

FUND OBJECTIVE

To achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invests in Shariah-compliant equities and/or Sukuk.

FUND DETAILS

Launch Date	1 December 2017	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	22,074 units (30 September 2019)	Fund Size	RM22,597 (30 September 2019)
Unit NAV	RM1.0237 (30 September 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	Principal Islamic Conservative Wholesale Fund-of-Funds
Benchmark	Quantshop GII Medium 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 ▪ Have a low risk profile and seek for a potentially less volatile investment return ▪ Want a minimal exposure to Shariah-compliant equities investment ▪ Want a portfolio of investments that adhere to Shariah principles 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Strategic Conservative Fund. ▪ Up to 1.2% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Mutual Funds	Cash
87.11%	12.89%

SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	87.11%
Cash	12.89%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic Sukuk Fund	46.28%
CIMB Islamic Enhanced Sukuk Fund	24.44%
CIMB Islamic DALI Equity Fund	16.39%
Total	87.11%

PERFORMANCE RECORD

This fund feeds into Principal Islamic Conservative Wholesale Fund-of-Funds (“target fund”) with the objective to achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

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

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	2.56	-0.08	0.58	1.54	1.43	N/A	2.37
Benchmark	5.74	0.26	1.98	3.62	6.89	N/A	10.53

* 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

The Fund’s performance for the month of September was -0.08% underperforming its benchmark by 34bps. Year to date, the Fund rose by 2.56% but underperforming the Benchmark by 3.18%.

During the month, after the significant tightening seen in August, market decides to pocket in the gain before the FTSE Russell decision. This saw some sell off with parts of the sovereign curve traded higher. For the month of September, the Government Investment Issues (“GII”) yield curve bear steepened. Credit spreads widened across for all with the exception of the single A, 7 year onwards segment due to partially more primary issuance flushing the market.

Protracted trade tensions between the US and China, sluggish growth in both Europe and Japan coupled with Brexit uncertainty as well as continued unrest in Hong Kong have continued to weigh down global growth. These uncertainties have kept the global government bond yields down. Meanwhile, the domestic bonds took the FTSE Russell news positively as the threat of exclusion from World Government Bond Index (“WGBI”) will now be delayed to the next review cycle in March 2020. Bank Negara Malaysia maintained the Overnight Policy Rate (“OPR”) unchanged at 3.00% and the monetary policy committee considers the current monetary policy stance remains “accommodative and supportive of economic activity”. Overall, we continue to overweight on the corporate segment and look for opportunistic trading in govies.

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.