

FUND OBJECTIVE

To achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

FUND DETAILS

Launch Date	01 December 2009	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	5.96 million units (30 September 2019)	Fund Size	RM8.76 million (30 September 2019)
Unit NAV	RM1.4705 (30 September 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Opus Asset Management Sdn Bhd	Target Fund	Opus Shariah Income Fund
Benchmark	Maybank, 12-Month Islamic Fixed Deposit Rate	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 time frame ▪ Are seeking stability in income through investment in Malaysian Shariah-compliant bonds (sukuk) ▪ Are looking for a less volatile investments but can accept lower returns which may fluctuate over the short term 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Bond Fund. ▪ Up to 1.0% per annum fund management charge is applied on the Target Fund's NAV by Opus Asset Management Sdn Bhd

ASSET ALLOCATION OF THE TARGET FUND

Sukuk, Islamic Money Market Instruments & Islamic Placement of Deposits	Other Permitted Investment
Minimum 70% of NAV	Maximum 30% of NAV

SECTOR ALLOCATION OF THE TARGET FUND

Power	31.75%
Infrastructure	19.22%
Bank	16.26%
Finance	11.38%
Toll Road	11.35%
Health Care	3.04%
Property	1.49%
Telecommunication	0.39%
Cash	5.10%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	Rating	%
Malakoff Power	5.55%	17.12.24	AA-	12.9
YTL Pwr	5.05%	03.05.27	AA1	11.2
AmBank Islamic B3 T2	4.88%	18.10.28	AA3	8.9
Prasarana (GG)	5.11%	12.09.42	NR-GG	8.7
Maybank B3 AT1	4.08%	25.09.24	AA3	7.4
Credit Profile				%
AA3				50.04
NR-GG				22.51
AA1				11.22
AAA				8.09
AA2				3.04
Cash				5.10

PERFORMANCE RECORD

This fund feeds into Opus Shariah Income Fund ("Target Fund") with the objective to achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

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

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	8.16	-0.40	3.02	5.83	9.51	16.83	47.05
Benchmark	2.40	0.25	0.77	1.57	3.25	10.16	34.97

* 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

After staging a strong rally in the bond market in June – August, the month of September saw a correction with yields moving up on average about 20 bps. While we expect some correction and volatility to continue, our long-term view is still for yields to remain low for longer. We are looking at BNM to cut OPR by 25 bps in the next 6 months. As for the Fed, there is still possibility of another rate cut this year. Besides the US-China trade tension, Brexit uncertainties and increasing Iran tension continues to pose increasing downside risk to global economy. While our duration call remains at 6.0 – 7.0 years, in the short term we may bring it down closer to 6 years, as we take profit on some of our long-dated government and government guaranteed papers.

Source : Opus Asset Management Berhad

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.