

Sun Life Malaysia

Islamic Global Sustainable Fund

January 2026



FUND OBJECTIVE

To achieve long-term capital growth.

INVESTMENT STRATEGY & APPROACH

Please refer to the Yearly 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 of the target fund.

FUND DETAILS

Launch Date	01 June 2022	Domicile	Malaysia
Currency	Ringgit Malaysia	Launch Price	RM1.0000
Units in Circulation	9.91 million units	Fund Size	RM15.32 million
Unit NAV	RM 1.5457	Target Fund	Nomura Global Shariah Sustainable Equity Fund - MYR Class A
Fund Manager	Nomura Asset Management Malaysia Sdn Bhd	Taxation	8% of annual investment income
Performance Benchmark	Dow Jones Islamic Market Developed Markets 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	<p>Suitable for investors:</p> <ul style="list-style-type: none"> are seeking long term capital growth; want a portfolio of Shariah compliant investments that provides positive impact on the sustainable development of society want to have portfolio with global exposure; and are prepared to accept moderate level of volatility 	Fund Management Charges	Sun Life Malaysia does not impose any fund management charge on Sun Life Malaysia Islamic Global Sustainable Fund.

ASSET ALLOCATION OF THE TARGET FUND

Shariah-compliant equities and Shariah-compliant equity related securities	Islamic money market instruments, placement of Islamic deposit and / or held in cash
Minimum 70% of Net Asset Value (NAV)	Maximum 30% of NAV

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SECTOR ALLOCATION OF THE TARGET FUND

Information Technology	41.63%
Health Care	21.47%
Industrials	18.35%
Communication Services	9.43%
Financials	3.59%
Consumer Discretionary	1.28%
Cash & Others	4.25%
Total	100.00%

TOP HOLDINGS OF THE TARGET FUND

Alphabet Inc-Class A	9.43%
Nvidia Corp	9.43%
Microsoft Corp	7.55%
Broadcom Inc	5.35%
Taiwan Semiconductor-Sp Adr	4.72%

PERFORMANCE RECORD

This fund feeds into Nomura Global Shariah Sustainable Equity Fund - MYR Class A ("target fund") with the objective to achieve long-term capital growth.

Table below shows the investment returns of Sun Life Malaysia Islamic Global Sustainable Fund versus its benchmark as:

%	YTD	1M	3M	6M	1-Year	3-Years	Since Inception
Fund*	-0.60	-0.60	-2.05	6.06	5.93	50.96	54.57
Benchmark	-0.07	-0.07	-3.15	4.95	5.45	61.60	70.37

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

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

(%)	2025	2024	2023	2022
Target Fund	9.42	16.15	31.18	0.09

Source: LSEG Lipper

FUND MANAGER'S COMMENT

While broadening market breadth to diversify away from mega-cap tech is expected through CY2026, the market breadth in January was relatively narrow in just few industries such as memory, semiconductor production equipment (SPE) and mining alongside their respective value chain within Industrial sector. Weaker USD and momentum factor alongside risk off sentiment fuelled commodity prices where gold +23%, silver +50%, copper +12% over a month breaking all time high level. Energy price was also +15% on the back of speculation around Iran geopolitical tension post Venezuela event. On the other hand, the underperformance in software industry persisted post the latest quarterly earnings disappointment whereas Microsoft, SAP, ServiceNow recorded one of the worst one-day performance of more than -10%. AI capex upward revision yet to show any alarming sign of hitting the peak. On the macro level, US FOMC meeting was non-eventful with no rate cut announcement while Kevin Warsh was nominated as the new Federal Reserve chair. His nomination could be viewed as a sign for US Federal Reserve to remain its independence away from US political influence. Furthermore, Japan market expected to see more volatilities into the snap election event on 8th February where investors wanted more certainties on the fiscal policy direction. With this backdrop, MYR Class A delivered -0.63% underperformed DJIDEV index benchmark by 56bps with some positive contributions from USDMYR currency hedge risk management.

By region, Asia Pacific delivered strongest performance followed by Europe and then North America market. While our efforts to diversify away from North America market have helped to a certain extent, the selection in North America mainly contributed to the monthly underperformance. By sector, slightly less than half of the underperformance was attributed to the underweight position in Energy and Materials. The other half was attributed to the selection in IT and Industrial as well as allocation in Financials.

The top contributors to the relative performance were ASML and Gilead. ASML saw strong net bookings growth momentum into Q4 with a record of EUR13.2B doubling the street estimates. China and memory market demands are expected to contribute strongly through CY26. TSMC capex raise reinforced the 2026 demand strength into 2027 while Intel yet to show any notable support to the growth. Gilead CEO attended JP Morgan Healthcare Conference by stating that lenacapavir drug (purpose for HIV prevention) demand momentum as well as preparations for new deals to further enhance its drug portfolio. On the other hand, the bottom contributors were SAP, Micron (non-holding) and Microsoft. Both SAP and Microsoft not only suffered from the valuation multiples compression in the software industry but was also disappointed in its quarterly earnings release. SAP Q4 current cloud backlog growth missed its own guidance and street expectation by 1ppt at +25% yoy in constant currency. Microsoft, on the other hand, made the wrong decision to allocate cloud capacity to internal use which resulted in capex growth that beat expectation instead of growth acceleration. Microsoft missed its Q2 Azure growth at only +38% yoy in constant currency below expectation of +40% and disappointed in the Q3 Azure growth guidance of +37-38% yoy which shows no growth acceleration. As we acknowledge investors' concerns on software industry against AI which help to explain continuous multiples compression, we would cautiously manage our active exposure and view Microsoft among our Software holdings to have a higher likelihood of fixing the misstep and show growth acceleration in coming quarters.

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. For example, investment decisions undertaken by Nomura as a result of 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.
Country risk	The investment of the target fund may be affected by risk specific to the country in 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 in which the target fund invest in.
Reclassification of Shariah Compliance Status	Shariah-compliant securities and instruments held by the target fund are subject to periodic review by the SAC of the SC, SAC of BNM, the Shariah boards of the relevant Islamic indices or the Shariah Adviser. These securities may be reclassified as non-compliant during such reviews and the target fund may need to take the necessary steps to dispose of such security or instrument, upon the advice of the Shariah Adviser. Consequently, the target fund may realise some losses in the disposal of the same or there may be opportunity loss for the target fund as the target fund may not be permitted to retain excess capital gains derived from such disposal.

RISKS (CONTINUED)

Currency Risk	<p>As the Base Currency is denominated in USD and the currency denomination of the Classes may be denominated in other than USD, the Classes not denominated in USD are also exposed to currency risk. Any fluctuation in the exchange rates between USD and the currency denomination of the Class (other than Classes denominated in USD) will affect the Unit Holder's investments in those Classes (other than Classes denominated in USD). The impact of the exchange rate movement between the Base Currency and the currency denomination of the Class (other than Classes denominated in USD) may result in a depreciation of the Unit Holder's holdings as expressed in the Base Currency.</p> <p>In order to manage currency risk, Nomura may employ currency hedging strategies to fully or partially hedge the foreign currency exposure of the target fund's investments and/or the Classes not denominated in USD. Currency hedging may reduce the effect of the exchange rate movement for the Class being hedged but it does not entirely eliminate currency risk between the Class and the Base Currency. The unhedged portion of the Class will still be affected by the exchange rate movements and it may cause fluctuation of NAV of the Class. You should note that if the exchange rate moves favourably, the Class will not benefit from any upside in currency movement due to the hedging strategy. In addition, hedging is subject to a minimum size of entering into a hedging contract and the cost of hedging will be borne by the hedged class and may affect returns of the hedged class.</p>
Default Risk	<p>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. If the financial institution which the target fund places deposits with defaults in payment or become insolvent, the target fund may also suffer capital losses with regards to the capital invested and interest foregone, causing the performance of the target fund to be adversely affected. This could affect the value of the target fund as up to 20% of the NAV of the target fund will be invested in Islamic deposits, Islamic money market instruments and/or held in cash.</p>

Source : Nomura Asset Management Malaysia Sdn Bhd

Disclaimer:

This is strictly the performance of the investment fund, and not the returns earned on the actual takaful contributions 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 contributions 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.