

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	3.42 million units (30 March 2018)
Fund Size	RM7.13 million (30 March 2018)
Unit NAV	RM2.0880 (30 March 2018)
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"> Want a portfolio with higher exposure in equities Preference to higher equity exposure for potentially higher capital appreciation Need to reduce risk by investing in diversified bond portfolio Prefer investing in bonds to cushion fund volatility
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"> Sun Life Malaysia Growth Fund: 1.5% p.a. Sun Life Malaysia Conservative Fund: 1.0% p.a. There are no other fund management charges on this fund
Taxation	8% of annual investment income

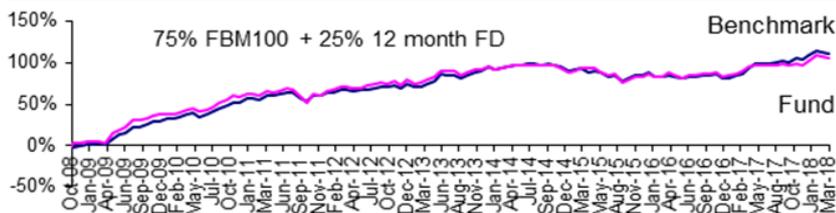
ASSET ALLOCATION

Sun Life Malaysia Growth Fund	75.00%
Sun Life Malaysia Conservative Fund	24.99%

WHERE THE FUND INVESTS

Sun Life Malaysia Growth Fund	75.00%
Sun Life Malaysia Conservative Fund	24.99%
Cash	0.01%
Total	100.00%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	0.57	-0.95	0.57	4.72	8.85	11.92	110.53
Benchmark	1.61	-0.36	1.61	4.47	6.06	6.25	106.10

* 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 March 2018, the Fund decreased 0.95%. In March 2018, Malaysia Government Securities ("MGS") traded richer on the belly of the curve as yields tightened by 4 to 14 basis points ("bps") between the 3 and 20-year MGS. We believe the strong interest in the govies was driven by liquidity from the MGS/MGII maturity in February 2018 and March totaling RM16.4b. The risk off mode in the global market have also resulted in better buying interest in the govies as United States Treasury ("UST") yields traded tighter in respond to possible trade war between the U.S and China. During the month, the benchmark 3-, 5- 10-, 15- and 30-year MGS yields close at 3.37%, 3.60%, 3.98%, 4.40% and 4.89% respectively.

Corporate bond / Sukuk trading volume returned with RM 13.9 billion traded after the lackluster February's 2018 festive season. This was also higher than similar period previous year's RM11 billion. Most of the trades remain focused on AA Corporates and GGs with interest returning on the AAA. Credit spreads widened in March 2018 for all ratings bringing the first quarter of the year's credit spread wider than the 3 year average for the AAA. Generally the 5 and 7 year saw greater quantum of widening compare to the rest of the curve.

On the Fund's strategy and outlook, we prefer to maintain our investment in credit segment for stable and higher total return but will participate in the government bond market if trading opportunity arises. On technical note, we prefer AA-rated fixed income investment as supply is expected to be less compared to Government Guaranteed securities. Lastly, we maintain our neutral call on duration as interest rates environment globally is still on hawkish tone.

March 2018 was a positive month as the FTSE Bursa Malaysia Kuala Lumpur Composite Index ("FBMKLCI") added 7 points or 0.4% to 1,863 points despite rising concerns of escalating US-China trade disputes. Large caps continued to outperform the broader market and small caps. For the first quarter of 2018, the FBKMLCI rose 3.7%, supported by net foreign inflows of RM2.2 billion.

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.