

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	64.444 million units (30 September 2017)
Fund Size	RM81.955 million (30 September 2017)
Unit NAV	RM1.2717 (30 September 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	29.05%	Health Care	2.73%
Industrials	21.69%	Utilities	1.72%
Consumer	16.23%	Trading / Services	1.26%
Technology	11.08%	Oil & Gas	0.98%
Basic Materials	5.57%	Cash	5.97%
Telecommunications	3.72%	Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Industrial and Commercial Bank (China)	5.92%
Samsung Electronics Co. Ltd (S. Korea)	5.43%
Tecent Hldg Ltd (Hong Kong)	5.18%
Midea Group Co Ltd -A (China)	4.39%
Hangzhou Hikv (China)	3.86%
BHP Billiton Ltd (Australia)	3.68%
AIA Group Ltd (Hong Kong)	3.25%
Xinyi Glass Hldg Co. Ltd (Hong Kong)	2.89%
Housing Development Finance Corp Ltd (India)	2.65%
Venture Corp Ltd (Singapore)	2.56%

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 30 September 2017:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	18.49	-1.57	2.47	9.25	18.21	N/A	27.17
Benchmark	5.94	0.64	1.94	3.92	8.00	N/A	22.78

* 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 September, the Fund decreased by 1.57%, bringing year-to-date returns to 18.49%.

Asia Pac ex Japan Equities eased 0.52% in US\$ terms in Sep 2017. Tech and consumer discretionary outperformed while materials and telecom underperformed. Topical issues: can iPhone X sales exceed expectations? What if the US\$ strengthen significantly? Can tensions in the Korean peninsula improve? Maintain BUY on Asian equities: A pause in outperformance is likely in the short term given how well markets have done (+29% ytd) and sensitivity to the US\$. Equity fund flows have become more mixed recently with outflows from Korea, Taiwan and India while China continues to see inflows. Looking ahead to 2018, Asian equities will be driven by earnings growth of ~12%, higher ROE, reasonable valuations at 13x FY2018 PE and a predictable tightening path by major central banks. We see tighter monetary and easier fiscal policy. The global economy is in synchronized expansion and central banks appear increasingly comfortable to look through low inflation and continue raising rates, or at least not ease them. Earnings revisions in Asia have picked up slightly recently and may continue due to operating leverage and better pricing power (supply side reform, stable/rising commodity prices). Other ideas: beneficiaries of fiscal stimulus in India, selective financials and industrials in ASEAN, oligopolistic tech component names and internet platform companies with a large number of customers. The Dynamic Income fund are ~95% invested with a portfolio Beta of ~1. We are focused on China given stable politics and stronger than expected economy. In sector terms, we are focused on internet/tech in China & Singapore, financials in India.

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.