

#### FUND OBJECTIVE

A total return fund that seeks to capture the high growth of developing companies within the Asia (ex-Japan) region.

#### FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	14.862 million units (30 March 2018)
Fund Size	RM18.525 million (30 March 2018)
Unit NAV	RM1.2465 (30 March 2018)
Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang Select Asia (ex Japan) Quantum Fund
Benchmark	MSCI AC Asia (ex-Japan) Small Cap Index
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>Have a medium to long term investment horizon</li> <li>Are risk tolerance</li> <li>Are seeking higher returns for their investments compared to the performance benchmark</li> </ul>
Fees	Management Fee: 1.500% p.a.
Taxation	8% of annual investment income

#### ASSET ALLOCATION

Equity	Min – 75%; Max – 99.80%
Cash	Remaining Balance

#### WHERE THE TARGET FUND INVESTS

Financials	30.9%	Basic Materials	6.8%
Oil & Gas	12.9%	Utilities	4.3%
Technology	10.4%	Consumer Goods	1.4%
Industrials	8.8%	Cash & C.E.	10.3%
Consumer Services	7.1%		
Health Care	7.1%	Total	100.0%

#### TOP HOLDINGS OF THE TARGET FUND

MNRB Hldgs Bhd	5.8%
China Aviation Oil Sg Corp Ltd	5.0%
China Overseas Prop Hldgs Ltd	4.5%
CITIC Envirotech Ltd	4.3%
ELP Corp	3.9%
Nasmedia Co Ltd	3.6%
Allianz Malaysia Bhd	3.6%
Sinopec Kantons Hldgs Ltd	3.3%
HRnetgroup Ltd	3.0%
Denko Industrials Corp Bhd	2.8%

#### PERFORMANCE RECORD

The Fund feeds into Affin Hwang Select Asia (ex Japan) Quantum Fund (“target fund”) with the objective to achieve consistent capital appreciation over medium to long-term by investing mainly in growth companies in Asia (ex Japan) with market capitalization of not more than USD1.5 billion at the time of acquisition, subject to the flexibility of investing up to 25% of the Net Asset Value (NAV) of the Fund in companies in Asia (ex Japan) with market capitalization of not more than USD3.0 billion at the time of acquisition.

Table below shows the investment returns of Sun Life Malaysia Select Asia (ex Japan) Quantum Fund versus its benchmark as at 30 March 2018:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>	-6.0	-5.3	-6.0	-8.0	-11.0	20.3	24.7
<b>Benchmark</b>	-5.5	-2.8	-5.5	-0.5	0.7	16.1	34.3

\* 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

- Global financial markets slid lower in March after concerns surrounding a possible trade war escalated.
- Tariff plans and retaliation threats between the US and China dampened sentiments and saw investors taking refuge in safer haven assets despite encouraging economic data.
- The stronger performance of the Taiwan and Korean equity bourse didn't suffice to support the broader bloc, as the broader Asian market slipped 1.6% lower in local currency terms.
- The Taiwan bourse was largely held up by the stronger performance of TSMC – the world's largest chip maker, which continued to see strong momentum in its stock price.
- The domestic KLCI also ended positively with a narrow base support of key index constituent stocks.
- The abolishment of its Presidential term limit, along with the appointment of the new PBoC governor provided political stability for China.
- On the domestic front, the index saw narrow support by selected names, and the broader market experienced selling pressures - driven by global pressures and weaker market sentiment.
- The Fund slid 5.3% lower in the month of March, while its benchmark index slid 2.8% lower over the same period.
- STRATEGY:** We expect market volatility to continue in the near term as uncertainties prevail.
- As such, we are looking to take on a more cautious stance by keeping higher cash holdings as we focus on protecting investors' capital at the current juncture.
- Given the noises on the trade war front, we will be looking to have the portfolio positioned into names that are less affected by the tariffs.
- We continue to be optimistic on the China market – with a focus on the pharmaceutical and telco sector.
- Despite the recent sell-off, we continue to believe that broader economic fundamentals remain robust and continue to believe that there are still opportunities in the market to participate in.

Source: Affin Hwang Asset Management Berhad

#### 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.