

FUND OBJECTIVE

To achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

FUND DETAILS

Launch Date	1 December 2017	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	15,646 units (28 June 2019)	Fund Size	RM15,925 (28 June 2019)
Unit NAV	RM1.0178 (28 June 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	Principal Asset Management Bhd	Target Fund	CIMB Islamic Conservative Wholesale Fund-of-Funds
Benchmark	Quantshop GII Medium 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 low risk profile and seek for a potentially less volatile investment return ▪ Want a minimal exposure to Shariah-compliant equities investment ▪ 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 Conservative Fund. ▪ Up to 1.2% 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
19.92%	80.08%

SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	19.82%
Cash	80.08%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic DALI Equity Fd	9.22%
CIMB Islamic Sukuk Fund	5.56%
CIMB Islamic Enhanced Sukuk Fund	5.14%
Total	19.92%

PERFORMANCE RECORD

This fund feeds into CIMB Islamic Conservative Wholesale Fund-of-Funds (“target fund”) with the objective to achieve capital stability by investing in a portfolio of Shariah-compliant collective investment schemes that invest in Shariah-compliant equities and/or Sukuk.

Table below shows the investment returns of Sun Life Malaysia Islamic Strategic Conservative Fund versus its benchmark as at 28 June 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	1.97	0.28	0.95	1.97	1.73	N/A	1.78
Benchmark	3.69	0.84	1.60	3.69	6.47	N/A	8.38

* 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

The Fund rose by 0.28% in June 2019, underperforming the benchmark by 0.56%. Year-to-date (YTD), the fund has underperformed the Benchmark by 1.72%.

We maintain our NEUTRAL stance on Malaysia. We will continue with our stock picking and rotational strategy where we will add growth companies with yield support. Preference remains on construction, utilities and telecommunication sectors. We remain cautious on the technology sector (which is vulnerable to re-escalation of US-China trade war) and plantation (as muted CPO prices could potentially lead to downward earnings revision).

On Sukuk strategy, we continue to expect 3.00% OPR will remain for the rest of 2019. The long-end government bond curve has fully priced in another 25bps cut which means further substantial upside is probably very limited. However, we do not think market will correct immediately given the supply profile in 2H19 is very benign. The return of foreign funds is a double-edged sword as it will likely to push the local yield curve lower but expose domestic investors to any global shock. Regardless of the OPR outcome, the Fund will still stay overweight duration against benchmark but cautious against curve positioning as the basis for long-end curve flattening is solely based on technical factors. We will also overweight credit against government bond as credit spreads have widened after the flattening of risk-free curve.

Source : Principal Asset Management Bhd

Date : 28 June 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.