

FUND OBJECTIVE

To achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

FUND DETAILS

Launch Date	1 December 2017	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	14,125 units (28 February 2019)	Fund Size	RM14,179 (28 February 2019)
Unit NAV	RM1.0038 (28 February 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Target Fund	CIMB Islamic Conservative Wholesale Fund-of-Funds
Benchmark	Quantshop GII Medium Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> ▪ Have a long-term investment horizon ▪ Have a low risk profile and seek for a potentially less volatile investment return ▪ Want a minimal exposure to Shariah-compliant equities investment ▪ Want a portfolio of investments that adhere to Shariah principles 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Strategic Conservative Fund. ▪ Up to 1.2% of per annum fund management charge is applied on the target fund's NAV by CIMB-Principal Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Common Stock	Cash
92.87%	7.13%

SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	92.87%
Cash	7.13%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic Sukuk Fund	50.09%
CIMB Islamic Enhanced Sukuk Fund	23.60%
CIMB Islamic DALI Equity	19.18%
Total	92.87%

PERFORMANCE RECORD

This fund feeds into CIMB Islamic Conservative Wholesale Fund-of-Funds (“target fund”) with the objective to achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

Table below shows the investment returns of Sun Life Malaysia Islamic Strategic Conservative Fund versus its benchmark as at 28 February 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	0.57%	0.20%	0.28%	-0.43%	1.70%	N/A	0.38%
Benchmark	0.94%	0.47%	1.62%	2.14%	4.54%	N/A	5.51%

***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

The Fund rose by 0.57% in February 2019, underperforming the benchmark by 0.37%. Year-to-date (YTD), the fund has underperformed the Benchmark by 0.27%.

On equities, we are adopting a more balanced view to the portfolio with a combination of growth and defensive sectors. We will take the opportunity to add quality large caps and alpha in to the portfolio- we prefer big cap GLCs with improving fundamentals and companies with solid cash flow and dividends in sectors such as Utilities & Renewable Energy, Islamic Banks, Oil and Gas and Industrials.

On Sukuk strategy, market is starting to price-in a potential OPR cut in 2019 as growth and inflation moderate. However, our view is that BNM is unlikely to take hasty action until clear evidence of trade disruption in the region. We expect inflation to pick-up in March-19 as GST refund to the corporates. Nevertheless, the risk of overweighting portfolio duration is rather benign now and certain part of the yield curve especially the belly is still steep and offers decent roll-down return. On corporate Sukuk, weak corporate results are dominating headlines and we are very selective when it comes to adding exposure in both primary and secondary market.

Source : CIMB-Principal Asset Management Bhd

Date : 28 February 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.