

FUND OBJECTIVE

To provide a mixed exposure into equities and bonds, with higher allocation into equities

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	3.67 million units (31 March 2016)
Fund Size	RM 6.75 million (31 March 2016)
Unit NAV	RM 1.8334 (31 March 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	75% FBM100 + 25% 12 month FD

Risk Profile	Suitable for investors:
	<ul style="list-style-type: none"> Want a portfolio with higher exposure in equities Preference to higher equity exposure for potentially higher capital appreciation Need to reduce risk by investing in diversified bond portfolio Prefer investing in bonds to cushion fund volatility

Fees	The fund will feed into Sun Life Malaysia Growth Fund and Sun Life Malaysia Conservative Fund which applies the following fund management charges:
	<ul style="list-style-type: none"> Sun Life Malaysia Growth Fund: 1.5% p.a. Sun Life Malaysia Conservative Fund: 1.0% p.a. There are no other fund management charges on this fund

Taxation	8% of annual investment income
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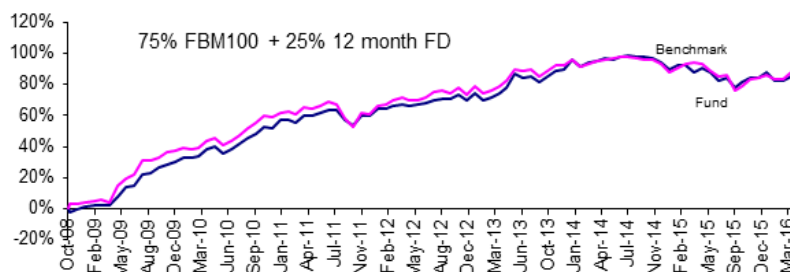
ASSET ALLOCATION

Sun Life Malaysia Growth Fund	75.06%
Sun Life Malaysia Conservative Fund	24.94%

WHERE THE FUND INVESTS

Sun Life Malaysia Growth Fund	75.06%
Sun Life Malaysia Conservative Fund	24.94%
Cash	0.00%
Total	100.00%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	-1.82	1.14	-1.82	1.89	-1.73	6.25	84.86
Benchmark	1.19	2.82	1.19	5.21	-3.05	5.08	88.06

*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 gained by 1.14% in March 2016, underperforming the benchmark by 1.68%.

In March 2016, FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMKLCI) rallied 3.8% to close at 1,717.58 points on the back of higher oil prices, stronger Ringgit and increasing investor optimism that the Federal Reserve (Fed) may delay its future Fed Funds rate hike. The confluence of these positive macro factors led to RM6.1bn net foreign equity inflow into the Malaysian market. While earnings momentum remains negative, the downgrade momentum at -0.4% remains less than our regional peers. In the short term, we believe the FBMKLCI should have a positive bias based on the following; 1) Capital flows will continue to seek refuge in defensive higher yielding countries like Malaysia, especially in an environment where negative yields persist in the EU and Japan, 2) Earnings momentum, although negative, is bottoming and expectations are more realistic than a year ago, and 3) Malaysia is cheap from a USD perspective based on price to book (1.7 times currently vs. 2.1 times 5 year average).

In terms of strategy, we believe large caps currently offer more value than small caps. As large cap Banks now offer relative value vs. other sectors, we have upgraded banks from underweight to neutral. We also maintain our overweight in Construction. For fixed income, with players shoring up expectations on extended period of loose monetary policies by advanced economies as well as dimmer Fed rate hike outlook, we target to lengthen the portfolio duration. We will focus on both corporate bond primary and repriced secondary issuances.

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 is given in summary form and does not purport to be complete and should not be considered as advice or recommendation in relation to your holding, purchasing or selling securities or other financial products or instruments and does not take into account your 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 consider the appropriateness of the information having regard to these matters, any relevant documentation and in particular, you should seek independent financial advice from your Sun Life Malaysia Financial Advisor.