

FUND OBJECTIVE

To achieve long term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

INVESTMENT STRATEGY & APPROACH

Please refer to the Master Fund Fact Sheets at <https://www.sunlifemalaysia.com/insurance-and-takaful/investment-linked-fund/yearly-fund-fact-sheet/> for more information on the Investment Strategy and Approach for the target fund.

FUND DETAILS

Launch Date	21 July 2021	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	8.45 million units (30 May 2025)	Fund Size	RM9.66 million (30 May 2025)
Unit NAV	RM1.1433 (30 May 2025)	Target Fund	Nomura Global Sustainable Equity Fund - MYR Class B
Fund Manager	Nomura Asset Management Malaysia Sdn Bhd	Taxation	8% of annual investment income
Performance Benchmark	MSCI All Country World Index	Frequency and Basis of Unit Valuation	The unit price is determined daily based on value of the holdings in the target fund, net of expenses, divided by the total number of units in that fund
Target Market	Suitable for investors: - are seeking long term capital growth - want a portfolio of investments that provides positive impact on the sustainable development of society - want to have portfolio with global exposure - are prepared to accept moderate level of volatility	Fund Management Charge	Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Global Sustainable Fund

ASSET ALLOCATION OF THE TARGET FUND

Master fund	Deposits, money market instruments and / or held in cash
Minimum of 85% Net Asset Value (NAV)	Maximum of 15% of NAV

SECTOR ALLOCATION OF THE TARGET FUND

Industrials	22.79%
Health Care	22.76%
Information Technology	21.82%
Financials	21.21%
Utilities	6.30%
Communication Services	3.17%
Cash & Others	1.95%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Microsoft Corporation	5.50%
Mastercard Incorporated Class A	4.18%
Johnson Controls International plc	3.61%
Taiwan Semiconductor Manufacturing Co., Ltd.	3.59%
ASML Holding NV	3.45%

PERFORMANCE RECORD

This fund feeds into Nomura Global Sustainable Equity Fund - MYR Class B ("target fund") with the objective to achieve long-term capital growth through investment in a relatively concentrated, actively managed portfolio of global equity securities issued by companies with a high overall positive impact on society.

Table below shows the investment returns of Sun Life Malaysia Global Sustainable Fund versus its benchmark as at 30 May 2025:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
Fund*	0.20	4.03	-1.63	-2.09	-2.85	21.49	14.33
Benchmark	0.47	4.38	-2.06	-1.29	3.23	39.65	25.16

* Calculation of past performance is based on NAV-to-NAV

Table below shows the historical performance of the underlying collective investment schemes (CIS) for calendar year returns:

(%)	2024	2023	2022
Target Fund	7.97	19.74	-13.45

Source: Refinitiv Lipper

FUND MANAGER'S COMMENTS

MYR Class B returned +4.03% for the month as markets rebounded. Allocation was a headwind to performance, which was balanced by selection. From a sector standpoint, the fund's overweight position in Healthcare was a significant negative driver on allocation as the sector underperformed during May (-2%) whilst higher beta sectors such as Information Technology (+10%), Communication Services (+8%) and Industrials (+8%) outperformed. In terms of selection, Information Technology was very positive in the month with several holdings rebounding substantially whilst Healthcare was weaker. With the S&P 500 close to all-time highs and, during the beginning days of June, several MAG7 names eclipsing previous highs it certainly feels as though investors have moved past a lot of the trade uncertainty. Whilst May's retail data indicates a more solid backdrop to the US economy than feared, we continue to remain aware of the substantial policy and macro-economic risks that have mounted through the first 5 months of 2025.

Johnson Controls (+21%) and Broadcom (+26%) were the two most significant outperformers in May. Johnson Controls announced solid 1Q25 results and the new CEO has been setting out a path to a better margin profile, which we think was taken well by investors. Broadcom rallied as investor optimism around AI capex spend and peer results (NVIDIA) grew substantially. The two biggest detractors were UnitedHealth Group (-27%) and AO Smith (-5%). UnitedHealth has experienced an exceptionally difficult 2-month period that surprised the market after many years of strong financial performance. Management cut the 2025 financial guidance after one quarter in mid-April, which already had triggered concern amongst investors. In May, the CEO then resigned and the new management abandoned the previous guidance after medical cost trends continued to escalate. After having trimmed our position at higher levels prior to April, we decided that the position was no longer justified on sustainability grounds and with an increasingly uncertain financial outlook, we decided to sell the position. AO Smith underperformed during May as a new competitor emerged in the water heater market that investors were concerned could impinge on AO Smith's strong market position.

Impact Focus of the Month:

In May the team took the decision to fully divest from the fund's position in UnitedHealth Group (UNH). This decision was based on the significantly deteriorating sustainability profile of the company as well as an increased uncertainty around UNH's financial outlook. At the beginning of April, wary of the multiple controversies surrounding the name, the team initiated a full review on the total impact framework for the holding and concluded that despite the material reduction in the score overall it still warranted a place in the strategy, however that the new analysis should be taken into account with regards to position sizing. Since then several events have taken place, such as management cutting guidance, shortly after followed by the CEO resigning and new management completely suspending the revised guidance. In mid-May, the Wall Street Journal reported that the Department of Justice has launched a criminal investigation into a potential involvement of UNH in Medicare fraud. This significantly affected the team's assessment of the situation given previous speculations were on civil and not criminal investigation. As a result, the team no longer felt this position warranted a place in a sustainable strategy and over several days completed a full exit.

RISKS

All investment carries some form of risks. The potential key risks include but are not limited to the following:

Returns not guaranteed	The investment of the fund is subject to market fluctuations and its inherent risk. There is NO GUARANTEE on the investment returns, nor any assurance that the target fund's investment objective will be achieved.
Market risk	The value of an investment will decrease or increase due to changes in market factors i.e. economic, political or other events that impact large portions of the market. Market risk cannot be eliminated, hence the target fund's investment portfolio may be prone to changing market conditions that may result in uncertainties and fluctuations in the value of the underlying of the target fund's investment portfolio, causing the NAV or prices of units to fluctuate.
Inflation risk	This is the risk that your investment in the target fund may not grow or generate income at a rate that keeps pace with inflation. This would reduce your purchasing power even though the nominal value of the investment in monetary terms has increased.
Manager's risk	This risk refers to the day-to-day management of the target fund by Nomura which will impact the performance of the target fund, e.g. investment decisions undertaken by Nomura as a result of an incorrect view of the market or any non-compliance with internal policies, investment mandate, the deed, relevant law or guidelines due to factors such as human error or weakness in operational process and systems may adversely affect the performance of the target fund. In order to mitigate this risk, the implementation of internal controls and a structured investment process and operational procedures has been put in place by Nomura.
Concentration risk	As the target fund invests at least 80% of its NAV in the master fund, it is subject to concentration risk as the performance of the target fund would be dependent on the performance of the master fund.
Country risk	The investment of the target fund may be affected by risk specific to the country which it invests in. Such risks include changes in the country's economic, social and political environment. The value of the assets of the target fund may also be affected by uncertainties such as currency repatriation restrictions or other developments in the law or regulations of the country which the target fund invests in, i.e. Ireland, the domicile country of the master fund.



RISKS (CONTINUED)	
Default risk	Default risk relates to the risk that an issuer of a money market instrument either defaulting on payments or failing to make payments in a timely manner which will in turn adversely affect the value of the money market instruments. This could affect the value of the target fund as up to 20% of the NAV of the target fund will be invested in liquid assets which include but are not limited to deposits and money market instruments.
Investment manager of the master fund risk	The target fund will invest in the master fund managed by a foreign asset management company. This risk refers to the risk associated with the investment manager, which include: i) The risk of non-adherence to the investment objective, strategy and policies of the master fund; ii) The risk of direct or indirect losses resulting from inadequate or failed operational and administrative processes and systems by the investment manager; and iii) The risk that the master fund may underperform its benchmark due to poor investment decisions by the investment manager.

Source : Nomura Asset Management Malaysia Sdn Bhd
Date : 30 May 2025

Disclaimer:
This is strictly the performance of the investment fund, and not the returns earned on the actual premiums paid of the investment-linked product. Past performance of the fund is not an indication of its future performance. 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. Sun Life Malaysia may suspend the unit pricing and defer the payment of benefits, other than death and total and permanent disability benefits, subscription or redemption of units, switching of funds, under this contract for a reasonable period in exceptional circumstances, such as and including intervening events resulting in temporary closure of any stock exchange.