

FUND OBJECTIVE

To provide a balanced exposure into equities and bonds

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	4.67 million units (31 December 2014)
Fund Size	RM 7.39 million (31 December 2014)
Unit NAV	RM 1.5840 (31 December 2014)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	50% FBM100 + 50% 12 month FD
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Want a balanced portfolio between equities and bonds Are risk neutral between bonds and equities
Fees	<ul style="list-style-type: none"> Management Fee: 1.250% p.a. Switching Fee: 3 free fund switches per policy year

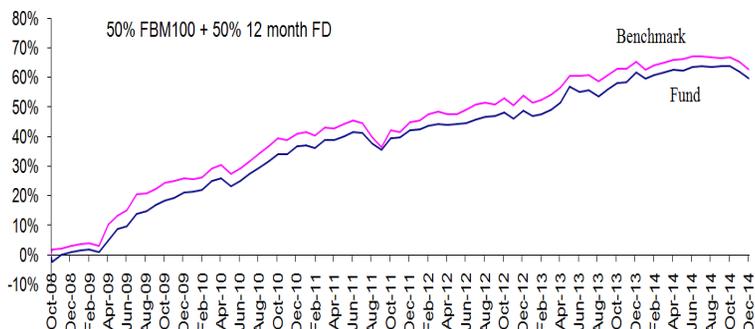
ASSET ALLOCATION

Sun Life Malaysia Conservative Fund	50%
Sun Life Malaysia Growth Fund	50%

WHERE THE FUND INVESTS

Sun Life Malaysia Growth Fund	50.61%
Sun Life Malaysia Conservative Fund	49.26%
Cash	0.13%
Total	100.00%

PERFORMANCE RECORD



NAV TO NAV

%	MTD	YTD	1-Year	3-Year	Since Inception
Fund*	-1.47	-1.27	-1.27	12.41	59.71
Benchmark	-1.56	-1.55	-1.55	12.30	62.56

*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

In December, the Fund fell 1.47%, out-performing the benchmark by 0.09%. Year-to-date ("YTD"), the Fund was down 1.27% while the benchmark has fallen 1.55%.

Malaysia faces a challenging year in 2015. Merrill Lynch has downgraded Malaysian Gross Domestic Product ("GDP") growth to 4.6%. Lower crude and Crude Palm Oil ("CPO") prices have negative implications on our trade balance, government budget deficit and therefore the Ringgit. The implementation of Goods and Service Tax ("GST") in April and the relatively high household debt/GDP could crimp domestic consumption. At FTSE Bursa Malaysia Kuala Lumpur Composite Index ("KLCI") of 1,739, the market is at 15 price earnings ratio ("PER") of 14.8 times and 16 PER of 13.5 times, with corresponding earnings per share ("EPS") growth of 8.5% and 9.2%. However, earnings are at risk of being downgraded. Therefore, Bursa Malaysia valuations continue to appear elevated.

For equity, we will continue to position the Fund conservatively. We are keeping equity exposure low and shifting to defensive stocks to further reduce downside risks. In terms of stocks, we are mainly in Telcos, F&B, Retail, Technology and Construction/Building Materials. For fixed income, we aim to be fully invested and shorten benchmark duration with concentration on high liquidity bonds in view of the near term market volatility.

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 on the underlying investment.

Any income distribution from the underlying assets of the investment-linked fund will be automatically reinvested into the respective investment-linked fund. The policy owner's total number of units will not change as a result of the reinvestment.