

## FUND OBJECTIVE

To provide a mixed exposure into equities and bonds, with higher allocation into equities.

## FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	3.48 million units (30 November 2017)
Fund Size	RM7.06 million (30 November 2017)
Unit NAV	RM2.0279 (30 November 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	75% FBM100 + 25% 12 month FD
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>Want a portfolio with higher exposure in equities</li> <li>Preference to higher equity exposure for potentially higher capital appreciation</li> <li>Need to reduce risk by investing in diversified bond portfolio</li> <li>Prefer investing in bonds to cushion fund volatility</li> </ul>
Fees	<p>The fund will feed into Sun Life Malaysia Growth Fund and Sun Life Malaysia Conservative Fund which applies the following fund management charges:</p> <ul style="list-style-type: none"> <li>Sun Life Malaysia Growth Fund: 1.5% p.a.</li> <li>Sun Life Malaysia Conservative Fund: 1.0% p.a.</li> <li>There are no other fund management charges on this fund</li> </ul>
Taxation	8% of annual investment income

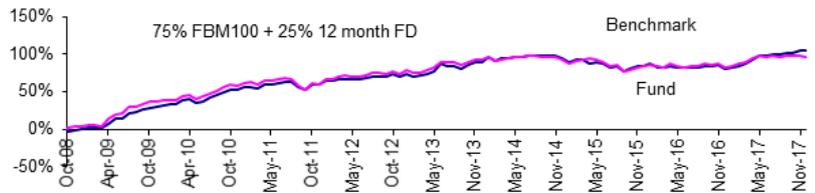
## ASSET ALLOCATION

Sun Life Malaysia Growth Fund	75.14%
Sun Life Malaysia Conservative Fund	24.86%

## WHERE THE FUND INVESTS

Sun Life Malaysia Growth Fund	75.14%
Sun Life Malaysia Conservative Fund	24.86%
Cash	0.00%
Total	100.00%

## PERFORMANCE RECORD



## NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	12.63	-0.13	1.26	3.17	13.06	5.25	104.47
<b>Benchmark</b>	6.60	-0.94	-1.11	-0.52	7.36	1.58	96.09

\* 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

For the month of November 2017, the Fund dropped 0.13%.

In November, the FTSE Bursa Malaysia KLCI Index ("FBMKLCI") fell 30 points or 1.72% to 1,717.86 points. The 3Q17 result season failed to re-rate the market. In addition to this, the Sime Darby Bhd demerger exercise failed to lift sentiments in the market. We saw net foreign outflows of RM15 million, the fourth consecutive month of outflows. Year-to-date, net foreign inflows are RM9.37 billion, compared with RM3.2 billion outflows in 2016. Malaysia's economy expanded 6.2% y-o-y in 3Q17, the fifth straight quarter of improvement, as domestic demand strengthened. Bank Negara Malaysia ("BNM") kept the Overnight Policy Rate ("OPR") at 3% during the Monetary Policy Committee ("MPC") meeting, but indicated that the MPC may consider reviewing the current degree of monetary accommodation given the strength of global and domestic macroeconomic conditions.

Market continued to drift lower in November. Thus far, global economic data have supported our view of better economic growth in 2018. For our 2018 strategy, we remain positive on the market and will continue to buy on dips on the back of 7% earnings growth forecast. We keep to our key broad themes, with specific focus within each theme, i.e. construction (infrastructure plays, affordable housing), e-commerce/logistics (regional e-fulfillment hub, online payment), Chinese tourism (airport, airline, consumer products), consumer sector (discretionary, durables) and technology (smart factory in a rising cost environment, connectivity). Our base case is that there is no political upheaval arising from the 14th General Election expected in the first quarter of 2018.

The Malaysian Government Securities ("MGS") rallied as foreign funds flowed in, trying to capitalise on MYR appreciation in the month of November. The MYR rallied against the USD after the Governor's remark on possible normalisation of policy rates due to the strong economic data.

Malaysia's economy grew at the fastest pace in more than three years during the third quarter of 2017 as activity in the services and manufacturing sectors picked up and public spending contributed positive to the date. GDP for the third quarter increased by 6.2% year-on-year, according to Malaysia's Department of Statistics, accelerating from a 5.8% rate in the second quarter.

We continue to remain fully invested with focus on selective primary corporate bond issuance and exposure into the government securities when the opportunity arises.

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.