

FUND OBJECTIVE

To provide a mixed exposure into equities and bonds, with higher allocation in bonds

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	2.31 million units (31 May 2015)
Fund Size	RM 3.09 million (31 May 2015)
Unit NAV	RM 1.3419 (31 May 2015)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	25% FBM100 + 75% 12 month FD

Risk Profile

Suitable for investors:

- Want a diversified portfolio in equities but higher exposure in bonds
- Prefer less volatile performance and want slightly higher gains than bond return

Fees

The fund will feed into Sun Life Malaysia Growth Fund and Sun Life Malaysia Conservative Fund which applies the following fund management charges:

- 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

Taxation

8% of annual investment income

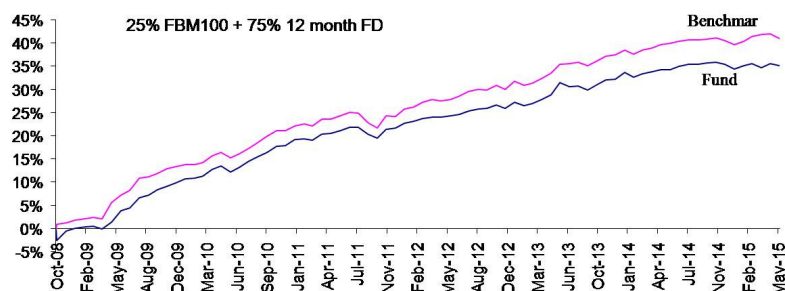
ASSET ALLOCATION

Sun Life Malaysia Conservative Fund	75.13%
Sun Life Malaysia Growth Fund	23.81%

WHERE THE FUND INVESTS

Sun Life Malaysia Conservative Fund	75.13%
Sun Life Malaysia Growth Fund	23.81%
Cash	1.06%
Total	100.00%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	0.56	-0.25	-0.25	-0.13	0.67	8.73	35.30
Benchmark	0.96	-0.69	-0.32	0.31	0.78	10.30	41.08

*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 May 2015, the Fund fell 0.25% but it out-performed the benchmark by 0.44%. Year-to-date ("YTD"), the Fund has appreciated 0.56% while the benchmark was up 0.96%.

Since peaking out at 1,862.80 on 21 April 2015 at 2015 Price Earnings Ratio ("PER") of 16.6 times, the market has fallen 6.75% to 1737.00 at time of writing. The implementation of the Goods and Services Tax ("GST") has resulted in a consumption slowdown as expected. It is reflected in monetary aggregates for April, 2015. M3 expanded 6.5% year-on-year but contracted 0.6% month-on-month. Earnings disappointed again for the first quarter of 2015 ("1Q15") results season. With downgrades still on-going, Earnings Per Share ("EPS") growth for 2015 has fallen to 4.6% with corresponding PER of 15.8 times. For 2016, EPS growth is currently projected at 9.3% with PER of 14.5 times. With the 5-year average PER of 14.7, the market now looks fair for 2016.

In terms of equity strategy, we intend to stay fairly invested as the market lacks upside catalysts. To reflect our neutral stance, we will keep the portfolio conservative and focus on stock selections for out-performance. We remain invested in stocks which will benefit from the lower oil prices and weaker Ringgit. The Fund is overweight Transport, Technology, Manufacturing and Food and Beverages. For fixed income, we aim to be fully invested with concentration on selective corporate bonds from the primary and secondary market with higher yields for better yield enhancement.

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.