

Nikko AM Shenton World Bank Green Bond Fund

Fund Description

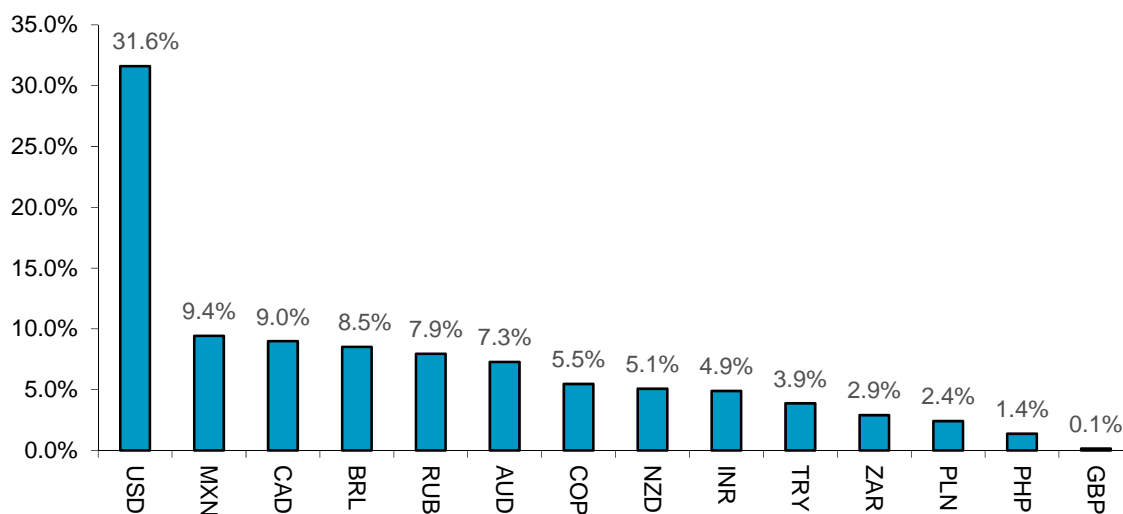
The investment objective of the Fund will be to achieve income and capital growth over the medium to long term through investing in bonds denominated in different currencies and the Managers will seek to achieve the investment objective of the Fund by investing all or substantially all of its assets into the Nikko AM World Bank Green Fund (the "Underlying Fund"), a sub-fund of Nikko AM Global Umbrella Fund, which is registered under the Luxembourg law relating to UCITS.

The Underlying Fund invests primarily, at least 85% of its net assets, in bonds issued in multiple currencies by the World Bank with its main focus on "Green Bonds" and/or other bonds issued by the World Bank or World Bank Related Issuers for environmental purposes. The Underlying Fund may invest in sovereign debt securities denominated in major currencies deemed comparable. The Managers will implement an active hedging strategy for the Fund to hedge against adverse currency movements between the USD and the SGD in order to protect the Fund's return in SGD term.

Top 10 Holdings²

IBRD 2.125% 03/03/2025	24.7%	IBRD 1.5% 12/07/2022	6.7%
IBRD 1.125% 11/03/2020	9.0%	IBRD 8% 02/03/2020	5.5%
IBRD 11.75% 04/11/2020	8.5%	IBRD 6.75% 20/06/2023	4.1%
IBRD 7.5% 05/03/2020	8.4%	IBRD 8.25% 04/03/2022	3.9%
IBRD 3.5% 29/04/2019	7.3%	IBRD 5.75% 08/05/2020	3.4%

Asset Allocation²



Fund Performance (SGD)

Returns (%)	3 months	6 months	1 year	3 years	5 years	Since Inception
NAV-NAV (net of fees)	-2.82	-6.66	-6.86	-1.72	-3.35	0.22
NAV-NAV (net of fees and charges ¹)	-7.68	-11.33	-11.52	-3.38	-4.34	-0.02

Source: Nikko Asset Management Asia Limited as of 31 July 2018

Returns are calculated on a NAV-NAV basis and assuming all dividends and distributions are reinvested, if any. Returns for period in excess of 1 year are annualised. Past performance is not indicative of future performance.

¹Takes into account of maximum initial sales charge and a realisation charge, currently nil, as and where applicable.

²The 'Top 10 Holdings', 'Asset Allocation', 'Portfolio Yield', 'Modified Duration' and 'Average Portfolio Credit Rating' refers to that of the underlying fund, Nikko AM World Bank Green Fund. Percentages of allocation may not add up to 100% due to rounding errors.

NAV

SGD 0.757

Inception Date

4 April 1997

Base Currency

SGD

Fund Size

SGD 12.53 million

Subscription

Cash, SRS

Minimum Investment

SGD 1,000 (initial)

SGD 100 (subsequent)

Minimum Investment (Regular Savings Plan)

SGD 1,000 (Initial)

SGD 100/month (subsequent)

Initial Sales Charge

Up to 5.00%

Management Fee

1% p.a.

Trustee

BNP Paribas Trust Services

Singapore Limited

ISIN

SG9999004295

Bloomberg Ticker

DBSSDBF SP

Bloomberg Ticker

DBSSDBF SP

Portfolio Characteristics

Sharpe Ratio

(3 years - Annualised)

-0.58

Standard Deviation

(3 years - Annualised)

4.60

Portfolio Yield² (%)

5.16

Modified Duration² (years)

3.00

Average Portfolio Credit

Rating*²

AAA

Number of holdings

22

Source: Bloomberg & Nikko Asset

Management Asia Limited as of 31

July 2018

There was a change in benchmark from the CITI G5 Government Bond Index to the Citi World Government Bond Index on 23 August 2006 as the Citi World Government Bond Index would better reflect the broader investment perspective of the Fund in connection with the removal of the Fund from the CPFIS. With effect from 2 January 2013, the benchmark was changed from Citi World Government Bond Index to a composite benchmark comprising of 50% Citi World Government Bond Index and 50% JP Morgan Government Bond Index - Emerging Markets in order to align the Fund's benchmark with that of its Underlying Fund i.e. NGUF – Nikko AM World Bank Green Fund. A composite benchmark is used to measure the performance of the Fund as the composite benchmark reflects the blend of developed markets and emerging markets that the Underlying Fund may be invested in. With effect from 1 April 2017, the existing benchmark for the Fund has been removed because the Manager is of the view that it is not representative of the Fund's strategy. The performance of the Fund will therefore not be measured against any benchmark on and after 1 April 2017.

* Cash is included in the calculation of the average portfolio credit rating and is rated as AAA regardless of currencies held. The credit ratings of the underlying fixed income securities are determined by S&P or Moody's, and where official credit ratings are unavailable, Nikko AM Asia's internal credit ratings are used.

Important Notice:

The Fund may use or invest in financial derivative instruments. Where the Fund feeds into the underlying funds which use or invest in financial derivatives, there is a possibility that the Fund's NAV may be subject to volatility due to usage or investment in financial derivatives.

This document is for information only with no consideration given to the specific investment objective, financial situation and particular needs of any specific person. Any securities mentioned herein are for illustration purposes only and should not be construed as a recommendation for investment. You should seek advice from a financial adviser before making any investment. In the event that you choose not to do so, you should consider whether the investment selected is suitable for you. Investments in unit trusts are not deposits in, obligations of, or guaranteed or insured by Nikko Asset Management Asia Limited ("Nikko AM Asia").

Past performance or any prediction, projection or forecast is not indicative of future performance. The value of units and income from them may fall or rise. Investments in the funds are subject to investment risks, including the possible loss of principal amount invested. You should read the relevant prospectus and product highlights sheet obtainable from appointed distributors of Nikko AM Asia or our website (www.nikkoam.com.sg) before investing.

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