

FUND OBJECTIVE

The Fund aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

FUND DETAILS

Launch Date	13 February 2015	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	89.091 million units (30 November 2018)	Fund Size	RM111.188 million (30 November 2018)
Unit NAV	RM1.2480 (30 November 2018)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Target Fund	CIMB-Principal Asia Pacific Dynamic Income Fund
Benchmark	Target return of 8% p.a.	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> ▪ Have a medium to long-term investment horizon ▪ Want a well-diversified portfolio of Asia Pacific ex Japan region ▪ Willing to take moderate risk for potentially moderate capital return over the long-term 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund. ▪ 1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.

ASSET ALLOCATION OF THE TARGET FUND

Equities (Foreign)	Equities (Local)	Cash
89.45%	2.04%	8.51%

SECTOR ALLOCATION OF THE TARGET FUND

Finance	44.11%
Industrials	13.59%
Consumer	11.91%
Technology	6.25%
Telecommunications	5.00%
Oil & Gas	4.29%
Health Care	3.84%
Basic Materials	2.50%
Cash	8.51%
Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

AIA Group Ltd (Hong Kong)	4.25%
Industrial and Commercial Bank (China)	3.49%
Samsung Electronics Co. Ltd (South Korea)	3.45%
Ping An Insurance Group Co. -H (China)	3.28%
Taiwan Semiconductor Manuf (Taiwan)	3.14%
Tencent Hldg Ltd (Hong Kong)	3.11%
TRANSURBAN GROUP (Australia)	2.85%
Bank Central Asia (Indonesia)	2.61%
Link REIT (Hong Kong)	2.57%
CapitaLand Mall Trust (Singapore)	2.53%

PERFORMANCE RECORD

This fund feeds into CIMB-Principal Asia Pacific Dynamic Income Fund ("target fund") with the objective to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Dynamic Income Fund versus its benchmark as at 30 November 2018:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	-7.52%	2.42%	-6.50%	-7.38%	-5.39%	25.12%	24.80%
Benchmark	7.31%	0.64%	1.94%	3.92%	8.00%	25.97%	34.32%

***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, the Fund rose by 2.42% in MYR terms. Consumer services, Telecommunications and Financials contributed positively while Basic Materials and Technology were a drag. In country terms, India and Indonesia contributed positively while United States and Australia were detractors. Year-to-date the Fund is down 7.52%, underperforming the Benchmark by 14.83%.

Asia Pacific ex-Japan equities recovered in November, gaining +4% (in US\$ terms). Indonesia, India and China/HK outperformed as the Rupiah and Rupee had a respite from falling oil prices. Key issues are: US Fed to pause after hiking 1-2x in 2019, hence easing liquidity in Asia?, which Asian sectors will outperform after 2019 EPS downgrades are done? We have upgraded Asian equities to a Buy. We have turned more positive after the US Fed turned more dovish in late Nov and US-China tensions were put on hold for 90 days. Some steps to a more lasting trade truce have appeared, e.g., China agreeing to import a substantial amount of agricultural, energy and industrial goods. In our view, these are doable. But given that China is viewed by the US as a strategic competitor in an industrial, technological and geopolitical sense, there will continue to be hard negotiation over certain issues. Nonetheless if progress is being made, we could see the 90 day deadline extended.

We have judiciously tilted to a more "risk-on" manner by adding Chinese consumer discretionary and Internet names. We are looking for winners and losers if competition in certain segments in China steps up because of more "open" markets and manufacturing supply chains move. The portfolio is 92% invested. We prefer Singapore (Banks, REITs, industrials), Indonesia (banks) and Thailand (banks, healthcare) while the least preferred countries are China/HK, Korea and Taiwan.

Source : CIMB-Principal Asset Management Bhd
Date : 30 November 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.