

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	10.91 million units (30 November 2022)	Fund Size	RM10.04 million (30 November 2022)
Unit NAV	RM0.9199 (30 November 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
98.98%	1.02%

SECTOR ALLOCATION OF THE TARGET FUND

Information Technology	27.19%
Health Care	24.66%
Industrials	14.36%
Financials	12.13%
Utilities	7.15%
Communication Services	5.29%
Consumer Staples	3.54%
Materials	3.37%
Consumer Discretionary	1.47%
Cash	0.83%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Thermo Fisher Scientific Inc.	4.26%
Mastercard Incorporated Class A	4.12%
NextEra Energy, Inc.	4.03%
Microsoft Corporation	3.92%
Johnson Controls International plc	3.92%

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 November 2022:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
Fund*	-10.50	1.22	0.78	-2.25	-7.58	N/A	-8.01
Benchmark	-10.77	1.21	2.26	-1.83	-8.29	N/A	-6.18

* 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

Markets have rebounded very strongly following Consumer Price Index data for October which has finally provided hope that inflation has peaked easing pressure on central banks, while Jerome Powell has furthermore signalled that the aggressiveness of rate hikes is set to moderate. The performance over the past two months has been very pleasing with the strategy outperforming in strongly advancing markets. The actions taken by the Target Fund Manager to add opportunistically to certain higher growth, high total impact stocks that had traded off excessively through the year and finally returned to attractive valuation levels have proven thus far to be the right actions. Stock selection drove the positive performance in November with both Technology and Financials contributing meaningfully. Allocation was neutral as despite a reversal in Energy headwinds the Healthcare overweight dragged on performance.

Impact Focus of the month: Safaricom is aligned with the Target Fund Manager's Global Access to Basic Financial Services impact goal. Safaricom operates the largest telecom business within Kenya (commanding in excess of 60 market share) and a mobile payment business M-Pesa which has revolutionised access to financial services across Kenya. The country has very low physical bank penetration, however through the introduction of mobile payments technology a J curve effect has been seen with regards to those now having access and this continues to grow very rapidly as a result of the socially responsible approach the business takes to improving access across Kenya. The Target Fund Manager tracks both the number of active users of its mobile payments business (currently in excess of 30 mm across a population of ca 55 mm) and the value of payments across M-Pesa as the key indicators of the company's performance.

The greatest contributors were AiA (+33%) and TSMC (+31%) with both stocks benefiting from improving sentiment around China and the APAC region. The greatest detractors were Medtronic (-10%) and Fidelity International (-13%). Fidelity International delivered very disappointing results for the third quarter and weak guidance from the new CEO. Whilst the Target Fund Manager was disappointed by results and recognises have been overly positive on the quality of the merchant solutions business, the position was sized appropriately for the risk and the Target Fund Manager believes that the new CEO has used this as a clearing event. The opportunity was therefore taken to add to the position, following the selloff post results, and the stock has already recovered meaningfully, though it remains a lower weight holding.

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 November 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.