

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	RM3.12 million units (31 March 2020)	Fund Size	RM3.51 million (31 March 2020)
Unit NAV	RM1.1236 (31 March 2020)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	Principal Islamic Asia Pacific Dynamic 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"> ▪ Have a long-term investment horizon ▪ Want a portfolio of investments that adhere to Shariah principles ▪ Want a well-diversified portfolio of Asia Pacific ex Japan regional equities ▪ Seek capital appreciation over long-term 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Equity Fund. ▪ 1.8% pa fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd.

ASSET ALLOCATION OF THE TARGET FUND

Shariah-compliant Equities (Foreign)	Mutual Fund	Cash
88.79%	0.18%	11.03%

SECTOR ALLOCATION OF THE TARGET FUND

Information Technology	28.15%
Consumer Discretionary	18.42%
Communication Services	13.17%
Real Estate	8.59%
Energy	6.60%
Materials	5.86%
Consumer Staples	3.96%
Utilities	2.31%
Industrials	1.70%
Mutual Fund	0.18%
Financials	0.04%
Cash	11.03%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Samsung Electronics Co. Ltd (South Korea)	9.85%
Alibaba Group Holding Ltd (Cayman Islands)	9.69%
Taiwan Semiconductor Manuf (Taiwan)	7.29%
Samsung Electronics-PFD (South Korea)	5.12%
Tencent Hldg Ltd (Hong Kong)	4.90%
Reliance Industries Ltd (India)	4.36%
China Mobile Ltd (Hong Kong)	4.11%
SK Hynix Inc (South Korea)	2.75%
NetLink NBN Trust (Singapore)	2.47%
China International Travel Ser (China)	2.37%
Total	52.91%

PERFORMANCE RECORD

This fund feeds into Principal Islamic Asia Pacific Dynamic 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 Asia Pacific Equity Fund versus its benchmark as at 31 March 2020:

%	YTD	1M	6M	1-Year	3-Year	5-Year	Since Inception
Fund*	-10.78	-7.29	-4.52	-5.44	1.15	11.83	12.36
Benchmark	-13.96	-9.48	-5.61	-9.71	-2.44	15.76	21.77

* 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 March, the Fund declined 7.29% in MYR terms, outperforming the Benchmark by 219 basis points (bps). China, India and Korea contributed positively to the outperformance while Australia was a detractor. Year-to-date the Fund declined 10.78%, outperforming the Benchmark by 318 bps.

The MSCI AC Islamic Asia ex Japan fell during the month as markets became more volatile upon realization that most countries were not prepared to contain the Covid-19 outbreak. All Asian equity markets fell, with China/ Hong Kong SAR being more resilient, having contained the virus last month. More countries are putting in place unprecedented protective orders. While these measures may seem negative in the near term, they will sow the seeds of an eventual recovery. Governments around the world have also unveiled very large stimulus measures to cushion the impact of the disruption. This is in tandem with central banks reducing interest rates and implementing unconventional measures to alleviate financial market stress.

We had taken pre-emptive measures to trim stocks with exposure to developed world demand and selected emerging markets such as India which is still early in the outbreak curve but situation could worsen. We had deployed some of the proceeds to China domestic oriented companies which are more resilient to external shocks. We would look out for opportunities to deploy cash depending on how effective economies globally handle the outbreak and data to suggest the pace of subsequent economic recovery.

Source : *Principal Asset Management Bhd*
Date : *31 March 2020*

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.

Although Sun Life Malaysia Asia Pacific Equity Fund invests in Shariah-approved securities, the investment-linked insurance plan itself is not classified as a Shariah-compliant product.