

#### FUND OBJECTIVE

The Fund aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

#### FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	60.975 million units (31 May 2017)
Fund Size	RM72.153 million (31 May 2017)
Unit NAV	RM1.1833 (31 May 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB-Principal Asia Pacific Dynamic Income Fund
Benchmark	Target return of 8% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>Have a medium to long-term investment horizon</li> <li>Want a well-diversified portfolio of Asia Pacific ex Japan region</li> <li>Willing to take moderate risk for potentially moderate capital return over the long-term.</li> </ul>
Fees	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund.</li> <li>1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.</li> </ul>
Taxation	<ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>

#### ASSET ALLOCATION

Equities	Minimum 70% - 98%	Liquid Assets	Min 2%
Fixed Income	Max 15%		

#### WHERE THE FUND INVESTS

Finance	27.26%	Utilities	2.83%
Industrials	19.60%	Telecommunications	2.48%
Consumer	13.04%	Trading / Services	1.15%
Technology	12.96%	Oil & Gas	0.94%
Health Care	8.17%	Cash	3.65%
Basic Materials	7.92%	Total	100.0%

#### TOP HOLDINGS OF THE TARGET FUND

Tencent Hldg Ltd (Hong Kong)	4.50%
BHP Billiton Ltd (Australia)	4.45%
Samsung Electronics Co. Ltd (S.Korea)	4.00%
AIA Group Ltd (Hong Kong)	3.40%
Hangzhou Hikv (China)	3.40%
Terena International ADR (Cayman Island)	3.17%
Housing Development Finance Corp Ltd (India)	3.16%
Midea Group Co Ltd -A (China)	3.15%
Hon Hai Precision Industry Co. (Taiwan)	3.14%
Taiwan Semiconductor Manuf (Taiwan)	3.12%

#### PERFORMANCE RECORD

This fund feeds into CIMB-Principal Asia Pacific Dynamic Income Fund ("target fund") with the objective to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Dynamic Income Fund versus its benchmark as at 31 May 2017:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>	10.25	0.90	4.28	9.14	19.54	23.15	18.33
<b>Benchmark</b>	3.26	0.64	1.94	3.92	8.00	19.21	19.66

\*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

In May, the Fund increased by 0.90%, bringing year-to-date returns to 10.25%. Our stock selections in Industrials and Technology contributed to the returns. On a country basis, Chinese and Korean stocks performed well.

Asian Pac ex Japan Equities gained 2.3% in US\$ terms in May 2017. It has been a arrow market with outperformance confined to tech and consumer discretionary. Asian equities remain a BUY: Synchronized global growth (US, Europe, Japan, Emerging Markets), table to low bond yields (US 10 year yields at 2.15%-2.50%) and a slightly weakening US Dollar support cyclical asset classes like Asian equities. China has achieved financial stability by controlling capital outflows and tightening shadow banking (even though it is not deleveraging with total debt/GDP at 260% and still rising). Funds continue to flow into Asian equities and earnings estimates continue to see upgrades. With consensus expecting 20%/10% earnings growth in FY2017/18, 14x/13x FY2017/18 PE, Asia is reasonably priced. We think Asian equities could see higher Return on Equity driven by rising dividend payout, better capital management (capex, M&A, restructuring) and fatter margins.

The Fund is ~97% invested with a focus on technology, IT, industrial 4.0.

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.