outperformance. Selection was also positive coming from both Financials and Utilities. Another weak month in markets capped off the worst 1H for US equity markets in particular in 60 years as fears of a global recession and the inability of central banks to navigate this have weighed very heavily on sentiment. The selloff YTD has been led by Growth and a huge reversal in performance from a number of very high growth disruptors that had risen to speculative valuation levels in the preceding bull market. Within this environment the Target Fund has outperformed MSCI ACWI by +0.53% YTD and very strongly outperformed many of the peers that do not have the same rigorous approach to valuation.

Impact Focus of the month: The Target Fund Manager is delighted to publish the third annual Impact Report for the Global Sustainable Equity Strategy. Against a rapidly evolving sustainable investment backdrop, the Target Fund Manager believe that 'impact awareness' will become the most important concept as sustainable investing matures. The report demonstrates Target Fund Manager's philosophy of 'impact awareness' that runs through everything they do on behalf of their clients. Please find the Report here: <https://www.nomura-asset.co.uk/download/NAM-Impact-Report-2021.pdf>.

The top contributors to outperformance were NextEra Energy (+2.3%) and AiA Group (+5.1%). NextEra has continued to recover following the earlier sell off on concerns over the impact of potential tariffs on solar equipment and delivered a reassuring update on its ability to still deliver growth at its capital markets day. AiA Group has recovered as sentiment related to lockdowns due to China's zero COVID policy improved amidst reports of falling cases as well as the re-opening of the economy and growing optimism around government stimulus for the economy. The greatest detractors were TSMC (-16.7%) and DSM (-14.9%). DSM had initially performed very strongly in May following news of its merger with Firmenich but has consolidated in June as investors have grown somewhat more lukewarm over the deal and the company's ability to deliver stated synergies. TSMC was the biggest detractor during June due to concerns over the semiconductor cycle entering a downturn given weak PC and smartphone sales and overall macro uncertainty. The Target Fund Manager continue to believe TSMC's revenue growth will outperform the semiconductor industry in the event of a slowdown thanks to their focus on the high end.

RISKS

All investment carries some form of risks. The potential key risks include but are not limited to the following:

Returns not guaranteed	The investment of the fund is subject to market fluctuations and its inherent risk. There is NO GUARANTEE on the investment returns, nor any assurance that the target fund's investment objective will be achieved.
Market risk	The value of an investment will decrease or increase due to changes in market factors i.e. economic, political or other events that impact large portions of the market. Market risk cannot be eliminated, hence the target fund's investment portfolio may be prone to changing market conditions that may result in uncertainties and fluctuations in the value of the underlying of the target fund's investment portfolio, causing the NAV or prices of units to fluctuate.
Inflation risk	This is the risk that your investment in the target fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the nominal value of the investment in monetary terms has increased.
Manager's risk	This risk refers to the day-to-day management of the target fund by Nomura which will impact the performance of the target fund, e.g. investment decisions undertaken by Nomura as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weakness in operational process and systems may adversely affect the performance of the target fund. In order to mitigate this risk, the implementation of internal controls and a structured investment process and operational procedures has been put in place by Nomura.
Concentration risk	As the target fund invests at least 80% of its NAV in the master fund, it is subject to concentration risk as the performance of the target fund would be dependent on the performance of the master fund.
Country risk	The investment of the target fund may be affected by risk specific to the country which it invests in. Such risks include changes in the country's economic, social and political environment. The value of the assets of the target fund may also be affected by uncertainties such as currency repatriation restrictions or other developments in the law or regulations of the country which the target fund invests in, i.e. Ireland, the domicile country of the master fund.

RISKS (CONTINUED)

Default risk

Default risk relates to the risk that an issuer of a money market instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the money market instruments. This could affect the value of the target fund as up to 20% of the NAV of the target fund will be invested in liquid assets which include but are not limited to deposits and money market instruments.

Investment manager of the master fund risk

The target fund will invest in the master fund managed by a foreign asset management company. This risk refers to the risk associated with the investment manager, which include:

- i) The risk of non-adherence to the investment objective, strategy and policies of the master fund;
- ii) The risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the investment manager; and
- iii) The risk that the master fund may underperform its benchmark due to poor investment decisions by the investment manager.

Source : Nomura Asset Management Malaysia Sdn Bhd

Date : 30 June 2022

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. Sun Life Malaysia may suspend the unit pricing and defer the payment of benefits, other than death and total and permanent disability benefits, subscription or redemption of units, switching of funds, under this contract for a reasonable period in exceptional circumstances, such as and including intervening events resulting in temporary closure of any stock exchange.