

FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	108,989 Units (30 September 2016)
Fund Size	RM 114,162 (30 September 2016)
Unit NAV	RM1.0475 (30 September 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AILMAN Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index performance (FBMSHA)
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> Have a moderate risk appetite Expect incidental growth in capital Want an investment that complies with Shariah requirements
Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AILMAN Select Income Fund. 1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang.
Taxation	<ul style="list-style-type: none"> 8% of annual investment income

ASSET ALLOCATION

Sukuk & Islamic money market instruments	Min - 60% Max - 100%
Shariah-compliant equity	Max - 40%
Cash & others	Remaining balance

WHERE THE FUND INVESTS

Sukuk	67.4%	Consumer Goods	2.6%
Industrials	9.9%	Utilities	2.0%
Financials	4.5%	Others	0.6%
Telecommunications	3.5%	Consumer Services	0.4%
Technology	2.9%	Cash & CE	6.2%

TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	%
MEX II Sdn Bhd	5.90%	27.04.29	9.3
Gamuda Bhd	4.21%	26.10.18	8.6
Plus Bhd	4.64%	10.01.25	5.4
Al-'Aqar Capital Sdn Bhd	4.35%	06.05.20	4.3
Lebuhraya DUKE Fasa 3	5.95%	23.08.34	3.7
Equities			%
Tenaga Nasional Bhd			2.0%
Scientex Bhd			1.5%
Axis REIT Managers Berhad			1.5%
Singapore Telekom Ltd			1.3%
Inari Amertron Bhd			1.2%

PERFORMANCE RECORD

This fund feeds into Affin Hwang AILMAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

Table below shows the investment returns of Sun Life Malaysia AILMAN Select Income Fund versus its benchmark as at 30 September 2016:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	5.0	0.5	2.5	4.4	6.4	n/a	4.8
Benchmark	1.1	0.0	1.3	1.0	4.1	n/a	3.3

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

- Financial markets ended the month on a mixed note as continued concerns on the European banking sector kept equity markets under pressure.
- The Ringgit weakened by 2.1% to close the month at RM4.14 to the US Dollar, while bond yields and returns from the equity market also shifted lower. Despite much speculation, Bank Negara kept its OPR unchanged at 3.0%. Ringgit bonds were well supported for its comparatively more attractive yields despite the 10-year benchmark government yields slipping to 3.575%.
- Trade surplus narrowed in July on the back of weaker exports and smaller decline in imports. Nevertheless, international reserves rose marginally to USD 97.7 bil as at mid-September (+0.2%). The strength in plantation stocks driven by improved CPO prices was not enough to prop the equity market up. The Shariah Emas Index slid 0.7% lower in September.
- The Fund recorded a gain of 0.5% in the month of September, outperforming its benchmark index which recorded 0.0% over the same period.
- STRATEGY:** The Manager will be maintaining a moderate cash level for the portfolio in the interim on the back of on-going uncertainties.
- The portfolio's Sukuk portion will have its duration marginally reduced as we anticipate a potential rate hike to take place in the US before the end of the year.
- Given the current economic backdrop, the equity portion of the Fund will be tilted towards income yielding opportunities that are also able to provide growth prospects.

Source: Affin Hwang Asset Management Berhad

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.