

FUND OBJECTIVE

To maximize capital growth over the medium to long-term through the stock market.

FUND DETAILS

Launch Date	20 October 2008
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	22.05 million units (31 December 2017)
Fund Size	RM59.06 million (31 December 2017)
Unit NAV	RM2.6780 (31 December 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Benchmark	FBM100
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> With a medium to long-term investment horizon Seek maximum capital appreciation Do not require regular income Comfortable with higher volatility Willing to take higher risk for potential higher gains
Fees	Management Fee: 1.5% p.a.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equity	Minimum 80% - 98%	Cash	Up to 20%
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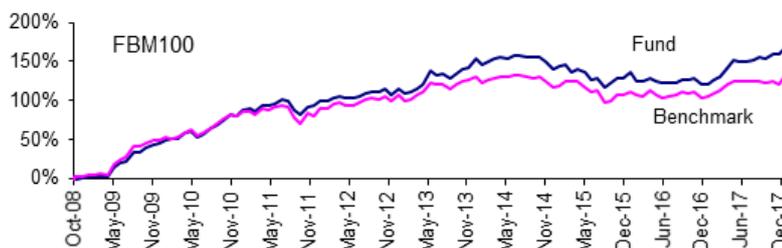
WHERE THE FUND INVESTS

Trading Services	33.73%	Technology	2.00%
Finance	23.83%	IPC	1.54%
Construction	13.45%	Cash	10.48%
Industrial Products	7.28%	Total	100.00%
Plantation	5.39%		
Properties	2.29%		

TOP 10 HOLDINGS

Malayan Banking Bhd	7.76%
CIMB Group Hldgs Bhd	7.45%
Tenaga Nasional Bhd	7.34%
Pos Malaysia Bhd	5.59%
Malaysia Airports Hldg Bhd	4.08%
Dialog Group Bhd	3.57%
Public Bank Bhd – Local	3.38%
Oldtown Bhd	3.29%
Petronas Chemicals Group Bhd	3.06%
Airasia Bhd	3.01%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	21.07	3.39	5.67	6.85	21.07	11.02	167.80
Benchmark	12.74	4.51	3.49	3.10	12.74	6.79	131.70

* 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

December was a good month as the FTSE Bursa Malaysia Kuala Lumpur Composite Index ("FBMKLCI") jumped 79 pts or 4.6% to 1,796.81 points on the back of window dressing activities, driven by banking and technology stocks. For the year, the FBKLCI rose 155 points or 9.45%, but underperformed the broader market and the region. Foreign investors were net buyers of RM10.3 billion in 2017 versus net sellers of RM3.2 billion in 2016. Brent crude oil price rose 5.2% m-o-m or 17.7% y-o-y to USD67/barrel, while the Ringgit closed the year stronger at 4.0465, up 10% y-o-y.

We remain positive on Malaysia in the run up to the 14th General Election ("GE14") this year. The stronger-than-expected Gross Domestic Product ("GDP") should lift street earnings. Portfolio inflows have pushed the Ringgit up to 4.0465 versus the US Dollar as foreign funds are still underweighted Malaysia. Firmer commodity prices are also a positive for Malaysia. Overall, there is no change to our view of an improving global economy in 2018. In terms of strategy, we like banks to play the interest rate hike theme and selective large caps that give us exposure to improving fundamentals in cyclicals like autos and heavy equipment. We will also participate selectively in GE14 plays. In addition, we will hold on to our longer-term themes, i.e. construction, e-commerce/logistics, Chinese tourism, consumer and technology. Our base case is that there is no political upheaval arising from GE14.

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.