

FUND OBJECTIVE

A total return fund that seeks to capture the high growth of developing companies within the Asia (ex-Japan) region.

FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	8.075 million units (30 December 2016)
Fund Size	RM 9.697 million (30 December 2016)
Unit NAV	RM1.2008 (30 December 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang Select Asia (ex Japan) Quantum Fund
Benchmark	MSCI AC Asia (ex-Japan) Small Cap Index
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long-term investment horizon Are risk tolerance Are seeking higher returns for their investments compared to the performance benchmark
Fees	<ul style="list-style-type: none"> Management fee: 1.500% p.a.
Taxation	<ul style="list-style-type: none"> 8% of annual investment income

ASSET ALLOCATION

Equity	Minimum 75% - 99.80%	Cash	Remaining balance
--------	----------------------	------	-------------------

WHERE THE FUND INVESTS

Financials	35.6%	Technology	2.6%
Industrials	17.3%	Health Care	1.8%
Oil & Gas	8.0%	Utilities	1.6%
Consumer Services	7.8%	Cash	12.0%
Basic Materials	6.9%	-	-
Consumer Goods	6.4%	Total	100.00%

TOP 10 HOLDINGS

Allianz Malaysia Berhad	4.6%
China Aviation Oil Sg Corp Ltd	4.6%
Bursa Malaysia Berhad	4.4%
Integrated Micro-Electronics	4.0%
Aneka Gas Industri Tbk PT	3.8%
Ekovest Bhd	3.7%
Pilipinas Shell Petroleum Corp	3.4%
Bison Consolidated Bhd	3.2%
Press Metal Bhd	3.1%
Hite Jinro Co Ltd	2.9%

*Foreign Equity

PERFORMANCE RECORD

The Fund feeds into Affin Hwang Select Asia (ex Japan) Quantum Fund ("target fund") with the objective to achieve consistent capital appreciation over medium to long-term by investing mainly in growth companies in Asia (ex Japan) with market capitalization of not more than USD1.5 billion at the time of acquisition, subject to the flexibility of investing up to 25% of the Net Asset Value (NAV) of the Fund in companies in Asia (ex Japan) with market capitalization of not more than USD3.0 billion at the time of acquisition.

Table below shows the investment returns of Sun Life Malaysia Select Asia (ex Japan) Quantum Fund versus its benchmark as at 30 December 2016:

%	YTD	1M	3M	6M	1-Year	3-year	Since inception
Fund*	11.3	0.1	-0.9	8.1	11.3	N/A	20.1
Benchmark	-0.3	-1.2	0.6	10.5	-0.3	N/A	20.7

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

- Regional markets continued to grapple with the effects of the US election results and the recent rate hike. Lack of clarity surrounding the trade and foreign policies piled on selling pressures, leaving the broader MSCI Asia ex Japan Index to slip 2.3% lower in local currency terms over the month.
- The strength of the USD against regional currencies had contributed to the equity market weakness. China ended the month as one of the worst performers after news that its foreign exchange reserves had declined by 2.2%, or shrinking by almost USD 70 billion. Expectations of stronger growth and gradually rising commodity prices had pushed the Indonesia bourse to end 2016 as one of the stronger performers in the region, with a 15.3% gain for the year in local currency term.
- The Fund increased 0.1% higher in the month of December, outperforming its benchmark index which tumbled 1.2% over the same period.
- STRATEGY:** The Manager will be maintaining a tactically cautious stance, and will be selectively adding exposure through a bottom-up selection process.
- Market exposure will be gradually increased, taking on buying opportunities after the recent sell-off.
- Market cycles are expected to continue to remain short and sharp, and stock selection process will stand out as a key differentiating factor.

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.