

FUND OBJECTIVE

To provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

FUND DETAILS

Launch Date	20 May 2014
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	3.040 million units (31 March 2017)
Fund Size	RM 3.611 million (31 March 2017)
Unit NAV	RM1.1879 (31 March 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB Principal Equity Income Fund
Benchmark	50% FBM100 Index + 50% MSCI AC Asia ex-Japan Index
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long-term investment horizon Target capital appreciation Do not require regular income Comfortable with higher volatility Willing to take higher risk for potential higher gains
Fees	Management fee: 1.5000% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equities	Min 70% Max 98%	Cash	Min 2%
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WHERE THE FUND INVESTS

Finance	31.28%	Plantations	1.97%
Trading / Services	16.00%	Mutual Fund	1.19%
Industrials	15.40%	Properties	1.17%
Consumer	9.79%	IPC	0.98%
Technology	6.86%	Oil & Gas	0.68%
Basic Materials	4.24%	Plantation	0.36%
Construction	3.24%	Cash	6.84%

TOP HOLDINGS OF THE TARGET FUND

CIMB Group Hldgs Bhd	4.00%
Malayan Banking Bhd	3.71%
Samsung Electronics Co. Ltd (South Korea)	3.49%
Taiwan Semiconductor Manuf (Taiwan)	2.95%
Singapore Technologies Enginee (S'pore)	2.18%
Sime Darby Bhd (Malaysia)	2.15%
Tencent Hldg Ltd (Hong Kong)	2.09%
Posco (South Korea)	2.05%
Industrial and Commercial Bank (China)	2.05%
Petronas Chemicals Group Bhd	1.99%

PERFORMANCE RECORD

This fund feeds into CIMB Principal Equity Income Fund ("target fund") with the objective to provide investors with an opportunity to gain consistent and stable income by investing in a diversified portfolio of dividend yielding equities and fixed income securities. The Fund may also provide moderate capital growth potential over the medium to long-term period.

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

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
Fund*	8.83	3.27	8.83	6.77	15.61	N/A	18.79
Benchmark	9.45	2.97	9.45	9.22	16.10	N/A	17.77

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 was up 3.27% in March, outperforming its benchmark by 0.30%. The Fund's outperformance came mainly from its exposure in Malaysia, Hong Kong and India. In terms of sectors, favourable stock selection in Industrials and Financials contributed positively. At the stock level, its overweight in Adani Ports, CIMB Group and Hangzhou Hikvision contributed to the outperformance. Year-to-date, the Fund is down 8.83%, underperforming the benchmark by 0.62%.

Asian Equities gained 3% in US Dollar terms in March 2017. Growth stocks started to do better vis-à-vis value. Country-wise, India and Korea outperformed, while HK/China and Philippines underperformed. The FTSE Bursa Malaysia Kuala Lumpur Composite Index (FBMVKLCI) rallied further by 2.73% in March, led by inflows from foreign funds. Government-linked Companies (GLC) restructuring remains a key theme - UMW and Sime Darby led gainers for the consumer discretionary and industrials sector.

We are overweight in China, India, Singapore and Indonesia and underweight in Taiwan and Korea. In sector terms, we are overweight in China internet/tech, financials in Hong Kong and India and industrials in Singapore, China and India. We are underweight telecoms and utilities. For Malaysia, we continue to overweight cyclical sectors like oil and gas, banks, consumer discretionary and tourism related companies. GLC restructuring and e-commerce companies remain core holdings in our portfolios.

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 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.