

## FUND OBJECTIVE

To achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

## FUND DETAILS

Launch Date	01 December 2009	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	4.231 million units (31 May 2018)	Fund Size	RM5.564 million (31 May 2018)
Unit NAV	RM1.3148 (31 May 2018)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Opus Asset Management Sdn Bhd	Target Fund	Opus Shariah Income Fund
Benchmark	Maybank, 12-Month Islamic Fixed Deposit Rate	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>Have a medium to long term investment time frame</li> <li>Are seeking stability in income through investment in Malaysian Shariah-compliant bonds (sukuk)</li> <li>Are looking for a less volatile investments but can accept lower returns which may fluctuate over the short 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 Islamic Bond Fund.</li> <li>Up to 1.0% per annum fund management charge is applied on the Target Fund's NAV by Fund Manager.</li> </ul>

## ASSET ALLOCATION OF THE TARGET FUND

Sukuk, Islamic Money Market Instruments & Islamic Placement of Deposits	Other Permitted Investment
Minimum 70% of NAV	Maximum 30% of MAV

#### SECTOR ALLOCATION OF THE TARGET FUND

Power	35.45%
Toll Road	25.15%
Finance	14.97%
Infrastructure	9.09%
Property	4.69%
Construction	3.78%
Telecommunication	1.26%
Cash	5.61%
Total	100.00%

#### TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	Rating	%
Sinar Kamiri	5.28%	30.01.24	AA-	14.3
Cerah Sama SB	5.12%	29.01.27	AA-	12.5
Al-Dzahab TR2	5.50%	29.09.23	AAA	9.9
MEX II	5.20%	29.04.22	AA-	9.6
YTL Pwr	5.05%	03.05.27	AA1	9.5
Credit Profile				%
NR-GG				9.09
AAA				9.88
AA1				9.47
AA3				65.95
Cash				5.61

#### PERFORMANCE RECORD

This fund feeds into Opus Shariah Income Fund ("Target Fund") with the objective to achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

Table below shows the investment returns of Sun Life Malaysia Islamic Bond Fund versus its benchmark as at 31 May 2018.

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	1.05	0.10	0.53	1.62	3.56	8.97	31.48
<b>Benchmark</b>	1.35	0.27	0.82	1.62	3.24	10.18	29.20

\* 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

With the US widely expecting another 2 rate hikes in 2018, we view that monetary policy in major economies is likely to remain divergent in the medium term. With better global growth and slightly higher inflation expectations, the yield curve may steepen slightly, i.e. yields on the longer end may start to go up, relative to last year. However, risk of trade war and overly aggressive monetary tightening may pose a threat to the global economy and may even cause the yield curve to flatten, reflecting slower growth expectations in the future. Domestically, we expect outflow of funds in the short term due to uncertainties with the new Pakatan Harapan Government. As such, we may raise cash and temporary hold cash as we wait for opportunities to buy especially if we see more foreign selling. Rising yields may impact the portfolio returns in the short term, but in the longer term we see opportunities to buy sukuk, especially good quality corporate sukuk at higher yields. As such, we may reduce duration slightly to around 5 years.

*Source : Opus Asset Management Berhad  
Date : 13 June 2018*

### **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.