

FUND OBJECTIVE

To provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	3.2484 million units (30 November 2015)
Fund Size	RM3.4596 million (30 November 2015)
Unit NAV	RM1.0650 (30 November 2015)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Principal Equity Income Fund
Benchmark	50% FBM100 Index + 50% MSCI AC Asia ex-Japan Index
Risk Profile	<p>Suitable for investors:</p> <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	Management fee: 1.5000% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equities	Min 70% Max 98%	Cash	Min 2%
----------	--------------------	------	--------

WHERE THE FUND INVESTS

Financials	17.61%	Technology	2.75%
Trading/Services	16.63%	Utilities	2.68%
Consumer	13.83%	Construction	2.68%
Finance	11.58%	Oil & Gas	2.62%
Industrials	11.27%	IPC	1.61%
Telecommunication	7.84%	REITS	0.85%
Plantations	2.85%	Cash	5.20%

TOP HOLDINGS OF THE TARGET FUND

Public Bank Bhd	4.93%
Malayan Banking Bhd	4.31%
Tenaga Nasional Bhd	3.19%
China Mobile Ltd (Hong Kong)	2.45%
MISC Bhd	2.12%
Axiata Group Bhd	2.10%
Tencent Hldg Ltd (Hong Kong)	2.10%
Petronas Gas Bhd	2.09%
Amorepacific Corp (South Korea)	1.99%
Telekom Malaysia Bhd	1.83%

PERFORMANCE RECORD

This fund feeds into CIMB Principal Equity Income Fund ("target fund") with the objective to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

Table below shows the investment returns of Sun Life Malaysia Equity Income Fund versus its benchmark as at 30 November 2015:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	5.81	-2.01	2.45	-1.92	5.45	N/A	6.50
Benchmark	2.26	-1.83	4.55	-4.24	1.11	N/A	4.14

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 November 2015, the Fund fell 2.01%, underperforming the benchmark by 0.18%. The Fund's overweight on Singapore and underweight on Malaysia contributed to the underperformance. This was offset by its underweight on China. In terms of sectors, the Fund's underweight in Basic Materials and overweight in Telecommunications contributed to the underperformance. At the stock level, its overweight in Samsung Securities, China Resources Power, China Petroleum & Chemical and Malakoff contributed negatively. Year-to-date ("YTD"), the Fund is up 5.81%, outperforming the benchmark by 3.55%.

In November, the FTSE Bursa Malaysia Kuala Lumpur Composite Index edged up 6 points or 0.39% to close at 1,672 points. On a YTD basis, the index is down 5.06%. November 2015 was a month of consolidation for Malaysia on the back of a stronger Wall Street and Malaysian Ringgit. News about the sale of Edra's power assets to the Chinese, as well as China's commitment to buy Malaysian bonds also helped to boost sentiment. We expect more volatility ahead as market debates the US rate liftoff in mid December 2015. Locally, post the disappointing third quarter of 2015 results season, we expect more downgrades in 2016. Hence, the market remains fair.

We are neutral on Asian equities as the recent round of competitive easing from major central banks is stabilising exchange rates and confidence. We favour stocks with quality growth, earnings visibility and improving cashflow. In a low inflation environment, commodity users and companies with pricing power will benefit. We are looking for companies which may see earnings bottoming in 2015/16 as well as those that grow earnings per share by buying back shares or saving cost (via restructuring or mergers and acquisitions). For Malaysia, we continue to like exporters which are supported by expansion plans and sustainable demand for their products. Hence, we will keep our exposures in Technology, Gloves and Furniture. We have neutralised our position in Plantations as we brace for the possibility of a stronger-than-expected El-Nino in 2016. We will also keep our Construction exposure as we expect more contract newsflow next year.

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.