

### FUND OBJECTIVE

The objective of the Fund is to grow the value of Unit Holders' investments over the medium to long-term in an equity fund that invests in the global titans market of the US, Europe and Japan with an exposure to the Malaysian equities market to balance any short-term volatilities.

### FUND DETAILS

Launch Date	20 May 2014	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	20.51 million units (31 January 2020)	Fund Size	RM35.02 million (31 January 2020)
Unit NAV	RM1.7077 (31 January 2020)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	CIMB Principal Global Titans Fund
Benchmark	42% S&P500 + 36% MSCI Europe + 12% MSCI Japan + 10% CIMB Bank 1-month Fixed Deposit Rate	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	<ul style="list-style-type: none"> <li>▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Titans Fund.</li> <li>▪ Up to 1.5% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd.</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Mutual Fund	Cash
93.54%	6.46%

#### SECTOR ALLOCATION OF THE TARGET FUND

Legg Mason Global Funds - US Large Cap	33.43%
Schroder – ISF Euro Equity USD - A	27.57%
Schroder – ISF Japanese Opps USD A Acc	12.39%
Schroder -ISF US Large Cap A Acc	10.40%
Principal GLB – EUR EQ-INS Acc	9.75%
Cash	6.46%
<b>Total</b>	<b>100.00%</b>

#### TOP HOLDINGS OF THE TARGET FUND

Amazon.com Inc	5.36%
Alphabet Inc.	5.12%
Facebook Inc	4.75%
Visa Inc	4.63%
Itochu	4.50%
Orix	4.30%
Microsoft Corp	4.09%
C Uyemura	3.80%
Sumitomo Mitsui Financial Group	3.50%
TDK Corp	3.10%
<b>Total</b>	<b>43.15%</b>

#### PERFORMANCE RECORD

This fund feeds into CIMB Principal Global Titans Fund (“target fund”) with the objective to achieve medium to long-term capital gains by investing into the US, Europe and Japan equities while having some Malaysia equities exposure to counter the short-term volatility in the global equities markets.

Table below shows the investment returns of Sun Life Malaysia Global Titans Fund versus its benchmark as at 31 January 2020:

%	YTD	1M	6M	1-Year	3-Year	5-Year	Since Inception
<b>Fund*</b>	-0.20	-0.20	4.88	13.75	19.65	51.70	70.77
<b>Benchmark</b>	-0.93	-0.93	6.38	14.84	22.80	59.39	74.91

\* 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

The Fund (Class MYR) declined by 0.20% during the month of January 2020, outperforming the Month-to-date and Year-to-date benchmark by 73 basis points (bps).

Developed markets began the new year with higher returns, before subsequently hit by the novel Coronavirus outbreak in Hubei Province of China. On Jan 15, U.S. and China signed a partial trade agreement. In the deal, China agreed to purchase an additional \$200 billion of US goods over the next two years. U.S. and European markets rose higher as trade tensions eased. However, volatility picked up and markets trended down as investors became concerned about the large scale outbreak of the Coronavirus and its negative impact on global economy growth. MSCI US was flat at 0.2%, MSCI Europe and Japan were down by 2.5% and 1.2% subsequently. US Dollar strengthened by 1%. Euro and Japanese Yen depreciated by 1% and 0.24%, respectively.

Fundamental economic data is showing signs of continued improvement. U.S. economy continues to expand at solid pace, with fourth-quarter 2019 GDP growing at 2.1%. Consumer confidence is also rising in January. Although Market Manufacturing PMI is slightly lower than last month, services sector remains resilient. In Europe, 2019 fourth-quarter GDP remains positive at 0.1%. Labor market is healthy with unemployment lower by 0.1% in December. Manufacturing PMI is bottoming out at 48.5, higher than 46.6 in the previous month. In Japan, economy recovery continues to be supported by easy monetary condition. The latest manufacturing PMI is higher at 48.8. The US corporate earnings are revised higher by 0.8% from last month. Japan corporate earnings are revised up by 0.6%. Europe earnings are revised lower by 1.5%.

Despite the prevailing uncertainties and confusion related to the Coronavirus, we urge investors adopt a positive stance towards global equities. While it is currently unclear how prolonged this epidemic would be and how wide its eventual spread and reach, our research indicates that at this moment, the outbreak is not showing exponential growth typical of an epidemic gone out of control. We are inclined to view this outbreak as transitory. Meanwhile, with inflation subdued, global policy makers would continue to support economy with monetary and fiscal stimulus. Hence, we remain OVERWEIGHT all markets. In particular, we are overweight U.S. but slight overweight Europe and Japan.

Source : *Principal Asset Management Bhd*

Date : *31 January 2020*

### 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.