

FUND OBJECTIVE

Aims to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

FUND DETAILS

Launch Date	13 February 2015	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	RM24.68 million units (30 September 2019)	Fund Size	RM28.17 million (30 September 2019)
Unit NAV	RM1.1415 (30 September 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	CIMB Islamic Asia Pacific Equity Fund
Benchmark	MSCI AC Asia ex Japan Islamic Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> ▪ Have a long-term investment horizon ▪ Want a portfolio of investments that adhere to Shariah principles ▪ Want a well-diversified portfolio of Asia Pacific ex Japan regional equities ▪ Seek capital appreciation over long-term 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Asia Pacific Equity Fund. ▪ 1.8% pa fund management charge is applied on the target fund's NAV by Principal Asset Management Bhd.

ASSET ALLOCATION OF THE TARGET FUND

Shariah-compliant Equities (Foreign)	Shariah-compliant Equities (Local)	Mutual Fund	Cash
90.48%	0.87%	0.26%	8.39%

SECTOR ALLOCATION OF THE TARGET FUND

Information Technology	22.28%
Consumer Discretionary	16.08%
Communication Services	13.01%
Real Estate	11.97%
Industrials	8.55%
Consumer Staples	6.89%
Materials	5.38%
Energy	4.94%
Utilities	1.90%
Mutual Fund	0.26%
Financials	0.01%
Cash	8.73%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Samsung Electronics Co. Ltd (South Korea)	9.76%
Alibaba Group Holding Ltd (Cayman Islands)	8.99%
Samsung Electronics-PFD (South Korea)	4.87%
China Mobile Ltd (Hong Kong)	3.87%
Link REIT (Hong Kong)	3.39%
Telekomunikasi TBK PT (Indonesia)	2.74%
CapitaLand Commercial Trust (Singapore)	2.54%
Cleanaway Waste Management Ltd (Australia)	2.46%
SK Hynix Inc (South Korea)	2.34%
Tencent Hldg Ltd (Hong Kong)	2.31%
Total	43.27%

PERFORMANCE RECORD

This fund feeds into CIMB Islamic Asia Pacific Equity Fund ("target fund") with the objective to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

Table below shows the investment returns of Sun Life Malaysia Islamic Asia Pacific Equity Fund versus its benchmark as at 30 September 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	9.08	1.21	-1.82	-0.70	-2.91	12.09	14.15
Benchmark	7.23	1.75	-3.20	-4.35	-5.63	14.69	29.02

* 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 September, the Fund rose by +1.21% in MYR terms, underperforming the Benchmark by 54 basis points (bps). Year-to-date the Fund rose by +9.08%, outperforming the Benchmark by 185 bps. Consumer goods were the main detractor to the underperformance while Consumer Services contributed positively.

The MSCI AC Islamic Asia ex Japan Index rose +2.2% (US\$ terms) in September as US and China toned down their trade war rhetoric. Korea and Taiwan posted the highest returns on the back of Apple's new iPhone launch and reports of improvement in semiconductor demand amongst large datacenters. The Indian equity market also outperformed after the government announced a surprise fiscal stimulus which involved sizeable corporate tax cuts. With economic growth elusive in both developed and developing countries, central banks continue to embark on monetary policy easing as observed with the US Fed cutting interest rates, China reducing its Reserve Requirement Ratio (RRR) and ECB announcing a bond-buying program this month.

With capital preservation in mind, we continue to diversify the portfolio into off-benchmark names. Our portfolio is overweight a group of defensive stocks (REITs and Communication Services), domestic-oriented growth names in Industrials and dominant technology companies. New ideas will be differentiated in terms of business exposures to the existing stocks in the portfolio to provide resilience.

Source : *Principal Asset Management Bhd*
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.