

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 | 2.653 million units (31 October 2018) | Fund Size | RM2.909million (31 October 2018) |
| Unit NAV | RM1.0962 (31 October 2018) | Dealing | Daily (as per Bursa Malaysia trading day) |
| Fund Manager | CIMB-Principal Asset Management Bhd | Target Fund | CIMB Islamic Asia Pacific Equity Fund |
| Benchmark | Dow Jones Islamic Market Asia Pacific ex Japan Index | Taxation | 8% of annual investment income |
| Risk Profile | Suitable for investors: <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 CIMB-Principal. |

ASSET ALLOCATION OF THE TARGET FUND

| Equities | Sukuk & Deposits | Liquid Assets |
|------------------|------------------|---------------|
| Min 70%; Max 98% | Max 30% | Min 2% |

SECTOR ALLOCATION OF THE TARGET FUND

| | |
|--------------------|---------|
| Consumer | 21.61% |
| Finance | 19.88% |
| Oil & Gas | 16.68% |
| Technology | 9.94% |
| Basic Materials | 6.71% |
| Industrials | 6.37% |
| Utilities | 2.58% |
| Telecommunications | 1.20% |
| Health Care | 1.15% |
| Trading / Services | 0.81% |
| Mutual Fund | 0.25% |
| Cash | 12.82% |
| Total | 100.00% |

TOP HOLDINGS OF THE TARGET FUND

| | |
|--|--------|
| Samsung Electronics Co. Ltd (South Korea) | 9.40% |
| Alibaba Group Holding Ltd (Cayman Islands) | 6.92% |
| Link REIT (Hong Kong) | 6.15% |
| Reliance Industries Ltd (India) | 6.13% |
| CNOOC Ltd (Hong Kong) | 5.92% |
| Taiwan Semiconductor Manuf (Taiwan) | 5.79% |
| Samsung Electronics-PFD (South Korea) | 4.48% |
| CapitaLand Commercial Trust (Singapore) | 3.61% |
| CapitaLand Mall Trust (Singapore) | 3.26% |
| BHP Billiton Ltd (Australia) | 3.05% |
| Total | 54.71% |

PERFORMANCE RECORD

This fund feeds into CIMB Islamic Asia Pacific 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 October 2018:

| % | YTD | 1M | 3M | 6M | 1-Year | 3-Year | Since Inception |
|------------------|--------|--------|--------|--------|--------|--------|-----------------|
| Fund* | -14.06 | -9.89 | -10.94 | -11.74 | -17.06 | 4.51 | 9.62 |
| Benchmark | -15.80 | -10.71 | -12.15 | -14.08 | -18.47 | 13.24 | 22.06 |

* 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 October, the Fund declined 9.89% in MYR terms, outperforming the Benchmark by 82 basis points ("bps"). Year-to-date, the Fund declined 14.06%, outperforming the Benchmark by 174 bps.

Islamic Asian ex-Japan equities declined 11.5% (USD) in October, with the North Asian countries (China, Korea and Taiwan) falling the most amidst global growth concerns and re-pricing of equities with higher US bond yields. Equities in ASEAN countries were more resilient as expectations were muted and are generally more insulated from the US-China trade war. Oil price fell by 9% to USD 75.50, providing relief to oil importing nations such as Indonesia, Philippines and India. China's politburo, the top decision making body held a meeting on 31 October and voiced their concerns about the downward pressure on the economy, avoided deleveraging and property tightening topics (versus previous meetings) and possible infrastructure investment.

We have raised portfolio dividend yields to ~3%, diversified the sector and factor (growth, value) weights by looking for idiosyncratic names that are less correlated to trade frictions & growth risks. The portfolios have a Beta of ~0.93 and Overweight Real Estate (REITs), Energy and Information Technology, Underweight Consumer Discretionary, Consumer Staples and Communication.

Source: CIMB-Principal Asset Management Bhd

Date: 31 October 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.

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.