

#### FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

#### FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	263,170 Units (31 May 2017)
Fund Size	RM285,875 (31 May 2017)
Unit NAV	RM1.0863 (31 May 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AIIAMAN Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index performance (FBMSHA)
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>Have a moderate risk appetite</li> <li>Expect incidental growth in capital</li> <li>Want an investment that complies with Shariah requirements</li> </ul>
Fees	<ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AIIAMAN Select Income Fund.</li> <li>1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang.</li> </ul>
Taxation	8% of annual investment income

#### ASSET ALLOCATION

Sukuk & Islamic money market instruments	Min - 60% Max - 99.80%
Shariah-compliant equity	Max - 40%
Cash & others	Remaining Balance

#### WHERE THE FUND INVESTS

Sukuk	64.7%	Consumer Goods	1.9%
Industrials	11.5%	Telecommunications	1.9%
Financials	6.4%	Basic Materials	1.6%
Technology	6.2%	Others	1.0%
Utilities	2.0%	Cash & C.E	2.8%

#### TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	% NAV
MEX II Sdn Bhd	5.90%	27.04.29	13.2%
Plus Bhd	4.64%	10.01.25	7.5%
Lebuhraya DUKE Fasa 3	5.95%	23.08.34	5.4%
GULF Investment Corp	5.10%	20.06.22	4.9%
Konsortium Lebu Raya	4.75%	01.12.28	4.3%
Equities			
Scientex Bhd			2.1%
Inari Amertron Bhd			2.1%
Telekomunikasi Indonesia			1.9%
Venture Corp Ltd			1.5%
Sime Darby Bhd			1.5%

#### PERFORMANCE RECORD

This fund feeds into Affin Hwang AIIAMAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

Table below shows the investment returns of Sun Life Malaysia AIIAMAN Select Income Fund versus its benchmark as at 31 May 2017:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>	4.0	0.1	2.2	4.9	7.1	N/A	8.6
<b>Benchmark</b>	3.0	-0.2	1.6	3.5	4.9	N/A	6.3

\*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

- Equity markets globally continued to trend higher as economic data remained encouraging.
- The broader Asian markets recorded its 5th consecutive month of positive gains.
- Positive flows continued for the domestic market, with inflows totally RM2.1 billion in May. This pushed the YTD inflows to RM10.4 billion.
- Sentiment took a hit after the TRX land sale deal to China was rescinded.
- Nevertheless, China remained committed to maintaining investing - signing 9 MoUs totaling USD7.2 billion during its Belt & Road Forum.
- Flows into the bond market had also reversed, with MGS seeing an inflow of RM5.7 billion in May. Stronger demand pushed yields 18 bps lower to 3.87%.
- BNM maintained its OPR unchanged at 3% as growth remained steady.
- The Fund gained 0.1% in the month of May, while its benchmark index slid 0.2% over the same period.
- STRATEGY:** The Manager is optimistic that the domestic market will remain supported by stronger foreign flows and Ringgit stability.
- The Manager will also be taking on opportunities within the regional markets given its broader universe - focusing on Hong Kong / China for its longer-term growth prospectus.
- We expect the Ringgit to continue on its strengthening bias against the US Dollar in the interim.
- The fixed income market is expected to remain relatively quiet as we move into June while we await the Feds on its rate hike decision.

Source: Affin Hwang Asset Management Berhad

#### 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.