

## 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	13.039 million units (31 August 2017)
Fund Size	RM17.893 million (31 August 2017)
Unit NAV	RM1.3722 (31 August 2017)
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	36.3%	Consumer Services	4.4%
Industrials	13.8%	Consumer Goods	3.1%
Technology	10.3%	Local Market	1.0%
Oil & Gas	5.9%	Cash	14.8%
Basic Materials	5.9%		
Health Care	4.5%	Total	100.0%

## TOP HOLDINGS OF THE TARGET FUND

CapitaLand Retail China Trust	6.6%
China Aviation Oil Sg Corp Ltd	5.9%
Manulife US REIT	4.9%
HRnetgroup Ltd	4.9%
ELP Corp	4.0%
MNRB Hldgs Bhd	3.9%
Allianz Malaysia Bhd	3.7%
Integrated Micro-Electronics	3.6%
Regis Resources Ltd	3.6%
Frasers Logistic & Indus Trust	3.4%

## 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 31 August 2017:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>	14.3	-1.2	-2.2	4.4	13.6	34.7	37.2
<b>Benchmark</b>	12.6	0.2	2.6	3.9	15.8	31.3	36.0

\* 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

- Sentiment on the global front took a hit after geopolitical tensions arising from North Korea intensified.
- Asian equities were comparatively more resilient against its developed market peers, with stronger economic indicators from China providing support for the region.
- China's PMI remained robust, rising to 51.7 in August, from 51.4 – suggesting that the economy remains on solid footing.
- The South Korea equity market remained under pressure on the back of the erratic actions of North Korea.
- Sentiment was further dragged down by the raised tax ceiling, potential Chaebol reforms, and the conviction of Samsung's J.Y.Lee.
- The Fund slid 1.2% lower in the month of August, while its benchmark index rose 0.2% over the same period.
- STRATEGY:** We expect investors to remain cautious in the interim as uncertainties continue to prevail on the global front.
- The Fund will continue to maintain a tilt into the HK / China market on the back of improving fundamentals – largely through opportunities within the financial sector where yields remain decent.
- We are also maintaining a healthy exposure into India, looking out for opportunities to capitalise on infrastructure spending, and a strong growth outlook.
- The Manager will look towards maintaining a moderate level of cash in the interim as uncertainties persist.

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.