

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	9.263 million units (31 May 2018)	Fund Size	RM14.255 million (31 May 2018)
Unit NAV	RM1.5389 (31 May 2018)	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 ALLOCATION OF THE TARGET FUND

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

SECTOR ALLOCATION OF THE TARGET FUND

Financials	18.9%
Industrials	13.4%
Oil & Gas	12.2%
Consumer Goods	10.2%
Utilities	5.7%
Technology	5.6%
Basic Materials	4.6%
Health Care	3.4%
Consumer Services	2.7%
Telecommunications	1.6%
Cash & Cash Equivalents	21.7%

TOP HOLDINGS OF THE TARGET FUND

Dialog Group Bhd	6.1%
Tenaga Nasional Bhd	5.7%
Petronas Chemicals Group Bhd	3.8%
Sunway Berhad	3.5%
Fraser & Neave Hldgs Bhd	3.4%
V.S. Industry Bhd	3.1%
Scientex Bhd	2.9%
Petronas Gas Bhd	2.5%
Petronas Dagangan Bhd	2.5%
IOI Corporation Bhd	2.4%

PERFORMANCE RECORD

This fund feeds into Affin Hwang Aiiiman 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 harmonise with Islamic philosophy and laws.

Table below shows the investment returns of Sun Life Malaysia Islamic Equity Fund versus its benchmark as at 31 May 2018:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	-6.1	-3.4	-5.7	-4.4	-2.2	8.1	53.9
Benchmark	-8.5	-7.5	-9.3	-5.8	-4.9	-3.2	44.6

* 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

- Geopolitical risks calmed down as trade tension between US and China subsides due to increase in ongoing trade discussion while US President Donald Trump creates concerns for Asian equities on the off-again, on-again summit with North Korea scheduled on 12th June.
- In Italy, the parliamentary overhang continues to inflict woes on markets after nearly 3 months since its general election on 4 March 2018.
- Crude oil price came under pressure as OPEC considers increasing supply to meet shortfall from Iran and Venezuela.
- Malaysian market unnerved by RM 1 trillion debt question despite FBMKLCI plunging by 3% initially.
- The Fund slid 3.4% lower in the month of May, while its benchmark index slid 7.5% lower over the same period.
- STRATEGY:** We expect financial markets to remain volatile in the near term as uncertainties prevail post GE14.
- We are currently being more prudent thus reducing our equity weights and trying to maintain cash levels between 20% - 30% for our shariah funds.
- We remain pessimistic on construction stocks as it is expected to see broad weakness on ongoing contracts are reviewed by the new government.
- On the flipside, we are turning positive on the consumer and healthcare space as both industries stand as beneficiaries of the new government's policies.

Source : Affin Hwang Asset Management Berhad
Date : 13 June 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.