

### FUND OBJECTIVE

To maximize capital growth over the medium to long-term through the stock market.

### 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	26.41 million units	Fund Size	RM92.63 million
Unit NAV	RM3.5073	Performance Benchmark	FBM100
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: <ul style="list-style-type: none"> <li>▪ have a medium to long-term investment horizon</li> <li>▪ target capital appreciation</li> <li>▪ do not require regular income</li> <li>▪ are comfortable with higher volatility</li> <li>▪ are willing to take higher risk for potential higher gains</li> </ul>	Fund Management Charge	Management Fee: 1.5% p.a

### ASSET ALLOCATION OF THE FUND

Equities	Cash
Minimum 80% of NAV and up to 98%	The remaining balance of funds NAV

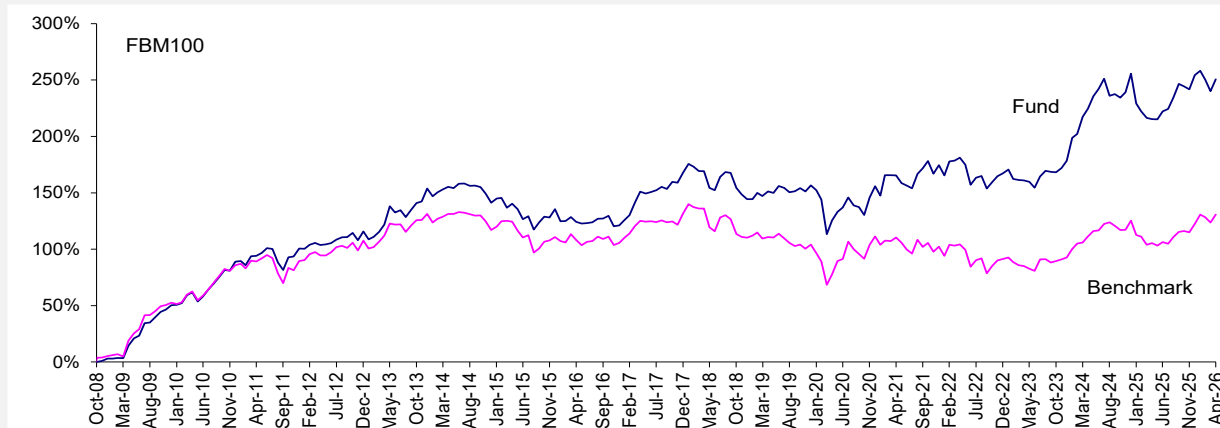
## SECTOR ALLOCATION OF THE FUND

Financial Services	35.64%
Industrial Products & Services	14.93%
Utilities	7.08%
Healthcare	5.63%
Construction	5.42%
Technology	4.95%
Plantation	4.86%
Consumer Products & Services	4.64%
Energy	4.52%
Transportation & Logistics	4.18%
Telecommunications & Media	2.89%
Property	1.89%
REIT	1.71%
Cash	1.66%
<b>Total</b>	<b>100.00%</b>

## TOP HOLDINGS OF THE FUND (EQUITIES)

Malayan Banking Bhd	8.10%
Public Bank Bhd - Local	8.04%
CIMB Group Holdings Bhd	7.81%
Tenaga Nasional Bhd	6.26%
AMMB Holdings Bhd	5.61%
Press Metal Aluminium Holdings Bhd	5.59%
IHH Healthcare Bhd	4.50%
RHB Bank Bhd	3.91%
Kelington Group Bhd	3.61%
SD Guthrie Bhd	3.60%
<b>Total</b>	<b>57.03%</b>

## PERFORMANCE RECORD



%	YTD	1M	1-Year	3-Years	5-Years	10-Years	Since Inception
<b>Fund*</b>	-1.02	3.11	11.23	34.38	32.15	56.39	250.73
<b>Benchmark</b>	3.74	3.17	12.31	24.61	9.70	10.82	130.72

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

Source: Lipper

## FUND MANAGER'S COMMENTS

### Market review

In April 2026, the Fund rose 3.11%, slightly underperformed the Benchmark by 6 basis points (bps). The underperformance was mainly due to the Fund's overweight in Financials, the underweight in Information Technology and the selection in Real Estate.

### Portfolio Strategy

The FBM KLCI rose 1.9% in April but greater 3.9% in USD terms due to the Ringgit strength and outperformed ASEAN's 1.2% rise during the month. Sentiment continues to be dictated by the war in the Middle East, and Fed rate decisions. YTD, the KLCI is up 2.5% and 4.7% in LCY and USD respectively vs MSCI's ASEAN 1.1% decline.

Malaysia's manufacturing sector saw further improvements in April with the PMI reading at a 4-year high of 51.5pts vs 50.7pts in March. According to S&P Global, stockpiling efforts as a result of the war in the Middle East and anticipation of further price increase in the months ahead drove a stronger rise in production. Manufacturers also responded to the higher production by boosting employment albeit there was still a marginal rise in backlog, partly due to material shortage. Purchasing and stock levels rose as well with higher output. Higher energy and material costs contributed to the marked increase in prices during the month, the pace of input cost inflation at a 45-month high. Business sentiment eased further to an 8-month low. Malaysia's GDP grew 5.3% in 1Q26 based on advance estimates. BNM latest forecast is now 4.0-5.0% for 2026. We expect BNM to stay pat on OPR for the rest of the year at 2.75%. Inflation edged up to 1.7% in March from 1.4% in February mainly due to rising fuel prices; the central bank forecast inflation of 1.5-2.5% for the year assuming to change to the RON95 subsidies.

The KLCI is now trading at a forward PE of under 15x, which is below the 10-year historical mean straddling Covid-19, but still over -2SD below the mean of 16x for the 5-year period preceding 2020 – the period which coincided with the last direct investment boom. Consensus now projects earnings growth for FBM30 of c.9% for 2026 and 5% for 2027, with upward revisions in commodity-related names. Sustained strength in domestic investments (both DDI and FDI), fiscal consolidation gathering pace and the strengthening of the Ringgit are factors we see supportive of the further narrowing of risk premiums, and consequently higher valuation multiples.

We continue to employ a barbell strategy amid the uncertain global environment. Our portfolios remain anchored in companies with strong domestic earnings visibility, providing resilience against any external volatility complemented by selective additions of undervalued names with clear recovery catalysts. We also maintain tactical exposure to beneficiaries of elevated oil prices and industry leaders positioned to ride favorable sector trends. Our focus stays in the Financials, Utilities and Industrials space with a selective stance in technology and O&G. Key risks include the potential setback of Malaysia's macroeconomic recovery and corporate earnings growth stemming from higher-than-expected inflation, slower global economic growth, and heightened geopolitical tensions.

**RISKS**

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

<b>Market risk</b>	<p>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:</p> <ul style="list-style-type: none"><li>• Economic and financial market conditions</li><li>• Political change</li><li>• Broad investor sentiment</li><li>• Movements in interest rate and inflation</li><li>• Currency risks</li></ul> <p>Stock 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.</p>
<b>Company or security specific risk</b>	<p>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.</p>
<b>Credit risk</b>	<p>The risk of loss of principal or loss of a financial reward stemming from counterparty's failure to repay a loan or otherwise meet a contractual obligation. This risk is primarily applicable to the liquid assets of this fund. 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.</p>

Source : *Principal Asset Management Bhd*

**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.