

FUND OBJECTIVE

To maximize capital growth over the medium to long-term through the stock market.

FUND DETAILS

Launch Date	20 October 2008	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	20.44 million units (30 April 2018)	Fund Size	RM55.01 million (30 April 2018)
Unit NAV	RM2.6919 (30 April 2018)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Benchmark	FBM100
Taxation	8% of annual investment income	Fees	Management Fee: 1.5% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> ▪ With a medium to long-term investment horizon ▪ Seek maximum capital appreciation ▪ Do not require regular income ▪ Comfortable with higher volatility ▪ Willing to take higher risk for potential higher gains 		

ASSET ALLOCATION OF THE FUND

Equities	Cash
Minimum 80% - 98%	Up to 20%

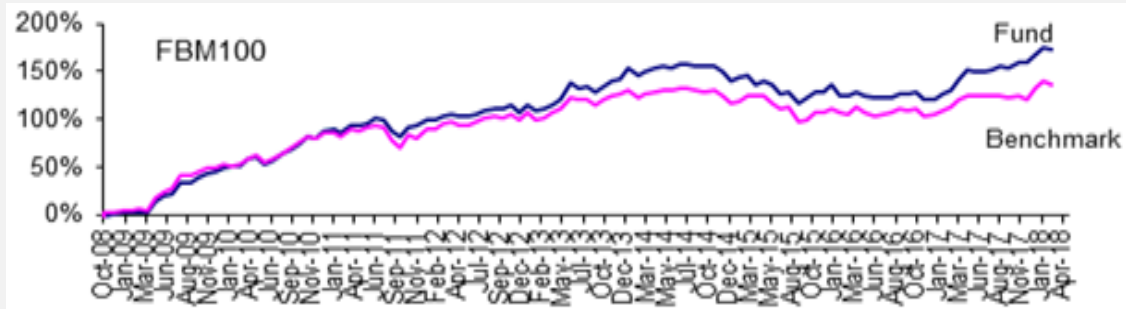
SECTOR ALLOCATION OF THE FUND

Trading Services	33.99%
Finance	25.45%
Industrials Products	8.38%
Construction	4.15%
IPC	2.56%
Plantation	0.95%
Technology	2.28%
Consumer Products	3.28%
Properties	3.53%
Cash	15.43%
Total	100.00%

TOP HOLDINGS OF THE FUND (EQUITIES)

Malayan Banking Bhd	7.83%
Public Bank Bhd – Local	7.51%
Tenaga Nasional Bhd	6.46%
CIMB Group Hldgs Bhd	5.50%
RHB Bank Bhd	3.98%
Petronas Chemicals Group Bhd	3.55%
AirAsia Group Bhd	3.41%
Axiata Group Bhd	3.17%
Genting Bhd	3.00%
Dialog Group Bhd	2.56%

PERFORMANCE RECORD



%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	0.52	-0.09	-2.30	3.63	7.20	12.04	169.19
Benchmark	1.89	0.02	-1.62	5.06	4.84	5.17	136.07

* 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 April, the FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBM100) touched a new high of 1,895 pts on April 19, before closing up only 0.4% at 1,870 pts. Year-to-date, the FBM100 has gained 4.1%. Foreigners turned net buyers of RM1.5bn in April after being net sellers of RM0.1bn in March, bringing year-to-date net foreign inflows to RM3.5bn. In April, the Ringgit depreciated 1.5%, while the 10Y MGS rose 19 bps to 4.13%. Brent crude oil rose 7% to USD75 per barrel. Construction and finance outperformed, while technology, consumer staples and telecommunications underperformed.

Following Pakatan Harapan's (PH) victory in the 14th General Elections (GE14) on May 9th, we expect market to be volatile in the immediate term. However, market should rebound as similar government changes in other countries were brief. Furthermore, in our opinion, PH is not a totally inexperienced government. This is further supported by Malaysia's strong domestic liquidity in the form of large local government funds on the back of robust macroeconomic fundamentals. The key point here is that both foreign and local investors favour political change, if tangible policies such as transparency and corporate governance are delivered.

Prior to GE14, we were de-risking our portfolios by reducing exposure in the construction sector and small caps, to focus on large caps that were likely beneficiaries of a cyclical recovery. Post GE14, Construction/Infrastructure-related names will be impacted. Also, certain companies in the plantation, automotive and services sectors may be reviewed by the new government. However, we believe that any market selloff will offer brief buying opportunities in quality names. We continue to invest in big cap companies with strong fundamentals and to focus on medium to long-term investment themes, such as Financials, Consumer, Technology and Industrials. We maintain our view that, despite the short term volatility, investors should relook at the longer term, where risk premiums may potentially reduce as a result of better governance.

Source : CIMB-Principal Asset Management Bhd

Date : 21 May 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.