

FUND OBJECTIVE

To achieve long term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

INVESTMENT STRATEGY & APPROACH

Please refer to the Master Fund Fact Sheets at <https://www.sunlifemalaysia.com/insurance-and-takaful/investment-linked-fund/yearly-fund-fact-sheet/> for more information on the Investment Strategy and Approach for the target fund.

FUND DETAILS

Launch Date	21 July 2021	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	8.33 million units (31 January 2025)	Fund Size	RM9.83 million (31 January 2025)
Unit NAV	RM1.1803 (31 January 2025)	Target Fund	Nomura Global Sustainable Equity Fund - MYR Class B
Fund Manager	Nomura Asset Management Malaysia Sdn Bhd	Taxation	8% of annual investment income
Performance Benchmark	MSCI All Country World Index	Frequency and Basis of Unit Valuation	The unit price is determined daily based on value of the holdings in the target fund, net of expenses, divided by the total number of units in that fund
Target Market	Suitable for investors: - are seeking long term capital growth - want a portfolio of investments that provides positive impact on the sustainable development of society - want to have portfolio with global exposure - are prepared to accept moderate level of volatility	Fund Management Charge	- Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Sustainable Fund - Up to 1.6% p.a. fund management charge is applied on the target fund's NAV by Nomura Asset Management Malaysia Sdn Bhd

ASSET ALLOCATION OF THE TARGET FUND

Master fund	Deposits, money market instruments and / or held in cash
Minimum of 85% Net Asset Value (NAV)	Maximum of 15% of NAV

SECTOR ALLOCATION OF THE TARGET FUND	
Health Care	26.85%
Industrials	20.92%
Financials	20.67%
Information Technology	20.11%
Utilities	6.26%
Communication Services	4.03%
Cash & Others	1.16%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND	
Microsoft Corporation	4.65%
Mastercard Incorporated Class A	4.29%
Alphabet Inc. Class A	4.03%
Taiwan Semiconductor Manufacturing Co., Ltd.	3.88%
Boston Scientific Corporation	3.77%

PERFORMANCE RECORD

This fund feeds into Nomura Global Sustainable Equity Fund - MYR Class B ("target fund") with the objective to achieve long-term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

Table below shows the investment returns of Sun Life Malaysia Global Sustainable Fund versus its benchmark as at 31 January 2025:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
Fund*	3.44	3.44	1.32	-0.39	6.16	20.34	18.03
Benchmark	2.97	2.97	6.29	3.56	12.06	29.01	29.51

* Calculation of past performance is based on NAV-to-NAV

Table below shows the historical performance of the underlying collective investment schemes (CIS) for calendar year returns:

(%)	2024	2023	2022
Target Fund	7.97	19.74	-13.45

Source: Refinitiv Lipper

FUND MANAGER'S COMMENTS

MYR Class B delivered +3.44% in January 2025, outperforming the benchmark by 47bps. Sector allocation contributed this outperformance coming predominantly from the overweight to Healthcare, as the sector showed signs of finally catching up with the broader market having materially lagged over the past two years in a backdrop that has been Mega Cap Tech and AI obsessed. Selection was also strong in Healthcare and very good in Information Technology as some of the more expensive and crowded names the Fund does not hold reversed sharply. This was however offset to a large extent by negative selection in Industrials, which was a combination of the underperformance of electrification holdings following the DeepSeek AI release, which called into question the broader market expectation for the electricity demand increase that the next stage of AI will drive, and a number of unhelpful announcements from Trump and his administration that hit some of our most sustainable and impactful industrial holdings. Whilst equity markets broadly continued the march ever higher in January, the release of DeepSeek's new AI model and the claims around what it had cost and how it had been achieved called into question the sustainability of valuation levels across the semiconductor complex. The implication of requiring lower computing power and less energy demand was also felt more broadly across the market with electrification names also selling off sharply.

The top contributors to performance were Boston Scientific (+15%) and SAP (+14%) in addition to not holding NVIDIA (11%). SAP once again delivered exceptional results and guidance, and it is one of the few businesses on the software side that is clearly being able to evidence monetisation of AI. Boston Scientific benefitted from both a rotation into Healthcare and a number of positive updates through the month on the momentum behind its two primary products (Farapulse and Watchman). The team did however take the decision to trim the position given just how far it has run and the valuation level it has risen to.

The greatest detractors across holdings were Tetra Tech (-8%) and HDFC Bank (-5%) whilst the largest impact came from not holding Meta (+18%) and Amazon (+8%). Tetra Tech delivered an exceptional quarter however the company is caught in the crosshairs of Trump and his administration. Through the final months of the Biden administration USAID payments were accelerated particularly to Ukraine and in response Trump announced a complete stay on any USAID payments for ninety days in January. USAID accounts for 10% of revenues for Tetra Tech whilst ' more broadly accounts for 30% of its revenues and uncertainty around the broader implications of the Department of Government Efficiency have further weighed on the stock. The company does however remain well positioned over the long term to benefit from its exceptional position particularly within ' as extreme weather events and drought concerns across the US will catalyse expenditure regardless of any political noise. It also remains a very tough period for the high social impact, financial inclusion holdings that the Fund has across Emerging Markets as rates have pushed higher and investors have digested the implications of an administration that is much more 'USA First' and pro tariffs.

Impact Focus of the Month

The team added a new position in Broadcom over the month and whilst this is certainly not one of the most impactful holdings the total impact assessment we have made from both its operations and products reaches the threshold set for the Fund. Broadcom has technology leadership in networking chips and custom ASICs, and both of these capabilities are being deployed in the AI infrastructure of public cloud companies at an accelerating rate. We believe that the market underappreciates from an impact perspective how Broadcom's networking and computing chips support energy efficiency. Energy efficient chips are a growing requirement for public cloud datacentres as AI consumes a huge amount of electricity. Their AI accelerators will further continue to contribute to society as AI innovation leads to breakthroughs in drug discovery and climate models.

RISKS

All investment carries some form of risks. The potential key risks include but are not limited to the following:

Returns not guaranteed	The investment of the fund is subject to market fluctuations and its inherent risk. There is NO GUARANTEE on the investment returns, nor any assurance that the target fund’s investment objective will be achieved.
Market risk	The value of an investment will decrease or increase due to changes in market factors i.e. economic, political or other events that impact large portions of the market. Market risk cannot be eliminated, hence the target fund’s investment portfolio may be prone to changing market conditions that may result in uncertainties and fluctuations in the value of the underlying of the target fund’s investment portfolio, causing the NAV or prices of units to fluctuate.
Inflation risk	This is the risk that your investment in the target fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the nominal value of the investment in monetary terms has increased.
Manager's risk	This risk refers to the day-to-day management of the target fund by Nomura which will impact the performance of the target fund, e.g. investment decisions undertaken by Nomura as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weakness in operational process and systems may adversely affect the performance of the target fund. In order to mitigate this risk, the implementation of internal controls and a structured investment process and operational procedures has been put in place by Nomura.
Concentration risk	As the target fund invests at least 80% of its NAV in the master fund, it is subject to concentration risk as the performance of the target fund would be dependent on the performance of the master fund.
Country risk	The investment of the target fund may be affected by risk specific to the country which it invests in. Such risks include changes in the country’s economic, social and political environment. The value of the assets of the target fund may also be affected by uncertainties such as currency repatriation restrictions or other developments in the law or regulations of the country which the target fund invests in, i.e. Ireland, the domicile country of the master fund.



RISKS (CONTINUED)	
Default risk	Default risk relates to the risk that an issuer of a money market instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the money market instruments. This could affect the value of the target fund as up to 20% of the NAV of the target fund will be invested in liquid assets which include but are not limited to deposits and money market instruments.
Investment manager of the master fund risk	The target fund will invest in the master fund managed by a foreign asset management company. This risk refers to the risk associated with the investment manager, which include: i) The risk of non-adherence to the investment objective, strategy and policies of the master fund; ii) The risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the investment manager; and iii) The risk that the master fund may underperform its benchmark due to poor investment decisions by the investment manager.

Source : Nomura Asset Management Malaysia Sdn Bhd
Date : 31 January 2025

Disclaimer:
This is strictly the performance of the investment fund, and not the returns earned on the actual premiums paid of the investment-linked product. Past performance of the fund is not an indication of its future performance. 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. Sun Life Malaysia may suspend the unit pricing and defer the payment of benefits, other than death and total and permanent disability benefits, subscription or redemption of units, switching of funds, under this contract for a reasonable period in exceptional circumstances, such as and including intervening events resulting in temporary closure of any stock exchange.