

### 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	7.329 million units (30 November 2018)	Fund Size	RM9.293 million (30 November 2018)
Unit NAV	RM1.2679 (30 November 2018)	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	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>▪ Have a medium to long-term investment horizon</li> <li>▪ Target capital appreciation</li> <li>▪ Do not require regular income</li> <li>▪ Comfortable with higher volatility</li> <li>▪ Willing to take higher risk for potential higher gains</li> </ul>	Fees	Management fee: 1.500% p.a.

### ASSET ALLOCATION OF THE TARGET FUND

Equities (Local)	Equities (Foreign)	Preferred Stock	Cash
47.01%	43.63%	0.04%	9.32%

## SECTOR ALLOCATION OF THE TARGET FUND

Finance	34.58%
Consumer	16.54%
Trading / Services	14.04%
Industrials	9.44%
Technology	4.97%
Oil & Gas	2.94%
Plantations	1.94%
Mutual Fund	1.72%
IPC	1.41%
REITS	1.04%
Telecommunications	1.02%
Health Care	0.53%
Basic Materials	0.51%
Cash	9.32%
Total	100.00%

## TOP HOLDINGS OF THE TARGET FUND

Public Bank Bhd – Local (Malaysia)	5.52%
Tenaga Nasional Bhd (Malaysia)	4.99%
Malayan Banking Bhd (Malaysia)	4.49%
CIMB Group Hldgs Bhd (Malaysia)	2.77%
Petronas Chemicals Group Bhd (Malaysia)	2.66%
Samsung Electronics Co. Ltd (South Korea)	2.37%
Hong Leong Bank Bhd (Malaysia)	2.13%
AIA Group Ltd (Hong Kong)	1.98%
Reliance Industries Ltd (India)	1.94%
Link REIT (Hong Kong)	1.92%
Total	30.77%

## 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 November 2018:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	-8.25%	1.16%	-6.58%	-5.92%	-5.90%	19.05%	26.79%
<b>Benchmark</b>	-9.81%	1.98%	-7.17%	-6.33%	-7.12%	10.86%	15.39%

**\*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 November, the Fund increased by 1.16%, underperforming its benchmark by 0.82%. Malaysia, Korea and Hong Kong underperformed. Sectors that dragged performance were Technology, Industrials and Consumer Services. Year-to-date, the Fund is down by 8.25%, outperforming the benchmark by 1.56%.

The FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMKLCI) ended November down by 1.72% or 29pts to close at 1,679.86 pts. On Year-to-Date basis, the FBMKLCI is lower by 6.51%. During the month, the Ringgit was flat at MYR4.18/USD while the 10Y MGS rose by 5bps to 4.13%. Asia Pacific ex-Japan equities recovered in November, gaining +4% (in US\$ terms). Indonesia, India and China/HK outperformed as the Rupiah and Rupee had a respite from falling oil prices. We upgrade Asian equities to a Buy. We have turned more positive after the US Fed turned more dovish in late Nov and US-China tensions were put on hold for 90 days. But given that China is viewed by the US as a strategic competitor in an industrial, technological and geopolitical sense, there will continue to be hard negotiation over certain issues.

For Malaysia, poor 3Q18 earnings led to more downward revision by the Street for 2018 and 2019 estimates and this will add pressure to the KLCI. On the back of all these uncertainties, we reiterated our capital preservation investment strategy with preference on big cap GLCs and companies with strong fundamentals and solid cash flow and dividends in sectors such as Utilities & Renewable Energy, Consumer Staples and Industrials. We are also positive over the medium term on Exporters as US-China trade conflicts may benefit technology-related and Electronics Manufacturing Services ("EMS") players in Malaysia. For Asia, we are overweight Singapore (Banks, REITs, industrials), Indonesia (banks) and Thailand (banks, healthcare). Underweight China/HK, Korea and Taiwan.

Source : CIMB-Principal Asset Management Bhd  
Date : 30 November 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.