

FUND OBJECTIVE

The objective of the Fund is to grow the value of Unit Holders' investments over the medium to long-term in an equity fund that invests in the global titans market of the US, Europe and Japan with an exposure to the Malaysian equities market to balance any short-term volatilities.

FUND DETAILS

| | | | |
|----------------------|---|--------------|--|
| Launch Date | 20 May 2014 | Domicile | Malaysia |
| Currency | Ringgit Malaysia | Launch Price | RM1.0000 |
| Units in Circulation | 17.549 million units (30 November 2018) | Fund Size | RM26.955 million (30 November 2018) |
| Unit NAV | RM1.5360 (30 November 2018) | Dealing | Daily (as per Bursa Malaysia trading day) |
| Fund Manager | CIMB-Principal Asset Management Bhd | Target Fund | CIMB Principal Global Titans Fund |
| Benchmark | 42% S&P500 + 36% MSCI Europe + 12% MSCI Japan+ 10% CIMB Bank 1-month Fixed Deposit Rate | Taxation | 8% of annual investment income |
| Risk Profile | Suitable for investors: <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. |

ASSET ALLOCATION OF THE TARGET FUND

| | |
|-------------|-------|
| Mutual Fund | Cash |
| 90.92% | 9.08% |

SECTOR ALLOCATION OF THE TARGET FUND

| | |
|---------------------------------------|---------|
| Legg Mason Global Funds –US Large Cap | 28.96% |
| Schroder – ISF Euro Equity USD-A | 23.64% |
| Schroder -ISF US Large Cap A Acc | 14.23% |
| Schroder -ISF Japanese Opps USD A Acc | 13.04% |
| Principal GLB - EUR EQ-INS ACC | 10.99% |
| Principal GLB - JAP EQ-INS ACC | 0.06% |
| Cash | 9.08% |
| Total | 100.00% |

TOP HOLDINGS OF THE TARGET FUND

| | |
|---------------------------------|-------|
| Orix | 4.78% |
| Alphabet Inc. | 4.59% |
| Sanofi | 4.11% |
| Sumitomo Mitsui Financial Group | 4.08% |
| Amazon.com | 3.84% |
| Itochu | 3.79% |
| Danone | 3.01% |
| Microsoft Corporation | 2.86% |
| Tokio Marine Holdings | 2.59% |
| Porsche Automobil Holding | 2.53% |
| AXA | 2.33% |
| Akzo Nobel | 2.26% |
| Visa | 2.23% |
| Facebook Inc | 2.19% |

PERFORMANCE RECORD

This fund feeds into CIMB Principal Global Titans Fund (“target fund”) with the objective to achieve medium to long-term capital gains by investing into the US, Europe and Japan equities while having some Malaysia equities exposure to counter the short-term volatility in the global equities markets.

Table below shows the investment returns of Sun Life Malaysia Global Titans Fund versus its benchmark as at 30 November 2018:

| % | YTD | 1M | 3M | 6M | 1-Year | 3-Year | Since Inception |
|------------------|--------|-------|--------|--------|--------|--------|-----------------|
| Fund* | -0.24% | 0.22% | -5.40% | -1.22% | -0.18% | 14.00% | 53.60% |
| Benchmark | 0.12% | 0.49% | -3.96% | 1.63% | 0.25% | 19.02% | 55.62% |

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 (Class MYR) increased by 0.22% during the month of November 2018, underperformed the benchmark by 0.27%. Year-to-date, the Fund is down 0.24%, underperformed benchmark by 0.36%.

Developed Markets ("DM") had mixed performance in November. U.S. and Japan markets gained in local currency terms by 1.79% and 0.99% respectively. Europe markets went down by 1.04% in EUR term. The DM currencies were volatile over concerns about slowing U.S. economy and the direction of U.S.-China trade talk. The US Dollar Index gained 0.15% MTD. EUR and JPY declined by 0.04% and 0.56% respectively.

We are neutral in U.S. because of its high valuation and growth momentum slowing down. Its premium valuation is 24.7% vs. the long-term average at 12% (PB-ROE). The November manufacturing PMI dropped from 55.7 to 55.3 and business confidence was the lowest since September 2017. Forward 12m EPS was flat.

We are overweight Japan because of its attractive valuation. P/B-ROE valuation is at 22.8% discount vs. long-term average premium of 12%. Japan's manufacturing PMI held up well at 52.5 based on the 3-month moving average. The weak demand for new orders from China and Europe was compensated by other Asian markets such as South Korea and Taiwan. In addition, employment continued to grow at a solid pace.

We are underweight Europe because of the Brexit risk and economy slowdown gathering pace amid EU central bank decelerating the balance sheet growth to zero. Although the EU manufacturing PMI increased slightly from 51.8 to 52.2, its forward 12m EPS continued to be revised down by 0.3% in November, the largest 3-month downward revision among all DM markets.

Source : CIMB-Principal Asset Management Bhd

Date : 30 November 2018

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.