

FUND OBJECTIVE

To provide a balanced exposure into equities and bonds

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	1.94 million units (30 April 2014)
Fund Size	RM 3.12 million (30 April 2014)
Unit NAV	RM 1.1617 (30 April 2014)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	50% FBM100 + 50% 12 month FD
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Want a balanced portfolio between equities and bonds Are risk neutral between bonds and equities
Fees	<ul style="list-style-type: none"> Management Fee: 1.250% p.a. Switching Fee: 3 free fund switches per policy year

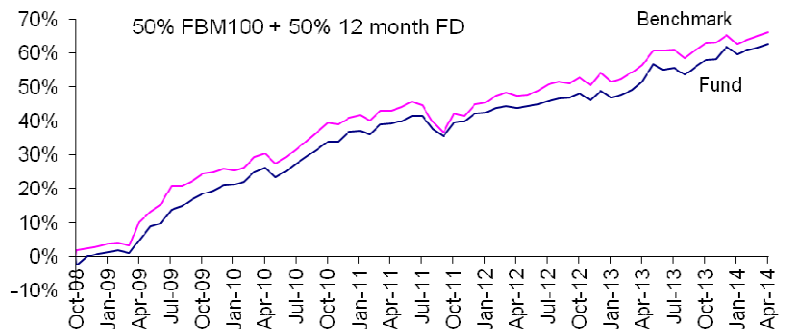
ASSET ALLOCATION

Sun Life Malaysia Conservative Fund	50%
Sun Life Malaysia Growth Fund	50%

WHERE THE FUND INVESTS

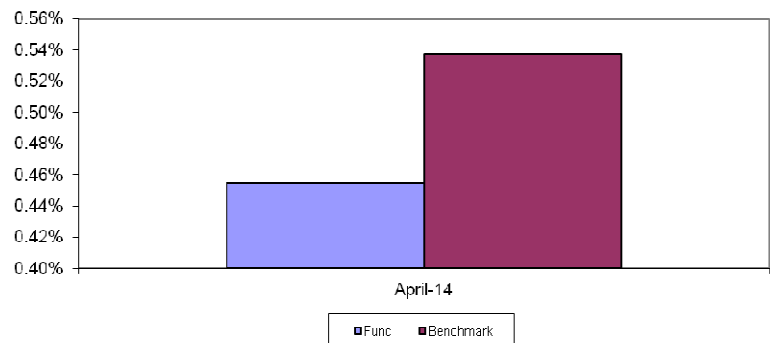
Sun Life Malaysia Growth Fund	50.03%
Sun Life Malaysia Conservative Fund	49.86%
Cash	-0.11%
Total	100.00%

PERFORMANCE RECORD



NAV TO NAV

Performance YTD



FUND MANAGER'S COMMENTS

The Fund gained 0.51 in April 2014, underperforming the benchmark by 0.15%. On a year-to-date ("YTD") basis, the Fund has underperformed the benchmark by 0.09%.

After a stellar run for a 13.85% gain YTD, the FBM Small Cap has fallen 3.1% from the peak in April. In comparison, the FBMKLCI and FBM100 are up only 1.15% and 0.88% respectively to April 30. Valuations for Bursa Malaysia has climbed further with 2014 PER now at 16.2x and 2015 PER at 14.7x. With EPS growth projected at 4.6% in 2014 and 10.1% in 2015, the market continues to look stretched based on 2014 earnings, especially since earnings continue to be downgraded. This remains the trend for most of Asia Pacific ex-Japan.

For equities, the market is likely to take a breather in the short-term. We remain conservatively positioned with overweights in Telecommunications and Utilities. As for Oil & Gas, we are reducing weightings in stocks deemed fully valued in favour of the undervalued stocks in the sector. We continue to stock pick selected names in the Finance, Plantation and Construction sectors as PERs look fair. Dividend yield with growth remains our preferred stock selection metric in the current environment. For fixed income, we prefer to invest in longer duration liquid securities as the yield curve is at its steepest as compared to the past 2 years. We also prefer to invest in higher coupon bonds to cushion any increase in yields. We will concentrate on primary issues with higher yields as the market continues to reprice. Primary issues that have been repriced to current level will see good pick up from investors.

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 on the underlying investment.