

FUND OBJECTIVE

The Fund aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	69.597 million units (30 November 2016)
Fund Size	RM 75.460 million (30 November 2016)
Unit NAV	RM1.0842 (30 November 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB-Principal Asia Pacific Dynamic Income Fund
Benchmark	Target return of 8% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long-term investment horizon Want a well-diversified portfolio of Asia Pacific ex Japan region Willing to take moderate risk for potentially moderate capital return over the 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.
Taxation	<ul style="list-style-type: none"> 8% of annual investment income

ASSET ALLOCATION

Equities	Minimum 70% - 98%	Liquid Assets	Min 2%
Fixed Income	Max 15%		

WHERE THE FUND INVESTS

Technology	18.50%	Basic Materials	7.36%
Financials	18.26%	Finance	4.82%
Consumer	13.83%	Utilities	3.31%
Industrials	12.42%	Industrial	1.65%
Health Care	8.12%	Telecommunication	0.91%
Oil & Gas	7.91%	Total	2.91%

TOP HOLDINGS OF THE TARGET FUND

Taiwan Semiconductor Manuf (Taiwan)	5.56%
Tencent Hldg Ltd (Hong Kong)	5.25%
BHP Billiton Ltd (Australia)	4.69%
Bank Central Asia (Indonesia)	4.54%
Reliance Industries Ltd (India)	4.44%
Terena International ADR (Cayman Island)	4.05%
Housing Development Fin. Corp Ltd (India)	3.84%
Samsung Electronics Co. Ltd (South Korea)	3.72%
AGL Energy (Australia)	3.31%
Ramsay Health Care Ltd (Australia)	3.09%

PERFORMANCE RECORD

This fund feeds into CIMB-Principal Asia Pacific Dynamic Income Fund ("target fund") with the objective to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Dynamic Income Fund versus its benchmark as at 30 November 2016:

	%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*		7.24	2.22	3.64	9.53	8.69	N/A	8.42
Benchmark		7.31	0.64	1.94	3.92	8.00	N/A	15.15

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 November 2016, the Fund increased 2.22%. Our stock selections in Technology, Basic Materials and Healthcare contributed to the returns. On a country basis, Australia, Hong Kong and China performed well. Year-to-date, the Fund is up 7.24%.

Topical issues during November were: Impact of Trump's victory on financial markets, OPEC's meeting in Vienna to curb oil production and demonetization in India. Bond yields rose globally post the US Presidential election, led by expectations of rising inflation and fiscal stimulus in the US. US stocks outperformed, at the expense of Emerging markets. OPEC agreed to a production cut, sending oil price higher to within our forecast of USD 50-60/barrel for 2017E. After stabilizing for most parts of the year, China's foreign reserves resumed its downward trend to USD 3.12tr in October, a reduction of USD 45bn from September. The Chinese yuan depreciated by 1.6% during the month, contributing to the overall decline of 5.7% Year-to-Date (YTD). Demonetization has created a lot of anxiety amongst investors due to concerns of a sharp business slowdown in the next few quarters in India, some effects are larger and longer lasting. However, there is a uniform view that demonetization is a positive development in the long haul due to better tax compliance.

We maintain our strategy to selectively buy cyclicals, quality Materials/Energy stocks, Technology and high-end manufacturing on market corrections with the source of funds from well-owned high dividend yield names. High yield, low growth names like some telecom stocks could underperform as risk free rates reverse their multi-year downtrend. We have selectively added financials stock which can benefit from the rising yield environment and while the overcrowded space like internet was seeing pressure. As a long term investor, we will buy on the dips on quality internet names. The Fund is fully invested.

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.