

### 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	7.99 million units (31 January 2020)	Fund Size	RM9.49 million (31 January 2020)
Unit NAV	RM1.1873 (31 January 2020)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad	Target Fund	Affin Hwang Aiiiman Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index (FBMSHA)	Taxation	8% of annual investment income
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 AIIAN Select Income Fund.</li> <li>▪ 1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang Asset Management Berhad.</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Sukuk & Islamic Money Market Instruments	Shariah-compliant Equities	Cash & Others
Min 60%; Max 100%	Min 0%; Max 40%	Remaining Balance

### SECTOR ALLOCATION OF THE TARGET FUND

Sukuk	57.7
Technology	11.7
Financials	5.9
Industrial	4.3
Consumer Services	4.0
Telecommunications	3.5
Health Care	1.5
Cash & Cash Equivalent	11.3
<b>Total</b>	<b>100.0</b>

### TOP HOLDINGS OF THE TARGET FUND (SUKUK)

Bonds Issuer	Coupon	Maturity Date	%
Lebuhraya DUKE Fasa 3 Sdn Bhd	5.95%	23.08.34	5.6
WCT Holdings Bhd	5.80%	27.09.49	4.9
MEX II Sdn Bhd	5.90%	27.04.29	4.7
YTL Power International Bhd	5.05%	03.05.27	3.9
Tanjung Bin Energy Issuer Bhd	5.30%	16.03.23	3.8

### TOP HOLDINGS OF THE TARGET FUND (EQUITIES)

Tencent Holdings Ltd	3.2
Taiwan Semiconductor Manufac	2.8
Alibaba Group Holding Ltd	2.8
Telekomunikasi Indonesia	2.0
Samsung Electronics Co Ltd	2.0

### PERFORMANCE RECORD

This fund feeds into Affin Hwang AII MAN 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 AII MAN Select Income Fund versus its benchmark as at 31 January 2020:

%	YTD	1M	6M	1-Year	3-Year	5-Year	Since Inception
<b>Fund*</b>	-0.52	-0.52	1.78	5.56	12.48	18.73	18.73
<b>Benchmark</b>	-0.80	-0.80	0.05	2.47	5.85	10.10	10.10

\* 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 Malaysia market mirrored regional movements with the benchmark KLCI down 3.6% in January as contagion fears from the coronavirus prompted jitters across markets. The small-cap space bore the brunt of the sell-off with the FTSE Bursa Small Cap Index falling 6.3% following a stellar performance in 2019.
- Retail sales in Malaysia expanded to 7% year-on-year in November 2019, rising from a 4-year low of 6.8% in the previous month.
- Bank Negara Malaysia unexpectedly lowered its overnight policy rate by 25bps to 2.75% during its January meeting, its first interest rate cut since March 2019. The rate cut is expected to boost economic growth amid price stability.
- Long-duration bonds rallied the most in January, with the 10-year MGS yield declining by almost 20bps to settle at 3.13% and the 30-year MGS yield declining more than 30bps to close below 3.80%. Corporate bond yields also ended lower.
- **STRATEGY:** During the month, the fund's fixed income portion remains to be invested in primary issuances and government sukuk. Portfolio duration is maintained below 6 years with a lengthening bias.
- The fund reduced its equity levels to 30% in light of potential economic slowdown due to the coronavirus outbreak.
- The fund is cautious of the markets/credits impact arising from the coronavirus epidemic.

Source : Affin Hwang Asset Management Berhad  
Date : 31 January 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.