

FUND OBJECTIVE

To provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

FUND DETAILS

Launch Date	20 May 2014	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	7.523 million units (30 April 2019)	Fund Size	RM10.095 million (30 April 2019)
Unit NAV	RM1.3418 (30 April 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	CIMB Principal Equity Income Fund
Benchmark	50% FBM100 Index + 50% MSCI AC Asia ex-Japan Index	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 ▪ Target capital appreciation ▪ Do not require regular income ▪ Comfortable with higher volatility ▪ Willing to take higher risk for potential higher gains 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Equity Income Fund. ▪ Up to 1.5% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Equities (Local)	Equities (Foreign)	Mutual Fund	Cash
46.79%	45.09%	1.67%	6.45%

SECTOR ALLOCATION OF THE TARGET FUND

Financials Services	22.37%
Industrials	10.91%
Consumer Discretionary	10.84%
Real Estate	8.65%
Information Technology	8.29%
Communication Services	7.54%
Energy	7.36%
Consumer Staples	6.97%
Utilities	5.15%
Materials	3.08%
Mutual Fund	1.67%
Health Care	0.70%
Cash	6.45%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Tenaga Nasional Bhd (Malaysia)	4.92%
Malayan Banking Bhd (Malaysia)	3.66%
Tencent Hldg Ltd (Hong Kong)	2.96%
Reliance Industries Ltd (India)	2.81%
Petronas Chemicals Group Bhd (Malaysia)	2.54%
Samsung Electronics Co. Ltd (South Korea)	2.28%
AIA Group Ltd (Hong Kong)	2.25%
Link REIT (Hong Kong)	2.14%
Taiwan Semiconductor Manuf (Taiwan)	2.08%
RHB Bank Bhd (Malaysia)	1.92%
Total	27.56%

PERFORMANCE RECORD

This fund feeds into CIMB Principal Equity Income Fund (“target fund”) with the objective to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

Table below shows the investment returns of Sun Life Malaysia Equity Income Fund versus its benchmark as at 30 April 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	7.84	2.41	4.99	7.06	-2.10	31.47	34.18
Benchmark	6.64	1.85	2.93	6.32	-5.90	20.57	20.35

* 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

Asia: Asian Equities gained last month. This could be attributed to optimism surrounding a trade dispute resolution between US & China, accommodative developed monetary policies and a stable economic outlook.

However, the trade disputes have resurfaced once again. The global economy is unlikely to gather enough momentum and upside to risk assets are likely to be capped. Macro data in Asia indicates stabilization but not acceleration. Asia's export oriented economies will need a revival in domestic consumption or fiscal stimulus to drive growth. Rate cuts in developed markets are unlikely as economies stabilize. In Asia, expectations of monetary easing in China and India have peaked. We have seen inflows into Asian equities for 4 consecutive months but the quantum is well short of previous peaks. Global and Asian EPS revisions are still negative but we are likely past the worst. The strength of the potential recovery in 2020 is a concern. Asian equities' ROE adjusted P/Book is getting expensive relative to its own history and Global equities. We are downgrading Asia Pacific Ex Japan equities and expect near term outlook to be range bound as we think further upside in the near term would be capped by high valuations and a lack of positive earnings revision. We would not be surprised if profit-taking sets in as the market has gone up strongly within a short time. We expect to be buyers on any dip, as our medium-to-longer term outlook remains positive. A low and falling interest rate environment, a global economy that has troughed, all point to longer-term favorable view in Equities.

Source : *Principal Asset Management Bhd*

Date : *30 April 2019*

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.