

## 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	16.0636 million units (31 March 2015)
Fund Size	RM16.2396 million (31 March 2015)
Unit NAV	RM1.0110 (31 March 2015)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Berhad
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"> <li>Have a medium-term to long-term investment horizon</li> <li>Want a well-diversified portfolio of Asia Pacific ex Japan region</li> <li>Willing to take moderate risks for potentially moderate capital return over the long-term.</li> </ul>
Fees	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund</li> <li>1.8% pa fund management charge is applied on the target fund's NAV by CIMB-Principal</li> </ul>
Taxation	<ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>

## ASSET ALLOCATION

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

## WHERE THE FUND INVESTS

Financial	29.67%	Health Care	2.38%
Telecommunication	17.26%	Basic Material	1.79%
Industrials	12.65%	Technology	1.68%
Consumer	9.91%	Cash	8.53%
Oil & Gas	8.44%		
Utilities	7.69%	Total	100.0%

## TOP HOLDINGS OF THE TARGET FUND

China Mobile Ltd (Hong Kong)	4.62%
Sun Hung Kai Properties Ltd (Hong Kong)	3.47%
ComfortDelGro Corp Ltd (Singapore)	3.33%
China Life Insurance Co. Ltd (China)	3.27%
Industrial & Commercial Bank (China)	3.09%
DBS Group Hldg Ltd (Singapore)	2.84%
China Resources Gas Grp Ltd (Hong Kong)	2.83%
China Petroleum & Chemical (China)	2.80%
Zhejiang Expressway Co. (China)	2.44%
China Telecom Corp Ltd (China)	2.29%

## 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 historical actual investment returns of the target fund versus its benchmark as at 31 March 2015:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund**</b>	9.22	2.19	9.22	17.39	26.30	87.52	94.99
<b>Benchmark</b>	1.94	0.64	1.94	3.92	8.00	25.97	35.18

**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 March 2015, the Fund was up 2.19%. Our stock selections in financials and utilities contributed positively. On a country basis, our stock selections in Hong Kong and China performed the best.

Asian Central Banks have started easing interest rates and exchange rates on the back of slowing growth and falling inflation. China had loosened property tightening measures late March after 2 policy rate cuts since November 2014. We think that there will be further easing measures in the year ahead, however, China will be careful to avoid capital flowing back to over-capacity and over-heated property speculation. Indonesia's core inflation increased to 5.0% year-on-year in March, however we are of the opinion that Bank Indonesia will be reluctant to cut rates further. Recent headlines quoted President Jokowi saying that the government has already disbursed 18.5% of projected total state spending of USD 152bn so far, higher than last year's 15.6%. India's Budget fell short of over-hyped expectations, but is prudent and realistic. There is no immediate fiscal boost, but longer term investments into roads and rails will yield long term Gross Domestic Product ("GDP") growth trajectory. Corporate tax has been cut from 30% to 25% over 4 years starting FY3/17, but offset by increase in surcharges

Equities are supported by policy easing in the midst of a slow growth environment. Earnings risks remain and stock selection is key. We expect Asian Equities to be range bound as there is a risk that growth slows further. Policy risks for some countries have risen due to weak fiscal position, public pressure, regulatory deadlock and slower than expected growth. We like Telecoms (rising data growth, falling subsidies), Industrials (cost leaders, consolidating industries) and Financial stocks which benefit from benign interest rates, visible growth drivers and strong cashflows. The fund remains fully invested in equities. We have added several new stocks in March, such as City Developments, China Resources Power and Boral. We bought City Developments because of the long term positive view on the Singapore property sector and good management of its global hotel business. We bought China Resources Power because it is going to benefit from lower coal cost and strong cashflow coming in from 2015 onwards. It also has the potential to raise the dividend payout ratio. We bought Boral as we are bullish on Australia infrastructure spending, and it is a cost leader in Australia.

### 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 on the underlying investment.

Any income distribution from the underlying assets of the investment-linked fund will be automatically reinvested into the respective investment-linked fund. The policy owner's total number of units will not change as a result of the reinvestment.