

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	75.8684 million units (31 May 2016)
Fund Size	RM 75.1005 million (31 May 2016)
Unit NAV	RM0.9899 (31 May 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"> Have a medium to long-term investment horizon Want a well-diversified portfolio of Asia Pacific ex Japan region Willing to take moderate risk for potentially moderate capital return over the 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%
Fixed Income	Max 15%		

WHERE THE FUND INVESTS

Financials	21.57%	Utilities	6.53%
Industrials	19.48%	Trading/Service	1.74%
Consumer	14.74%	Oil & Gas	0.45%
Telecommunication	10.98%	Cash	8.57%
Technology	9.35%	-	-
Health Care	6.59%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

Housing Development Fin. Corp Ltd (India)	5.06%
Tencent Hldg Ltd (Hong Kong)	4.41%
TRANSURBAN GROUP (Australia)	4.29%
Ramsay Health Care Ltd (Australia)	4.03%
Power Assets Hldg (Hong Kong)	3.98%
ComfortDelGro Corp Ltd (Singapore)	3.55%
CK Hutchison Holdings Ltd (Hong Kong)	3.52%
Samsung Electronics Co. Ltd (S.Korea)	3.00%
China Mobile Ltd (Hong Kong)	2.82%
AIA Group Ltd (Hong Kong)	2.81%

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 May 2016:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	-2.09	6.18	4.46	-0.76	-3.46	N/A	-1.01
Benchmark	3.26	0.64	1.94	3.92	8.00	N/A	10.81

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 May 2016, the Fund was up 6.18%. Our stock selections in financials, technology and healthcare contributed to the returns. On a country basis, our stock selections in Hong Kong, Australia and India performed well. Year-to-date, the Fund is down 2.09%.

Asian Equities dropped 3% (US Dollar terms) in May and are down 1% year-to-date. Outperformers were the Philippines (on post-election buying by locals) and India (BJP widened its base in the recent 5 state elections and the approval of the Bankruptcy Code). Topical issues were: how serious is China about supply side reform and curbing the debt build-up? Will the onshore bond market in China see more defaults, how much will the US Dollar strengthen given the US Federal Reserve's hawkish stance and the chance of a rate hike this year?

We are neutral on the outlook for Asia Pacific ex-Japan equities. The liquidity situation appears mixed: portfolio inflows have been positive year-to-date but credit growth has generally been anemic, e.g., China's total credit growth slowed in April (after a strong 1Q) and most Asian economies are seeing slower loan growth this year. After the results season in first quarter 2016, earnings growth in Asia Pacific ex-Japan is likely to be slightly negative in 2016 and perhaps mid-single digits in 2017 vs. street expectations of zero and 11%. Against this backdrop of muted growth, equities are likely to be range bound. Our portfolio has a focus on stable dividend income and improving prospects of the companies. We continue to focus on new economy companies such as automation, artificial intelligence and consumption.

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.