

NIKKO AM SINGAPORE STI ETF

As at 30 June 2020

Gain access to a diversified portfolio of Singapore equities in a low cost, efficient manner

The Best of Singapore's Blue-Chip Corporations

Investment Objective

The investment objective¹ of the Fund is to replicate as closely as possible, before expenses, the performance of the Straits Times Index (STI) or, upon the Manager giving three (3) months' prior written notice to the Trustee and the Holders, such other index which tracks the performance of Singapore listed equity securities.

Key Features

Portfolio: Top 30 largest companies listed on the Singapore Exchange by market capitalisation

Inception Date
24 February 2009

AUM
SGD 347.37 mil

Base currency
SGD

Others
Subscription of units through Cash or SRS or CPFIS-OA²; Units are Excluded Investment Products.

Product Features

Blue-Chips in Singapore
Exposure in Singapore blue-chip companies

A low cost vehicle
A low cost and simple way to gain exposure to the Singapore stock market. The ETF follows a full replication strategy and has the same holdings as the index.

Diversification
A diversified Singapore equity portfolio.

¹There is no assurance that the Fund will achieve its investment objective or that it will be able to fully track the performance of the Index. ²The Fund is included under the CPFIS - Ordinary Account and is classified under the Higher Risk - Narrowly Focused - Country - Singapore category.

FUND & INDEX CHARACTERISTICS

The Fund has a historical 3-year Sharpe Ratio of -0.33

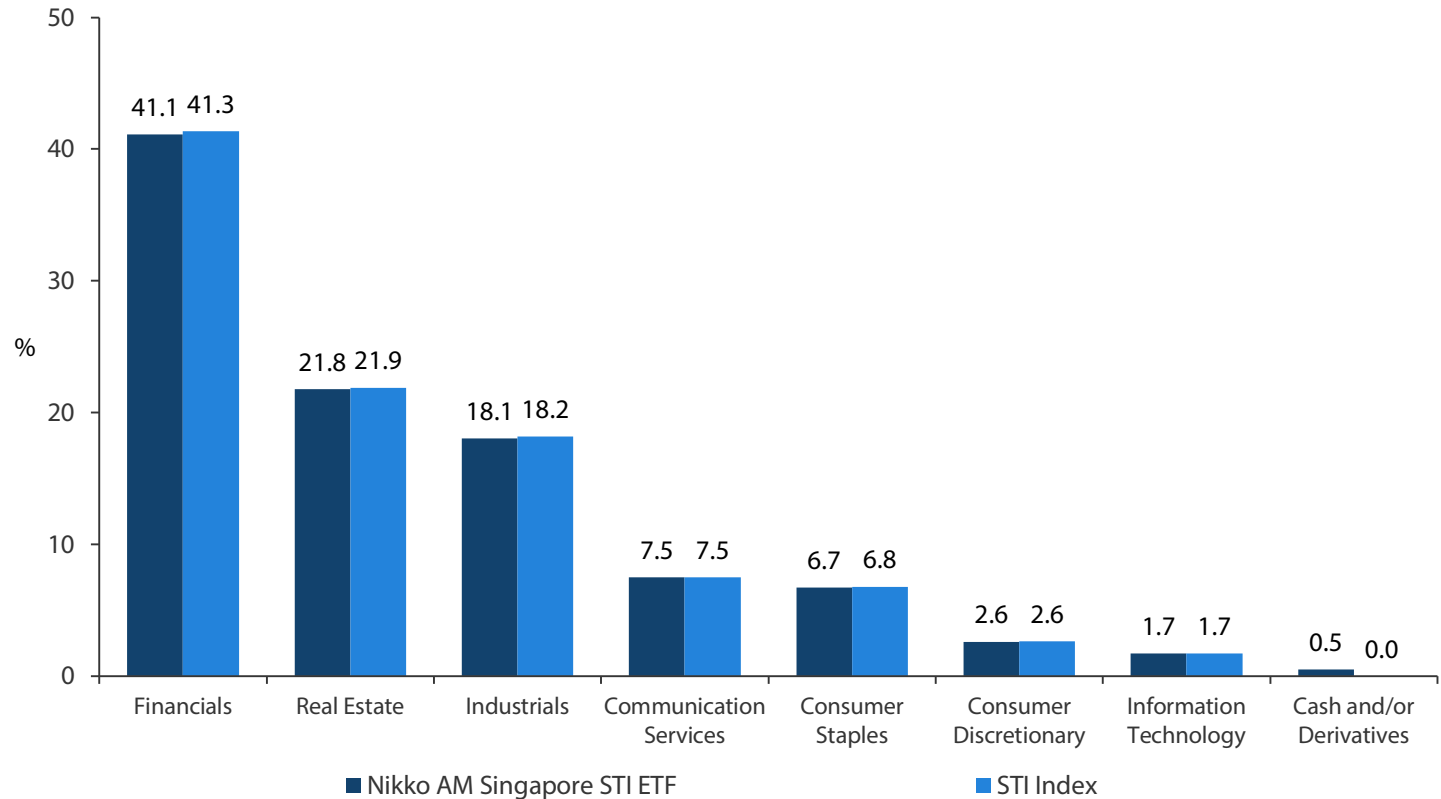
	Nikko AM Singapore STI ETF	FTSE Straits Times Index
Number of Securities	30	30
Total Size	SGD 347.37 million	SGD 243.92 billion
3-Year Returns (% p.a.)	-3.87	-3.35
3-Year Volatility (% p.a.)	16.32	16.38
3-Year Tracking Error (% p.a.)	0.17	NM
3-Year Sharpe Ratio (p.a.)	-0.33	-0.29

Returns are in Singapore Dollar terms and calculated on a NAV-NAV basis and assuming all dividends and distributions are reinvested, if any. **Figures for period in excess of 1 year are annualised.** The figures are for reference only and would vary from time to time due to market conditions. The copyright and intellectual rights to the index displayed above are the sole property of the index provider. The risk-free rate used is the Singapore Benchmark Bill – 3 Month. Source: Nikko AM, FTSE, Factset.

FUND & INDEX CHARACTERISTICS

The Fund's top 3 sector exposures are Financials, Real Estate and Industrials

Sector Weights



The sector breakdown is based on Global Industry Classification Standard (GICS). The figures are for reference only and would vary from time to time due to market conditions. Percentage of allocation may not add to 100% due to rounding error. Any references to particular sectors are purely for illustrative purposes only. This is not a recommendation in relation to any named sectors and no warranty or guarantee is provided. The copyright and intellectual rights to the index displayed above are the sole property of the index provider. Source: Nikko AM, FTSE.

KEY PRODUCT FEATURES

ETF Name	Nikko AM Singapore STI ETF
Inception date	24 February 2009
AUM	SGD 347.37 million (30 June 2020)
Fund Manager	Nikko Asset Management Asia Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited
Index	Straits Times Index (Total Return Basis)
ETF Exposure	Singapore Large Cap Stocks
Replication Method	Full Replication
Lot Size (units per lot)	10
Distribution Frequency*	Semi-Annually, typically in January and July
Bloomberg Ticker	DBSSTISP Equity
Index Bloomberg Ticker	FSSTITR Index
Exchange / Code	SGX / G3B
Management Fees	0.20% p.a.
Total Expense Ratio	0.30% p.a.
3-Year Annualised Tracking Error	0.17% p.a. (30 June 2020)
CPF Investment Scheme ("CPFIS")	Yes
Supplementary Retirement Scheme ("SRS")	Yes
Excluded Investment Product ("EIP")	Yes
Regular Subscription Programme:	With DBS/POSB, OCBC, and Fundsupermart

*Distributions are not guaranteed and at the absolute discretion of the Manager. Any distribution is expected to result in an immediate reduction of the Fund's NAV. If income and capital gains derived from the investments of the Fund are insufficient to fund a distribution, the Managers may make capital distribution in accordance with the provisions of the Trust Deed, in which case, the Fund's NAV will be reduced. Investors redeeming their Units may therefore receive an amount less than their initial investment. Such distributions may also result in reduced future returns to Investors. Please refer to the Fund prospectus for further details.

CURRENT AUTHORISED PARTICIPANTS

Participating Dealers	<ul style="list-style-type: none"> - ABN Amro Clearing Bank N.V. (S) - BNP Paribas Securities Services - CGS-CIMB Securities (S) Pte Ltd - Commerzbank AG (Hong Kong) - DBS Vickers Securities (S) Pte Ltd - Flow Traders Asia Pte Ltd - Phillip Securities Pte Ltd - Societe General Bank & Trust (Hong Kong) 	<p><u>Subscription and Redemption</u></p> <ul style="list-style-type: none"> (1) Minimum 50,000 units (cash). Submission deadline 12.00 PM SG-Time (T-Day) (2) Minimum 500,000 units (in-kind). Submission deadline 5.30 PM SG-Time (T-Day)
Designated Market Makers	<ul style="list-style-type: none"> - Commerzbank AG (Hong Kong) - Flow Traders Asia Pte Ltd 	<p><u>SGX Rulebook</u></p> <p>The Designated Market Maker is obliged to provide a 2-way bid and offer quotes with the following requirements:</p> <ul style="list-style-type: none"> (1) At least SGD 50,000 on both sides (2) Quotes are provided for 85% of the SGX trading hours (3) Bid and offer quotes are within a maximum spread of 2%

IMPORTANT INFORMATION

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Past performance or any prediction, projection or forecast is not indicative of future performance. The Fund or any underlying fund may use or invest in financial derivative instruments. The value of units and income from them may fall or rise. **Investments in the Fund are subject to investment risks, including the possible loss of principal amount invested.** You should read the relevant prospectus (including the risk warnings) and product highlights sheet of the Fund, which are available and may be obtained from appointed distributors of Nikko AM Asia or our website (www.nikkoam.com.sg) before deciding whether to invest in the Fund.

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The Central Provident Board (“CPF”) interest rate for the Ordinary Account (“OA”) is based on the 12-month fixed deposit and month-end savings rates of major local banks, subject to a minimum 2.5% interest per annum. The interest rate for Special, Medisave and Retirement Accounts (“SMRA”) is pegged to the 12-month average yield of 10-year Singapore Government Securities plus 1% per annum. A 4% per annum floor rate will be maintained for interest earned on SMRA until 31 December 2020, after which a 2.5% per annum minimum rate will apply. An extra 1% per annum interest is paid on the first S\$60,000 of a member's combined balances, including up to S\$20,000 in the OA. The first S\$20,000 in the OA and the first S\$40,000 in the Special Account (“SA”) cannot be invested under the CPF Investment Scheme (“CPFIS”). Investors should note that the applicable interest rates for each of the CPF accounts may be varied by the CPF Board from time to time.

The performance of the ETF's price on the Singapore Exchange Securities Trading Limited (“SGX-ST”) may be different from the net asset value per unit of the ETF. The ETF may also be delisted from the SGX-ST. Transaction in units of the ETF will result in brokerage commissions. Listing of the units does not guarantee a liquid market for the units. Units of the ETF may be bought or sold throughout trading hours of the SGX-ST through any brokerage account. Investors should note that the ETF differs from a typical unit trust and units may only be created or redeemed directly by a participating dealer in large creation or redemption units. Investors may only redeem the units with Nikko AM Asia under certain specified conditions.

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IMPORTANT INFORMATION

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