

FUND OBJECTIVE

The Fund aims to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

FUND DETAILS

Launch Date	13 February 2015
Domicile	Malaysia
Currency	Ringgit Malaysia
Launch Price	RM1.0000
Units in Circulation	61.260 million units (30 June 2017)
Fund Size	RM76.028 million (30 June 2017)
Unit NAV	RM1.2411 (30 June 2017)
Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-Principal Asset Management Bhd
Target Fund	CIMB-Principal Asia Pacific Dynamic Income Fund
Benchmark	Target return of 8% p.a.
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> Have a medium to long-term investment horizon Want a well-diversified portfolio of Asia Pacific ex Japan region Willing to take moderate risk for potentially moderate capital return over the long-term.
Fees	<ul style="list-style-type: none"> Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Asia Pacific Dynamic Income Fund. 1.8% of pa fund management charge is applied on the target fund's NAV by CIMB-Principal.
Taxation	8% of annual investment income

ASSET ALLOCATION

Equities	Min 70% Max 98%	Liquid Assets	2%
Fixed Income	Max 15%		

WHERE THE FUND INVESTS

Finance	27.52%	Telecommunications	2.44%
Industrials	21.00%	Utilities	1.43%
Technology	16.32%	Trading / Services	1.31%
Consumer	12.69%	Oil & Gas	0.93%
Health Care	6.77%	Cash	3.09%
Basic Materials	6.50%	Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Tencent Hldg Ltd (Hong Kong)	4.51%
BHP Billiton Ltd (Australia)	4.30%
Hangzhou Hikv (China)	4.01%
Samsung Electronics Co. Ltd (S. Korea)	4.00%
Midea Group Co Ltd -A (China)	3.63%
Hon Hai Precision Industry Co. (Taiwan)	3.40%
AIA Group Ltd (Hong Kong)	3.38%
Terena International ADR (Cayman Island)	3.19%
Housing Development Finance Corp Ltd (India)	3.13%
Netease INC (Cayman Island)	3.10%

PERFORMANCE RECORD

This fund feeds into CIMB-Principal Asia Pacific Dynamic Income Fund ("target fund") with the objective to provide regular income by investing primarily in the Asia Pacific ex Japan region and at the same time aims to achieve capital appreciation over the medium to long-term.

Table below shows the investment returns of Sun Life Malaysia Asia Pacific Dynamic Income Fund versus its benchmark as at 30 June 2017:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	15.63	4.88	6.62	15.63	25.74	N/A	24.11
Benchmark	3.92	0.64	1.94	3.92	8.00	N/A	20.44

*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

In June, the Fund increased by 4.88%, bringing year-to-date returns to 15.63%. Our stock selections in Industrials and Technology contributed to the returns. On a country basis, Chinese and Australia stocks performed well.

Asian Equities gained 1% in US\$ terms in June 2017. Technology outperformed again in June and accounts for about half of the gains of the broader market year-to-date. Topical issues: how long can technology continue to outperform, will shrinking central bank balance sheets (like the US Federal Reserve) be problematic for risk assets? Asian equities are a BUY: Asian equities do well when growth picks up and financial conditions (like bond yields, currencies and capital flows) are stable. There is confidence that global growth can be sustained amid tighter labor markets which is why developed market central banks (latest being ECB, Bank of England) are now preparing markets for policy normalization. While the portfolios continue to be overweight technology, we would be more discerning going forward given that earnings forecast revision momentum may taper (vs. +30% upward revision in 1H2017) and prices for some stocks have gone parabolic which suggests investor positioning could be full.

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.