

FUND OBJECTIVE

To provide capital appreciation through investments in collective investment scheme, which invests primarily in a diversified portfolio of technology related companies.

FUND DETAILS

| | | | |
|----------------------|---|--------------|--|
| Launch Date | 01 June 2022 | Domicile | Malaysia |
| Currency | Ringgit Malaysia | Launch Price | RM1.0000 |
| Units in Circulation | 24.37 million units (30 August 2023) | Fund Size | RM29.98 million (30 August 2023) |
| Unit NAV | RM1.2298 (30 August 2023) | Dealing | Daily (as per Bursa Malaysia trading day) |
| Fund Manager | Principal Asset Management Bhd | Target Fund | Principal Global Technology MYR-Hedged class Fund |
| Benchmark | MSCI World Information Technology Index | Taxation | 8% of annual investment income |
| Risk Profile | <p>Suitable for investors:</p> <ul style="list-style-type: none"> Are sophisticated investors; Have a long term investment horizon; Seek capital appreciation from investment in predominantly equity securities; and Want exposure to the technology sector. | Fees | <ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Technology Fund. Up to 1.8% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd. |

ASSET ALLOCATION OF THE TARGET FUND

| | |
|-------------|-------|
| Mutual Fund | Cash |
| 98.04% | 1.96% |

Sun Life Malaysia Global Technology Fund

August 2023



| SECTOR ALLOCATION OF THE TARGET FUND | |
|--|---------|
| Semiconductors | 19.86% |
| Application Software | 19.73% |
| Systems Software | 15.75% |
| Others | 13.04% |
| Internet Services & Infrastructure | 6.22% |
| Broadline Retail | 6.07% |
| Transaction & Payment Processing Services | 5.97% |
| Semiconductor Equipment | 5.24% |
| Technology Hardware, Storage & Peripherals | 4.93% |
| Cash | 3.19% |
| Total | 100.00% |

| TOP HOLDINGS OF THE TARGET FUND | |
|---------------------------------|--------|
| NVIDIA Corp (United States) | 8.07% |
| Microsoft Corp (United States) | 6.91% |
| Amazon.com Inc (United States) | 5.62% |
| Apple Inc (United States) | 4.93% |
| Mastercard Inc United States) | 3.35% |
| ServiceNow Inc (United States) | 2.95% |
| Synopsys Inc (United States) | 2.69% |
| ASML Holding NV (Netherlands) | 2.64% |
| Intuit Inc (United States) | 2.31% |
| Salesforce Inc (United States) | 2.29% |
| Total | 41.76% |

PERFORMANCE RECORD

The fund feeds into Principal Global Technology Fund - Class MYR-Hedged ("target fund") with the aim of providing capital appreciation through investments in one collective investment scheme, which invests primarily in a diversified portfolio of technology related companies.

Table below shows the investment returns of Sun Life Malaysia Global Technology Fund versus its benchmark as at 30 August 2023:

| % | YTD | 1M | 3M | 6M | 1-Year | 3-Years | Since Inception |
|------------------|-------|-------|------|-------|--------|---------|-----------------|
| Fund* | 31.63 | -3.85 | 5.34 | 20.51 | 22.98 | N/A | 22.98 |
| Benchmark | 40.19 | -1.86 | 7.04 | 27.32 | 29.89 | N/A | 38.27 |

* 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.

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FUND MANAGER'S COMMENTS

The Fund fell by 3.85% during the month, underperforming the benchmark by 1.99pt.

Global equities declined in August 2023 due to investor concerns about Fitch Ratings' downgrade of US long-term debt, China's property market crisis and weak economic data, and higher sovereign bond yields. However, stocks advanced near August-end, trimming earlier declines, partly due to US Federal Reserve (Fed) Chair Jerome Powell's speech at the Jackson Hole Economic Symposium indicating the Fed "will proceed carefully" in deciding whether to tighten rates further. In August, The information technology (IT) sector fared better than the rest with exception of the energy and healthcare sectors. The communication services sector was just behind IT with a fourth-place finish despite notable weakness in the entertainment and wireless telecommunication services industries. Within IT, four out of six industries sold off while communications equipment and IT services posted gains.

We continue to believe "Digital Transformation" (DT) is a multi-trillion-dollar opportunity as it enables a widening array of companies to leverage software and data to better understand their customers and business processes. Furthermore, with evidence that DT drives improved productivity and deeper customer relationships, we believe companies are now operationalising and scaling what worked during the COVID crisis and extending their DT initiatives into other parts of their operations.

In our long-term view, the most important aspect is still "quality," which we define as companies with strong, improving competitive positions, experienced/talented management teams with a proven track record of execution and premium-level financial strength.

RISKS

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

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|-------------------------------|--|
| Returns not guaranteed | The investment of the target 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 of your investment in the target fund not growing or generating 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. |
| Currency risk | Currency risk is applicable to class(es) (e.g. Class MYR) which is in a different currency than the base currency of the Fund (i.e. USD). The impact of the exchange rate movement between the base currency of the fund and the currency denomination of the respective classes may result in a depreciation of the value of your holdings as expressed in the base currency. As for the hedged class, the class itself provides mitigation to the currency risk arising from the difference between the currency denomination of the class and the base currency. While Principal aims to fully hedge the currency risk for a hedged class, you should note that it may not entirely eliminate currency risk. In addition, as a result of hedging, a hedged class will not be able to enjoy the full benefits of the currency movement in the event of a favourable movement of the currency denomination of the hedged class against the base currency of the fund. You should also note that hedging incurs costs which will impact the NAV of a hedged Class. |
| Manager's risk | Since the target fund invests into a collective investment scheme (CIS) managed by another manager, the master fund's manager has absolute discretion over the target fund's investment technique and knowledge, operational controls and management. In the event of mismanagement of the master fund, the NAV of the target fund, which invests into the master fund would be affected negatively. |
| Country risk | As the target fund invests in the master fund which is domiciled in Luxembourg, the target fund's investments in the master fund may be affected by risks specific to Luxembourg. Changes to laws and regulations of Luxembourg may have an adverse impact on the master fund, and consequently the target fund. |

RISKS (CONTINUED)

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

Biotechnology, Communication and Technology Sectors risk

Investment in the biotechnology, communication and technology sectors may present a greater risk and a higher volatility than investment in a broader range of securities covering different economic sectors. In addition, these sectors may be subject to greater government regulation than other sectors and, as a result, changes to such government regulation may have a material adverse effect on these sectors. Such investments may therefore drop sharply in value in response to market, regulatory or research setbacks in addition to possible adverse effects from the competition of new market entrants, patent considerations and product obsolescence. Particularly within technology, short product cycles and diminishing profit margins are additional factors to consider when investing.

Source : *Principal Asset Management Bhd*

Date : *30 August 2023*

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.