

FUND OBJECTIVE

To achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

FUND DETAILS

| | |
|---------------------------------------|--|
| Launch Date | 01 December 2009 |
| Domicile | Malaysia |
| Currency | Ringgit Malaysia |
| Launch Price | RM1.0000 |
| Units in Circulation | 4.284 million units (31 August 2017) |
| Fund Size | RM5.488 million (31 August 2017) |
| Unit NAV | RM1.2811 (31 August 2017) |
| Dealing | Daily (as per Bursa Malaysia trading day) |
| Investment Manager of the Target Fund | Opus Asset Management Sdn Bhd |
| Target Fund | Opus Shariah Income Fund |
| Benchmark | Maybank, 12-Month Islamic Fixed Deposit Rate |
| Risk Profile | <p>Suitable for investors who:</p> <ul style="list-style-type: none"> Have a medium to long term investment time frame Are seeking stability in income through investment in Malaysian Shariah-compliant bonds (sukuk) Are looking for a less volatile investments but can accept lower returns which may fluctuate over the short term |
| Fees | <ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Bond Fund. Up to 1.0% per annum fund management charge is applied on the Target Fund's NAV by Fund Manager. |
| Taxation | 8% of annual investment income |

SECTOR ALLOCATION

| | | | |
|----------------|--------|-------------------|--------|
| Toll Road | 38.69% | Plantation | 3.94% |
| Power | 17.93% | Telecommunication | 0.17% |
| Finance | 16.00% | Cash | 11.58% |
| Infrastructure | 7.71% | | |
| Property | 3.98% | Total | 100.0% |

TOP 5 HOLDINGS OF THE TARGET FUND

| Sukuk Issuer | Coupon | Maturity Date | Rating | % |
|-----------------------|--------|---------------|--------|----------|
| Anih | 5.70% | 27.11.26 | AA | 17.0 |
| Al-Dzahab | 5.00% | 21.06.19 | AAA | 13.6 |
| Malakoff Power | 5.45% | 15.12.23 | AA- | 9.9 |
| MEX II | 5.20% | 29.04.22 | AA- | 8.1 |
| YTL Power | 5.05% | 03.05.27 | AA1 | 8.1 |
| Credit Profile | | | | % |
| NR-GG | | | | 7.71 |
| AAA | | | | 16.00 |
| AA1 | | | | 8.06 |
| AA2 | | | | 20.96 |
| AA3 | | | | 35.69 |
| Cash | | | | 11.58 |

PERFORMANCE RECORD

This fund feeds into Opus Shariah Income Fund ("Target Fund") with the objective to achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

Table below shows the investment returns of Sun Life Malaysia Islamic Bond Fund versus its benchmark as at 31 August 2017:

| % | YTD | 1M | 3M | 6M | 1-Year | 3-year | Since Inception |
|------------------|------|------|------|------|--------|--------|-----------------|
| Fund* | 2.85 | 0.44 | 0.90 | 1.65 | 1.97 | 8.49 | 28.11 |
| Benchmark | 2.07 | 0.26 | 0.79 | 1.58 | 3.23 | 10.14 | 26.14 |

* 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

With global central bank policy continuing to hold interest rates and hold off on balance sheet normalisation, we expect slow progress towards global policy divergence. Hence, we expect the MGS market to continue to be supported by local institution demand and stable foreign demand. We see opportunities to invest in higher yielding Sukuk, both in government Sukuk and high grade corporate Sukuk. We may also take the opportunity to switch some government securities and government guaranteed Sukuk into high quality corporate Sukuk with higher yields. We aim to keep a duration of around 5 - 6 years, while investing in higher grade and more liquid Sukuk.

Source: Opus Asset Management Sdn 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.