

FUND OBJECTIVE

To provide a balanced exposure into equities and bonds.

FUND DETAILS

Launch Date	20 October 2008	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	7.69 million units (31 October 2019)	Fund Size	RM13.72 million (31 October 2019)
Unit NAV	RM1.7833 (31 October 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Benchmark	50% FBM100 + 50% 12 month FD
Taxation	8% of annual investment income	Other Charges	Inclusive of auditor fee
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> ▪ Want a balanced portfolio between equities and bonds ▪ Are risk neutral between bonds and equities 	Fees	The fund will feed into Sun Life Malaysia Growth Fund and Sun Life Malaysia Conservative Fund which applies the following fund management charges: <ul style="list-style-type: none"> ▪ Sun Life Malaysia Growth Fund: 1.5% p.a. ▪ Sun Life Malaysia Conservative Fund: 1.0% p.a. ▪ There are no other fund management charges on this fund

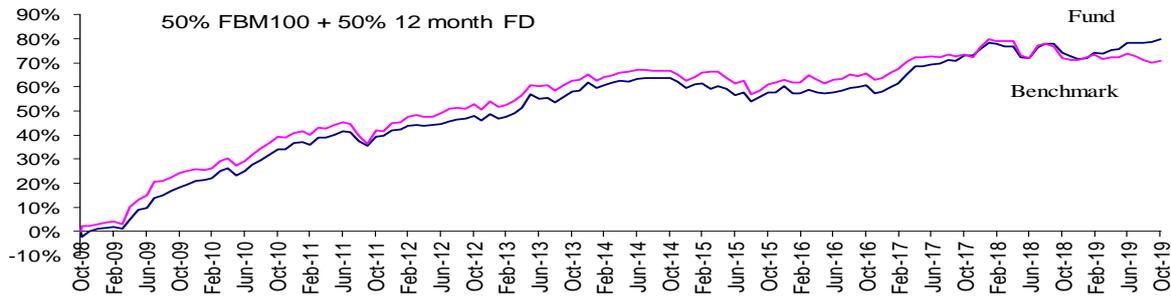
ASSET ALLOCATION

Sun Life Malaysia Conservative Fund	Sun Life Malaysia Growth Fund
50.00%	50.00%

WHERE THE FUND INVESTS

Sun Life Malaysia Conservative Fund	Sun Life Malaysia Growth Fund	Cash	Total
49.92%	50.14%	-0.06%	100.00%

PERFORMANCE RECORD



%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	4.83	0.59	0.72	2.45	3.27	11.76	79.80
Benchmark	-0.13	0.48	-0.93	-0.79	-0.64	3.33	71.00

* 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

In October 2019, the Fund's performance increased by 0.59%, outperforming the benchmark by 0.11%.

The FTSE Bursa Malaysia Kuala Lumpur Composite Index ("KLCI") gained 0.9% in Oct (YTD: -5.5%) to 1,598, in line with regional markets' performance. We view Budget 2020, which was announced on 11 Oct, positively as the government focuses on reinventing Malaysia in the digital space over the medium term by attracting foreign and domestic investments. Various tax incentives have been proposed to attract these investments which are expected to create high-paying jobs, especially those in the manufacturing and technology sectors. In view of the need to spur the domestic economy amid external challenges, the federal government has also lowered its fiscal deficit target to 3.2% vs 3.0% earlier. This raises the prospect for resumption of infrastructure spending by the government with the resumption of mega projects under review such as East Coast Rail Link (ECRL) and Pan Borneo Highway. Another positive is the absence of another special dividend from Petronas which is a boost to its capex plan in 2020, a clear re-rating catalyst for the domestic oil & gas service providers.

During the month, the MGS yield curve continued to trade higher with yields moving higher across the curve. The longer end of the curve widened significantly with the 20- and 30-year tenors moved higher by 26bps and 15bps respectively MoM. The 30-year which was previously trading at sub 4% at the beginning of the month closed at 4.07% at the end of October. The 3-, 5-, 7-, 10-, 15-, 20- and 30-year MGS yields traded 3.21%(+7bps), 3.34%(+10bps), 3.39% (+5bps), 3.44% (+7bps), 3.72% (+17bps), 3.87% (+26bps) and 4.07% (+15bps) respectively at the end of October.

Source : Principal Asset Management Bhd
Date : 31 October 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.