

FUND OBJECTIVE

A total return fund that seeks to capture the high growth of developing companies within the Asia (ex-Japan) region.

FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	13.844 million units (30 September 2017)
Fund Size	RM18.748 million (30 September 2017)
Unit NAV	RM1.3542 (30 September 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang Select Asia (ex Japan) Quantum Fund
Benchmark	MSCI AC Asia (ex-Japan) Small Cap Index
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> Have a medium to long term investment horizon Are risk tolerance Are seeking higher returns for their investments compared to the performance benchmark
Fees	Management Fee: 1.500% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equity	Min – 75%; Max – 99.80%
Cash	Remaining Balance

WHERE THE TARGET FUND INVESTS

Financials	38.4%	Basic Materials	4.1%
Industrials	13.1%	Consumer Goods	3.1%
Technology	12.5%	Utilities	1.6%
Oil & Gas	6.0%	Cash	9.6%
Consumer Services	5.9%		
Health Care	4.7%	Total	100.0%

TOP HOLDINGS OF THE TARGET FUND

CapitaLand Retail China Trust	7.0%
China Aviation Oil Sg Corp Ltd	6.0%
HRnetgroup Ltd	4.6%
Integrated Micro-Electronics	4.6%
MNRB Hldgs Bhd	4.2%
Manulife US REIT	3.8%
Allianz Malaysia Bhd	3.7%
Accton Technology Corp	3.6%
KMC KueiMeng International Inc	3.6%
ELP Corp	3.5%

PERFORMANCE RECORD

The Fund feeds into Affin Hwang Select Asia (ex Japan) Quantum Fund (“target fund”) with the objective to achieve consistent capital appreciation over medium to long-term by investing mainly in growth companies in Asia (ex Japan) with market capitalization of not more than USD1.5 billion at the time of acquisition, subject to the flexibility of investing up to 25% of the Net Asset Value (NAV) of the Fund in companies in Asia (ex Japan) with market capitalization of not more than USD3.0 billion at the time of acquisition.

Table below shows the investment returns of Sun Life Malaysia Select Asia (ex Japan) Quantum Fund versus its benchmark as at 30 September 2017:

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	12.8	-1.3	-4.7	-3.3	11.7	33.7	35.4
Benchmark	12.3	-0.8	1.2	0.6	12.9	31.2	34.9

* 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

- Investors shifted their focus from geopolitical concerns toward the anticipated US rate hike, and Trump's tax reforms in September.
- The US Dollar regained some strength, putting pressure on emerging markets.
- The stronger performance of the Thailand and Philippines bourse failed to support the region, leaving the broader index to end lower over the month.
- Signals that the China economy remained on its growth path provided resilience for the market as its regional peers slid lower. The stronger RMB also put to ease fears of capital outflow.
- The India market continues to be under pressure post its GST implementation, leaving the government to relax its regulations. Growth is, however, expected to gradually return in the coming quarters.
- The domestic market also trended lower despite the stronger oil price, as gains from energy stocks were not enough to negate the weakness from the other sectors.
- The Fund slid 1.3% lower in the month of September, while its benchmark index lower 0.8% over the same period.
- STRATEGY:** We expect global financial markets to continue its upward trend with support from improving global growth conditions.
- The Manager will be holding a higher market exposure for the Fund, whilst maintaining a tactically cautious stance.
- We will be looking out for opportunities within the Indonesia market given the development on its reforms, as well as on the back of its improved earnings.
- The Fund will continue to have a healthy exposure into the China market, supported by its stronger fundamentals.
- We will also be looking out to participate in selected opportunities within the India market - capitalising from the recent weakness.

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.