

### FUND OBJECTIVE

To achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

### FUND DETAILS

Launch Date	01 December 2009	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	6.59 million units (31 December 2019)	Fund Size	RM9.73 million (31 December 2019)
Unit NAV	RM1.4774 (31 December 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Opus Asset Management Sdn Bhd	Target Fund	Opus Shariah Income Fund
Benchmark	Maybank, 12-Month Islamic Fixed Deposit Rate	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>▪ Have a medium to long term investment time frame</li> <li>▪ Are seeking stability in income through investment in Malaysian Shariah-compliant bonds (sukuk)</li> <li>▪ Are looking for a less volatile investments but can accept lower returns which may fluctuate over the short term</li> </ul>	Fees	<ul style="list-style-type: none"> <li>▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Bond Fund.</li> <li>▪ Up to 1.0% per annum fund management charge is applied on the Target Fund's NAV by Opus Asset Management Sdn Bhd</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Sukuk, Islamic Money Market Instruments & Islamic Placement of Deposits	Other Permitted Investment
Minimum 70% of NAV	Maximum 30% of NAV

#### SECTOR ALLOCATION OF THE TARGET FUND

Power	28.89%
Bank	22.52%
Toll Road	10.85%
Finance	10.76%
Infrastructure	7.11%
Telecommunication	4.62%
Construction	4.41%
Health Care	2.90%
Property	1.46%
Cash	6.49%
Total	100.00%

#### TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	Rating	%
Malakoff Power	5.55%	17.12.24	AA-	12.3
YTL Pwr	5.05%	03.05.27	AA1	10.6
AmBank Islamic B3 T2	4.88%	18.10.28	AA3	8.5
Maybank B3 AT1	4.08%	25.09.24	AA3	7.2
Danainfra Nasional Bhd (GG)	5.08%	30.04.38	NR-GG	5.6
Credit Profile				%
AA3				52.46
AA1				17.41
AAA				10.76
NR-GG				7.11
AA2				2.90
A2				2.88
Cash				6.49

#### PERFORMANCE RECORD

This fund feeds into Opus Shariah Income Fund ("Target Fund") with the objective to achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

Table below shows the investment returns of Sun Life Malaysia Islamic Bond Fund versus its benchmark as at 31 December 2019:

%	YTD	1M	1-Year	3-Year	5-Year	10-Year	Since Inception
<b>Fund*</b>	8.67	0.48	8.67	18.61	24.08	47.68	47.74
<b>Benchmark</b>	3.18	0.26	3.18	9.97	17.47	35.59	35.86

\* 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

Yield movement was mixed in December, with declines concentrated at the front and belly of the curve between 3-8bps, as foreign investors flocked towards higher yielding securities from Emerging Markets. Our duration strategy of between 5 – 5.5 years has not changed, and we are still holding a slightly higher level of cash, in anticipation of geopolitical uncertainties continuing to dampen growth prospects as we move into 2020. We continue to expect interest rates to be lower going into next year, with the possibility of the Fed cutting rates further should trade tensions heighten once again. We also see the possibility of BNM cutting the OPR by 25 bps within the first 6 months of 2020. We also continue to see steady support for the local bond market, given BNM's efforts to improve liquidity.

*Source : Opus Asset Management Berhad  
Date : 31 December 2019*

**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.