

### FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

### FUND DETAILS

Launch Date	13 February 2015	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	4.873 million Units (30 April 2019)	Fund Size	RM5.577 million (30 April 2019)
Unit NAV	RM1.1445 (30 April 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad	Target Fund	Affin Hwang AIIMAN Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index performance (FBMSHA)	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>▪ Have a moderate risk appetite</li> <li>▪ Expect incidental growth in capital</li> <li>▪ Want an investment that complies with Shariah requirements</li> </ul>	Fees	<ul style="list-style-type: none"> <li>▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AIIMAN Select Income Fund.</li> <li>▪ 1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang Asset Management Berhad.</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Sukuk & Islamic Money Market Instruments	Shariah-compliant Equities	Cash & Others
Min 60%; Max 100%	Min 0%; Max 40%	Remaining Balance

SECTOR ALLOCATION OF THE TARGET FUND	
Sukuk	65.70%
Financials	8.80%
Industrials	6.10%
Oil & Gas	5.50%
Technology	3.10%
Telecommunications	3.00%
Consumer Goods	1.00%
Basic Materials	0.80%
Others	0.50%
Cash & Cash Equivalent	5.40%
<b>Total</b>	<b>100.0%</b>

TOP HOLDINGS OF THE TARGET FUND (SUKUK)			
Bonds Issuer	Coupon	Maturity Date	%
Lebuhraya DUKE Fasa 3 Sdn Bhd	5.95%	23.08.34	6.0
MEX II Sdn Bhd	5.90%	27.04.29	5.9
Tanjung Bin Energy Issuer Bhd	5.30%	16.03.23	4.2
Westports Malaysia Sdn Bhd	4.53%	01.04.27	4.1
Besraya Malaysia Sdn Bhd	5.28%	28.07.27	2.8

TOP HOLDINGS OF THE TARGET FUND (EQUITIES)	
Telekomunikasi Indonesia	2.0
PTT Global Chemical PCL	1.5
KLCCP Stapled Group	1.4
Syarikat Takaful Malaysia	1.4
Singapore Airport Terminal	1.4

### PERFORMANCE RECORD

This fund feeds into Affin Hwang AII MAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

Table below shows the investment returns of Sun Life Malaysia AII MAN Select Income Fund versus its benchmark as at 30 April 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	2.70	0.90	1.80	3.20	2.30	14.30	14.50
<b>Benchmark</b>	1.71	0.60	1.46	1.36	-0.60	7.00	8.80

\* 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

- During the month, announcements on the revival of several large infrastructure projects raised investor sentiments, signaling that the Malaysian government is increasingly focusing on growth policies following a year-long fiscal consolidation phase.
- Malaysia's inflation rose 0.2% in March after decreasing 0.4% in the previous month and 0.7% in January, as fuel prices recorded a smaller decline. Thus far, the headline inflation rate had declined 0.3% year-on-year in 1Q 2019.
- A major index provider announced that it is considering excluding Malaysia from its global bond index, while Norway's sovereign wealth fund also announced it will cut Emerging Market debt exposure, including Malaysia. These announcements led to a sell-off of Malaysian fixed income, with the 10-year MGS spiking up to 3.95% from 3.78% following the news. The market, however, quickly rebounded supported by local investors. The 10-year GII yield was up by 6 bps, ending the month with yields at 3.87%.
- BNM decided to trim the overnight policy rate (OPR) by 25 bps to 3.00% at its Monetary Policy Committee (MPC) on 7 May 2019, which was in line with market expectations. The rate cut was delivered due to downside growth risks in the global and Malaysian economy.
- The US Federal Reserve (the Fed) followed the dovish script at its recent April/May meeting, as officials voted to keep interest rates unchanged amid concerns on slowing growth as well as inflation. Inflation reading for the coming months will be the key determinants of what the Fed will do next. Most recently, US-China trade talks are back in the news.
- **STRATEGY:** Riding on current market strength, the fund continues to be highly invested with moderate portfolio duration, with an emphasis on primary issuances and government sukuks for the fixed income portion.
- Portfolio duration may be extended if there are attractive opportunities in the primary.
- During the month, the equity exposure of the fund was raised up to 28% with a tilt towards high-yield and stable stocks, and to a lesser extent, Taiwan technology, China properties, oil & gas and domestic Islamic financial sectors.

Source : Affin Hwang Asset Management Berhad

Date : 30 April 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.