

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	20.01 million units (31 October 2019)	Fund Size	RM33.26 million (31 October 2019)
Unit NAV	RM1.6626 (31 October 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	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"> ▪ 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 Global Titans Fund. ▪ Up to 1.5% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd.

ASSET ALLOCATION OF THE TARGET FUND

Mutual Fund	Cash
92.07%	7.93%

SECTOR ALLOCATION OF THE TARGET FUND

Legg Mason Global Funds - US Large Cap	32.39%
Schroder – ISF Euro Equity USD - A	27.34%
Schroder – ISF Japanese Opps USD A Acc	12.58%
Schroder -ISF US Large Cap A Acc	10.35%
Principal GLB – EUR EQ-INS Acc	9.41%
Cash	7.93%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Amazon.com Inc	5.04%
Alphabet Inc.	4.74%
Visa Inc.	4.41%
Itochu	4.20%
Orix	4.20%
SAP	3.87%
Facebook Inc	3.70%
Sumitomo Mitsui Financial Group	3.70%
Microsoft Corp	3.65%
Sanofi	3.58%
Total	41.09%

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 31 October 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	17.04	2.11	2.11	2.71	8.48	28.69	66.26
Benchmark	18.81	2.44	4.23	4.34	10.65	33.01	71.37

* 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

The Fund (Class MYR) increased by 2.11% during the month of October 2019, underperforming the benchmark by 33 basis points (bps). Year-to-date, the Fund rose 17.04%, underperforming the benchmark by 1.77%.

Developed markets rebounded on easing geopolitical tensions in October. MSCI US, Europe and Japan increased by 2.1%, 0.7% and 4.9%, respectively. U.S. and China agreed on a 'Phase One' partial trade deal with U.S. suspending the 5% Oct 15 tariff hike and China committing to increasing its purchases of U.S. agricultural products, accelerating the opening of its financial sector and more transparency in its currency market. Both parties are making progress towards finalizing the partial trade agreement. In Europe, the risk of a no-deal Brexit on Oct 31 has eased with the extension of the Brexit date to Jan 31, 2020. Global central banks reiterated their dovish stances with U.S. Fed delivered a third rate cut. Dollar Index declined by 2% and Euro strengthened by 2.3% against the dollar. Japanese yen was flat.

Fundamental data suggests U.S. economy is rising at a moderate rate. Markit Manufacturing PMI rose from 51.1 to 51.3 in October. Job growth is resilient, higher than expectation despite the General Motors strike. Consumer confidence remains at high level. European economy is stabilizing with Euro Area Manufacturing PMI unchanged at 45.7 from the previous month. On the other hand, Japan economic fundamentals are further deteriorating on the sluggish overseas exports. Manufacturing PMI drops to 48.4. The U.S. earnings season is better than expected. However, forward EPS for MSCI US was downgraded by 0.4%. Europe forward EPS was revised up by 1.4%. Japan forward EPS was downgraded by 0.2%.

We expect global economic indicators to improve on the ceasefire in US-China trade war, as well as pent-up demand from investment spending and recovery in the technology sector. In addition, central banks in developed markets have been able to cut rates to simulate economy in the absence of inflation. We are tactically overweight all markets in expectation of a near term rally in equity markets.

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.