

#### FUND OBJECTIVE

To achieve medium to long term capital appreciation through investments primarily in Malaysian bonds.

#### FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	30.52 million units (31 October 2017)
Fund Size	RM39.24 million (31 October 2017)
Unit NAV	RM1.2858 (31 October 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	12 month FD
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>Have a medium to long term investment horizon</li> <li>Want a diversified portfolio of fixed interest securities</li> <li>Are looking for a less volatile investment but can accept lower returns</li> </ul>
Fees	Management Fee: 1.0% p.a.
Taxation	8% of annual investment income

#### ASSET ALLOCATION

Bonds/Debentures	80% - 98%	Cash	Up to 20%
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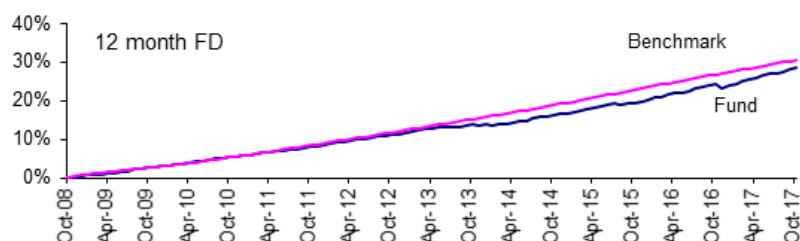
#### WHERE THE FUND INVESTS

Corporate Bond	91.28%
Government Bond	6.40%
Short Term Paper	-
Cash	2.32%
Total	100.00%

#### TOP 10 HOLDINGS

Jimah Energy Ventures	9.30% Due 11/12/2021 MN12	15.55%
MMC Corporation Berhad	5.950% 12/11/2027	13.64%
Berjaya Land Bhd	4.750% 15/12/2017	12.98%
UMW Hldg Bhd	4.820% 4/10/2019	12.88%
UEM Sunrise Bhd	4.800% 08/04/2022	12.84%
WCT Hldgs Bhd	5.32% 11/5/2022	6.58%
YTL Power International Bhd	5.05% 3/5/2027	5.29%
GII Murabahah	4.070% 30/09/2026	3.83%
GII Murabahah	4.045% 15/08/2024	2.57%
UEM Edgenta Bhd	4.85% 26/4/2022	2.57%

#### PERFORMANCE RECORD



#### NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	3.69	0.30	1.02	2.03	3.32	10.44	28.58
<b>Benchmark</b>	2.53	0.25	0.75	1.51	3.04	9.97	30.78

\* 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'S MANAGER COMMENTS

The Fund's performance for the month of October 2017 was 0.30%, compared to the benchmark return of 0.25%.

The Malaysia Government Securities ("MGS") yield curve bear steepened in October taking cue from weakened US Treasuries amid optimism over the progress of tax reforms and the imminent appointment of the next Fed Chair. Bond yields were pressured along the curve and the market was seen in a trimming mode.

Meanwhile, Malaysia's recently tabled Budget 2018 was supportive of growth while still remain focused on fiscal consolidation. The budget is seen to be slight expansionary taking into considerations of the individual tax cuts alongside a host of cash handouts that will boost private consumption. Consequently, the 2018 budget should be able to deliver the expected real GDP growth of 5.0 – 5.5% and meet the fiscal deficit of 2.8% of GDP. Meanwhile, BNM is expected to keep its policy rate unchanged in its next MPC meeting on 9 November.

We continue to remain fully invested with focus on selective primary corporate bond issuance and exposure into the government securities when the opportunity arises.

Source: CIMB-Principal Asset Management 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.