

FUND OBJECTIVE

To provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	3.273 million units (30 November 2017)
Fund Size	RM4.410 million (30 November 2017)
Unit NAV	RM1.3474 (30 November 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Principal Equity Income Fund
Benchmark	50% FBM100 Index + 50% MSCI AC Asia ex-Japan Index
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long-term investment horizon Target capital appreciation Do not require regular income Comfortable with higher volatility Willing to take higher risk for potential higher gains
Fees	Management fee: 1.500% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equity	Min 70% Max 98%	Cash	Min 2%
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WHERE THE TARGET FUND INVESTS

Finance	27.19%	Oil & Gas	2.29%
Trading / Services	16.09%	Properties	2.02%
Industrials	12.62%	Mutual Fund	1.86%
Consumer	12.35%	Basic Materials	1.55%
Technology	7.65%	Telecommunications	0.56%
Construction	5.35%	Others	0.62%
Plantation	2.74%	Cash	7.11%

TOP HOLDINGS OF THE TARGET FUND

Public Bank Bhd – Local (Malaysia)	4.96%
Samsung Electronics Co. Ltd (South Korea)	3.79%
CIMB Group Hldgs Bhd (Malaysia)	3.19%
Tenaga Nasional Bhd (Malaysia)	3.17%
Malayan Banking Bhd (Malaysia)	3.11%
Tencent Hldg Bhd (Malaysia)	2.64%
Industrial and Commercial Bank (China)	2.25%
Taiwan Semiconductor Manuf (Taiwan)	2.21%
SUNNY OPTICAL TECH (Hong Kong)	1.98%
Airasia Bhd (Malaysia)	1.81%

PERFORMANCE RECORD

This fund feeds into CIMB Principal Equity Income Fund (“target fund”) with the objective to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

Table below shows the investment returns of Sun Life Malaysia Equity Income Fund versus its benchmark as at 30 November 2017:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	23.44	-1.52	2.02	9.41	22.27	33.41	34.74
Benchmark	15.45	-2.07	-0.56	3.14	14.85	20.69	24.22

* 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 was down 1.52% in November, outperforming its benchmark by 0.55%. The Fund's outperformance came mainly from its exposure in Hong Kong, China and Taiwan. In terms of sectors, Financials and Oil & Gas contributed positively. At the stock level, its overweight in Sunny Optical, Venture Corporation and Pentamaster contributed to the outperformance. Year-to-date, the Fund is up 23.44%, outperforming the benchmark by 7.99%.

Asian Equities rose 1% in US Dollar terms in November 2017. Performance across sectors was mixed with consumer and healthcare outperforming, while technology underperformed for the first time this year. In Malaysia, the FTSE Bursa Malaysia KLCI Index fell 30 points or 1.72% to 1,717.86 pts. The 3Q17 result season failed to re-rate the market. In addition to this, the Sime demerger exercise failed to lift sentiments in the market. We saw net foreign outflows of RM15m, the fourth consecutive month of outflows. Year-to-date, net foreign inflows are RM9.37bn, compared with RM3.2bn outflows in 2016.

We are positive on Asian equities. We think equity returns in 2018 could be from a broader number of sectors, especially economically sensitive ones. But the outperformance may be from a narrow group of names. We have recently switched some of the technology holdings to selected financials, consumer, industrials and energy names. In Malaysia, we keep to our key broad themes, with specific focus within each theme, i.e. construction, e-commerce/logistics, Chinese tourism, consumer sector and technology. Our base case is that there is no political upheaval arising from the 14th General Election expected in the first quarter of 2018.

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.