

## FUND OBJECTIVE

Aims to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

## FUND DETAILS

|                      |   |
|----------------------|---|
| Launch Date          | 13 February 2015  |
| Domicile             | Malaysia  |
| Currency             | Ringgit Malaysia  |
| Launch Price         | RM1.0000  |
| Units in Circulation | 1.8197 million units (31 May 2016)  |
| Fund Size            | RM 1.8006 million (31 May 2016)   |
| Unit NAV             | RM0.9895 (31 May 2016)  |
| Dealing              | Daily (as per Bursa Malaysia trading day)   |
| Fund Manager         | CIMB-Principal Asset Management Bhd   |
| Target Fund          | CIMB Islamic Asia Pacific Equity Fund   |
| Benchmark            | Dow Jones Islamic Market Asia Pacific ex Japan Index  |
| Risk Profile         | <p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>Have a long-term investment horizon</li> <li>Want a portfolio of investments that adhere to Syariah principles</li> <li>Want a well-diversified portfolio of Asia Pacific ex Japan regional equities</li> <li>Seek capital appreciation over long-term</li> </ul> |
| Fees                 | <ul style="list-style-type: none"> <li>Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund.</li> <li>1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.</li> </ul>   |
| Taxation             | <ul style="list-style-type: none"> <li>8% of annual investment income</li> </ul>  |

## ASSET ALLOCATION

|                  |                   |               |        |
|------------------|-------------------|---------------|--------|
| Equities         | Minimum 70% - 98% | Liquid Assets | Min 2% |
| Sukuk & Deposits | Max 30%           |               |        |

## WHERE THE FUND INVESTS

|                   |        |                 |        |
|-------------------|--------|-----------------|--------|
| Consumer          | 25.92% | Basic Materials | 3.94%  |
| Telecommunication | 14.24% | Utilities       | 3.20%  |
| Technology        | 10.05% | Health Care     | 2.59%  |
| Oil & Gas         | 9.65%  | Mutual Fund     | 1.70%  |
| Financials        | 7.89%  | Cash            | 16.71% |
| Industrials       | 4.11%  | Total           | 100.0% |

## TOP HOLDINGS OF THE TARGET FUND

|                                       |        |
|---------------------------------------|--------|
| Tencent Hldg Ltd (Hong Kong)          | 10.05% |
| Techtronic Industries Co (Hong Kong)  | 4.53%  |
| Amorepacific Corp (South Korea)       | 4.36%  |
| Telekomunikasi TBK PT (Indonesia)     | 4.32%  |
| LG Chem Ltd (South Korea)             | 3.94%  |
| Singapore Telecommunications (S'pore) | 3.70%  |
| MTR Corp Ltd (Hong Kong)              | 3.54%  |
| Reliance Industries Ltd (India)       | 3.43%  |
| CNOOC Ltd (Hong Kong)                 | 3.39%  |
| Dabur India Ltd (India)               | 3.28%  |

## PERFORMANCE RECORD

This fund feeds into CIMB Islamic Asia Pacific Equity Fund ("target fund") with the objective to achieve long-term capital appreciation and income while complying with Shariah investment criteria, through investments in the emerging and developed markets of Asia Pacific ex Japan region.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Equity Fund versus its benchmark as at 31 May 2016:

| %                | YTD   | 1M   | 3M   | 6M    | 1-Year | 3-year | Since Inception |
|------------------|-------|------|------|-------|--------|--------|-----------------|
| <b>Fund*</b>     | -4.39 | 4.70 | 3.65 | -2.78 | -2.45  | N/A    | -1.05           |
| <b>Benchmark</b> | -2.84 | 3.88 | 5.57 | -2.50 | -4.51  | N/A    | 1.27            |

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

In May 2016, the Fund was up 4.70%, outperforming the benchmark by 0.82%. We are overweight in Hong Kong, Indonesia and Philippines, and underweight in China, Korea and Malaysia. Sector-wise, we are overweight in Telecommunications, Financials and Consumer Services and underweight in Oil & Gas, Technology, Industrials, Basic Materials and Utilities. Year-to-date, the Fund is down 4.39%, underperforming the benchmark by 1.55%.

Asian equity markets lost 1.6% in United States Dollar terms in May, with India and Philippines bucking the trend rising 3.2% and 4.0% respectively. A slew of stronger-than-expected United States economic data led to expectations that the US Federal Reserve would raise interest rates before September. This caused Asian currencies to weaken and Asian bond yields to rise. Asian equities also came under pressure as foreign funds sold more than US\$3 billion in equities during the month. Earnings growth expectations continue to be cut with consensus now predicting just 3.1% and 10.9% growth for 2016 and 2017 respectively. With oil and energy prices showing signs of stabilization, there should be less downward pressure on earnings going into 2H16.

Our research efforts continue to be on companies and sectors with above-market growth rates. With the election of pro-growth pro-reform leaders in Indonesia, India and the Philippines over the past year, we expect infrastructure spending to spearhead the region's economic development. We are also increasing our exposure to stocks which would benefit from the transformation of our industrial economy into a digital one.

**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..