

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	13.04 million units (31 October 2019)	Fund Size	RM15.82 million (31 October 2019)
Unit NAV	RM1.2134 (31 October 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Affin Hwang Asset Management Berhad	Target Fund	Affin Hwang Select Asia (ex Japan) Quantum Fund
Benchmark	MSCI AC Asia (ex-Japan) Small Cap Index	Taxation	8% of annual investment income
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	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Select Asia (ex Japan) Quantum Fund ▪ Up to 1.5% p.a. fund management charge is applied on the target fund's NAV by Affin Hwang Asset Management Berhad

ASSET ALLOCATION OF THE TARGET FUND

Equities	Cash
Minimum 70%; Max 100%	Remaining Balance

SECTOR ALLOCATION OF THE TARGET FUND

Financials	28.80%
Industrials	16.50%
Consumer Goods	14.00%
Technology	12.40%
Consumer Services	7.70%
Oil & Gas	5.70%
Basic Materials	5.10%
Health Care	1.60%
Cash & Cash Equivalents	8.10%
Total	100.0%

TOP HOLDINGS OF THE TARGET FUND (EQUITIES)

Guan Chong Bhd	8.40%
KNM Group Berhad	5.70%
Pentamaster International Ltd	5.30%
Zhejiang New Century Hotel Mgt	4.40%
Weimob Inc	4.40%
A-Living Services Co Ltd	4.30%
Taiwan Union Technology Corp	4.00%
Sichuan Languang Justbon Svcs	3.90%
Allianz Malaysia Berhad	3.80%
Aoyuan Healthy Life Grp Co Ltd	3.60%
Total	47.80%

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 30% 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 31 October 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	15.69	6.55	3.59	1.58	12.42	-1.02	21.34
Benchmark	2.42	3.52	2.03	-5.18	5.01	-0.61	18.17

* 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

- Easing geopolitical tensions during the month spurred a risk on rally in October, with markets generally up during the month.
- A partial 'phase-one trade deal' were announced following bilateral negotiations in early October. Concessions were made from both sides with the US agreeing to suspend a planned tariff increase on Chinese goods while China reciprocated by agreeing to purchase US agricultural products.
- Asian equities had a positive run in October as markets were buoyed by positive trade developments and synchronized monetary easing by global central banks. The Hong Hang Seng index climbed 3.12%, whilst the broader MSCI Asia ex-Japan index rose 4.49%.
- Fiscal policy support was seen in several Asian countries to counter the impact of waning global demand, including tax holiday rule revisions in Indonesia and the approval of several phases of stimulus by the Thai cabinet.
- **STRATEGY:** Invested levels were increased to above 90% over the month on the back of expectations of improvement in trade war.
- The fund has 10%-12% exposure in the property management sector which is seeing a rerating. Apart from that, the fund added exposures to the technology sector as technology names globally are seeing a recovery due to 5G demand/China localization.
- The fund remains cautious due to geopolitical fragility and macro uncertainties in the world which raises recessionary concerns.

Source : *Affin Hwang Asset Management Berhad*
Date : *31 October 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.