

#### FUND OBJECTIVE

The Fund aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

#### FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	69.5852 million units (31 January 2016)
Fund Size	RM64.4364million (31 January 2016)
Unit NAV	RM0.9260 (31 January 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB-Principal Asia Pacific Dynamic Income Fund
Benchmark	Target return of 8% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>Have a medium to long-term investment horizon</li> <li>Want a well-diversified portfolio of Asia Pacific ex Japan region</li> <li>Willing to take moderate risk for potentially moderate capital return over the long-term.</li> </ul>
Fees	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund.</li> <li>1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.</li> </ul>
Taxation	<ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>

#### ASSET ALLOCATION

Equities	Minimum 70% - 98%	Liquid Assets	Min 2%
Fixed Income	Max 15%		

#### WHERE THE FUND INVESTS

Financials	34.24%	Health Care	5.37%
Industrials	19.80%	Finance	1.01%
Telecommunication	14.20%	Cash	4.36%
Utilities	8.10%	-	-
Consumer	7.38%	-	-
Technology	5.54%	Total	100.0%

#### TOP HOLDINGS OF THE TARGET FUND

China Mobile Ltd (Hong Kong)	5.00%
Housing Development Fin. Corp Ltd (India)	4.99%
Transurban Group (Australia)	3.94%
Ramsay Health Care Ltd (Australia)	3.76%
CK Hutchison Holdings Ltd (Hong Kong)	3.63%
CTBC Financial Holding Co. Ltd (Taiwan)	3.62%
AIA Group Ltd (Hong Kong)	3.58%
ComfortDelGro Corp Ltd (Singapore)	3.32%
Singapore Telecommunications (Singapore)	3.19%
Cheung Kong Infra Hldg (Hong Kong)	3.07%

#### PERFORMANCE RECORD

This fund feeds into CIMB-Principal Asia Pacific Dynamic Income Fund ("target fund") with the objective to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Dynamic Income Fund versus its benchmark as at 31 January 2016:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>	-8.41	-8.41	-10.85	-7.06	-7.40	N/A	-7.40
<b>Benchmark</b>	0.64	0.64	1.94	3.92	8.00	N/A	8.00

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 2016, the Fund was down 8.41%. The portfolio's performance was impacted by stocks in the industrial and financial sectors, and on a country basis, stocks in Australia, Singapore and Hong Kong.

Asian equities (MSCI AC Asia Pacific ex Japan Index) fell 8% in January 2016 (United States dollar terms) with the best performers being Malaysia, Thailand and Indonesia. Topical issues were: would the Hong Kong dollar peg hold, how big would China's capital outflows be in January 2016 and will the US Federal Reserve turn dovish? Sentiment on the Chinese market is currently quite negative, with concerns of Renminbi depreciation and the risk of policy missteps after circuit breakers were implemented in the A-share market and reserve requirements were implemented on offshore CNH deposits.

Our bottom up analysis suggests Asian companies may see further earnings downgrades as we are forecasting zero earnings growth for 2016 vs. consensus estimates of 3%. Expectations this year are however more reasonable compared to last year. Our portfolio is positioned with defensive stocks in China, and high dividend yield stocks in Singapore and Australia. We bought into Taiwan Semiconductor Manufacturing Co Ltd from Taiwan during the sell down in January because higher earnings and lower capital expenditure going forward would allow them to increase dividend payout. The portfolio is fully invested with around 5% in cash.

#### 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.