

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	2.851 million units (30 March 2018)
Fund Size	RM3.513 million (30 March 2018)
Unit NAV	RM1.2323 (30 March 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
Risk Profile	<p>Suitable for investors:</p> <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 Dynamic Income Fund. 1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equity	Min 70%; Max 98%
Sukuk & Deposits	Max 30%
Liquid Assets	Min 2%

WHERE THE TARGET FUND INVESTS

Consumer	36.67%	Trading/Services	0.95%
Technology	13.36%	Mutual Fund	0.27%
Oil & Gas	11.73%	Cash	6.03%
Industrials	10.59%	Finance	10.26%
Basic Materials	10.14%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Samsung Electronics Co. Ltd (South Korea)	9.44%
Alibaba Group Holding Ltd (Cayman Islands)	8.57%
Taiwan Semiconductor Manuf (Taiwan)	7.00%
Samsung Electronics – PFD (South Korea)	4.40%
Reliance Industries Ltd (India)	3.97%
Tencent Hldg Ltd (Hong Kong)	3.71%
Posco (South Korea)	3.35%
LG Electronics Inc. (South Korea)	3.10%
Venture Corp Ltd (Singapore)	2.98%
AirTac International Group (Taiwan)	2.82%

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 30 March 2018:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	-3.39	-2.47	-3.39	-2.40	10.94	22.65	23.23
Benchmark	-3.38	-0.86	-3.38	-1.33	12.21	33.14	40.05

* 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 March, the Fund declined -2.47%, underperforming the Benchmark by 161 basis points. Year-to-date, the Fund declined -3.39%, underperforming the Benchmark by a single basis point. China and Australia were the major detractors during the month while sector wise, basic materials and Consumer Goods were a drag.

Asian equities declined 1.7% in US\$ terms in 1Q18 amidst concerns of rising bond yields with subsequent concerns on trade tensions and tech weakness pushing global equity markets down. The sell-off was broad-based with underperformance in materials, consumer discretionary and financials while utilities was the only gainer. Topical issues were: are we seeing negotiating tactics or the start of a trade war between the US and China? Is equity volatility this year the new normal? Asian equities are in a consolidation phase after last year's stellar performance and the investment positives are earnings growth of 14% in 2018, reasonable earnings multiple of 13x and rising ROE. On trade, our view is that US is using tariffs as a means of negotiating for intellectual property protection and more market opening measures in China. Ultimately, the US's focus is on high value industries that it competes with China, e.g. automation, biotechnology, electric vehicles. We are cautious on countries with rising inflation and a weakening current account and fiscal deficit like India and the Philippines. The portfolio is 94% invested with a portfolio Beta of ~1 and Overweight in Singapore, Australia and Underweight Taiwan. In sector terms, we are Overweight in Materials, Consumer Discretionary and Underweight Utilities and Information Technology.

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.