

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	1.695 million units (31 January 2017)
Fund Size	RM 1.823 million (31 January 2017)
Unit NAV	RM1.0757 (31 January 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Islamic Asia Pacific Equity Fund
Benchmark	Dow Jones Islamic Market Asia Pacific ex Japan Index
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 Syariah 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 Asia Pacific Dynamic Income Fund. 1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.
Taxation	<ul style="list-style-type: none"> 8% of annual investment income

ASSET ALLOCATION

Equities	Minimum 70% - 98%	Liquid Assets	Min 2%
Sukuk & Deposits	Max 30%		

WHERE THE FUND INVESTS

Consumer	25.83%	Finance	3.51%
Oil & Gas	15.82%	Mutual Fund	1.83%
Technology	13.56%	Health Care	1.79%
Telecommunication	8.86%	Utilities	0.92%
Industrials	8.33%	Cash	12.62%
Basic Material	6.93%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Tencent Hldg Ltd (Hong Kong)	9.08%
Alibaba Group Holding Ltd (Cayman Island)	7.77%
CNOOC Ltd (Hong Kong)	4.33%
China Petroleum & Chemical (China)	3.57%
Singapore Telecommunications (S'pore)	3.53%
Maruti Suzuki India Ltd (India)	3.52%
Reliance Industries Ltd (India)	2.86%
SK Hynix Inc (S.Korea)	2.82%
China Shenhua Energy Co. Ltd (China)	2.67%
Dabur India Ltd (India)	2.44%

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 Asia Pacific Equity Fund versus its benchmark as at 31 January 2017:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	3.23	3.23	2.65	4.45	13.48	N/A	7.57
Benchmark	5.25	5.25	5.47	11.06	23.92	N/A	17.71

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 January 2017, the Fund increased 3.23%, underperforming the benchmark by 202 basis points. We were overweight in India, Indonesia and Philippines and underweight in Korea and Taiwan. Sector-wise, we were overweight in Oil & Gas and Telecommunications and underweight in Technology and Utilities.

Asian Equities was up 6% in United States Dollar terms in January 2017. All sectors were up by almost the same magnitude save materials which outperformed (+11%). Country-wise, Indonesian equities and the Rupiah was the notable underperformer.

The fund has added certain cyclical stocks on market weakness and trimmed stocks of companies which we think will have weak prospects. The fund remains buyers of the markets, especially on dips, and intend to be fully invested. In terms of portfolio construction, the fund adopts a sector-neutral approach, with focus on stock-selection as the primary driver of alpha. Special focus is on stock ideas related to e-commerce, sharing economies, energy and basic materials. For country exposure, we like India and Indonesia for the recovery in the rural economies; as well China as growth stabilizes in the near term even as we see spotted success in the country's industrial transformation to the new economy. The fund intends to be 90% invested with a beta of 1.0. Focus will be on stocks with good earnings growth and strong cashflow generation.

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..