

## 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	132,896 Units (30 December 2016)
Fund Size	RM 138,825 (30 December 2016)
Unit NAV	RM1.0446 (30 December 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AILMAN 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 AILMAN 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	66.9%	Utilities	1.4%
Industrials	7.4%	Consumer Goods	1.2%
Financials	4.4%	Others	1.9%
Technology	2.4%	Cash	12.4%
Telecommunications	2.0%	Total	100.0%

## TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	%
MEX II Sdn Bhd	5.90%	27.04.29	10.9%
Plus Bhd	4.64%	10.01.25	6.3%
Al-'Aqar Capital Sdn Bhd	4.35%	06.05.20	5.2%
Lebuhraya DUKE Fasa 3	5.95%	23.08.34	4.4%
UEM Sunrise Bhd	4.25%	21.12.17	4.1%
Equities			%
Scientex Bhd			1.7%
Inari Amertron Bhd			1.4%
Sime Darby Bhd			1.4%
Axis Real Estate Invt Trust			1.2%
Scientex Bhd			1.7%

## PERFORMANCE RECORD

This fund feeds into Affin Hwang AILMAN 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 AILMAN Select Income Fund versus its benchmark as at 30 December 2016:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	4.7	0.8	-0.3	2.2	4.7	n/a	4.5
<b>Benchmark</b>	1.0	0.5	-0.1	1.2	1.0	n/a	3.2

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 domestic equity market remained resilient in December while effects of the US Presidential election and the recent US rate hike continue to take its toll on the broader region as the MSCI Asia ex Japan Index slides 1.8% lower in RM terms.
- Optimism that OPEC and non-OPEC producers would reduce production had provided support for oil prices. Sentiment had also improved after trade surplus for October widened to USD 2.3 billion on the back of stabilising exports.
- On the fixed income front, yields for government bonds had remained on an upward trend with the US Treasuries ending the year at close to where it started (2.4%). Foreign holdings on MYR bonds had eased lower alongside its regional peers on the back of a stronger US Dollar. Foreign ownership of Government Investment Issuances (GII) dipped from 9.9% in October to 9.2% in November. The domestic investors have, however, provided support as yields hit more attractive levels.
- The Fund recorded a gain of 0.8% in the month of December, outperforming its benchmark index which rose 0.5% over the same period.
- STRATEGY:** The Manager will be taking on a tactically cautious view on the market given the uncertainties that continue to persist from the global front. Nevertheless, we will be taking on opportunities to add market exposure into names that have been heavily sold down.
- On the Sukuk front, the Manager will also be looking out to increase exposure given the more attractive yield environment that we are currently in. We expect the pipeline for primary issuances to be healthy, and will be looking out for opportunities to participate.

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.