

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the Prospectus before deciding whether to purchase units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

## Nikko AM Shenton Greater China Fund (the “Fund”)

Product Type	Unit Trust	Launch Date	30 June 1995
Managers	Nikko Asset Management Asia Limited	Custodian	BNP Paribas Securities Services, operating through its Singapore branch
Trustee	BNP Paribas Trust Services Singapore Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for the financial year ended 30 June 2016	SGD Class: 2.52% USD Class and RMB Class: N.A. <sup>2</sup>

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

The Fund is **only** suitable for investors who:

- seek medium to long-term capital appreciation;
- seek exposure to the growth of the Chinese, Hong Kong SAR and Taiwanese economies through investment in listed equities; and
- are willing and able to accept that their principal will be at risk.

**You should consult your financial advisers if in doubt about whether this product is suitable for you.**

#### Further information

Refer to Para 6.2 of the Prospectus for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a unit trust constituted in Singapore that aims to achieve medium to long-term capital appreciation by investing primarily in the listed equities of Chinese, Hong Kong SAR and Taiwanese corporations, and corporations listed on the Recognised Stock Exchanges in any part of the world as may from time to time be agreed between the Managers and the Trustee and which carry on significant business in, whose operations are in, or which derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, China, Hong Kong SAR and/or Taiwan.
- The Managers have the absolute discretion to determine whether a distribution is to be made to Holders. Such distribution (if any) will be made in accordance with the provisions of the Deed. The Managers may make capital distribution to Holders at such time as they deem fit in accordance with the Deed. Where distributions are paid out of capital of the Fund or the relevant Class, the capital and the NAV of the Fund or the relevant Class will be reduced and this will be reflected in the realisation price of the Units of the Fund or the relevant Class.
- Currently, you can invest in the SGD Class Units. The RMB Class Units and the USD Class Units will be available for subscription at such time as the Managers may decide.
- The base currency of the Fund is SGD.

Refer to Para 1.1, 6.1, 7.2(l) and 22.3 of the Prospectus for further information on features of the Fund.

#### Investment Strategy

- The Managers believe that active investment management can add value to investors. They seek to add value by selectively over/under weighting benchmark components to achieve relative out-performance and carefully blending the mix with a selection of non-benchmark components to deliver absolute out-performance.

Refer to Para 6.1 of the Prospectus for further information on the investment strategy of the Fund.

#### Parties Involved

#### WHO ARE YOU INVESTING WITH?

- The Managers are **Nikko Asset Management Asia Limited**.
- The Trustee and Registrar is **BNP Paribas Trust Services Singapore Limited**.

Refer to Para 2 to 4 of the Prospectus for further information on

<sup>1</sup> The Prospectus is available for collection at the Managers' business address at 12 Marina View, #18-02, Asia Square Tower 2, Singapore 018961 during usual business hours or accessible at [www.nikkoam.com.sg](http://www.nikkoam.com.sg).

<sup>2</sup> The USD Class and the RMB Class have each not been incepted as at 30 June 2016.

<ul style="list-style-type: none"> <li>The Custodian is <b>BNP Paribas Securities Services, operating through its Singapore branch.</b></li> </ul>	these entities.
<b>KEY RISKS</b>	
<p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b></p> <p><b>You should be aware that the price of Units can go down as well as up. The value of the Fund and its distributions (if any) may rise or fall. The following are key risk factors that may cause you to lose some or all of your investment:</b></p>	Refer to Para 7 of the Prospectus for further information on risks of the Fund.
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li><b>You are exposed to market risk in China, Hong Kong SAR and Taiwan</b> <ul style="list-style-type: none"> <li>The price of securities comprised in the portfolio of the Fund and the Units, and the income from them, may be influenced by political and economic conditions, changes in interest rates, the earnings of the corporations whose securities are comprised in the portfolio, and the market's perception of the securities.</li> </ul> </li> <li><b>You are exposed to currency risk</b> <ul style="list-style-type: none"> <li>As investments of the Fund may be denominated in foreign currencies other than the base currency of the Fund or the Class Currency of the relevant Class within the Fund, fluctuations in the exchange rates of these foreign currencies may have an impact on the value of the Units of the Fund.</li> </ul> </li> </ul>	
<b>Liquidity Risks</b>	
<ul style="list-style-type: none"> <li><b>The Fund is not listed and you can redeem only on Dealing Days.</b> <ul style="list-style-type: none"> <li>There is no secondary market for the Units. All realisation requests should be made to the Managers through the approved distributors from whom the Units were purchased. Institutional investors who had purchased their Units directly from the Managers may submit their realisation requests to the Managers.</li> <li>If there is a surge in realisations at any particular time, the Managers may impose a gate on realisations. If that happens, realisation of Units and/or payment of realisation proceeds to you may be delayed.</li> <li>In addition, you may not realise your Units during any period where realisation is suspended.</li> </ul> </li> <li><b>You are exposed to liquidity risk.</b> <ul style="list-style-type: none"> <li>The extent of market liquidity is dependent on the size and state of the markets and therefore affects the Fund's ability to acquire or dispose of assets at the price and time it so desires.</li> </ul> </li> </ul>	
<b>Product-Specific Risks</b>	
<ul style="list-style-type: none"> <li><b>You are exposed to foreign securities risk</b> <ul style="list-style-type: none"> <li>The investments of the Fund may be affected by political instability as well as exchange controls, changes in taxation, foreign investment policies and other restrictions and controls which may be imposed by the relevant authorities in the other countries.</li> <li>The legal infrastructure and accounting, auditing and reporting standards in certain countries in which an investment may be made may not provide the same degree of investor protection or information to investors as would generally apply in major securities markets. Foreign ownership restrictions in some markets may mean that corporate action entitlements in relation to any collective investment schemes or other investments the Fund is invested in, may not always be secured or may be restricted.</li> <li>In addition, the Fund invests in emerging markets securities which are in general more volatile than those of developed countries, with the result that Units may be subject to greater price volatility.</li> </ul> </li> <li><b>You are exposed to derivatives risk</b> <ul style="list-style-type: none"> <li><b>The Managers may invest in financial derivative instruments ("FDIs") for the purposes of optimising returns, hedging and/or efficient portfolio management.</b> As at the date of registration of the Prospectus, the Managers only use FDIs for purposes of hedging and/or efficient portfolio management. Derivatives involve risks different from, and in some cases, greater than, the risks presented by more traditional investments. Some of the risks associated with derivatives are market risk, management risk, credit risk, liquidity risk, moratorium risk, capital control risk, tax risk and leverage risk.</li> <li><b>The Fund may invest into underlying funds which use or invest in FDIs, and it is possible that the Fund's NAV may be subject to volatility due to the Fund's or the relevant underlying fund's usage or investment in FDIs.</b></li> </ul> </li> </ul> <p><b>You should be aware that your investment in the Fund may be exposed to other risks of an exceptional nature from time to time.</b></p>	

## FEES AND CHARGES

### Payable directly by you

- You will need to pay the following fees and charges as a percentage of your gross investment sum:

<b>Initial Sales Charge</b>	Current: Up to 4.00%; Maximum: 4.00%
<b>Realisation Charge</b>	Current: 0%; Maximum: 1%
<b>Exchange Fee</b>	Where the Initial Sales Charge paid for the Units being exchanged is less than the initial sales charge payable for units being acquired, the difference will be charged.

- The approved distributors of the Managers may also charge additional fees not listed in the Prospectus. You should therefore check with the approved distributors before subscribing for Units.

### Payable by the Fund from invested proceeds

- The Fund will pay the following fees and charges to the Managers, Trustee and other parties:

<b>Annual Management Fee</b>	Current: 1.5% p.a.; Maximum: 1.5% p.a.
<b>Annual Trustee's Fee</b>	Current: 0.125% p.a.
<b>Other Substantial Fees &amp; Charges:</b>	As at 30 June 2016 (audited): Valuation fees: 0.19% Professional fees: 0.29% Registrar fees: 0.11% Audit fees: 0.17% Transaction cost: 0.39%

Refer to Para 13 of the Prospectus for further information on fees and charges.

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### **HOW OFTEN ARE VALUATIONS AVAILABLE?**

The issue price and realisation price of Units will be available on the Business Day following each Dealing Day.

The issue price and realisation price of Units may be obtained from the Managers' website ([www.nikkoam.com.sg](http://www.nikkoam.com.sg)).

Refer to Para 8.9, 11 and 14 of the Prospectus for further information on valuation and exiting from the product.

### **HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?**

#### Cancellation of Units

If applicable to you, you may cancel your subscription for Units by sending a cancellation request to the Managers through the approved distributor from whom you purchased your Units within 7 calendar days from the date of your subscription or purchase of the Units. Any Initial Sales Charge paid will be refunded to you. However, you will have to take the risk for any price changes in the net asset value of the Fund or the relevant Class since you purchased the Units.

#### Realisation of Units

You can exit the Fund by submitting a written realisation request to the Managers through the approved distributor from whom you purchased your Units. If you are an institutional investor who had purchased your Units directly from the Managers, you may submit your realisation request to the Managers.

If your realisation request is received and accepted by 5 p.m. Singapore time on a Dealing Day, your Units will be realised at the realisation price for that Dealing Day. If your realisation request is received and accepted after 5 p.m. Singapore time, your Units will be realised at the realisation price for the next Dealing Day.

The realisation proceeds that you will receive are calculated by multiplying the number of Units to be realised by the realisation price, less any applicable charges. There is currently no realisation charge imposed.

An example is as follows:

Units to be realised	x	Realisation Price	=	Gross Realisation Proceeds
1,000	x	\$1.050	=	\$1,050.00

The cancellation or realisation proceeds will normally be paid within six Business Days after the relevant Dealing Day on which the cancellation or realisation request is received unless realisation of Units has been suspended in accordance with the Prospectus.

## CONTACT INFORMATION

### **HOW DO YOU CONTACT US?**

- You may contact our approved distributors listed on our website at [www.nikkoam.com.sg](http://www.nikkoam.com.sg) or call Nikko Asset Management Asia Limited at 1800 535 8025.

**APPENDIX: GLOSSARY OF TERMS**

Business Day	means any day (other than Saturdays, Sundays and public holidays) on which banks and other financial institutions in Singapore are generally open for business.
Class	means any class within the Fund which is established pursuant to the provisions of the Deed and which may be denominated in Singapore dollars or US dollars or such other currency as the Managers may from time to time determine.
Class Currency	means the currency of denomination of a Class.
Dealing Day	in relation to the subscription and realisation of Units means a Business Day or such other day as provided in the Deed.
Deed	means the trust deed of the Fund as may be amended or modified from time to time.
Holder	in relation to a Unit, means the person for the time being entered in the register of holders of the Fund as the holder of that Unit and includes persons so entered as Joint Holders (as defined in the Deed).
Initial Sales Charge	means a charge upon the issue of Units of such amount as the Managers may from time to time determine generally or in relation to any specific transaction or class of transactions being a percentage of the gross investment sum, which shall not exceed the maximum charge for the Fund as stated above.
Launch Date	for the purposes of this Product Highlights Sheet only, means the inception date of the Fund.
NAV	means net asset value.
Recognised Stock Exchanges	means the Shenzhen Stock Exchange, the Shanghai Stock Exchange, the Hong Kong Stock Exchange, the Taiwan Stock Exchange and any other stock exchange of repute in any part of the world from time to time agreed in writing between the Managers and the Trustee.
RMB	means the lawful currency of the People's Republic of China.
SGD or S\$	means the lawful currency of the Republic of Singapore.
Units	means the nature of the interest issued to investors, being an undivided share in the relevant deposited property for the Fund which includes a fraction of a Unit.
USD or US\$	means the lawful currency of the United States of America.