

FUND OBJECTIVE

The objective of the fund is to provide returns in income mainly through Malaysian Shariah-compliant bonds and other Shariah-compliant fixed income securities.

FUND DETAILS

Launch Date 01 December 2009

Domicile Malaysia

Currency Ringgit Malaysia

Launch Price RM1.0000

Units in Circulation 4.141 million units (30 April 2016)

Fund Size RM 5.139 million (30 April 2016)

Unit NAV RM1.2408 (30 April 2016)

Dealing Daily (as per Bursa Malaysia trading day)

Fund Manager Sun Life Malaysia Takaful Berhad

Benchmark CIMB Islamic 1-Year Fixed Return Income Account-i (FRIA-i) at effective date

Risk Profile Suitable for investors:

- Have a medium to long-term investment horizon
- Are seeking stability in income through investment in primarily in Malaysian Shariah-compliant fixed income securities
- Are looking for a less volatile investment but can accept lower returns which may fluctuate over the short term

Fees Management Fee: 1.000% p.a.

ASSET ALLOCATION

Bonds/ Debentures 80%-98% Cash Up to 20%

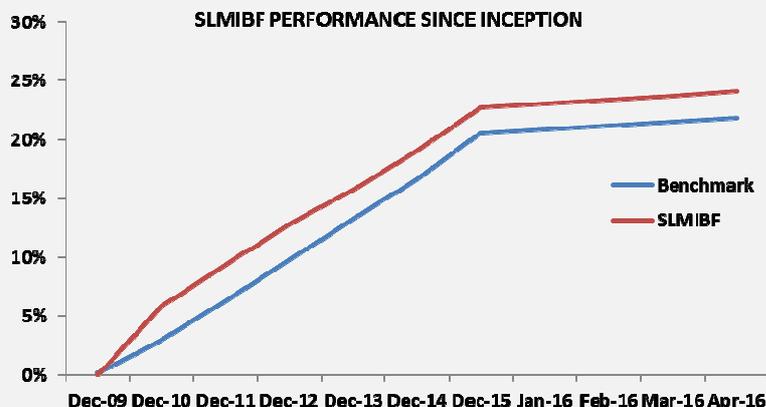
WHERE THE FUND INVESTS

Corporate Bond 87.93%

Cash & Others 12.07%

Total 100.00%

PERFORMANCE RECORD



NAV TO NAV

%	YTD	1M	3M	6M	1-Year	3-Year	Since inception
Fund*	1.08	0.27	0.81	1.60	3.07	8.81	24.08
Benchmark	1.10	0.28	0.83	1.66	3.35	9.68	20.85

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's performance for the month of April 2016 was 0.27% as compared to its benchmark of 0.28%.

The Ringgit bond space witnessed some knee jerk reaction pressuring bond yields to creep higher especially in the short to mid tenor following reports on 1MDB's non-interest payment. However, sentiments took a turn when the announcement of the new Bank Negara Governor was made end of April. Datuk Muhammad Ibrahim was appointed as the new governor effective from 1 May 2016. Meanwhile, US FOMC continues to maintain the Fed Funds rate for the month of April. The April FOMC statement sounded more hawkish, citing that the labour market has improved. Post statement, market was seen pricing in for a possible rate hike in June-July periods.

Latest foreign holdings of Ringgit bonds saw a net inflow of RM6.20 billion in the month of April. Foreign ownership of MGS and GII climbed higher at 49.1% and 8.0%, respectively. Market players will be seen focusing on Malaysia's 1Q GDP release ahead of BNM monetary policy meeting chaired by the new governor. Should domestic growth prospects moderate further, there could be an expectation of possible monetary easing by the central bank. This could lend support for Ringgit bonds.

Trading volume for corporate bonds in April was skewed towards GG and AA space. Sectors seen heavily traded in the AA space include power sector, toll road and bank papers.

We expect 1MDB concerns will continue to impact investors' sentiment along with the movement in oil prices and local currency. We believe the market will continue to reposition and shift focus to credit market in lieu of the better yield pick-up. We will focus on both corporate bond primary and repriced secondary issuances.

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.