

FUND OBJECTIVE

Aims to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	2.522 million units (30 September 2017)
Fund Size	RM3.060 million (30 September 2017)
Unit NAV	RM1.2132 (30 September 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Islamic Asia Pacific Equity Fund
Benchmark	Dow Jones Islamic Market Asia Pacific ex Japan Index
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a long-term investment horizon Want a portfolio of investments that adhere to Shariah principles Want a well-diversified portfolio of Asia Pacific ex Japan regional equities Seek capital appreciation over long-term
Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund. 1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equity	Min 70%; Max 98%
Sukuk & Deposits	Max 30%
Liquid Assets	Min 2%

WHERE THE TARGET FUND INVESTS

Consumer	32.57%	Basic Materials	4.16%
Finance	13.29%	Utilities	1.64%
Industrials	12.97%	Health Care	0.92%
Technology	9.22%	Mutual Fund	0.48%
Oil & Gas	8.43%	Cash	8.72%
Telecommunications	7.60%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Samsung Electronics Co. Ltd (South Korea)	8.99%
Alibaba Group Holding Ltd (Cayman Island)	8.99%
Reliance Industries Ltd (India)	4.84%
Samsung Electronics - PFD (South Korea)	4.22%
Tencent Hldg Ltd (Hong Kong)	3.83%
Posco (South Korea)	3.36%
Bharti Infratel Ltd (India)	3.16%
Venture Corp Ltd (Singapore)	2.98%
Taiwan Semiconductor Manuf (Taiwan)	2.86%
Telekomunikasi TBK PT (Indonesia)	2.86%

PERFORMANCE RECORD

This fund feeds into CIMB Islamic Asia Pacific Equity Fund ("target fund") with the objective to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

Table below shows the investment returns of Sun Life Malaysia Islamic Asia Pacific Equity Fund versus its benchmark as at 30 September 2017:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	21.02	0.24	7.59	13.66	19.13	N/A	21.32
Benchmark	26.92	0.21	6.86	13.72	26.19	N/A	41.94

* 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

September 2017, the Fund increased 0.24%, outperforming the benchmark by 3 basis points. We are Overweight in India and Hong Kong and Underweight Korea, Taiwan and Malaysia. In sector terms, we are Overweight Industrials and Telecommunications and Underweight Consumer Services, Utilities and Health Care.

Asian Equities eased 0.3% in US\$ terms in Sep 2017. Tech and consumer discretionary outperformed while materials and telecom underperformed. Topical issues: can iPhone X sales exceed expectations? What if the US\$ strengthen significantly? Can tensions in the Korean peninsula improve? Maintain BUY on Asian equities: A pause in outperformance is likely in the short term given how well markets have done (+29% YTD) and sensitivity to the US\$. Equity fund flows have become more mixed recently with outflows from Korea, Taiwan and India while China continues to see inflows. Looking ahead to 2018, Asian equities will be driven by earnings growth of ~12%, higher ROE, reasonable valuations at 13x FY2018 PE and a predictable tightening path by major central banks. We see tighter monetary and easier fiscal policy. The global economy is in synchronized expansion and central banks appear increasingly comfortable to look through low inflation and continue raising rates, or at least not ease them. Earnings revisions in Asia have picked up slightly recently and may continue due to operating leverage and better pricing power (supply side reform, stable/rising commodity prices). Other ideas: beneficiaries of fiscal stimulus in India and oligopolistic tech component names and internet platform companies with a large number of customers. The Portfolio is Overweight India, Singapore and China and Underweight in Korea and Malaysia. Sector wise, the Portfolio is Overweight in Telecommunications (India and Indonesia) and Underweight Utilities and Industrials.

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.