

FUND OBJECTIVE

The objective of the Fund is to grow the value of Unit Holders' investments over the medium to long-term in an equity fund that invests in the global titans market of the US, Europe and Japan with an exposure to the Malaysian equities market to balance any short-term volatilities.

FUND DETAILS

Launch Date	20 May 2014	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	21.38 million units (31 March 2020)	Fund Size	RM32.09 million (31 March 2020)
Unit NAV	RM1.5008 (31 March 2020)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	CIMB Principal Global Titans Fund
Benchmark	42% S&P500 + 36% MSCI Europe + 12% MSCI Japan + 10% CIMB Bank 1-month Fixed Deposit Rate	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> ▪ Have a medium to long term investment horizon ▪ Target capital appreciation ▪ Do not require regular income ▪ Comfortable with higher volatility ▪ Willing to take higher risk for potential higher gains 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Titans Fund. ▪ Up to 1.5% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd.

ASSET ALLOCATION OF THE TARGET FUND

Mutual Fund	Cash
87.15%	12.85%

SECTOR ALLOCATION OF THE TARGET FUND

Legg Mason Global Funds - US Large Cap	34.13%
Schroder – ISF Euro Equity USD - A	16.83%
Principal GLB – EUR EQ-INS Acc	9.63%
TOPIX ETF	6.11%
SPDRS&P 500 ETF	5.98%
Schroder – ISF Japanese Opps USD A Acc	5.49%
IShares Core MSCI Eur ETF EUR Dist	4.06%
Sch -ISF US Large Cap A Acc	3.09%
IShares Core MSCI Euro ETF	1.83%
Cash	12.85%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Amazon.com Inc	7.00%
Microsoft Corp	5.00%
Alphabet Inc.	4.72%
Facebook Inc	4.51%
Visa Inc	4.47%
Itochu	4.40%
Orix	4.30%
C Uyemura	3.90%
Sumitomo Mitsui Financial Group	3.60%
TDK Corp	3.10%
Total	45.00%

PERFORMANCE RECORD

This fund feeds into CIMB Principal Global Titans Fund (“target fund”) with the objective to achieve medium to long-term capital gains by investing into the US, Europe and Japan equities while having some Malaysia equities exposure to counter the short-term volatility in the global equities markets.

Table below shows the investment returns of Sun Life Malaysia Global Titans Fund versus its benchmark as at 31 March 2020:

%	YTD	1M	6M	1-Year	3-Year	5-Year	Since Inception
Fund*	-12.29	-8.19	-7.83	-2.60	2.04	25.77	50.08
Benchmark	-15.11	-9.22	-10.41	-4.75	1.59	29.14	49.89

* 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

The Fund (Class MYR) declined by 8.19% during the month of March 2020, outperforming the benchmark by 103 basis points (bps). Year-to-date, the Fund declined by 12.29%, outperforming the benchmark by 282 bps.

Global equity markets fell further in March as the COVID-19 outbreak extended to Europe and US. To deal with the shock to the financial markets, global central banks have come up with significant monetary easing policies including cutting rates to lower bounds and expanding asset purchase. With more countries came into lockdown and businesses were shutdown, governments are committed to using fiscal tools to mitigate the lockdown effects and support the economy.

Economies are badly hit by the coronavirus outbreaks. All developed markets' manufacturing PMIs are in the contraction zone due to weak domestic and foreign demand condition. Business sentiment is also weak over fears about the longevity of shutdowns and the slow recovery thereafter. With economies entering into a halt, services sectors have collapsed to historical lows and job losses are surging in US and Europe. The March US nonfarm payrolls fell by 701,000 with majority drop coming from the hospitality industry. The most recent US initial jobless claims report is showing a record high of 6.6 million people applied for unemployment benefits. With 2020 Tokyo Olympic Games postponed, Japan GDP will be negatively impacted because of less-likely near-term tourism recovery and weak household expenditure. In Japan, the number of new infections are rising faster in the past few days. Companies' next 12-month forward earnings have been revised down across developed markets. Valuation has come down significantly.

The world is now aggressively combating COVID-19 with more countries putting in place unprecedented protective orders. While these measures may seem negative in the near term, they will sow the seeds of an eventual recovery. We believe the impact on economies may last until September with recovery beginning in the fourth quarter, as countries gradually ease restrictions and return to normalcy. As most developed countries have yet reached the turning point in the outbreak curve, we will underweight all developed markets because of the near-term negative economic impact despite their more attractive valuations.

Source : *Principal Asset Management Bhd*
Date : *31 March 2020*

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.