

#### FUND OBJECTIVE

An income and absolute return focused fund that aims to provide regular income stream through investment in sukuk and Shariah-compliant equities.

#### FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	296,103 Units (31 July 2017)
Fund Size	RM326,990 (31 July 2017)
Unit NAV	RM1.1043 (31 July 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Affin Hwang Asset Management Berhad
Target Fund	Affin Hwang AIIMAN Select Income Fund
Benchmark	70% 12-month Maybank General Investment Account (GIA) + 30% FTSE Bursa Malaysia EMAS Shariah Index performance (FBMSHA)
Risk Profile	Suitable for investors: <ul style="list-style-type: none"> <li>■ Have a moderate risk appetite</li> <li>■ Expect incidental growth in capital</li> <li>■ Want an investment that complies with Shariah requirements</li> </ul>
Fees	<ul style="list-style-type: none"> <li>■ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia AIIMAN Select Income Fund.</li> <li>■ 1.2% pa fund management charge is applied on the target fund's NAV by Affin Hwang.</li> </ul>
Taxation	8% of annual investment income

#### ASSET ALLOCATION

Sukuk & Islamic money market instruments	Min - 60% Max - 99.80%
Shariah-compliant equity	Max - 40%
Cash & others	Remaining Balance

#### WHERE THE TARGET FUND INVESTS

Sukuk	62.3%	Oil & Gas	2.1%
Industrials	12.0%	Others	1.7%
Technology	7.6%	Telecommunications	1.6%
Financials	6.2%	Cash	4.4%
Utilities	2.1%	Total	100.0%

#### TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	% NAV
MEX II Sdn Bhd	5.90%	27.04.29	13.7%
Plus Bhd	4.64%	10.01.25	7.8%
Lebuhraya DUKE Fasa 3	5.95%	23.08.34	5.6%
GULF Investment Corp	5.10%	20.06.22	5.1%
Konsortium Lebu Raya UT KL SB	4.75%	01.12.28	4.4%
<b>Equities</b>			
Inari Amertron Bhd			2.8%
Scientex Bhd			2.3%
Tenaga Nasional Bhd			2.1%
Venture Corp Ltd			1.7%
Telekomunikasi Indonesia			1.6%

#### PERFORMANCE RECORD

This fund feeds into Affin Hwang AIIMAN Select Income Fund ("target fund") with the objective to provide investors with regular income stream through Shariah-compliant investments. The target fund will invest in a diversified portfolio of Sukuks, Shariah-compliant equities and Islamic money market instruments.

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

%	YTD	1M	3M	6M	1-Year	3-year	Since Inception
<b>Fund*</b>	5.7	0.7	1.8	4.6	6.7	N/A	10.4
<b>Benchmark</b>	3.1	-0.1	0.0	2.4	3.8	N/A	6.5

\* 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

- Domestic bond yields inched marginally higher on the back of a more encouraging outlook for growth and inflation.
- The 10-year MGS yields rose from 3.91% in June to end July at 3.99%.
- A GII maturity in June had also led to foreign holdings of MGS and GII easing 0.3% lower leading to an outflow of RM0.8 billion in MGS and GII in foreign holdings between June to July.
- BNM had maintained its OPR at 3%, and foreign reserves rose marginally from USD 98.9 billion in June to USD 99.1 billion.
- July saw rating agency MARC downgrading Alam Maritim Resources Bhd's Sukuk rating after it defaulted on a principal payment.
- The domestic equity market continued to see steady foreign inflows, albeit at a slower rate. Total inflows for the year stand at RM11.1 billion as at July.
- While stocks within the consumer discretionary sector saw better performance over the month, it failed to support the broader market, leading to an underperformance against its regional peers.
- The Fund gained 0.7% in the month of July, while its benchmark index slid 0.1% lower over the same period.
- **STRATEGY:** We continue to believe that there are still pockets of opportunities on the domestic front.
- The Manager will look to maintain the current duration for its fixed income exposure, and remains optimistic that BNM will hold interest rates for the rest of the year given the more encouraging outlook.
- We believe that the infrastructure spending by regional governments will continue to support the sector, and we will continue to look out for equity opportunities within the sector.
- We maintain a tactically cautious stance for the portfolio in the interim.

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.