

FUND OBJECTIVE

Aims to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	1.676 million units (31 October 2016)
Fund Size	RM 1.757 million (31 October 2016)
Unit NAV	RM1.0479 (31 October 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Islamic Asia Pacific Equity Fund
Benchmark	Dow Jones Islamic Market Asia Pacific ex Japan Index

Risk Profile	Suitable for investors:
	<ul style="list-style-type: none"> Have a long-term investment horizon Want a portfolio of investments that adhere to Syariah principles Want a well-diversified portfolio of Asia Pacific ex Japan regional equities Seek capital appreciation over long-term
Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund. 1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.
	<ul style="list-style-type: none"> 8% of annual investment income
Taxation	<ul style="list-style-type: none"> 8% of annual investment income

ASSET ALLOCATION

Equities	Minimum 70% - 98%	Liquid Assets	Min 2%
Sukuk & Deposits	Max 30%		

WHERE THE FUND INVESTS

Consumer	27.40%	Health Care	3.94%
Telecommunication	13.78%	Financials	3.91%
Oil & Gas	13.72%	Mutual Fund	2.18%
Technology	11.37%	Utilities	1.07%
Industrials	7.03%	Cash	9.68%
Basic Material	5.92%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Tencent Hldg Ltd (Hong Kong)	9.27%
Singapore Telecommunications (S'pore)	4.72%
CNOOC Ltd (Hong Kong)	4.66%
Telekomunikasi TBK PT (Indonesia)	3.97%
Maruti Suzuki India Ltd (India)	3.84%
China Petroleum & Chemical (China)	3.48%
China Unicom (Hong Kong)	3.06%
Dabur India Ltd (India)	2.82%
Amorepacific Corp (S.Korea)	2.71%
Ultra Tech Cement Ltd (India)	2.66%

PERFORMANCE RECORD

This fund feeds into CIMB Islamic Asia Pacific Equity Fund ("target fund") with the objective to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Equity Fund versus its benchmark as at 31 October 2016:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	1.26	-1.05	1.75	10.88	-0.10	N/A	4.79
Benchmark	7.06	-0.78	5.30	14.46	3.55	N/A	11.60

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 October 2016, the Fund declined 1.05%, underperforming the benchmark by 27 basis points. We were overweight in India, Indonesia and Philippines and underweight in Korea and Taiwan. Sector-wise, we were overweight in Consumer Goods and Telecommunications and underweight Technology and Utilities. Year-to-date, the Fund is up 1.26, underperforming the benchmark by 580 basis points.

Asian Equities had a volatile month and almost hit the year's high in the first week of October before closing slightly down by -1% in US\$ terms. US equities (+2%) had the worst month since Jan 2016, bonds had the worst month since Feb 2015 and the Dollar Index (+3%) had the best month since Nov 2015. Asia ex-Jap equities are still +9% year-to-date. Topical issues were: is China tightening liquidity, will oil prices stay lower for longer or can OPEC's actions support it, will US bond yields go above 2% quickly?

We expect overall returns for Asian equities in 2017 to be in the high-single digits, supported by dividend yield of 2.5%. Downside would be limited by (1) global central banks' proactive and aggressive policies to limit financial risks (2) bottoming of inflation and price stability for the commodity complex, and (3) a rebound in earnings growth. We remain buyers of the markets, especially on dips, and intend to be fully invested. We adopt a sector-neutral approach, with focus on stock-selection as the primary driver of alpha. Special focus is on stock ideas related to e-commerce, sharing economies, energy and basic materials. By country, we favor China and Indonesia over Thailand and Philippines.

Source: CIMB Principal Asset Management Bhd

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..