

### FUND OBJECTIVE

To achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

### FUND DETAILS

Launch Date	01 December 2009	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	4.400 million units (28 September 2018)	Fund Size	RM5.908 million (28 September 2018)
Unit NAV	RM1.3428 (28 September 2018)	Dealing	Daily (as per Bursa Malaysia trading day)
Investment Manager of the Target Fund	Opus Asset Management Sdn Bhd	Target Fund	Opus Shariah Income Fund
Benchmark	Maybank, 12-Month Islamic Fixed Deposit Rate	Taxation	8% of annual investment income
Risk Profile	<p>Suitable for investors:</p> <ul style="list-style-type: none"> <li>▪ Have a medium to long term investment time frame</li> <li>▪ Are seeking stability in income through investment in Malaysian Shariah-compliant bonds (sukuk)</li> <li>▪ Are looking for a less volatile investments but can accept lower returns which may fluctuate over the short 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 Islamic Bond Fund.</li> <li>▪ Up to 1.0% per annum fund management charge is applied on the Target Fund's NAV by Fund Manager.</li> </ul>

### ASSET ALLOCATION OF THE TARGET FUND

Sukuk, Islamic Money Market Instruments & Islamic Placement of Deposits	Other Permitted Investment
Minimum 70% of NAV	Maximum 30% of MAV

#### SECTOR ALLOCATION OF THE TARGET FUND

Power	38.72%
Toll Road	24.43%
Finance	14.18%
Infrastructure	9.14%
Property	4.49%
Construction	3.70%
Telecommunication	1.20%
Cash	4.13%
<b>Total</b>	<b>100.00%</b>

#### TOP HOLDINGS OF THE TARGET FUND

Sukuk Issuer	Coupon	Maturity Date	Rating	%
Sinar Kamiri	5.28%	30.01.24	AA-	13.6
Cerah Sama SB	5.12%	29.01.27	AA-	12.1
MEX II	5.20%	29.04.22	AA-	9.4
Al-Dzahab	5.50%	29.09.23	AAA	9.4
YTL Pwr	5.05%	03.05.27	AA1	9.3
Credit Profile				%
NR-GG				9.14
AAA				9.36
AA1				9.34
AA3				68.02
Cash				4.13

#### PERFORMANCE RECORD

This fund feeds into Opus Shariah Income Fund ("Target Fund") with the objective to achieve higher returns than the benchmark over the medium to long term while preserving capital and providing opportunity for income.

Table below shows the investment returns of Sun Life Malaysia Islamic Bond Fund versus its benchmark as at 28 September 2018.

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
<b>Fund*</b>	3.20	0.29	1.72	2.31	4.40	10.27	34.28
<b>Benchmark</b>	2.48	0.27	0.83	1.67	3.27	10.19	30.63

\* 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

With the Fed now guiding 1 more rate hike for the US (bringing the total to 4 rate hikes for 2018) and Europe indicating its intention to stop asset purchases by end of 2018, we are currently seeing more tightening measures and reduced liquidity. However, there are increasing risks that global economy may slow down and higher likelihood that some of the tightening measures may not have much room to move further. China, for example, is already giving a different signal as it has cut rates several times.

The contrasting signals and escalating trade tensions have increased volatility and downside risk to the global economy. As such, we maintain our strategy of keeping our duration at around 5.0 – 5.5 years and may also temporarily hold slightly higher cash level to take opportunity of potential yields spikes. Rising yields may impact the portfolio returns in the short term, but in the longer term we see opportunities to buy good quality corporate Sukuk at higher yields.

*Source : Opus Asset Management Berhad  
Date : 28 September 2018*

### **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.