

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	13,673 units (29 March 2019)	Fund Size	RM13,786 (29 March 2019)
Unit NAV	RM1.0082 (29 March 2019)	Dealing	Daily (as per Bursa Malaysia trading day)
Fund Manager	CIMB-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 CIMB-Principal Asset Management Berhad.

ASSET ALLOCATION OF THE TARGET FUND

Common Stock	Cash
92.99%	7.01%

SECTOR ALLOCATION OF THE TARGET FUND

Mutual Funds	92.99%
Cash	7.01%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

CIMB Islamic Sukuk Fund	50.18%
CIMB Islamic Enhanced Sukuk Fund	23.54%
CIMB Islamic DALI Equity	19.26%
Total	92.98%

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 29 March 2019:

%	YTD	1M	3M	6M	1-Year	3-Year	Since Inception
Fund*	1.01%	0.44%	1.01%	-0.11%	0.56%	N/A	0.82%
Benchmark	2.05%	1.10%	2.05%	3.16%	5.14%	N/A	6.67%

*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 reported a return of 0.44% underperformed its benchmark by 0.66% in March. Year To Date the Fund underperformed by 1.041% due to weak Malaysian Equity market.

The Government Investment Issues yield curve bull flattened with the 10-year and above curve flattened by 21- 29bps compared to 15 – 27bps at the 10-year below tenors. Trading volume in corporate sukuk increased to RM15.0 billion from RM9.4 billion in February with focus mainly on Quasi-Sovereign and AA rated sukuk.

As expected, Bank Negara Malaysia ("BNM") maintained the Overnight Policy Rate at 3.25% in the March meeting. BNM reiterated that the current monetary accommodativeness is consistent with the intended policy stance. It recognized that there are downside risks in the economic and financial environment. In the 2018 BNM Annual Report, the Central Bank downgraded 2019 growth to 4.3 – 4.8% (2018: 4.7%), below MoF's forecast of 4.9% in October 2018. BNM also revised down the 2019 headline CPI forecast to 0.7 – 1.7% (2.5 – 3.5% during Budget 19 projection) given the lower oil prices and price ceiling mechanism on domestic retail fuel prices. Overall, we maintain our strategy and continue to prefer the credit segment with focus on the primary issuances with strong fundamentals.

For equity, we are hopeful that more pro-growth government policies will be forthcoming; bottoming of earnings estimates and very underweight positioning by foreign investors may provide some impetus for the market to rebound. Hence, we have turned more neutral on the market and would maintain a high asset allocation and add alpha in sectors such as oil and gas and possibly selective Islamic banks.

Source : CIMB-Principal Asset Management Bhd

Date : 29 March 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.