

FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	150,815 Units (31 January 2017)
Fund Size	RM 159,195 (31 January 2017)
Unit NAV	RM1.0556 (31 January 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AILMAN Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index performance (FBMSHA)
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> Have a moderate risk appetite Expect incidental growth in capital Want an investment that complies with Shariah requirements
Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AILMAN Select Income Fund. 1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang.
Taxation	<ul style="list-style-type: none"> 8% of annual investment income

ASSET ALLOCATION

Sukuk & Islamic money market instruments	Min - 60% Max - 100%
Shariah-compliant equity	Max - 40%
Cash & others	Remaining balance

WHERE THE FUND INVESTS

Sukuk	68.6%	Consumer Goods	2.3%
Industrials	7.9%	Basic Materials	2.2%
Financials	4.4%	Others	2.3%
Technology	2.9%	Cash	6.9%
Telecommunications	2.5%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	%
MEX II Sdn Bhd	5.90%	27.04.29	11.2%
Plus Bhd	4.64%	10.01.25	6.4%
Al-'Aqar Capital Sdn Bhd	4.35%	06.05.20	5.3%
Lebuhraya DUKE Fasa 3	5.95%	23.08.34	4.5%
UEM Sunrise Bhd	4.25%	21.12.17	4.2%
Equities			%
Scientex Bhd			1.8%
Inari Amertron Bhd			1.6%
Sime Darby Bhd			1.6%
Telekomunikasi Indonesia			1.3%
Axis Real Estate Invst Trust			1.2%

PERFORMANCE RECORD

This fund feeds into Affin Hwang AILMAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

Table below shows the investment returns of Sun Life Malaysia AILMAN Select Income Fund versus its benchmark as at 31 January 2017:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	1.1	1.1	0.4	2.0	7.2	n/a	5.6
Benchmark	0.7	0.7	0.3	1.5	2.3	n/a	4.0

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 domestic market ended the month of January on stronger grounds, along with its global peers after a weaker US Dollar boosted market sentiment for the Asian region.
- Infrastructure plans continued to take shape, with the LRT 3, an estimated RM 9 billion project, expected to start construction as early as March 2017.
- Expectations that the economy will continue at its targeted growth pace while the global economy continues its moderate growth pace, Bank Negara maintained its OPR.
- Political uncertainties were, however, driving yields for global fixed income given the upcoming elections. German Bunds, and UK Gilts both saw a jump in yield, while US Treasuries stood resilient.
- The domestic market however, remained well supported by onshore investors. Demand was robust despite the relatively larger prints of between RM3.5 billion to RM4 billion.
- The Fund recorded a gain of 1.1% in the month of January while its benchmark index rose 0.7% over the same period.

Portfolio Strategy:

- Investors are expected to take on a more cautious stance given the continued uncertainties stemming from the Trump administration.
- The Manager will be taking on a more tactically cautious stance, focusing on managing the risk / return for the Fund.
- Nevertheless, the Manager still believes that there are investment opportunities given the stable domestic demand. As such, will be looking out for opportunities to add / increase exposure into names that we hold higher conviction in.
- Exposure will remain tilted towards the larger cap names, as we look out for opportunities to participate in laggards that see a potential for a turnaround
- The Manager will also be looking out for opportunities within the Sukuk market through primary issuances, where yields and valuations are attractive.

Source: Affin Hwang Asset Management Berhad

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.