

#### 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	70.189 million units (31 October 2016)
Fund Size	RM 74.452 million (31 October 2016)
Unit NAV	RM1.0607 (31 October 2016)
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.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>Have a medium to long-term investment horizon</li> <li>Want a well-diversified portfolio of Asia Pacific ex Japan region</li> <li>Willing to take moderate risk for potentially moderate capital return over the long-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 Asia Pacific Dynamic Income Fund.</li> <li>1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.</li> </ul>
Taxation	<ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>

#### ASSET ALLOCATION

Equities	Minimum 70% - 98%	Liquid Assets	Min 2%
Fixed Income	Max 15%		

#### WHERE THE FUND INVESTS

Financials	23.24%	Basic Materials	5.82%
Technology	20.20%	Telecommunication	3.15%
Industrials	14.66%	Utilities	2.90%
Consumer	11.32%	Cash	2.42%
Health Care	8.86%		
Oil & Gas	7.43%	Total	100.0%

#### TOP HOLDINGS OF THE TARGET FUND

Tencent Hldg Ltd (Hong Kong)	6.10%
Taiwan Semiconductor Manuf (Taiwan)	5.44%
Bank Central Asia (Indonesia)	4.82%
Reliance Industries Ltd (India)	4.56%
BHP Billiton Ltd (Australia)	4.25%
Netease INC (Cayman Island)	4.02%
Housing Development Fin. Corp Ltd (India)	3.85%
Terena International ADR (Cayman Island)	3.66%
Ramsay Health Care Ltd (Australia)	3.55%
Samsung Electronics Co. Ltd (S.Korea)	3.35%

#### 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 31 October 2016:

	%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>		4.92	-1.40	1.79	13.77	2.12	N/A	6.07
<b>Benchmark</b>		6.62	0.64	1.94	3.92	8.00	N/A	14.42

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 October 2016, the Fund declined 1.40%. Our stock selections in Technology and Consumer Services contributed to the returns. On a country basis, India and Chinese listed stocks in US performed well. Year-to-date, the Fund is up 4.92%.

Asian Equities had a volatile month and almost hit the year's high in the first week of October before closing slightly down by -1% in US\$ terms. US equities (+2%) had the worst month since Jan 2016, bonds had the worst month since Feb 2015 and the Dollar Index (+3%) had the best month since Nov 2015. Asia ex-Jap equities are still +9% year-to-date. Topical issues were: is China tightening liquidity, will oil prices stay lower for longer or can OPEC's actions support it, will US bond yields go above 2% quickly?

The strategy is to buy selective cyclical, technology and high-end manufacturing on market corrections with the source of funds from well-owned high dividend yield names. Due to a shift from monetary to fiscal stimulus, selective materials and energy stocks could continue to outperform. High yield, low growth names like some telecom stocks could underperform as risk free rates reverse their multi-year downtrend. We are studying the financial sector which has lagged due to uncertainty about future returns amidst asset quality pressures and challenges from a low growth environment. We are also looking for areas of rising market concentration, e.g., in the internet space.

*Source: CIMB-Principal Asset Management Bhd*

#### 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.