

## FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

## FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	115,352 Units (31 October 2016)
Fund Size	RM 121,306 (31 October 2016)
Unit NAV	RM1.0516 (31 October 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AIIAMAN Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index performance (FBMSHA)
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>Have a moderate risk appetite</li> <li>Expect incidental growth in capital</li> <li>Want an investment that complies with Shariah requirements</li> </ul>
Fees	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AIIAMAN Select Income Fund.</li> <li>1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang.</li> </ul>
Taxation	<ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>

## ASSET ALLOCATION

Sukuk & Islamic money market instruments	Min - 60% Max - 100%
Shariah-compliant equity	Max - 40%
Cash & others	Remaining balance

## WHERE THE FUND INVESTS

Sukuk	65.3%	Consumer Goods	1.6%
Industrials	11.3%	Utilities	1.5%
Financials	5.2%	Others	0.8%
Telecommunications	3.1%	Consumer Services	0.5%
Technology	2.8%	Cash & CE	7.9%

## TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	%
MEX II Sdn Bhd	5.90%	27.04.29	10.7
Plus Bhd	4.64%	10.01.25	6.1
Al-'Aqar Capital Sdn Bhd	4.35%	06.05.20	5.0
Lebuhraya DUKE Fasa 3	5.95%	23.08.34	4.3
GULF Investment	5.10%	20.06.22	4.0
Equities			%
Scientex Bhd			1.7%
Axis REIT Managers Berhad			1.7%
Tenaga Nasional Bhd			1.5%
Inari Amertron Bhd			1.4%
Sime Darby Bhd			1.3%

## PERFORMANCE RECORD

This fund feeds into Affin Hwang AIIAMAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

Table below shows the investment returns of Sun Life Malaysia AIIAMAN Select Income Fund versus its benchmark as at 31 October 2016:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	5.4	0.4	1.7	5.0	5.7	n/a	5.2
<b>Benchmark</b>	1.4	0.3	1.1	1.8	2.9	n/a	3.6

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 domestic equity market remained well supported over the month, with election sentiment pushing markets higher.
- Pressures from a potential US rate hike, and oil price sliding lower pushed the Ringgit to weaken slightly against the US Dollar. Optimism that OPEC would reach a pact to control output broke down after Iran refuses to partake in the production freeze. Oil price slid 1.2% lower to end October at USD 46.86 per barrel.
- Malaysia's Budget 2017 announced its focus on private consumption, and fiscal consolidation. Growth targets were widened to 4-5%, with a target for higher revenue growth supported by an additional RM 40 billion from GST collection (+4%).
- After starting off on a more quiet note, trading volumes for corporate bonds had improved post-Budget announcement, where trades were seen largely skewed towards higher quality issuances.
- The Fund recorded a gain of 0.4% in the month of October, outperforming its benchmark index which rose 0.3% over the same period.
- STRATEGY:** Global financial markets are expected to remain volatile in the interim as we await the results of the impending US Presidential election.
- The Manager does hold a more optimistic view on the construction sector, and anticipate more infrastructure projects to be announced.
- With volatility expected to continue in the interim, the Manager is, however, holding a more cautious view on the market, and maintaining a moderately higher cash level until more clarity is seen.
- We remain tactically cautious on the fixed income front, and will be maintaining a shorter duration on expectations for a possible rate hike by the US Feds.

Source: Affin Hwang Asset Management Berhad

### 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.