

### FUND OBJECTIVE

The objective of the Fund is to grow the value of Unit Holders' investments over the medium to long-term in an equity fund that invests in the global titans market of the US, Europe and Japan with an exposure to the Malaysian equities market to balance any short-term volatilities.

### FUND DETAILS

Launch Date	20 May 2014	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	18.702 million units (28 February 2019)	Fund Size	RM28.543 million (28 February 2019)
Unit NAV	RM1.5262 (28 February 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Target Fund	CIMB Principal Global Titans Fund
Benchmark	42% S&P500 + 36% MSCI Europe + 12% MSCI Japan+ 10% CIMB Bank 1-month Fixed Deposit Rate	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>▪ Have a medium to long term investment horizon</li> <li>▪ Target capital appreciation</li> <li>▪ Do not require regular income</li> <li>▪ Comfortable with higher volatility</li> <li>▪ Willing to take higher risk for potential higher gains</li> </ul>	Fees	Management fee: 1.500% p.a.

### ASSET ALLOCATION OF THE TARGET FUND

Mutual Fund	Cash
93.11%	6.89%

#### SECTOR ALLOCATION OF THE TARGET FUND

Legg Mason Global Funds –US Large Cap	30.22%
Schroder – ISF Euro Equity USD-A	24.28%
Schroder -ISF US Large Cap A Acc	14.65%
Schroder -ISF Japanese Opps USD A Acc	13.27%
Principal GLB - EUR EQ-INS ACC	11.80%
Principal GLB - JAP EQ-INS ACC	0.06%
Cash	5.72%
Total	100.00%

#### TOP HOLDINGS OF THE TARGET FUND

Alphabet Inc.	4.69%
Visa Inc	3.92%
Amazon.com Inc	3.60%
Facebook Inc	2.74%
Microsoft Corp	2.65%
Danone	3.19%
Nokia	2.79%
Porsche Automobil Holding	2.60%
Sanofi	2.60%
AXA	2.46%
Orix	4.30%
Sumitomo Mitsui Financial Group	4.00%
Itochu	4.00%
Brother Industries	3.00%
Central Japan Railway	2.70%

#### PERFORMANCE RECORD

This fund feeds into CIMB Principal Global Titans Fund (“target fund”) with the objective to achieve medium to long-term capital gains by investing into the US, Europe and Japan equities while having some Malaysia equities exposure to counter the short-term volatility in the global equities markets.

Table below shows the investment returns of Sun Life Malaysia Global Titans Fund versus its benchmark as at 28 February 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	7.44%	1.66%	-0.64%	-6.00%	0.05%	25.52%	52.62%
<b>Benchmark</b>	7.51%	1.81%	-0.37%	-4.31%	1.94%	30.47%	55.05%

**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

Fund (Class MYR) increased by 1.66% during the month of February 2019, underperformed the benchmark by 15bps. Year-to-date, the Fund is up 7.44%, underperformed the benchmark by 0.06%.

Developed markets stock prices climbed higher in February. U.S., Europe and Japan markets gained in local currency terms by 3.12%, 3.91% and 2.22% respectively. The U.S. Dollar Index increased by 0.62%. The Euro fell by 0.67% against the U.S. Dollar following the more dovish tone from the European Central Bank and lower interest rate expectation. The Japanese Yen depreciated by 2.3% against the U.S. Dollar.

Economics data were soft for developed markets. The latest US manufacturing PMI declined to 53 from 54.9 in January, signalling a still solid growth in the manufacturing sector. On the other hand, Japan's manufacturing PMI declined sharply to 48.9, entering the contraction territory compared to 50.3 in January. Industrial production declined in tech-related industries with lower sales to China. Manufacturing activity for Europe continued to contract with PMI declining from 51.1 to 50.

Developed markets earnings were further revised down in February except MSCI US, with forward 12-month EPS flat compared to January. MSCI Europe and MSCI Japan's forward 12-month EPS was revised down by 0.7% and 2% respectively, in local currency terms.

MSCI US is trading at 19.2% premium compared to long-term mean of 12.2% premium based on P/B-ROE valuation. MSCI Europe is trading at 9% discount and Japan is trading at 20.4% discount compared to long-term mean of 11.2% premium.

We remain Neutral on US because of high valuation even though economic growth remained firm, Underweight Europe because of weakening growth momentum and political risks, and Overweight Japan.

**Source : CIMB-Principal Asset Management Bhd**

**Date : 28 February 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.