

FUND OBJECTIVE

Aims to achieve consistent capital appreciation over a medium to long-term by investing in equities and other approved investments, which harmonise with Islamic philosophy and laws.

FUND DETAILS

Launch Date	01 December 2009	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	12.90 million units (31 December 2019)	Fund Size	RM20.01million (31 December 2019)
Unit NAV	RM1.5520 (31 December 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad	Target Fund	Affin Hwang Aiman Growth Fund
Benchmark	FBM Emas Shariah Index (FBMS)	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> ▪ Have a medium to long term investment horizon ▪ Are risk tolerant ▪ Seek higher returns on the investment that comply with Shariah requirements 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Equity Fund. ▪ 1.5% per annum fund management charge is applied on the Target Fund's NAV by Affin Hwang Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Equity	Cash
Min 70%; Max 100%	Max 30%

SECTOR ALLOCATION OF THE TARGET FUND

Financials	22.10%
Industrials	18.90%
Consumer Goods	9.50%
Utilities	8.40%
Health Care	7.50%
Telecommunications	6.10%
Consumer Services	5.00%
Technology	4.20%
Oil & Gas	4.10%
Basic Materials	3.90%
Cash & Cash Equivalents	10.30%
Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Tenaga Nasional Bhd	8.4
MISC Bhd	5.0
Axis Real Estate Invt Trust	4.4
Scientex Bhd	3.6
Yinson Holdings Berhad	3.5
Petronas Dagangan Berhad	3.5
KLCCP Stapled Group Stapled Security	3.5
Sime Darby Plantation Bhd	3.3
Hartalega Holdings Bhd	3.1
Sunway Berhad	3.1
Total	41.40%

PERFORMANCE RECORD

This fund feeds into Affin Hwang Aiiman Growth Fund ("target fund") with the objective to achieve consistent capital appreciation over a medium to long-term by investing in equities and other approved investments, which harmonize with Islamic philosophy and laws.

Table below shows the investment returns of Sun Life Malaysia Islamic Equity Fund versus its benchmark as at 31 December 2019:

%	YTD	1M	1-Year	3-Year	5-Year	10-Year	Since Inception
Fund*	4.08	1.36	4.08	8.25	11.49	55.45	55.20
Benchmark	3.85	3.07	3.85	-0.55	-4.47	40.41	41.85

* 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

- Malaysia's manufacturing PMI increased to 50.0 in December 2019, from 49.5 in November 2019. The latest reading was the fastest increase in goods production since September 2018.
- Unlike its regional counterpart, Malaysia has been left behind throughout 2019 with the KLCI at its 4-year low compared to other Asian peers which are in positive territory. The local benchmark index ended the year in the red at -6%, amidst depreciation in the Ringgit, weakening oil price, and decline in earnings.
- The Malaysia government announced a delayed in implementation of price ceiling removal for RON95 to a later date. Initially, it was to be implemented in January 2020.
- Malaysia CPI continued to see modest gain at 0.9% year-on-year in November (October: +1.1%). This was the lowest inflation rate since May, as food prices rose the least in six months while cost of transports fell further. Nonetheless, it is still within BNM guidance of 0.7% - 1.7% for full year 2019.
- **STRATEGY:** Over the month, the fund's invested levels were close to 90%. The fund remains positioned with value companies and quality large-cap Shariah-compliant stocks in the domestic market.
- Over the month, the fund reduced exposures in the financial and energy sectors and added weighting into the plantation, technology and industrial sectors. The fund's portfolio comprises 30%-35% exposure in sectorial growth; and 10% in tactical positions.
- The fund continues to adopt a barbell investment approach and remains cautious due to geopolitical fragility and macro uncertainties in the world which raises recessionary concerns.

Source : Affin Hwang Asset Management Berhad

Date : 31 December 2019

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.