

### FUND OBJECTIVE

To achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

### FUND DETAILS

Launch Date	1 December 2017	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	14,103 units (31 January 2019)	Fund Size	RM14,129 (31 January 2019)
Unit NAV	RM1.0018 (31 January 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd	Target Fund	CIMB Islamic Conservative Wholesale Fund-of-Funds
Benchmark	Quantshop GII Medium Index	Taxation	8% of annual investment income
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>▪ Have a long-term investment horizon</li> <li>▪ Have a low risk profile and seek for a potentially less volatile investment return</li> <li>▪ Want a minimal exposure to Shariah-compliant equities investment</li> <li>▪ Want a portfolio of investments that adhere to Shariah principles</li> </ul>	Fees	<ul style="list-style-type: none"> <li>▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Strategic Conservative Fund.</li> <li>▪ Up to 1.2% of per annum fund management charge is applied on the target fund's NAV by CIMB-Principal Asset Management Berhad.</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Common Stock	Cash
83.29%	16.71%

### SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	64.42%
Equities (Foreign)	18.87%
Cash	16.71%
Total	100.00%

### TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic Sukuk Fund	40.93%
CIMB Islamic Enhanced Sukuk Fund	23.49%
CIMB Islamic DALI Equity	18.87%
Total	83.29%

### PERFORMANCE RECORD

This fund feeds into CIMB Islamic Conservative Wholesale Fund-of-Funds (“target fund”) with the objective to achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

Table below shows the investment returns of Sun Life Malaysia Islamic Strategic Conservative Fund versus its benchmark as at 31 January 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	0.37%	0.37%	0.21%	-0.21%	0.18%	N/A	0.18%
<b>Benchmark</b>	0.47%	0.47%	1.41%	2.26%	4.35%	N/A	5.02%

**\*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

The Fund rose by 0.37% in January 2019, underperforming the benchmark by 0.10%. Year-to-date (YTD), the fund has underperformed the Benchmark by 0.10%. The Fund will stay fully invested in target funds.

Policy uncertainty continues to be the order of the day as the ECRL on-again, off-again saga plays out. As of now, there is still no conclusive decision on the said mega project and a gag order has been issued to avoid any further confusion and escalation of rift with the Chinese government. But the damage seems to have been done already. Conversation with business leaders revealed that the government relationship with China is at all-time low. Business and consumer sentiment continued slipping for the 2nd consecutive quarter in 4Q18. According to a survey done by MIER, the 4Q18 Consumer Sentiments Index (CSI) dipped below the threshold of 100 points for the first time after two quarters, recording 96.8 points, while the business conditions index (BCI) slipped to 95.3 points.

We continue to reiterate our cautious stance on the domestic market for 2019 given moderating GDP growth, tepid corporate earnings growth and regulatory uncertainty. On the back of all these uncertainties, we reiterate our capital preservation investment strategy with preference on big cap GLCs and companies with strong fundamentals and solid cash flow and dividends in sectors such as Utilities & Renewable Energy, REITs, Consumer Staples and Industrials. On Sukuk strategy, the recent rally in government Sukuk was mainly led by foreigners as yield difference between US Treasury and MGS/MGII widened. We are still not penciling a change in OPR at this juncture and the sharp move in MGII yield is somewhat overdone, in our opinion. We may start taking profit on government bond and will gradually increase our core portfolio yield by investing in strong fundamental AA-rated Sukuk, at a fair spread. We are still advocating overweight duration portfolio as risk of OPR hike is relatively remote.

**Source : CIMB-Principal Asset Management Bhd**  
**Date : 31 January 2019**

#### 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.