

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	13.653 million units (31 January 2019)	Fund Size	RM15.175 million (31 January 2019)
Unit NAV	RM1.1114 (31 January 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad	Target Fund	Affin Hwang Select Asia (ex Japan) Quantum Fund
Benchmark	MSCI AC Asia (ex-Japan) Small Cap Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long term investment horizon Are risk tolerance Are seeking higher returns for their investments compared to the performance benchmark 	Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Select Asia (ex Japan) Quantum Fund Up to 1.5% p.a. fund management charge is applied on the target fund's NAV by Affin Hwang Asset Management Berhad

ASSET ALLOCATION OF THE TARGET FUND

Equities	Cash
Minimum 70%; Max 100%	Remaining Balance

SECTOR ALLOCATION OF THE TARGET FUND

Financials	31.8%
Consumer Goods	15.5%
Basic Materials	8.7%
Oil & Gas	8.3%
Health Care	4.9%
Consumer Services	4.2%
Technology	4.1%
Telecommunications	1.7%
Industrials	1.1%
Cash & Cash Equivalents	19.6%
Total	100.0%

TOP HOLDINGS OF THE TARGET FUND (EQUITIES)

Guan Chong Bhd	5.9%
Sinopec Kantons Holdings Ltd	5.0%
KPJ Healthcare Berhad	4.9%
ATA IMS Bhd	4.1%
CapitaLand Retail China Trust	3.9%
Aeon Credit Service M Bhd	3.8%
YTL Hospitality REIT	3.4%
Allianz Malaysia Berhad	3.3%
Astro Malaysia Holdings Bhd	3.1%
China Aviation Oil Sg Corp Ltd	2.8%

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 January 2019.

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	6.00	6.00	3.00	-7.20	-18.00	10.20	11.10
Benchmark	3.00	3.00	5.60	-9.10	-18.00	11.50	18.20

***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

- Regional markets advanced in January, as market participants gain more optimism on the outcome of US-China trade talk, as the two powerhouses attempt to broker a deal before the end of 90-day truce period, which ends on 1st March 2019.
- Asian equities were also benefited from waning US dollar strength amid a shift in tone by the US Federal Reserve and continuous fund inflows, especially within the passive space.
- The PBoC stepped in to arrest the slowing Chinese economy by cutting the banks’ reserve requirement ratios (RRR) by 100 bps, as China’s manufacturing data came in softer with December’s PMI falling below 50.
- STRATEGY:** Moving forward, market will shift its attention towards growth rate globally, as we approach the end of late-cycle.
- A pause to the Fed interest rate trajectory could lend to a reprieve in Emerging Markets as US growth moderates and the dollar strength starts to wane.
- On portfolio positioning, our market exposure will gradually increase on a selective basis while keeping a moderate level of cash.
- The portfolio will continue to be positioned with value companies, which would benefit from a potential turn in market sentiments, given that investment position has been light with large amount of cash currently on the sidelines.

Source : Affin Hwang Asset Management Berhad

Date : 31 January 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.