

### 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	21.88 million units (31 July 2019)	Fund Size	RM25.00 million (31 July 2019)
Unit NAV	RM1.1427 (31 July 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	CIMB Islamic Asia Pacific Equity Fund
Benchmark	MSCI AC Asia ex Japan Islamic Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>▪ Have a long-term investment horizon</li> <li>▪ Want a portfolio of investments that adhere to Shariah principles</li> <li>▪ Want a well-diversified portfolio of Asia Pacific ex Japan regional equities</li> <li>▪ Seek capital appreciation over 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 Islamic Asia Pacific Equity Fund.</li> <li>▪ 1.8% pa fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd.</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Shariah-compliant Equities (Foreign)	Shariah-compliant Equities (Local)	Mutual Fund	Cash
89.99%	0.80%	0.26%	8.95%

#### SECTOR ALLOCATION OF THE TARGET FUND

Information Technology	17.92%
Consumer Discretionary	16.49%
Real Estate	15.11%
Communication Services	10.78%
Industrials	10.26%
Consumer Staples	6.05%
Materials	5.82%
Energy	4.80%
Utilities	1.98%
Health Care	1.58%
Mutual Fund	0.26%
Cash	8.95%
Total	100.00%

#### TOP HOLDINGS OF THE TARGET FUND

Alibaba Group Holding Ltd (Cayman Islands)	9.38%
Samsung Electronics Co. Ltd (South Korea)	8.80%
Link REIT (Hong Kong)	3.86%
Samsung Electronics-PFD (South Korea)	3.84%
China Mobile Ltd (Hong Kong)	3.61%
CapitaLand Mall Trust (Singapore)	3.52%
Cleanaway Waste Management Ltd (Australia)	3.01%
Henderson Land Development (Hong Kong)	2.72%
Telekomunikasi TBK PT (Indonesia)	2.67%
Tencent Hldg Ltd (Hong Kong)	2.49%
Total	43.90%

#### 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 31 July 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	9.19	-1.72	-2.11	1.83	--3.74	15.40	14.27
<b>Benchmark</b>	6.74	-3.64	-6.11	-2.42	-7.56	21.18	28.44

\* 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 July, the Fund declined by 1.72% in MYR terms, outperforming the Benchmark by 192 basis points (bps). Our holdings in India and Underweight in Korea contributed to the outperformance. Year-to-date, the Fund rose by 9.19%, outperforming the Benchmark by 245 bps.

Despite the recent resumption of trade talks, US surprised investors early August by announcing it would place a 10% tariff on US\$300bn of additional Chinese goods, which will take place on Sept 1, suggesting that negotiations between US-China have not gone smoothly. The PBOC had allowed the Renminbi to depreciate with US subsequently labelling China as a currency manipulator. In Hong Kong, protests have snowballed into various demands including democratic reforms and independent inquiry into police brutality.

We have started to take profits on selected stocks with lofty valuations and de-risked our Hong Kong and China exposure. Our Fund remains bar belled and focused on capital preservation in the current environment. We would be judicious to deploy cash to quality stocks should the opportunity arise on market correction.

**Source :** *Principal Asset Management Bhd*

**Date :** *31 July 2019*

### **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.