

FUND PERFORMANCE REPORT GLOBAL INCOME FUND

March 2024



Sun Life

This document contains key information concerning the underlying funds of Sun Life's unit-linked policies.

| | | | |
|--------------------------|------------|-----------|----------------|
| Launch Date | July 2013 | Fund Size | USD 25,007,499 |
| Net Asset Value Per Unit | USD 0.8713 | | |

What does the Fund invest in?

The Global Income Fund is offered as a fund option exclusive to Sun MaxiLink Dollar One, Sun FlexiDollar and Sun FlexiDollar1 which are investment-linked life insurance products regulated by the Insurance Commission. The Fund is invested only in foreign currency-denominated high-quality fixed income and fixed income-linked instruments that are classified as average to below average risk.

The Fund is suitable for clients with a **moderate risk profile** and long-term investment horizon. This is for clients who want to take advantage of global investment opportunities and aim for relatively stable and reasonable returns.

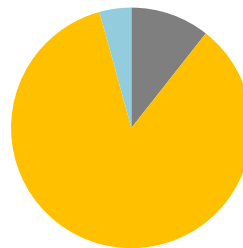
Top Offshore Mutual Fund Holdings:

- Morgan Stanley Investment Funds Global Bond Fund, 19.97%
- PIMCO GIS Income, 10.01%
- Invesco Global Investment Grade Corporate Bond, 10%
- iShares Core Global Aggregate Bond ETF, 9.97%
- Schroder ISF Global Bond, 7.54%

Fixed Income Holdings:

- UST 2053 (USD), 5.53%
- Corporate Bond 2024 (USD), 2.63%
- UST 2033 (USD), 2.46%

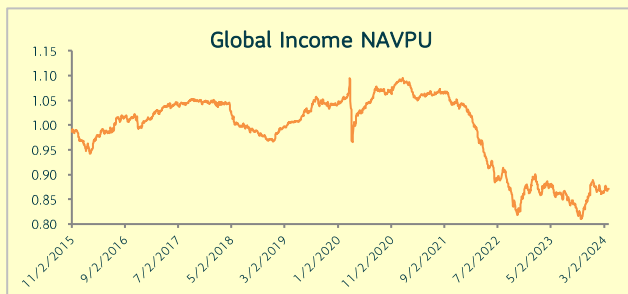
Portfolio Mix



- Fixed Income Securities 10.62%
- Offshore Mutual Funds 85.1%
- Short-Term Placements & Others 4.28%

*Portfolio Mix may shift depending on market conditions.

How has the Fund performed?



VUL Global Income Fund Absolute Return

| Since Inception | YTD | 1-Year | 3-Year | 5-Year |
|-----------------|--------|--------|---------|---------|
| -12.87% | -2.01% | -1.11% | -16.96% | -13.29% |

Market Review

- Global fixed income inched higher (+0.56%) in March as the U.S. Federal Reserve (Fed) reiterated that it expects to cut rates three times this year. The yield on the 10Y U.S. Treasury bond moved lower month-on-month as it went from 4.25% to 4.20%
- Despite the Fed's dovish messaging, its 2% inflation target remains elusive as U.S. CPI inflation inched higher to 3.2% y/y in February.
- The rise in the cost of energy and shelter were the main drivers in this inflation print. On the other hand, core inflation, which strips out the more volatile prices of food and energy, moved slightly lower to 3.8% y/y.
- While there is still much progress to be made before inflation returns to the Fed's 2% target, the expectation that rate cuts are coming sooner rather than later continues to support both equities and fixed income. However, persistently elevated inflation could pose a threat to this and any sign of a potential delay in rate cuts could rattle the market.

VUL Fund performance depends on various market and economic conditions. Past performance is not a guarantee or indication of future results. Thus, returns are not guaranteed and may differ from the original investment. Information contained in this Fund Performance Report do not constitute advice. For more information on our insurance product/s, please consult a SunLife Financial Advisor.