

FUND OBJECTIVE

To achieve long term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

INVESTMENT STRATEGY & APPROACH

Please refer to the Master Fund Fact Sheets at <https://www.sunlifemalaysia.com/insurance-and-takaful/investment-linked-fund/yearly-fund-fact-sheet/> for more information on the Investment Strategy and Approach for the target fund.

FUND DETAILS

Launch Date	21 July 2021	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	8.31 million units (31 December 2024)	Fund Size	RM9.48 million (31 December 2024)
Unit NAV	RM1.1410 (31 December 2024)	Target Fund	Nomura Global Sustainable Equity Fund - MYR Class B
Fund Manager	Nomura Asset Management Malaysia Sdn Bhd	Taxation	8% of annual investment income
Performance Benchmark	MSCI All Country World Index	Frequency and Basis of Unit Valuation	The unit price is determined daily based on value of the holdings in the target fund, net of expenses, divided by the total number of units in that fund
Target Market	Suitable for investors: <ul style="list-style-type: none"> are seeking long term capital growth want a portfolio of investments that provides positive impact on the sustainable development of society want to have portfolio with global exposure are prepared to accept moderate level of volatility 	Fund Management Charge	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Sustainable Fund Up to 1.6% p.a. fund management charge is applied on the target fund's NAV by Nomura Asset Management Malaysia Sdn Bhd

ASSET ALLOCATION OF THE TARGET FUND

Master fund	Deposits, money market instruments and / or held in cash
Minimum of 85% Net Asset Value (NAV)	Maximum of 15% of NAV

SECTOR ALLOCATION OF THE TARGET FUND	
Health Care	26.32%
Financials	21.86%
Industrials	21.19%
Information Technology	19.33%
Utilities	6.33%
Communication Services	3.89%
Cash & Others	1.08%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND	
Microsoft Corporation	5.00%
Johnson Controls International plc	4.27%
Mastercard Incorporated Class A	4.20%
Taiwan Semiconductor Manufacturing Co., Ltd.	3.96%
Boston Scientific Corporation	3.94%

PERFORMANCE RECORD

This fund feeds into Nomura Global Sustainable Equity Fund - MYR Class B ("target fund") with the objective to achieve long-term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

Table below shows the investment returns of Sun Life Malaysia Global Sustainable Fund versus its benchmark as at 31 December 2024:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
Fund*	7.22	-2.29	2.01	-5.34	7.22	11.01	14.10
Benchmark	12.62	-1.87	7.11	-0.57	12.62	19.63	25.78

* Calculation of past performance is based on NAV-to-NAV

Table below shows the historical performance of the underlying collective investment schemes (CIS) for calendar year returns:

(%)	2024	2023	2022
Target Fund	7.97	19.74	-13.45

Source: Refinitiv Lipper

FUND MANAGER'S COMMENTS

The top contributors to performance were TSMC 12 and Alphabet 7. Sentiment around the semiconductor complex remained positive through December and was further catalysed by the exceptional results and guidance given by Broadcom and Marvell. In particular, Broadcom, who produces custom ASICs for Alphabet, Meta and ByteDance, laid out a pathway to ramp up to one million clusters from tens of thousands with these hyperscalers. Alphabet broadly participated in the continued crowding into the Mag 7 through December as the overhang from fears around the Department of Justice breakup proposal, which peaked earlier in the quarter, has subsided. Alphabet also surprised with news around the development of their quantum computing chip, which has the potential to be 'a billion times faster than the fastest traditional supercomputer'. Although, years away from broad commercial adoption, the applicability of the breakthrough can have a transformative use within the fields of medicine, battery chemistry and AI, expanding the company's technical advantage over peers.

Impact Focus of the Month

In December 2024, we were pleased to receive the final results from the second eco-acoustics study, Nomura Asset Management (sponsored, along with a wider investor group and in collaboration with Green Praxis). The study was conducted in a palm oil plantation in Malaysia and similarly to phase one of this project, which took place in September 2022 in Indonesia, utilised rapid acoustic survey (and an automated AI-enabled daily soundscape analysis) as a fast, affordable, non-invasive and reliable estimate of biodiversity abundance and richness in the area. The data gathering stage of the process took place over a three-week period in June 2024, during which the Green Praxis team took measurements on three types of plots in the area, including production (palm oil plantation), conservation (secondary forest) and pristine forest (outside of concession). One shortcoming of the previous study undertaken in Indonesia two years ago was the lack of a true pristine forest to serve as a control for the study, given all of those have long been deforested. We were very pleased that this time around the Green Praxis team managed to gain access to one of the few remaining and among the oldest pristine tropical jungles globally, the Ulu Kinta forest reserve.

Similar to the previous study, while on site the Green Praxis team also evaluated the flora and fauna for each plot to map to the recorded database. The study concluded that conservation plots are successful at restoring local biodiversity to a certain extent (especially considering the young age of the conservation plots studied), and that can be identified through AI-assisted soundscape analysis as intermediate between pristine and production plots.

We continue to be a proud partner of the Green Praxis team and to support their research and efforts towards achieving an affordable and reliable biodiversity measurement tool that can be more universally used.

RISKS

All investment carries some form of risks. The potential key risks include but are not limited to the following:

Returns not guaranteed	The investment of the fund is subject to market fluctuations and its inherent risk. There is NO GUARANTEE on the investment returns, nor any assurance that the target fund's investment objective will be achieved.
Market risk	The value of an investment will decrease or increase due to changes in market factors i.e. economic, political or other events that impact large portions of the market. Market risk cannot be eliminated, hence the target fund's investment portfolio may be prone to changing market conditions that may result in uncertainties and fluctuations in the value of the underlying of the target fund's investment portfolio, causing the NAV or prices of units to fluctuate.
Inflation risk	This is the risk that your investment in the target fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the nominal value of the investment in monetary terms has increased.
Manager's risk	This risk refers to the day-to-day management of the target fund by Nomura which will impact the performance of the target fund, e.g. investment decisions undertaken by Nomura as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weakness in operational process and systems may adversely affect the performance of the target fund. In order to mitigate this risk, the implementation of internal controls and a structured investment process and operational procedures has been put in place by Nomura.
Concentration risk	As the target fund invests at least 80% of its NAV in the master fund, it is subject to concentration risk as the performance of the target fund would be dependent on the performance of the master fund.
Country risk	The investment of the target fund may be affected by risk specific to the country which it invests in. Such risks include changes in the country's economic, social and political environment. The value of the assets of the target fund may also be affected by uncertainties such as currency repatriation restrictions or other developments in the law or regulations of the country which the target fund invests in, i.e. Ireland, the domicile country of the master fund.

RISKS (CONTINUED)

Default risk	Default risk relates to the risk that an issuer of a money market instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the money market instruments. This could affect the value of the target fund as up to 20% of the NAV of the target fund will be invested in liquid assets which include but are not limited to deposits and money market instruments.
Investment manager of the master fund risk	<p>The target fund will invest in the master fund managed by a foreign asset management company. This risk refers to the risk associated with the investment manager, which include:</p> <ul style="list-style-type: none">i) The risk of non-adherence to the investment objective, strategy and policies of the master fund;ii) The risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the investment manager; andiii) The risk that the master fund may underperform its benchmark due to poor investment decisions by the investment manager.

Source : Nomura Asset Management Malaysia Sdn Bhd
Date : 31 December 2024

Disclaimer:
This is strictly the performance of the investment fund, and not the returns earned on the actual premiums paid of the investment-linked product. Past performance of the fund is not an indication of its future performance. 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. Sun Life Malaysia may suspend the unit pricing and defer the payment of benefits, other than death and total and permanent disability benefits, subscription or redemption of units, switching of funds, under this contract for a reasonable period in exceptional circumstances, such as and including intervening events resulting in temporary closure of any stock exchange.