

FUND OBJECTIVE

To achieve medium to long term capital appreciation through investments primarily in Malaysian bonds.

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	30.70 million units (31 January 2018)
Fund Size	RM39.79 million (31 January 2018)
Unit NAV	RM1.2960 (31 January 2018)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	12 month FD
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long term investment horizon Want a diversified portfolio of fixed interest securities Are looking for a less volatile investment but can accept lower returns
Fees	Management Fee: 1.0% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Bonds/Debentures	80% - 98%	Cash	Up to 20%
------------------	-----------	------	-----------

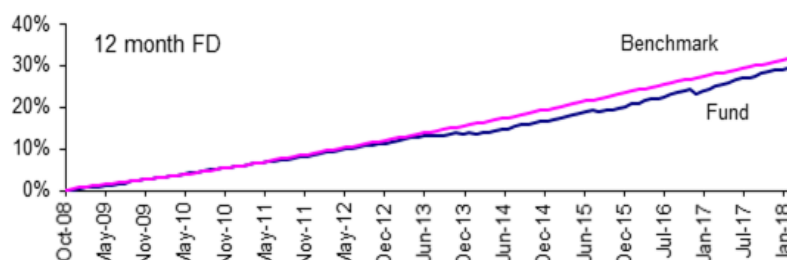
WHERE THE FUND INVESTS

Corporate Bond	90.62%
Government Bond	6.36%
Short Term Paper	-
Cash	3.02%
Total	100.00%

TOP 10 HOLDINGS

Jimah Energy Ventures	9.30% Due 11/12/2021 MN12	14.92%
MMC Corporation Berhad	5.950% 12/11/2027	13.30%
UEM Sunrise Bhd	4.800% 08/04/2022	12.74%
Mumtaz Rakyat Sukuk Bhd	4.950% 18/06/2021	12.73%
Fortune Premiere Sdn Bhd IMTN	4.650% 21/12/2022	12.64%
WCT Hldgs Bhd	5.32% 11/5/2022	6.40%
WCT Hldgs Bhd	5.55% 03/01/2025	6.33%
YTL Power International Bhd	5.05% 03/05/2027	5.14%
GII Murabahah	4.070% 30/09/2026	3.80%
RHB Islamic Bank Bhd	4.88% 27/04/2027	2.56%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	0.30	0.30	0.79	1.82	3.98	10.67	29.60
Benchmark	0.25	0.25	0.75	1.51	3.04	9.89	31.76

* 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'S MANAGER COMMENTS

The Fund's performance for the month of January 2018 was 0.30%, compared to the benchmark return of 0.25%.

BNM delivered 25 basis points (bps) of anticipated rate hike in January and market is expecting the central bank to pause for the rest of 2018. Further interest rate direction will depend on the second half of 2018 outlook. Post BNM announcement, the government bond yield curve bear flattened slightly which saw short-dated bonds traded relatively higher. Yield on the 1 - 5-year were higher by 8 - 28 bps while the longer dated government bonds were relatively unchanged. Credit spreads tightened as a consequence following the movement in MGS, more apparent on the 3 - 5-year buckets.

We prefer to maintain our investment in credit segment for stable and higher total return but will participate in the government bond market if trading opportunity arises. On technical note, we prefer AA-rated fixed income investment as supply is expected to be less compared to Government Guaranteed securities.

Source: CIMB-Principal Asset Management Bhd

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.