

## 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	59,121 Units (31 May 2016)
Fund Size	RM 59,967(31 May 2016)
Unit NAV	RM1.0143 (31 May 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AIIAMAN 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"> <li>Have a moderate risk appetite</li> <li>Expect incidental growth in capital</li> <li>Want an investment that complies with Shariah requirements</li> </ul>
Fees	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AIIAMAN Select Income Fund.</li> <li>1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang.</li> </ul>
Taxation	<ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>

## 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	69.1%	Consumer Goods	2.6%
Industrials	8.3%	Consumer Services	1.5%
Financials	4.4%	Utilities	0.8%
Telecommunications	4.0%	Cash & CE	6.5%
Technology	2.8%	Total	100.0%

## TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	%
Al-'Aqar Capital Sdn Bhd	4.35%	06.05.20	14.4
Gamuda Bhd	4.21%	26.10.18	7.2
MEX II Sdn Bhd	5.90%	27.04.29	5.9
Jimah East Power S/B	6.24%	04.06.32	4.8
Plus Bhd	4.64%	10.01.25	4.4
Equities			%
Axiata Group Bhd			1.5%
Scientex Bhd			1.4%
IJM Corporation Bhd			1.3%
Axis REIT Managers Berhad			1.2%
Telekom Malaysia Bhd			1.2%

## PERFORMANCE RECORD

This fund feeds into Affin Hwang AIIAMAN 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 AIIAMAN Select Income Fund versus its benchmark as at 31 May 2016:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	1.6	1.3	2.1	2.4	1.4	n/a	1.4
<b>Benchmark</b>	-0.9	-0.4	-0.1	0.0	1.3	n/a	1.3

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

- The renewed hawkish rhetoric by US Federal Reserve officials fanned the speculation of potential rate hikes taking place in the next couple of meetings. Shorter dated US Treasuries fell as yields moved up between 8 – 10 basis points in a month, while the 10-year UST yield softened to a lof of 1.70% before it rallied to 1.85% in May. The Fed are set to next gather on June 14.
- Against this backdrop, performance of Asian credits had held up well in May attributed to the favourable market technicals and active primary issuances. The relative valuation in Asia credits appeared richer in the context of low yield environment.
- Regional equities whereas, took a hit after talks of a US interest rate hike nudged investors to shift assets out of the EM.
- The Fund recorded a gain of 1.3%, while the benchmark index dropped 0.4% in the month of May.
- STRATEGY:** Taking the near term interest rate risk into account, the Manager has shortened the portfolio duration (3.5 years to 4 years) in Asian bonds.
- The Manager has raised the cash levels to over 5%, and will be looking to participate in quality primary issuances that are able to provide attractive pricing. The Manager will also be taking a more cautious view on the regional equity market given the impending US interest rate hike, and Brexit referendum outcome.

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.