

FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

FUND DETAILS

Launch Date	13 February 2015	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	6.68 million units (30 September 2019)	Fund Size	RM7.79 million (30 September 2019)
Unit NAV	RM1.1659 (30 September 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad	Target Fund	Affin Hwang Aiiman Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index (FBMSHA)	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> ▪ Have a moderate risk appetite ▪ Expect incidental growth in capital ▪ Want an investment that complies with Shariah requirements 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AIIMAN Select Income Fund. ▪ 1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Sukuk & Islamic Money Market Instruments	Shariah-compliant Equities	Cash & Others
Min 60%; Max 100%	Min 0%; Max 40%	Remaining Balance

SECTOR ALLOCATION OF THE TARGET FUND

Sukuk	68.20%
Technology	6.40%
Telecommunications	3.90%
Financials	3.60%
Utilities	3.40%
Oil & Gas	2.70%
Consumer Services	2.10%
Consumer Goods	2.00%
Others	1.90%
Cash & Cash Equivalent	5.60%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND (SUKUK)

Bonds Issuer	Coupon	Maturity Date	%
Lebuhraya DUKE Fasa 3 Sdn Bhd	5.95%	23.08.34	5.7
MEX II Sdn Bhd	5.90%	27.04.29	5.6
WCT Holdings Bhd	5.80%	27.09.49	5.0
YTL Power International Bhd	5.05%	03.05.27	4.0
Tanjung Bin Energy Issuer Bhd	5.30%	16.03.23	4.0

TOP HOLDINGS OF THE TARGET FUND (EQUITIES)

Tenaga Nasional Bhd	2.4
Telekomunikasi Indonesia	2.1
Singapore Telecom Ltd	1.8
Tencent Holdings Ltd	1.7
Taiwan Semiconductor Manufac	1.6

PERFORMANCE RECORD

This fund feeds into Affin Hwang AII MAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

Table below shows the investment returns of Sun Life Malaysia AII MAN Select Income Fund versus its benchmark as at 30 September 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	4.58	-0.13	0.13	2.74	3.58	11.30	16.59
Benchmark	2.57	-0.17	-0.32	1.44	0.29	6.17	9.65

* 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

- Local bonds saw some mild correction in September, with yields correcting around 4-12 bps across the yield curve.
- Bank Negara kept its policy rate unchanged at 3% as expected while maintaining a neutral tone, suggesting that there are no immediate plans for a policy move.
- The FTSE Russell Fixed Income index announcement came with Malaysia being kept on the watchlist, in line with market expectations, while FTSE continues to monitor BNM's initiatives to improve liquidity and market accessibility.
- Investor's attention will also turn to Budget 2020 tabled in Parliament on 11 October 2019. An expectation for the budget as a market catalyst is low, though guidance so far that no new taxes will be introduced in the upcoming budget is positive. Forms of social aid via cash handouts and petrol subsidies are expected to continue to help narrow the income gap and aid the B40.
- **STRATEGY:** During the month, the fund's fixed income portion continues to be highly invested with an emphasis on primary issuances and government sukuk to ride on current market strength. Portfolio duration is maintained above 5.5 years.
- Equity exposure was increased to 26% as the fund invested into the technology sector of Taiwan and Korea.
- The fund remains cautious due to geopolitical fragility and macro uncertainties in the world which raises recessionary concerns.

Source : Affin Hwang Asset Management Berhad

Date : 30 September 2019

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.