

FUND OBJECTIVE

To provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	3.2407 million units (30 April 2016)
Fund Size	RM3.3076 million (30 April 2016)
Unit NAV	RM1.0206 (30 April 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Principal Equity Income Fund
Benchmark	50% FBM100 Index + 50% MSCI AC Asia ex-Japan Index
Risk Profile	<p>Suitable for investors:</p> <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: 1.5000% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equities	Min 70% Max 98%	Cash	Min 2%
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WHERE THE FUND INVESTS

Trading/Services	20.09%	Telecommunications	2.97%
Financials	15.69%	Plantations	2.18%
Consumer	14.54%	Construction	1.60%
Finance	11.60%	Utilities	1.27%
Industrials	9.26%	IPC	1.15%
Technology	6.41%	Others	2.35%
Oil & Gas	3.06%	Cash	7.83%

TOP HOLDINGS OF THE TARGET FUND

Tenaga National Bhd	4.57%
Public Bank Bhd - Local	4.36%
Malayan Banking Bhd	3.53%
Tencent Hldg Ltd (Hong Kong)	2.88%
AIA Group Ltd (Hong Kong)	2.18%
Petronas Gas Bhd	2.04%
Amorepacific Corp (S. Korea)	1.98%
CIMB Group Hldgs Bhd	1.97%
Samsung Electronics Co. Ltd (South Korea)	1.95%
Telekom Malaysia Bhd	1.85%

PERFORMANCE RECORD

This fund feeds into CIMB Principal Equity Income Fund ("target fund") with the objective to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

Table below shows the investment returns of Sun Life Malaysia Equity Income Fund versus its benchmark as at 30 April 2016:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	-4.66	-0.67	1.33	-6.09	-7.95	N/A	2.06
Benchmark	-4.81	-1.64	1.45	-5.89	-9.81	N/A	-0.23

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 April 2016, the Fund fell 0.67% but outperformed its benchmark by 0.97%. The Fund's underweight in Taiwan and Malaysia as well as overweight in Singapore contributed positively. In terms of sectors, the Fund's underweight in Telecommunications contributed positively. At the stock level, its overweight in Amorepacific and PT Nippon Indosari contributed positively. In addition, its underweight in Maxis and Digi also contributed to the outperformance as these stocks underperformed the benchmark during the month. Year-to-date, the Fund is down 4.66%, outperforming the benchmark by 0.15%.

Asian Equities were flat in April in US Dollar terms and stands at +1% year-to-date. Taiwan (tech) and Philippines underperformed while Australia (materials) outperformed. Topical issues were: Can the cyclical rally continue, how long can China continue to support growth by pumping credit growth, and what does a strengthening Yen mean for risk assets?

In April, the FBM Kuala Lumpur Composite Index fell 2.61% month-on-month ("mom") to 1,672.72 points, giving up most of its gains in March despite the higher oil prices. On a year-to-date basis, the index has fallen 1.17%. Investors were rattled by news of 1MDB's bond default, which triggered a cross default on two other notes. Bank Negara Malaysia's new internally sourced governor failed to lift the market. Net foreign equity inflows slowed to RM427m in April, bringing year-to-date net foreign equity inflows to RM6bn. 10-year MGS closed the month at 3.87%, while the Ringgit was weaker at 3.90, down 0.78% mom.

We have started to invest in some companies that will benefit from the 4th Industrial Revolution (automation/robotics, fintech, virtual and sharing economy). We continue to look for quality growth stocks with good cash flow. For Malaysia, we will continue to add high dividend stocks such as REITs and consumer stocks as we believe that in an environment of negative yield globally, Malaysia offers decent upside from a dividend yield perspective. We also continue to Maintain our overweight in the construction sector as positive news flow from more fiscal expansion from the government will continue this year.

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.