

FUND OBJECTIVE

To provide a balanced exposure into equities and bonds.

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	20 October 2008	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	14.24 million units (29 August 2025)	Fund Size	RM31.88 million (29 August 2025)
Unit NAV	RM2.2394 (29 August 2025)	Performance Benchmark	50% FBM100 + 50% 12 month FD
Fund Manager	Principal Asset Management Bhd	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
Taxation	8% of annual investment income	Other Charges	Inclusive of auditor fee
Target Market	Suitable for investors: - Want a balanced portfolio between equities and bonds - Are risk neutral between bonds and equities	Fund Management Charge	The fund will feed into Sun Life Malaysia Growth Fund and Sun Life Malaysia Conservative Fund which applies the following fund management charges: - Sun Life Malaysia Growth Fund: 1.5% p.a - Sun Life Malaysia Conservative Fund: 1.0% p.a - There are no other fund management charges on this fund

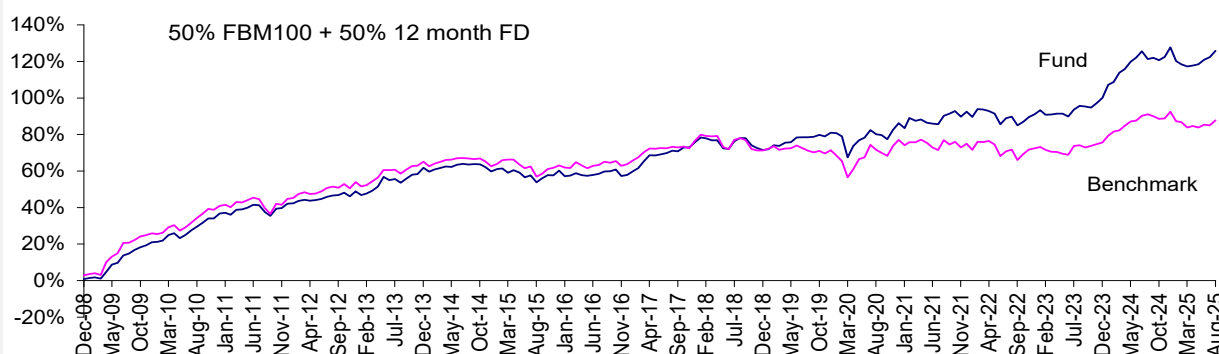
ASSET ALLOCATION

Sun Life Malaysia Conservative Fund	Sun Life Malaysia Growth Fund
50.00%	50.00%

WHERE THE FUND INVESTS

Sun Life Malaysia Conservative Fund	Sun Life Malaysia Growth Fund	Cash	Total
50.23%	49.83%	-0.06%	100.00%

PERFORMANCE RECORD



%	YTD	1M	1-Year	3-Years	5-Years	10-Years	Since Inception
Fund*	-0.83	1.55	2.04	19.01	25.35	46.81	125.78
Benchmark	-2.47	1.51	-1.73	9.29	9.42	19.68	87.77

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

Source: Lipper

FUND MANAGER'S COMMENTS

In August 2025, the Fund's performance increased by 1.55%, outperforming the benchmark by 0.04%.

The KLCI rallied 4.1% in August 2025. Investor's sentiment improved dramatically following the passing of the US tariff deadline - Malaysia's tariffs was set at 19% vs 24-25% previously. Bets on Fed rate cuts elevated following the recent weak economic data out of the US, although the inflation outlook still worrisome due to potential tariff impact. Quarterly results wrap 2Q25/1H25 - for the KLCI, the results came in at 48-49% of full year forecast. Key beats for the quarter against consensus numbers were Transport and Plantations.

Malaysia's manufacturing sector moved even closer to stabilization in August with an improved reading of 49.9pts vs 49.7pts in the previous month. According to S&P Global, there was renewed growth in both production, first time in 15 months, and new orders inflows, the latter rising at the strongest rate in three years. Export sales expanded for the second successive month, with improvements seen in the Asia-Pacific region. However, employment levels continue to slip on the back of sufficient capacity and as backlogs deplete. Cost inflation rose driven by higher raw materials and some impact of tariffs. Manufacturers remain upbeat supported by hopes of demand recovery, but business confidence dipped to the lowest level since June 2021 amid concerns about the global economy. Malaysia's GDP grew 4.4% in 2Q25 similar to 1Q25. BNM now expects Malaysia's GDP to grow 4.0-4.8% in 2025 vs 4.5-5.5% previously, largely reflecting the impact of US tariffs on global trade. On OPR, we do not expect any more revisions following the 25bps cut by BNM in July. Inflation marginally higher at 1.2% in July vs 1.1% in June.

The Malaysian Government Securities ("MGS") yields eased in August, led by 6 to 7bps declines at the front end on carry demand and lower-for-longer policy expectations following Bank Negara Malaysia ("BNM") July overnight policy rate ("OPR") cut, while the long end fell only 2 to 4bps. However, the 10-year edged up 2bps amid softer demand and fading index-related flows. The 3-, 5-, 7-, 10-, 15-, 20- and 30-year benchmarks closed at 3.02% (-7bps), 3.11% (-6bps), 3.31% (-4bps), 3.40% (+2bps), 3.63% (-2bps), 3.75% (-2bps) and 3.88% (-4bps), respectively in August.

RISKS

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

Market risk	Market risk is the risk of negative movement that affects the price of all assets in a particular capital market. The factors influencing the performance of the markets include: • Economic and financial market conditions • Political change • Broad investor sentiment • Movements in interest rate and inflation • Currency risks Stock and/or securities values fluctuate in response to the activities and performance of individual companies and general market or economic conditions. Such movements in the underlying values of the share of the investment portfolio will cause the NAV or prices of units to fall as well as rise. Market risk is mitigated through careful selection of securities and diversification through spreading of risk across a basket of assets and/or sectors.
Interest rate risk	Interest rates are inclined to fluctuate over time. A rise in the general level of interest rates will result in a decline of the value of all bonds and fixed interest securities. Hence a bond fund's NAV will most probably decrease with the rise of interest rates. Maintaining an appropriate diverse mix of assets with different yield and maturity profiles will lessen the impact of interest rate risk.
Liquidity risk	Liquidity risk is defined as the ease with which a security can be sold at or near its fair value depending on the volumes traded on the market. Liquidity risk is mitigated through the selection of stocks with an active trading volume in the open market. This ensures that exit strategies can be executed with little/minimal impacts to price fluctuations.
Company or security specific risk	There are many specific risks, which apply to individual companies or securities. Examples include the possible effect on a company of losing a key executive or the unforeseen entry of a new competitor into the market. The risk is mitigated by conducting in-house periodic reviews and analysis. In-house analysis is then supplemented by periodic reviews from rating agencies and market analysts.
Credit risk	Credit risk refers to an issuer's ability to make timely payments of profit and principal. In the event that the issuer of the instrument is faced with financial difficulties, leading to a decrease in their credit worthiness (i.e Bond prices will change/drop in the event of rating downgrade) and default in the payment of profit and principal, the value of the fund may be adversely affected. Credit risk is mitigated by conducting in-house periodic reviews and analysis. In-house analysis is then supplemented by periodic reviews from rating agencies and market analysts.

Source : Principal Asset Management Bhd
Date : 29 August 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.