



This document contains key information clients of Sun Life of Canada Prosperity Bond Fund should know about. More information can be found in the Fund's prospectus. Ask a Sun Life Financial Advisor or contact Sun Life Asset Management Company, Inc., at 8-849-9888 or PHIL-MF-Products@sunlife.com or visit www.sunlifefunds.com.

| | | | | | |
|----------------------------------|--|--|----------------------|-------------------------------|-------------------|
| Launch Date | April 5, 2000 | Fund Structure | Mutual Fund (Shares) | Transfer Agency Fee | 0.15% |
| Fund Size | PHP 5,943,884,627.47 | Fund Classification | Fixed Income Fund | Minimum Holding Period | None |
| Net Asset Value Per Share | 3.3195 | Minimum Subscription | PHP 1,000 | Early Redemption Fee | None |
| Benchmark | 98% Bloomberg Sovereign Bond Index 1-5 Year, net of tax (adjusted by Sun Life) + 2% Philippine Peso TD Rate 1 Month to 3 Months, net of tax | Minimum Subsequent | PHP 1,000 | Redemption Settlement | T+2 business days |
| | | Management and Distribution Fee | 1.00% | Bloomberg Ticker | SNCPBRF PM Equity |

What does the Fund invest in?

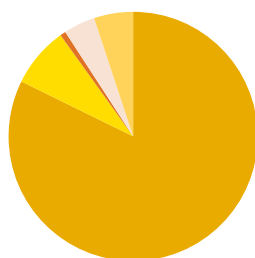
The **Sun Life of Canada Prosperity Bond Fund** aims to provide regular interest and principal preservation through investments in government and high-quality corporate debt securities.

The Fund is suitable for investors with a **moderate risk profile** and a medium-term investment horizon. This is for investors who want relatively stable and reasonable returns.

Top Fixed Income Holdings

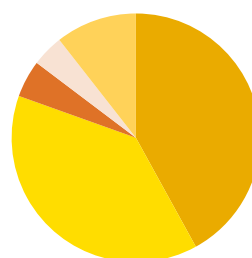
1. Treasury Bond 2029, 11.53%
2. Treasury Bond 2028, 8.97%
3. Treasury Bond 2029, 8.40%
4. Treasury Bond 2027, 7.28%
5. Treasury Bond 2026, 6.40%

Investment Mix



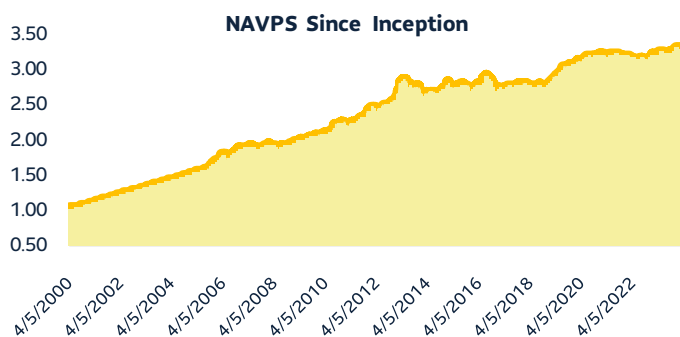
- Government Bonds, 82.26%
- Corporate Bonds, 7.83%
- Money Market Placements, 0.73%
- Corporate Loans, 4.10%
- Time Deposits and Other Liquid Assets, 5.07%

Maturity Profile



- 0-3 years, 41.99%
- 3-5 years, 38.47%
- 5-7 years, 4.83%
- 7-10 years, 4.13%
- 10-20 years, 10.57%

How has the Fund performed?



CUMULATIVE PERFORMANCE

| | MoM | YTD | 1-Year | 3-Year | 5-Year |
|-------------------|-------|-------|--------|--------|--------|
| Fund | 0.40% | 0.21% | 3.70% | 4.73% | 15.32% |
| Benchmark* | 0.54% | 0.78% | 4.47% | 6.11% | 20.05% |

Notes:

- Year-to-date (YTD) returns are computed as the return from the last business day of the previous year to the last business day of the reporting month.
- Benchmark data were based on available information as of extraction date.

*Bond Benchmark Effectivity Date:

HSBC Local Currency Bond Philippines Liquid Total Return: May 25, 2009 to April 30, 2016
Bloomberg Sovereign Bond Index, net of tax (adjusted by Sun Life): May 1, 2016 to February 28, 2017
Bloomberg Sovereign Bond Index 1 to 5 Year, net of tax (adjusted by Sun Life): March 1, 2017 to present

Market Review and Outlook

- Philippine government bond yields traded within a tight range over the month of March. Liquidity from sizeable bond maturities allowed the market to easily digest supply and kept yields supported despite reduced rate cut expectations in the US and concerns that local inflation might continue to run hotter than expected.
- For the month of March, inflation settled within expectations with a headline print of 3.7% year-on-year. This was primarily driven by unfavorable base effects, while rice prices remain elevated. Nonetheless, core CPI decelerated for the 12th consecutive month to 3.4% year-on-year from 3.6% year-on-year in February.
- The Bureau of the Treasury (BTr) released its borrowing schedule for the 2nd quarter. Weekly auctions will focus on the longer tenors. Supply pressure in the long-end will likely lead to a steeper curve.
- The Fund currently maintains a duration that is neutral to the benchmark. It will look to increase duration opportunistically via auctions.
- On a gross-of-fees basis, the Fund underperformed the benchmark year-to-date due to previous overweight duration positioning.

DISCLAIMER: Sun Life Asset Management Company, Inc. (SLAMCI) makes no representation as to the accuracy or completeness of the information contained herein. The information contained in this presentation is for information purposes only. It is not intended to provide professional investment, or any other type of advice or recommendation in relation to purchases or sales of securities whether or not they are related to SLAMCI; it does not constitute any guarantee of performance, and neither does it take into account the particular investment objectives, financial situation or needs of individual recipients. Any opinions or estimates herein reflect our judgment as at the date of this presentation and are subject to change at any time without notice. This material is a copyrighted work. You may not share, distribute, revise, transform, or build upon this material without prior written consent of, and proper attribution to Sun Life. All trademarks are the properties of their respective owners.

SLAMCI is regulated by the **Securities and Exchange Commission (SEC)**.

For consumer assistance and financial consumer complaints, you may contact the **Corporate Governance and Finance Department (CGFD)** through CGFD@sec.gov.ph or 8818-5952 / 5322-7696 loc. 114.