

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	68.647 million units (31 October 2017)
Fund Size	RM92.915 million (31 October 2017)
Unit NAV	RM1.3535 (31 October 2017)
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	8% of annual investment income

ASSET ALLOCATION

Equities	Min 70%; Max 98%
Fixed Income	Max 15%
Liquid Assets	2%

WHERE THE FUND INVESTS

Finance	29.83%	Telecommunications	3.42%
Industrials	21.77%	Health Care	2.59%
Consumer	15.63%	Utilities	1.63%
Technology	11.04%	Cash	3.20%
Oil & Gas	5.76%		
Basic Materials	5.13%	Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Samsung Electronics Co. Ltd (S. Korea)	5.38%
Tecent Hldg Ltd (Hong Kong)	4.87%
Industrial and Commercial Bank (China)	4.57%
Hangzhou Hikv (China)	4.29%
Midea Group Co Ltd -A (China)	3.96%
BHP Billiton Ltd (Australia)	3.34%
Xinyi Glass Hldg Co. Ltd (Hong Kong)	2.58%
Han's Laser Technology Industry (China)	2.56%
Venture Corp Ltd (Singapore)	2.54%
Housign Development Finance Corp Ltd (India)	2.52%

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 October 2017:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	26.11	6.43	4.63	15.42	27.61	N/A	35.35
Benchmark	6.62	0.64	1.94	3.92	8.00	N/A	23.57

* 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

In October, the Fund increased by 6.43%, bringing year-to-date returns to 26.11%.

Asian Equities rose 4.69% in US\$ terms in Oct 2017. The rally was more broad-based. Topical issues: will US tax reform happen, can oil prices stay above US\$50 sustainably, is the recent surge of IPOs a sign of a market top? Maintain BUY on Asian equities: Given how well markets have done (+35% year-to-date) and the raft of IPO offerings of varying quality, there could be a pause in performance in the short term. With global growth accelerating, commodity prices should firm and China's Producer Price Index ought to be in positive territory. This is generally positive for Asian equities. For 2018, Asian equities will be driven by a broader set of companies delivering earnings growth of ~12%, higher ROE, and reasonable valuations at 13x FY2018 PE. China is key because China & HK together account for 45% of MSCI Asia ex-Japan. China GDP growth would likely ease somewhat in 2018 to ~6.5% from 6.8% in 2017 as monetary and fiscal policy are now at neutral. Large macro risks like capital outflows have abated and the government is rightly more concerned about controlling the growth of total indebtedness. Earnings revisions in Asia have broadened to sectors like energy, materials, tech and staples. Other ideas: China global champions (and companies at the losing end), beneficiaries of India's public sector bank recapitalization exercise, selective financials, oligopolistic tech component names and internet platform companies. The portfolio is fully invested with 97%-98% invested. We continue to like North Asia compared to other parts in this region. We continue to focus on companies that benefit from supply-side reform, technology upgrade and new economy.

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.