

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- 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 Horizon Investment Funds – Singapore Dividend Equity Fund (the “Sub-Fund”)

Product Type	Unit Trust	Launch Date	SGD Class and USD Class: 2 August 1999 RMB Class: Not incepted yet
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 31 December 2017	SGD Class: 1.51% USD Class: 1.51% RMB Class: Not incepted yet

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The Sub-Fund is only suitable for investors who:

- seek medium to long-term capital appreciation by investing primarily in equity securities listed in Singapore; and
- are willing and able to accept that their principal will be at risk and that the value of their investment and any derived income may fall as well as rise.

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

Further information

Refer to Section VI 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.
- Currently, you can invest in the SGD Class Units or the USD Class Units. The RMB Class Units will be available for subscription at such time as the Managers may decide.
- The reference currency of the Sub-Fund is SGD.
- In respect of the SGD Class Units and the USD Class Units, the Managers intend to make monthly distributions of between 5% to 7% per annum of the NAV per Unit. Please take note of the risks relating to income distributions explained under the “Key Risks” section.

Refer to Section V, Section VI, Section VIA and Para 33.2(h) of the Prospectus for further information on features of the product.

Investment Strategy

- The Sub-Fund aims to achieve capital appreciation by investing primarily in equities listed on the Singapore Exchange Securities Trading Limited that offer attractive and sustainable dividend payments. In addition, the Sub-Fund may also invest in equities listed outside of Singapore offering attractive and sustainable dividend payments.
- The Sub-Fund will invest more than 55% of its assets in shares of corporations (the effect of which would be that investments by the Sub-Fund in other equities such as real estate investment trusts, business trusts, exchange traded funds and collective investment schemes which are in the nature of equities would be limited by having to meet the more than 55% requirement).
- The Managers manage the portfolio by selecting Singapore listed equities which offer attractive and sustainable dividend payments with the potential for long term capital appreciation. The Managers may also invest in non-Straits Times Index (STI) component stocks as well as stocks listed outside of Singapore with these characteristics.
- All stocks are selected on the basis of a mixture of top-down and bottom-up analysis.

Refer to Section VI of the Prospectus for further information on the investment strategy of the Sub-Fund.

¹ 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.

<ul style="list-style-type: none"> • The Sub-Fund is subject to the following investment restrictions: <ul style="list-style-type: none"> (i) The Sub-Fund may not invest more than 5% of its NAV in aggregate into collective investment schemes (excluding any collective investment scheme which is listed and traded on any exchange). (ii) The Sub-Fund will be managed so that it will not invest more than 10% of its NAV per single issuer or counterparty in: <ul style="list-style-type: none"> (1) equity securities; (2) debt instruments; or (3) derivative instruments. Further, the Sub-Fund will be managed so that the aggregate exposure to the investments referred to in sub-paragraphs (1), (2) and (3) above will not exceed 20% of its NAV per single issuer or counterparty. (iii) The Sub-Fund will not acquire shares in any single company if, as a result of such acquisition, the total number of shares in such company held by all collective investment schemes which are managed by the Managers would exceed 50% of the total number of all issued and outstanding shares in such company. (iv) The Sub-Fund will not engage in short selling. 	
Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> • The Managers are Nikko Asset Management Asia Limited and the Trustee/Registrar is BNP Paribas Trust Services Singapore Limited. • The Sub-Fund is a sub-fund of the umbrella unit trust called the Nikko AM Shenton Horizon Investment Funds. • The Custodian is BNP Paribas Securities Services, operating through its Singapore branch. 	<p>Refer to Section II to Section IV and the Appendix of the Prospectus for further information on the role and responsibilities of these entities.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>You should be aware that the price of Units can go down as well as up. The value of the Sub-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:</p>	<p>Refer to Section IX of the Prospectus for further information on risks of the Sub-Fund.</p>
Market and Credit Risks	
<ul style="list-style-type: none"> • You are exposed to market risk <ul style="list-style-type: none"> ○ The price of the securities comprised in the portfolio of the Sub-Fund and its Units, and the income from them, may be influenced by political and economic conditions, changes in interest rates, earnings of the corporations whose securities are comprised in the portfolio, and the market's perception of the securities. 	
Liquidity Risks	
<ul style="list-style-type: none"> • The Sub-Fund is not listed and you can redeem only on Dealing Days <ul style="list-style-type: none"> ○ There is no secondary market for the Sub-Fund. All realisation requests must 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 forward their realisation requests to the Managers. ○ 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. ○ In addition, you may not realise your Units during any period where realisation is suspended. • You are exposed to liquidity risk <ul style="list-style-type: none"> ○ The extent of market liquidity depends on the size and state of the markets and therefore affects the Sub-Fund's ability to acquire or dispose of assets at the desired price and time. 	
Product-Specific Risks	
<ul style="list-style-type: none"> • You are exposed to equity risk <ul style="list-style-type: none"> ○ The Sub-Fund may invest in stocks and other equity securities, which are subject to market risks and are generally more volatile than investment-grade fixed income securities. The Units may therefore be subject to greater price volatility. • You are exposed to country specific risk <ul style="list-style-type: none"> ○ The Sub-Fund may invest in securities of a limited number of countries and will therefore be exposed to fluctuations in the economies of these countries, and the market, currency, political, social environment and other risks related specifically to these countries, which may affect the market price of its investments in these countries. The potential volatility of the Sub-Fund may also increase due to the increased concentration risk. 	

- **You are exposed to the risk associated with the investment strategy of the Sub-Fund**
 - The Managers' ability to make any distribution payout largely depends on the successful execution of the investment strategy of the Sub-Fund. The distributions are particularly sensitive to the dividend yield and capital gains/losses from the Sub-Fund's investments in equities.
 - **You are exposed to income distribution risk**
 - The Managers have the absolute discretion to determine whether income of the Sub-Fund (if any) may be distributed to Holders. Sources of income for distribution may include dividends and/or interest income and/or capital gains derived from the investments of the Sub-Fund. Such dividends and/or interest income may be adversely affected by events such as but not limited to companies suffering unexpected losses, having lower than expected dividends and adverse exchange rate fluctuations. Where distributions are paid out of capital of the Sub-Fund or the relevant Class, the NAV of the Sub-Fund or the relevant Class will be reduced and this will be reflected in the realisation price of the Units of the Sub-Fund or the relevant Class. Holders redeeming their Units may therefore receive an amount less than their initial investment. Such distributions may also result in reduced future returns to Holders.
 - **You are exposed to financial derivatives risk**
 - **The Managers may in their absolute discretion, invest in financial derivatives instruments for the purposes of hedging, efficient portfolio management and/or optimising returns.** While the prudent and judicious use of derivatives can be beneficial, derivatives involve risks different from, and in some cases, greater than, the risks presented by more traditional investments.
 - **The Sub-Fund may invest into underlying funds which use or invest in FDIs, and it is possible that the Sub-Fund's NAV may be subject to volatility due to the Sub-Fund's and/or the relevant underlying funds' usage or investment in FDIs.**
- You should be aware that your investment in the Sub-Fund may be exposed to other risks of an exceptional nature from time to time.

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:

Initial Sales Charge	For the SGD Class, the USD Class and the RMB Class Current: Up to 5.00%; Maximum: 5.00%
Realisation Charge	Current: Nil; Maximum: 1%
Conversion Fee (for conversion of Units within Nikko AM Shenton Horizon Investment Funds)	Current: Nil; Maximum: 1% of the value converted or S\$500, whichever is lower
Exchange Fee (for exchange of Units for units of any other Group Trust)	Where the Initial Sales Charge for the Units being exchanged is less than the initial sales charge payable for the units of the Group Trust 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 Sub-Fund from invested proceeds

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

Annual Management Participation	For the SGD Class, the USD Class and the RMB Class Current: 1.25% of the relevant Class' NAV; Maximum: 2.0% of the relevant Class' NAV
Annual Trustee's Fee	Currently below 0.05% of the Sub-Fund's NAV; Maximum: 0.2% of the Sub-Fund's NAV
Other substantial fees/charges	For the financial year ended 31 December 2017: Transaction costs: 0.28%

Refer to Section VIII 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.

You may check such prices on the Managers' website (www.nikkoam.com.sg). You should note however that the issue price and realisation price of the relevant Units will be made available on the Managers' website only after such Units are made available for subscription in Singapore.

Refer to Para 37.1 and 37.2, Section XII and Section XV 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 NAV of the relevant Class since you purchased the Units.

Realisation of Units

You can exit the Sub-Fund by completing a realisation request and forwarding the same 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 forward your realisation request to the Managers.

If your realisation request is received and accepted by 5 p.m. on a Dealing Day, you will be paid a price based on the value of the Sub-Fund for that Dealing Day. If your realisation request is received and accepted after 5 p.m., you will be paid a price based on the value of the Sub-Fund on the immediate following 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.

An example is as follows:

Units to be realised	x	Realisation price (i.e. NAV per Unit)	=	Realisation proceeds
1,000	x	\$1.050	=	\$1,050

Currently, there is no Realisation Charge payable.

The cancellation or realisation proceeds will normally be paid within **seven** Business Days after the relevant Dealing Day on which the realisation request is received subject to the provisions of the Deed.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

You may contact our approved distributors listed on our website at 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 a Saturday or a Sunday) on which commercial banks in Singapore and the Singapore Exchange Securities Trading Limited are open for business
Class	means a class of Units
Dealing Day	in relation to the subscription and realisation of Units means a Business Day or such other day as provided in the Deed
Group Trust	means a unit trust scheme the managers of which (a) are the Managers or a corporation under their control or under common control with them or at least 50 per cent of the share capital of which is held by a corporation which is a shareholder of the Managers; and (b) approve the terms of any exchange which may be made pursuant to Clause 12(JA) of the Deed
Holders	means the unitholders of the Sub-Fund
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 provided that such charge shall not exceed five per cent. of the gross investment sum. Such expression in the context of a given date shall refer to the charge or charges determined by the Managers pursuant to the Deed and applicable on that date
Launch Date	for the purposes of this Product Highlights Sheet only, means the inception date of the relevant Class
NAV	means net asset value
Prospectus	means the prospectus of the Nikko AM Shenton Horizon Investment Funds
RMB	means the lawful currency of the People's Republic of China
S\$ or SGD	means Singapore dollars
Deed	means the trust deed constituting the Nikko AM Shenton Horizon Investment Funds, as amended
Units	means units in the Sub-Fund
USD	means United States dollars