

FUND OBJECTIVE

To achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

FUND DETAILS

Launch Date	01 December 2009
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	4.223 million units (28 February 2018)
Fund Size	RM5.523 million (28 February 2018)
Unit NAV	RM1.3079 (28 February 2018)
Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Opus Asset Management Sdn Bhd
Target Fund	Opus Shariah Income Fund
Benchmark	Maybank, 12-Month Islamic Fixed Deposit Rate
Risk Profile	<p>Suitable for investors who:</p> <ul style="list-style-type: none"> Have a medium to long term investment time frame Are seeking stability in income through investment in Malaysian Shariah-compliant bonds (sukuk) Are looking for a less volatile investments but can accept lower returns which may fluctuate over the short term
Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Bond Fund. Up to 1.0% per annum fund management charge is applied on the Target Fund's NAV by Fund Manager.
Taxation	8% of annual investment income

SECTOR ALLOCATION

Power	35.92%	Construction	4.47%
Toll Road	21.61%	Telecommunication	1.46%
Finance	17.62%	Cash	2.55%
Infrastructure	10.80%	Total	100.00%
Property	5.57%		

TOP 5 HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	Rating	%
Al-Dzahab TR2	5.50%	29.09.23	AAA	11.6
MEX II	5.20%	29.04.22	AA-	11.4
YTL Power	5.05%	03.05.27	AA1	11.3
Sinar Kamiri	5.28%	30.01.24	AA1	11.0
Danainfra	4.48%	20.10.31	NR-GG	10.8
Credit Profile				%
NR-GG				10.80
AAA				11.65
AA1				11.28
AA3				63.72
Cash				2.55

PERFORMANCE RECORD

This fund feeds into Opus Shariah Income Fund ("Target Fund") with the objective to achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

Table below shows the investment returns of Sun Life Malaysia Islamic Bond Fund versus its benchmark as at 28 February 2018:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	0.52	0.24	1.08	2.10	3.78	9.23	30.79
Benchmark	0.52	0.26	0.79	1.59	3.20	10.19	28.15

* 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

With the US widely expected to hike rates at least 3 times in 2018, we view that monetary policy in major economies is likely to remain divergent in the medium term. However, with better global growth and slightly higher inflation expectation, the yield curve may steepen slightly, i.e. yields on the longer end may start to go up, relative to last year. Foreign demand for MGS is seen to be on the rise amid the strengthening ringgit. However, some of this renewed interest may be short term, thus we caution on the risk of reversal. With better economic growth, corporates' credits are expected to improve and hence we prefer to enhance yield by switching from government and government guaranteed sukuk to corporate sukuk. We are shortening duration slightly to around 5.0 – 5.5 years.

Source: Opus Asset Management Sdn 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.