

FUND OBJECTIVE

To achieve medium to long-term capital appreciation through investments primarily in Malaysian bonds

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	29.86 million units (31 March 2016)
Fund Size	RM 36.33 million (31 March 2016)
Unit NAV	RM 1.2167 (31 March 2016)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	12 month FD
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long-term investment horizon Want a diversified portfolio of fixed interest securities Are looking for a less volatile investment but can accept lower returns
Fees	<ul style="list-style-type: none"> Management Fee: 1.0% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Bonds/ Debentures	80% - 98%	Cash	Up to 20%
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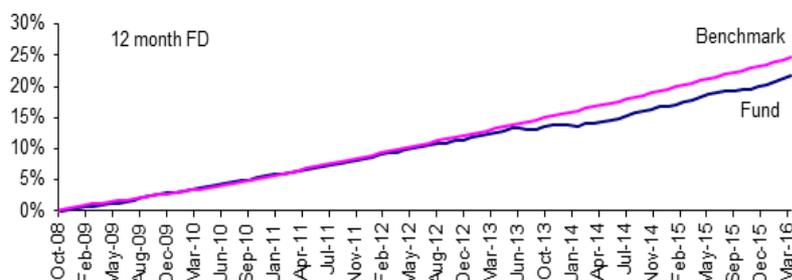
WHERE THE FUND INVESTS

Corporate Bond	90.87%
Government Bond	6.91%
Short Term Paper	-
Cash	2.22%
Total	100.00%

TOP 10 HOLDINGS

UniTapah Sdn Bhd	4.900%	12/06/2018	14.10%
Berjaya Land Bhd	4.750%	15/12/2017	14.03%
AMMB Hldg Bhd	4.30%	08/08/2017	13.83%
Krung Thai Bank PCL	5.100%	4/7/2025	11.16%
UEM Sunrise Bhd	4.6%	13/12/2018	8.36%
Telekom Malaysia Bhd	4.6%	23/02/2026	7.05%
Danga Capital Sdn Bhd	4.6%	23/02/2026	6.97%
GII Murabahah	4.070%	30/09/2026	6.91%
Teknologi Tenaga Perlis	4.51%	31/01/2020	5.58%
Tanjung Bin Power Sdn Bhd	4.66%	14/08/2020	5.57%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	1.10	0.43	1.10	1.86	3.22	8.04	21.67
Benchmark	0.83	0.28	0.83	1.66	3.35	10.05	24.61

*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'S MANAGER COMMENTS

The Fund's performance for the month of March 2016 was 0.43% as compared to its benchmark of 0.28%.

The Malaysia Government Securities (MGS) yield curve rallied throughout March 2016, supported by the dovish rhetoric from the FOMC meeting and as the MYR strengthened to a 7-month high. Demand for MGS strengthened during March 2016, especially for the 15 year MGS Reopening, while 3 year and 10 year benchmarks were among the top gainers. Trading volume for corporate bonds expanded in March to RM15.27 billion from RM12.29 billion in February 2016, with focus of trades along the sovereign, quasi-sovereign and AAAs.

We continue to believe that the Fed is unlikely to hike rates in its April's meeting as the Committee will proceed cautiously in adjusting policy. Domestic investors' will watch closely on the new Bank Negara Malaysia Governor's appointment as well as the upcoming Sarawak elections on 30th April. However, due to the recent rally in MGS, we believe market will reposition and focus on credit market in lieu of the better yield pick-up versus the sovereign bonds. In addition, we expect that corporate bonds supply pipeline will also remain active

With players shoring up expectations on extended period of loose monetary policies by advanced economies as well as dimmer Fed rate hike outlook, we target to lengthen the portfolio duration. We will focus on both corporate bond primary and repriced secondary issuances.

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 is given in summary form and does not purport to be complete and should not be considered as advice or recommendation in relation to your holding, purchasing or selling securities or other financial products or instruments and does not take into account your 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 consider the appropriateness of the information having regard to these matters, any relevant documentation and in particular, you should seek independent financial advice from your Sun Life Malaysia Financial Advisor.