

**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	7.75 million units (28 June 2024)	Fund Size	RM9.34 million (28 June 2024)
Unit NAV	RM1.2054 (28 June 2024)	Target Fund	Nomura Global Sustainable Equity Fund - MYR Class B
Fund Manager	Nomura Asset Management Malaysia Sdn Bhd	Taxation	8% of annual investment income
Performance Benchmark	MSCI All Country World Index	Frequency and Basis of Unit Valuation	The unit price is determined daily based on value of the holdings in the target fund, net of expenses, divided by the total number of units in that fund
Target Market	Suitable for investors: <ul style="list-style-type: none"> <li>are seeking long term capital growth</li> <li>want a portfolio of investments that provides positive impact on the sustainable development of society</li> <li>want to have portfolio with global exposure</li> <li>are prepared to accept moderate level of volatility</li> </ul>	Fund Management Charge	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Sustainable Fund</li> <li>Up to 1.6% p.a. fund management charge is applied on the target fund's NAV by Nomura Asset Management Malaysia Sdn Bhd</li> </ul>

**ASSET ALLOCATION OF THE TARGET FUND**

Master fund	Deposits, money market instruments and / or held in cash
Minimum of 85% Net Asset Value (NAV)	Maximum of 15% of NAV

SECTOR ALLOCATION OF THE TARGET FUND	
Health Care	28.50%
Information Technology	21.93%
Financials	19.90%
Industrials	17.73%
Utilities	7.19%
Communication Services	3.60%
Materials	0.21%
Cash & Others	0.94%
<b>Total</b>	<b>100.00%</b>

TOP HOLDINGS OF THE TARGET FUND	
Microsoft Corporation	5.38%
Novo Nordisk A/S Class B	4.88%
Taiwan Semiconductor Manufacturing Co.	4.83%
Johnson Controls International plc	4.40%
ASML Holding NV	4.18%

### PERFORMANCE RECORD

This fund feeds into Nomura Global Sustainable Equity Fund - MYR Class B ("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 28 June 2024:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
<b>Fund*</b>	13.27	2.42	2.53	13.27	15.39	N/A	20.54
<b>Benchmark</b>	13.26	2.32	2.02	13.26	18.71	N/A	26.50

\* Calculation of past performance is based on NAV-to-NAV

Table below shows the historical performance of the underlying collective investment schemes (CIS) for calendar year returns:

(%)	2023	2022	2021
<b>Target Fund</b>	19.74	-13.45	2.22

Source: Refinitiv Lipper

## FUND MANAGER'S COMMENTS

The MYR Class B returned +2.62% in June, which put the fund ahead of MSCI ACWI by +13 bps. Allocation was negative (-55bps) as our overweight positions in Industrials and Utilities weighed on performance whilst our underweight position in Information Technology created some additional headwind. Selection was positive with particularly strong performance in Information Technology whilst Industrials and Financials were weaker.

The greatest contributors to performance were Adobe (+25%) and TSMC (+18%). Adobe outperformed in June as the company delivered strong 2Q24 results and a raise to full year guidance. These results demonstrated the continued strength of the business near-term whilst we were also encouraged by management's commentary on new AI technologies (Firefly). We continue to think that Adobe is well placed for integrating AI into their suite of software applications. TSMC benefited from strong May revenue results that were reported in June; these showed April and May sales grew +44% year-on-year, ahead of the 35% company guidance. We continue to expect TSMC's revenue to benefit from the move to more complex semiconductors that are necessitated by AI.

The greatest detractors were JCI (-7%) and NextEra (-11%). JCI was weighed down by broad selling in the Industrials sector during June. After a very strong start to the year, there was also some growing uncertainty around lagging growth vs peers and a challenging path to reach the FY24 guide. NextEra fell after its analyst day (held on June 11th) underwhelmed investors, who were likely looking for stronger growth targets and perhaps evidence of data centres' energy usage helping the company. We feel that after a strong run in the shares year-to-date, this setback is likely overdone and is more reflective of sentiment rather than a wholesale change to the business.

### Impact Focus of the Month:

Gilead, one of our healthcare holdings, published very positive data in June from their Purpose 1 trial of Lenacapivir. This twice-yearly injection was designed to prevent HIV infections developing with a much more convenient formulation to administer than the standard of care (2x injections vs daily oral). During the trial, no patients who took Lenacapivir developed an HIV infection, which was better than the comparator (oral Truvada). Whilst this asset presents a significant commercial opportunity for Gilead, particularly in developed economies, we were also really encouraged that Gilead are already thinking about how to license this treatment to maximise access in the developing world. The HIV pandemic has continued in varying levels of incidence since 1981 and though important positive steps have been made, 33.6mn people were still living with HIV in 2022 according to UN figures. Preventing new infections is a big priority as well as anti-retroviral treatment for those already carrying the disease. In both of these areas, we think the innovation of the pharmaceutical sector is crucial and we are encouraged to see this positive development.

**RISKS**

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

<b>Returns not guaranteed</b>	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.
<b>Market risk</b>	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.
<b>Inflation risk</b>	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.
<b>Manager's risk</b>	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.
<b>Concentration risk</b>	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.
<b>Country risk</b>	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)**

<b>Default risk</b>	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.
<b>Investment manager of the master fund risk</b>	<p>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:</p> <ul style="list-style-type: none"><li>i) The risk of non-adherence to the investment objective, strategy and policies of the master fund;</li><li>ii) The risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the investment manager; and</li><li>iii) The risk that the master fund may underperform its benchmark due to poor investment decisions by the investment manager.</li></ul>

Source : Nomura Asset Management Malaysia Sdn Bhd  
Date : 28 June 2024

**Disclaimer:**

This is strictly the performance of the investment fund, and not the returns earned on the actual premiums paid of the investment-linked product. Past performance of the fund is not an indication of its future performance. 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.