

FUND OBJECTIVE

To maximize capital growth over the medium to long-term through the stock market.

FUND DETAILS

Launch Date	20 October 2008	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	22.78 million units (31 May 2019)	Fund Size	RM56.95 million (31 May 2019)
Unit NAV	RM2.4996 (31 May 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Benchmark	FBM100
Taxation	8% of annual investment income	Fees	Management Fee: 1.5% p.a.
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> ▪ With a medium to long-term investment horizon ▪ Seek maximum capital appreciation ▪ Do not require regular income ▪ Comfortable with higher volatility ▪ Willing to take higher risk for potential higher gains 	Other Charges	Inclusive of auditor fee & transaction charge

ASSET ALLOCATION OF THE FUND

Equities	Cash
Minimum 80% - 98%	Up to 20%

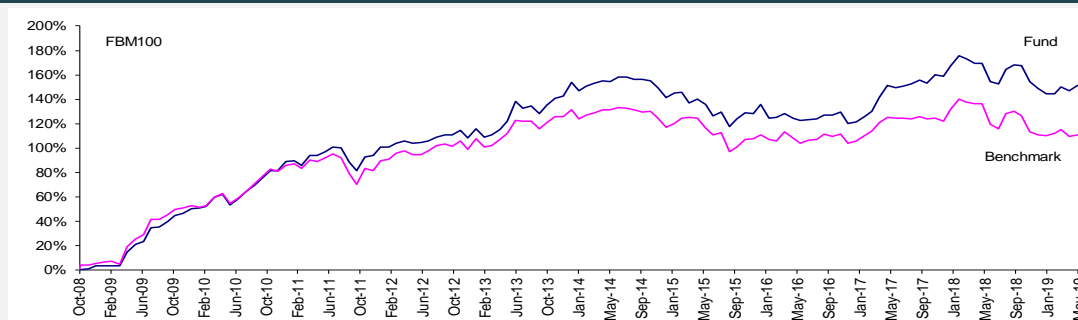
SECTOR ALLOCATION OF THE FUND

Financial Services	24.21%
Consumer Products & Services	11.08%
Plantation	8.35%
Transportation & Logistics	8.03%
Utilities	8.03%
Telecommunications & Media	5.80%
Industrial Products & Services	5.65%
Technology	4.92%
Energy	4.41%
Health Care	3.57%
REIT	2.79%
Property	2.09%
Construction	1.83%
Cash	9.24%
Total	100.00%

TOP HOLDINGS OF THE FUND (EQUITIES)

CIMB Group Hldgs Bhd	7.48%
Malayan Banking Bhd	7.34%
Tenaga Nasional Berhad	7.04%
Public Bank Bhd - Local	4.16%
Petronas Chemicals Group Bhd	3.61%
MISC Bhd - Local	3.06%
Axiata Group Bhd	3.05%
Malaysia Airports Hldg Bhd	2.93%
Sime Darby Plantation Bhd	2.88%
Genting Malaysia Bhd	2.83%

PERFORMANCE RECORD



%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	2.31	-0.52	0.03	0.53	-1.75	12.21	149.96
Benchmark	0.06	-0.16	-2.11	-0.26	-4.15	3.30	110.33

* 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

Market review

The FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMKLCI) ended May 2019 higher by 0.52%. Sentiment was buoyed by two M&A announcements involving Axiata-Telenor and YTL Cement and Lafarge and partly driven by foreign buying in the last three days of May. 1Q19 earnings season ended with another disappointment as there were still more misses than beats. Plantation, technology, aviation and basic materials were the major disappointments while positive results came from automotive, construction, telco and utilities. While the moderation in 1Q19 GDP growth of 4.5% was shallower than street expectation, growth drivers going forward are weak given the escalating trade tension between the US and its major trading partners and slowing private investments due to dampened sentiment.

Portfolio Strategy

We remain Neutral on Malaysia given lack of earnings growth (consensus penciled in negative earnings growth for 2019) which is balanced by undemanding valuation now. Having said that, we are of the opinion that value is emerging in Malaysian equities, having shed 2.7% YTD, and Malaysia tends to be more defensive when volatility in global equity markets rises. While we will continue with the high equity weighting with low beta investment strategy, we will continuously accumulate some alphas for the portfolio. We look to add selected blue chips in the banking, telecommunication and glove sectors. At the same time, we are reducing exposure on some of the Technology-related names on the back of rising trade conflicts.

Source : Principal Asset Management Bhd

Date : 31 May 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.