

FUND OBJECTIVE

To maximize capital growth over the medium to long-term through the stock market.

FUND DETAILS

Launch Date	20 October 2008	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	20.70 million units (30 June 2018)	Fund Size	RM52.22 million (30 June 2018)
Unit NAV	RM2.5226 (30 June 2018)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Benchmark	FBM100
Taxation	8% of annual investment income	Fees	Management Fee: 1.5% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> ▪ With a medium to long-term investment horizon ▪ Seek maximum capital appreciation ▪ Do not require regular income ▪ Comfortable with higher volatility ▪ Willing to take higher risk for potential higher gains 		

ASSET ALLOCATION OF THE FUND

Equities	Cash
Minimum 80% - 98%	Up to 20%

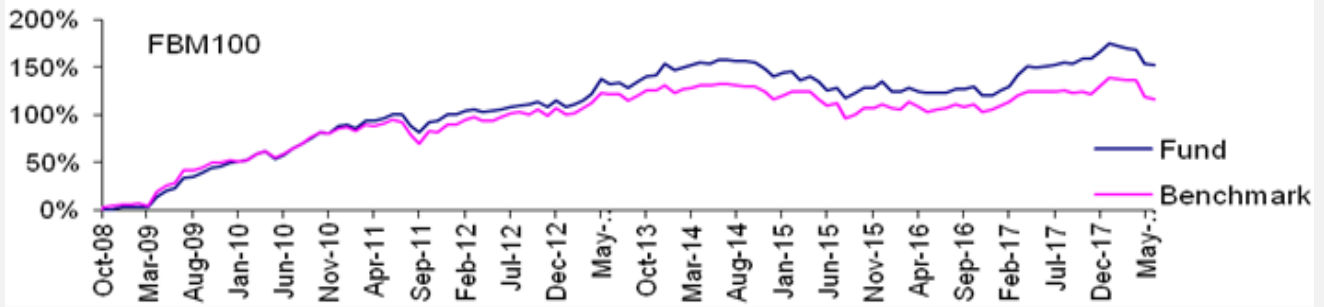
SECTOR ALLOCATION OF THE FUND

Trading Services	37.43%
Finance	21.02%
Industrials Products	13.52%
Consumer Products	2.12%
Technology	3.05%
IPC	2.84%
Construction	2.92%
Properties	1.87%
Plantation	0.49%
Cash	14.74%
Total	100.00%

TOP HOLDINGS OF THE FUND (EQUITIES)

Public Bank Bhd – Local	7.81%
Tenaga Nasional Bhd	7.45%
Petronas Chemicals Group Bhd	5.49%
Hong Leong Bank Bhd	5.10%
Genting Bhd	4.59%
Genting Malaysia Bhd	4.59%
RHB Bank Bhd	4.32%
Malayan Banking Bhd	3.80%
Sime Darby Bhd	3.01%
Digi.com Bhd	2.84%

PERFORMANCE RECORD



%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	-5.80	-0.85	-6.37	-5.80	0.65	11.33	152.26
Benchmark	-6.79	-1.58	-8.49	-6.79	-3.90	2.61	115.97

* 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

Market review:

- In June, the FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMKLCI) continued to succumb to heavy foreign selling, falling 2.8% or 49 points to close at 1,691 points, as investors repriced policy risk. On a year-to-date basis, the FBMKLCI has lost 5.9%. Foreigners net sold RM4.9bn, bringing the 6M2018 total net foreign outflows to RM6.8bn vs. a net inflow of RM10.8b in 2017. During the month, the Ringgit depreciated further by 1.47% to RM4.04/USD, the 10Y MGS rose 2bps to 4.20%, while Brent crude oil gained 2.4% to USD79.44 per barrel.
- The market was rattled by continuous news flow on 1MDB and policy overhang on some of the mega projects like ECRL, MRT3 and HSR. Telcos and Banks underperformed due to fear of lower broadband charges and re-pricing of risk arising from expectation of a slower GDP in 2018 and 2019 respectively. Sentiment was further dampened by the weak first quarter corporate earnings season. Meanwhile, on the global front, trade tensions have intensified.

Portfolio strategy:

- We expect the Malaysia equity market to remain volatile in 2H2018 given a more challenging macro backdrop. Developments in the local front will also remain fluid especially with respect to the changes of GLC management team and the government's fiscal management. Although we remain fairly defensive and cashed up in the last 2 months, we are cognisant of the fact that: Buy-side positioning remains too bearish; valuations at selective sectors remain quite compelling; and there is risk that global outflows from emerging markets may be at a tail end in the short term. As a result, we have turned more Neutral on Malaysian equities and we will start to deploy cash gradually into quality names with reasonable risk/reward profiles during market retracements. We continue to prefer big cap companies with strong fundamentals in sectors such as Banks, Consumer, Technology and Industrials.

Source : CIMB-Principal Asset Management Bhd

Date : 30 June 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.