

FUND OBJECTIVE

To achieve capital growth by investing in a portfolio of Shariah-compliant collective investment schemes that invests primarily in Shariah-compliant equities.

FUND DETAILS

Launch Date	1 December 2017	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	2.02 million units (31 December 2019)	Fund Size	RM1.96 million (31 December 2019)
Unit NAV	RM0.9680 (31 December 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	Principal Islamic Aggressive Wholesale Fund-of Funds
Benchmark	50% MSCI AC Asia ex Japan Islamic Index + 50% FTSE Bursa Malaysia EMAS Shariah Index	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> ▪ Have a long-term investment horizon ▪ Have a high risk profile and seek for potentially higher but more volatile investment return ▪ Want a portfolio of investments that adhere to Shariah principles 	Fees	<ul style="list-style-type: none"> ▪ Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Strategic Aggressive Fund. ▪ Up to 1.8% of per annum fund management charge is applied on the target fund's NAV by Principal Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Mutual Funds	Cash
94.86%	5.14%

SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	94.86%
Cash	5.14%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic Asia Pac Equity Fund	38.58%
CIMB Islamic Equity Aggressive Fund	29.89%
CIMB Islamic DALI Equity Fund	26.39%
Total	94.86%

PERFORMANCE RECORD

This fund feeds into Principal Islamic Aggressive Wholesale Fund-of-Funds (“target fund”) with the objective to achieve capital growth by investing in a portfolio of Shariah-compliant collective investment schemes that invest primarily in Shariah-compliant equities.

Table below shows the investment returns of Sun Life Malaysia Islamic Strategic Aggressive Fund versus its benchmark as at 31 December 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	12.36	3.13	5.22	3.58	12.36	N/A	-3.20
Benchmark	10.75	3.86	5.62	2.33	10.75	N/A	-4.34

* 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

During the month, the Fund rose by 3.13%, underperforming the Benchmark by 0.73%. Year-to-date, the Fund rose by 12.36, outperforming the Benchmark by 1.61%.

The MSCI AC Islamic Asia ex Japan rose +6.9% in USD terms in December with more signs of global economic recovery taking place. Top performers were China with the official Purchasing Managers’ Index (PMI) rising above 50 after many months, Korea which benefited from DRAM price bottoming and Taiwan were the largest outperformers, while Australia was a laggard. In Malaysia, the FTSE Bursa Malaysia Kuala Lumpur Shariah Index (“FBMS”) ended the year on a better performance as compared to the KLCI. FBMS closed the year gaining 3.85%. In December, the FBMS gained 3.06% as the continued surge in crude palm oil (CPO) prices led to a 9.4% surge in the plantation index. Besides this, market sentiment was also buoyed by the phase 1 trade deal between US and China. Despite on-going trade tension, we expect growth to be sustained at a moderate rate going into 2020. This will be underpinned by more growth-oriented Budget 2020 (higher fiscal deficit, resumption of mega infrastructure projects) and accommodative monetary policy.

We are fully invested and positioned in China and India where we expect the domestic economy to respond to the various fiscal and monetary measures implemented since last year. Where economic growth remains a challenge such as Thailand, we had reduced our exposures. We upgraded Malaysia to Overweight in December and we maintain Malaysia at OVERWEIGHT as we turn constructively more positive going into 2020. We believe earnings downside risk has narrowed significantly following recent cuts which is further supported by undemanding valuation now. As such, we take a barbell approach on high yield sectors like REITs and utilities and increasing on cyclical growth sectors like plantation, oil and gas, and the technology sectors.

Source : Principal Asset Management Bhd

Date : 31 December 2019

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.