nikko am
Nikko Asset Management

YOUR GOALS,
OUR COMMITMENT.

ANNUAL REPORT
Nikko AM SGD Investment Grade Corporate Bond ETF

Financial year ended 30 June 2024

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MANAGERS
Nikko Asset Management Asia Limited
12 Marina View, #18-02, Asia Square Tower 2,
Singapore 018961
Company Registration No. 198202562H

DIRECTORS OF THE MANAGERS
Seet Oon Hui Eleanor
Yutaka Nishida
Hiroshi Yoh
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TRUSTEE & REGISTRAR
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12 Marina Boulevard
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AUDITORS
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CUSTODIAN
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Singapore 018982

This report is also available on our website (www.nikkoam.com.sg)

PERFORMANCE SUMMARY

Returns (%)	*3 Mth*	*6 Mth*	*1 Yr*	*3 Yr*	*5 Yr*	*10 Yr*	*Since Inception*
Nikko AM SGD Investment Grade Corporate Bond ETF	1.24	2.45	6.39	0.34	1.74	N/A	2.01
iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index	1.21	2.46	6.75	0.58	2.04	N/A	2.35

Source: Nikko Asset Management Asia Limited & Markit Indices Limited. Returns as at 30 June 2024[2]. Returns are calculated on a NAV-NAV[1] basis, SGD, and based on the assumption that all dividends and distributions are reinvested, if any. Returns for period in excess of 1 year are annualized. Past performance is not indicative of future performance.

Note:

(1) Nil subscription fee or preliminary charge

(2) Fund and benchmark performance returns are calculated as of the last NAV date of the fund for the reporting period.

Inception date: 27 August 2018

The "**iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index**" is a product of S&P Dow Jones Indices LLC or its affiliates ("**SPDJI**") and has been licensed for use by **Nikko Asset Management Asia Limited**. S&P® and iTraxx® are trademarks of S&P Global, Inc. or its affiliates ("**S&P**"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("**Dow Jones**"); and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by the **Nikko Asset Management Asia Limited**. **Nikko AM SGD Investment Grade Corporate Bond ETF** is not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, their respective affiliates, or their third party licensors (if any) and none of such parties make any representation regarding the advisability of investing in such product(s) nor do they have any liability for any errors, omissions, or interruptions of the **iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index**.

About Nikko AM SGD Investment Grade Corporate Bond ETF

The Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") is a collective investment scheme authorised under Section 286 of the Securities and Futures Act and is established under the terms of a trust deed dated 13 July 2018 made between Nikko Asset Management Asia Limited as manager, and DBS Trustee Limited as trustee, of the Fund.

The investment objective of the Fund is to provide investors with investment returns that correspond closely to the total return of the iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index (the "Index"), 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 SGD denominated investment grade bonds excluding Singapore Government Securities ("SGD-denominated Investment Grade Bonds"), before fees and expenses. There 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.

The Fund will seek to achieve its investment objective by adopting a representative sampling strategy or similar strategy. Representative sampling is a strategy of investing in a representative sample of securities in the Index which have a similar investment profile as that of the Index. The Manager may invest in certain securities that are not included in the Index ("non-Index Securities") but have aggregate characteristics (such as yield and duration) similar to those of the Index. The Fund can invest up to 20% of its total net asset value in such non-Index Securities, that should meet at least one of the following criteria:

- SGD denominated bonds in which the bond or its issuer are rated as investment grade by S&P, Moody's or Fitch, and have a minimum issuance size of SGD 100 million;
- SGD denominated bonds by prevailing issuers of the Index with a minimum issuance size of SGD 100 million; or
- Singapore Government Securities (SGS).

The Fund will generally not hold all the securities that are included in the Index. The Fund is designed for investors who seek an "index-based" approach to investing in a portfolio of SGD-denominated Investment Grade Bonds in a cost effective and easy to access manner. Units may also be used as an asset allocation tool or as a trading instrument.

With effect from 22 April 2020, the Fund is included under the Central Provident Fund ("CPF") Investment Scheme ("CPFIS") – Ordinary Account (the "CPF Ordinary Account") for subscription by members of the public using their CPF monies and is classified under the category of Low to Medium Risk – Narrowly Focused – Country – Singapore.

Note: Investors are advised to refer to the Fund's prospectus for more details on the Fund.

This document is purely for informational purposes only with no consideration given to the specific investment objective, financial situation and particular needs of any specific person. It should not be relied upon as financial advice. 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 funds 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 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 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 suspended or delisted from the SGX-ST. Listing of the units does not guarantee a liquid market for the units. 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.

(Where relevant – for funds included under CPFIS) The Central Provident Fund ("CPF") Ordinary Account ("OA") interest rate is the legislated minimum 2.5% per annum, or the 3-month average of major local banks' interest rates, whichever is higher, reviewed quarterly. The interest rate for Special Account ("SA") is currently 4% per annum or the 12-month average yield of 10-year Singapore Government Securities plus 1%, whichever is higher, reviewed quarterly. Only monies in excess of $20,000 in OA and $40,000 in SA can be invested under the CPF Investment Scheme ("CPFIS"). Please refer to the website of the CPF Board for further information. Investors should note that the applicable interest rates for the CPF accounts and the terms of CPFIS may be varied by the CPF Board from time to time.

Nikko Asset Management Asia Limited. Registration Number 198202562H

REPORT OF THE TRUSTEE

For the financial year ended 30 June 2024

The Trustee is under a duty to take into custody and hold the assets of Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 10 to 30, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
DBS Trustee Limited

_____

Authorised signatory
27 September 2024

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT BY THE MANAGER
For the financial year ended 30 June 2024

In the opinion of Nikko Asset Management Asia Limited, the accompanying financial statements set out on pages 10 to 30, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") as at 30 June 2024, and the financial performance and movements in unitholders' funds for the financial year ended 30 June 2024 in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
Nikko Asset Management Asia Limited

Authorised signatory
27 September 2024

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

Our Opinion

In our opinion, the accompanying financial statements of Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund"), are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants ("RAP 7"), so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 30 June 2024, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 30 June 2024;
- the Statement of Financial Position as at 30 June 2024;
- the Statement of Movements of Unitholders' Funds for the financial year then ended;
- the Statement of Portfolio as at 30 June 2024; and
- the notes to the financial statements, including material accounting policy information.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Our Audit Approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular, we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Key Audit Matters

We have determined that there are no key audit matters to communicate in our report.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all sections of the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of RAP 7 and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.

- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Paul Sammy Pak.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore, 27 September 2024

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF TOTAL RETURN

For the financial year ended 30 June 2024

	Note	**2024 S$**	2023 S$
Income			
Interest on cash and cash equivalents		**5,048**	4,900
Other income		**1,875**	-
		6,923	4,900
Expenses			
Administrator fee		**58,130**	56,410
Audit fee*		**26,360**	26,412
Custody fee		**90,982**	78,348
Management fee		**841,914**	786,030
Transaction costs		**7,100**	7,975
Trustee fee		**112,255**	104,804
Other expenses		**335,075**	295,128
		1,471,816	1,355,107
Net losses		**(1,464,893)**	(1,350,207)
Net gains on value of investments			
Net gains on investments		**36,398,318**	9,346,388
		36,398,318	9,346,388
Total return for the financial year before income tax		**34,933,425**	7,996,181
Less: Income tax	3	**-**	-
Total return for the financial year after income tax		**34,933,425**	7,996,181

* There were no non-audit related fees paid to a network firm of the Fund's auditor for the financial year ended 30 June 2024 and 2023.

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF FINANCIAL POSITION
As at 30 June 2024

	Note	**2024** **S$**	2023 S$
ASSETS			
Portfolio of investments		**579,963,885**	529,617,665
Sales awaiting settlement		**5,110,888**	-
Cash and cash equivalents		**10,656,969**	3,634,341
Receivables	4	**194,140**	-
Prepayments		**1,228**	1,120
Total assets		**595,927,110**	533,253,126
LIABILITIES			
Distributions payable	6	**9,870,501**	8,744,243
Purchases awaiting settlement		**-**	736,976
Payables	5	**339,320**	330,007
Total liabilities		**10,209,821**	9,811,226
EQUITY			
Net assets attributable to unitholders	7	**585,717,289**	523,441,900

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS
For the financial year ended 30 June 2024

	Note	**2024 S$**	2023 S$
Net assets attributable to unitholders at the beginning of financial year		**523,441,900**	555,690,900
Operations			
Change in net assets attributable to unitholders resulting from operations		**34,933,425**	7,996,181
Unitholders' contributions/(withdrawals)			
Creation of units		**62,175,547**	40,782,611
Cancellation of units		**(15,571,647)**	(64,184,910)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		**46,603,900**	(23,402,299)
Distributions	6	**(19,261,936)**	(16,842,882)
Total increase/(decrease) in net assets attributable to unitholders		**62,275,389**	(32,249,000)
Net assets attributable to unitholders at the end of financial year	7	**585,717,289**	523,441,900

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 30 June 2024

By Industry (Primary)	Holdings at 30 June 2024	Fair value at 30 June 2024 S$	Percentage of total net assets attributable to unitholders at 30 June 2024 %
Quoted Fixed Income Securities			
Air Transport			
Changi Airport Group 1.88% 12/05/2031	**9,000,000**	**8,001,202**	**1.36**
Singapore Airlines Limited 3.13% 17/11/2026	**3,500,000**	**3,452,565**	**0.59**
Singapore Airlines Limited 3.13% 23/08/2027	**4,000,000**	**3,944,269**	**0.67**
Singapore Airlines Limited 3.5% 02/12/2030	**2,500,000**	**2,491,304**	**0.43**
		17,889,340	**3.05**
Banking			
ABN AMRO Bank N.V. 5.5% 05/10/2032 FRN	**8,500,000**	**8,740,656**	**1.50**
Australia and New Zealand Banking Group Limited 4.5% 02/12/2032 FRN	**7,000,000**	**7,057,536**	**1.20**
BNP Paribas SA 3.125% 22/02/2032 FRN	**4,500,000**	**4,307,810**	**0.74**
BNP Paribas SA 4.75% 15/02/2034	**6,250,000**	**6,258,995**	**1.07**
BNP Paribas SA 5.25% 12/07/2032	**2,750,000**	**2,788,625**	**0.48**
BPCE SA 5% 08/03/2034 MTN 29 Resettable	**4,500,000**	**4,516,111**	**0.77**
Commerzbank AG 5.7% 03/05/2033	**3,000,000**	**3,072,510**	**0.52**
Commerzbank AG 6.5% 24/04/2034	**3,750,000**	**3,944,688**	**0.67**
Credit Agricole SA 4.85% 27/02/2033 Resettable	**5,500,000**	**5,499,474**	**0.94**
Credit Agricole SA 3.8% 30/04/2031	**4,250,000**	**4,165,370**	**0.71**
Credit Agricole SA 5.25% 07/09/2033 FRN	**4,000,000**	**4,063,933**	**0.69**
DBS Group Holdings Limited 3.98% Perpetuity	**11,750,000**	**11,705,676**	**2.00**
Deutsche Bank AG 4.4% 05/04/2028 FRN	**5,000,000**	**5,008,324**	**0.86**
Deutsche Bank AG 5% 05/09/2026 FRN	**6,000,000**	**6,016,363**	**1.03**
HSBC Holdings PLC 4.5% 07/06/2029 FRN	**6,250,000**	**6,348,558**	**1.08**
HSBC Holdings PLC 4.75% 12/09/2034 FRN	**8,500,000**	**8,562,873**	**1.46**
HSBC Holdings PLC 5.3% 26/03/2034 FRN	**7,500,000**	**7,699,613**	**1.31**
HSBC Holdings PLC 5.25% 27/06/2032 FRN	**10,250,000**	**10,431,263**	**1.78**
HSBC Holdings PLC 5.3% 14/03/2033 FRN	**11,500,000**	**11,772,357**	**2.01**
Lloyds Banking Group 5.25% 22/08/2033 FRN	**5,750,000**	**5,859,440**	**1.00**
Oversea-Chinese Banking Corporation Limited 3.9% Perpetuity	**6,250,000**	**6,238,542**	**1.07**
Oversea-Chinese Banking Corporation Limited 4.5% Perpetuity	**6,250,000**	**6,365,625**	**1.09**
Oversea-Chinese Banking Corporation Limited 4.05% Perpetuity FRN	**4,000,000**	**4,010,333**	**0.68**
Standard Chartered PLC 4% 19/01/2030	**4,000,000**	**4,000,203**	**0.68**
United Overseas Bank Limited 2.55% Perpetuity	**10,000,000**	**9,363,000**	**1.60**
United Overseas Bank Limited 3.58% Perpetuity	**7,750,000**	**7,667,190**	**1.31**
United Overseas Bank Limited 4.25% Perpetuity	**2,750,000**	**2,767,005**	**0.47**
United Overseas Bank Limited 5.25% Perpetuity	**7,750,000**	**8,060,573**	**1.38**
Westpac Banking Corporation 4.65% 07/09/2032 FRN	**5,500,000**	**5,572,055**	**0.95**
		181,864,701	**31.05**
Building			
Surbana Jurong Private Limited 2.48% 10/02/2031	**2,500,000**	**2,295,543**	**0.40**
Surbana Jurong Private Limited 4.11% 03/10/2025	**2,250,000**	**2,253,827**	**0.38**
		4,549,370	**0.78**

The accompanying notes form an integral part of these financial statements.

STATEMENT OF PORTFOLIO
As at 30 June 2024

By Industry (Primary) (continued)

	Holdings at 30 June 2024	Fair value at 30 June 2024 S$	Percentage of total net assets attributable to unitholders at 30 June 2024 %
Quoted Fixed Income Securities (continued)			
Conglomerate/Diversified			
Keppel Limited 3.66% 07/05/2029	**2,250,000**	**2,237,430**	**0.38**
Keppel Limited 4% 07/09/2042	**1,500,000**	**1,518,522**	**0.26**
		3,755,952	**0.64**
Education			
Nanyang Technological University 2.185% 20/10/2036	**6,500,000**	**5,592,190**	**0.96**
National University of Singapore 3.255% 02/04/2029	**1,500,000**	**1,490,949**	**0.25**
		7,083,139	**1.21**
Retail			
NTUC FairPrice Co-Operative Limited 3.46% 24/05/2029	**1,250,000**	**1,251,845**	**0.21**
		1,251,845	**0.21**
Finance			
CLI Treasury Limited 3.33% 12/04/2027	**5,000,000**	**4,935,650**	**0.84**
CLI Treasury Limited 4.2% 12/04/2030	**3,000,000**	**3,056,468**	**0.52**
Eastern Air Overseas (Hong Kong) Corporation Limited 2% 15/07/2026	**6,000,000**	**5,731,550**	**0.98**
Housing & Development Board 0.635% 19/01/2026	**500,000**	**477,833**	**0.08**
Housing & Development Board 1.265% 24/06/2030	**4,000,000**	**3,553,723**	**0.61**
Housing & Development Board 1.3% 03/12/2035	**6,000,000**	**4,903,109**	**0.84**
Housing & Development Board 1.37% 16/03/2028	**1,750,000**	**1,631,358**	**0.28**
Housing & Development Board 1.54% 12/10/2028	**2,500,000**	**2,323,354**	**0.40**
Housing & Development Board 1.645% 23/11/2026	**750,000**	**719,060**	**0.12**
Housing & Development Board 1.73% 19/05/2031	**3,250,000**	**2,937,581**	**0.50**
Housing & Development Board 1.76% 24/02/2027	**4,750,000**	**4,553,928**	**0.78**
Housing & Development Board 1.845% 15/03/2027	**2,250,000**	**2,160,670**	**0.37**
Housing & Development Board 1.865% 21/07/2033	**4,000,000**	**3,579,424**	**0.61**
Housing & Development Board 1.971% 25/01/2029	**1,000,000**	**943,196**	**0.16**
Housing & Development Board 2.035% 16/09/2026	**5,000,000**	**4,846,135**	**0.83**
Housing & Development Board 2.27% 16/07/2029	**6,750,000**	**6,423,693**	**1.10**
Housing & Development Board 2.315% 18/09/2034	**3,000,000**	**2,762,898**	**0.47**
Housing & Development Board 2.32% 24/01/2028	**3,000,000**	**2,899,057**	**0.49**
Housing & Development Board 2.35% 25/05/2027	**5,250,000**	**5,105,654**	**0.87**
Housing & Development Board 2.495% 11/03/2026	**4,750,000**	**4,665,473**	**0.80**
Housing & Development Board 2.545% 04/07/2031	**2,500,000**	**2,383,110**	**0.41**
Housing & Development Board 2.598% 30/10/2029	**5,000,000**	**4,823,556**	**0.82**
Housing & Development Board 2.625% 17/09/2025	**3,750,000**	**3,704,376**	**0.63**
Housing & Development Board 2.675% 22/01/2029	**6,250,000**	**6,080,110**	**1.04**
Housing & Development Board 2.94% 13/07/2027	**4,000,000**	**3,955,102**	**0.68**
Housing & Development Board 2.977% 23/01/2029	**500,000**	**492,739**	**0.08**
Housing & Development Board 3.08% 31/05/2030	**2,500,000**	**2,465,821**	**0.42**
Housing & Development Board 3.104% 24/11/2028	**1,000,000**	**991,047**	**0.17**
Housing & Development Board 3.151% 12/03/2031	**1,000,000**	**990,443**	**0.17**
Housing & Development Board 3.22% 01/12/2026	**5,500,000**	**5,470,535**	**0.94**
Housing & Development Board 3.409% 30/04/2027	**1,250,000**	**1,251,349**	**0.21**
Housing & Development Board 3.437% 13/09/2029	**2,250,000**	**2,262,066**	**0.39**
Housing & Development Board 3.46% 21/05/2031	**1,000,000**	**1,009,577**	**0.17**

STATEMENT OF PORTFOLIO
As at 30 June 2024

By Industry (Primary) (continued)

	Holdings at 30 June 2024	Fair value at 30 June 2024 S$	Percentage of total net assets attributable to unitholders at 30 June 2024 %
Quoted Fixed Income Securities (continued)			
Finance (continued)			
Housing & Development Board 3.948% 29/01/2029	**5,500,000**	**5,644,747**	**0.96**
Housing & Development Board 3.995% 06/12/2029	**3,750,000**	**3,873,253**	**0.66**
Housing & Development Board 4.09% 26/10/2027	**1,750,000**	**1,791,323**	**0.31**
Lendlease Finance Limited 3.9% 27/04/2027	**5,500,000**	**5,450,238**	**0.93**
Macquarie Group Limited 4.5% 18/08/2026 FRN	**5,750,000**	**5,777,737**	**0.99**
Panther Ventures Limited 3.38% Perpetuity	**1,250,000**	**1,043,978**	**0.18**
Sembcorp Financial Services Private Limited 2.66% 06/04/2032	**1,000,000**	**906,496**	**0.15**
Sembcorp Financial Services Private Limited 4.6% 15/03/2030	**3,000,000**	**3,112,613**	**0.53**
Sembcorp Financial Services Private Limited 2.45% 09/06/2031	**6,750,000**	**6,155,844**	**1.05**
Sembcorp Financial Services Private Limited 3.735% 20/04/2029	**2,000,000**	**1,990,234**	**0.34**
Singapore Exchange Limited 3.45% 26/02/2027	**2,500,000**	**2,485,623**	**0.42**
Temasek Financial (I) Limited 2.8% 17/08/2071	**21,000,000**	**18,693,317**	**3.19**
Temasek Financial (I) Limited 4% 07/12/2029	**1,250,000**	**1,279,824**	**0.22**
Temasek Financial (I) Limited 4.0475% 05/03/2035	**6,000,000**	**6,271,857**	**1.07**
Temasek Financial (I) Limited 4.2% 02/08/2050	**5,750,000**	**6,383,004**	**1.09**
		174,949,733	**29.87**
Government			
National Environment Agency of Singapore 1.67% 15/09/2031	**3,500,000**	**3,118,443**	**0.54**
National Environment Agency of Singapore 2.5% 15/09/2051	**8,250,000**	**7,046,743**	**1.20**
		10,165,186	**1.74**
Hotels, Restaurants and Leisure			
Shangri-La Hotel Limited 4.4% 01/08/2028	**2,000,000**	**2,011,966**	**0.34**
Shangri-La Hotel Limited 4.5% 12/11/2025	**1,750,000**	**1,744,389**	**0.30**
		3,756,355	**0.64**
Industrial			
STT GDC Private Limited 3.13% 28/07/2028	**3,250,000**	**3,153,790**	**0.54**
		3,153,790	**0.54**
Insurance			
AIA Group Limited 2.9% Perpetuity	**7,500,000**	**6,743,719**	**1.15**
AIA Group Limited 5.1% Perpetuity	**4,750,000**	**4,886,596**	**0.83**
Great Eastern Life Assurance 3.928% 17/04/2039 FRN	**5,550,000**	**5,581,876**	**0.95**
NTUC Income Insurance Co-Operative Limited 3.1% 20/07/2050	**11,000,000**	**10,201,533**	**1.74**
Singapore Life Holdings Private Limited 3.375% 24/02/2031 FRN	**7,000,000**	**6,883,103**	**1.18**
Swiss Re Finance AG 3.125% 03/07/2035 FRN	**5,000,000**	**4,916,124**	**0.84**
Manulife Financial Corporation 4.275% 19/06/2034 FRN	**5,250,000**	**5,270,492**	**0.90**
		44,483,443	**7.59**

The accompanying notes form an integral part of these financial statements.

STATEMENT OF PORTFOLIO
As at 30 June 2024

By Industry (Primary) (continued)

	Holdings at 30 June 2024	Fair value at 30 June 2024 S$	Percentage of total net assets attributable to unitholders at 30 June 2024 %
Quoted Fixed Income Securities (continued)			
Marine Transportation			
PSA Treasury Private Limited 2.88% 27/04/2027	**7,250,000**	**7,079,625**	**1.21**
		7,079,625	**1.21**
Real Estate Investment Trust			
CapitaLand Ascendas REIT 3% Perpetuity	**4,000,000**	**3,903,610**	**0.67**
CapitaLand Ascendas REIT 3.73% 29/05/2034	**3,000,000**	**3,006,333**	**0.51**
CapitaLand Treasury Limited 2.9% 21/09/2032	**5,750,000**	**5,378,976**	**0.92**
CapitaLand Treasury Limited 3.08% 19/10/2027	**3,000,000**	**2,933,262**	**0.50**
CapitaLand Treasury Limited 3.15% 29/08/2029	**4,250,000**	**4,129,045**	**0.70**
CapitaLand Treasury Limited 3.8% 26/06/2031	**2,000,000**	**1,999,160**	**0.34**
City Developments Limited 2% 16/06/2026	**500,000**	**479,326**	**0.08**
City Developments Limited 2.3% 23/03/2026 MTN	**1,250,000**	**1,208,016**	**0.21**
City Developments Limited 3.712% 30/01/2029	**2,250,000**	**2,199,784**	**0.38**
CMT MTN Private Limited 3.938% 19/06/2030	**3,500,000**	**3,540,596**	**0.60**
CMT MTN Private Limited 2.1% 08/03/2028	**9,250,000**	**8,735,029**	**1.50**
Frasers Property Treasury Private Limited 4.15%	**1,500,000**	**1,496,571**	**0.26**
Mapletree Industrial Trust Treasury Company Private Limited 3.15% Perpetuity	**4,500,000**	**4,360,500**	**0.74**
Mapletree Logistics Trust 3.725% Perpetuity	**4,500,000**	**4,388,175**	**0.75**
Mapletree Treasury Services Limited 2.85% 29/08/2025	**2,500,000**	**2,464,736**	**0.42**
Mapletree Treasury Services Limited 3.15% 03/09/2031	**1,500,000**	**1,440,775**	**0.25**
Mapletree Treasury Services Limited 3.4% 03/09/2026	**2,500,000**	**2,476,103**	**0.42**
Mapletree Treasury Services Limited 3.58% 13/03/2029	**3,500,000**	**3,468,848**	**0.59**
UOL Treasury Services Private Limited 2.33% 31/08/2028	**4,000,000**	**3,766,758**	**0.64**
		61,375,603	**10.48**
Telecommunications			
Singapore Technologies Telemedia Private Limited 4.05% 02/12/2025	**2,500,000**	**2,503,670**	**0.43**
Singtel Group Treasury Private Limited 3.3% Perpetuity	**9,500,000**	**8,942,118**	**1.52**
Starhub Limited 3.55% 08/06/2026	**3,000,000**	**2,983,351**	**0.51**
		14,429,139	**2.46**
Transportation			
Land Transport Authority 3.275% 29/10/2025	**2,500,000**	**2,490,940**	**0.43**
Land Transport Authority 3.09% 31/08/2027	**500,000**	**495,330**	**0.08**
Land Transport Authority 3.3% 03/06/2054	**4,750,000**	**4,572,352**	**0.78**
Land Transport Authority 3.35% 19/03/2048	**5,500,000**	**5,348,600**	**0.91**
Land Transport Authority 3.38% 30/01/2059	**4,750,000**	**4,665,589**	**0.80**
Land Transport Authority 3.43% 30/10/2053	**2,500,000**	**2,465,825**	**0.42**
Land Transport Authority 3.45% 30/07/2058	**7,000,000**	**6,968,886**	**1.19**
Land Transport Authority 3.51% 18/09/2030	**2,500,000**	**2,518,707**	**0.43**
		29,526,229	**5.04**

STATEMENT OF PORTFOLIO
As at 30 June 2024

By Industry (Primary) (continued)

	Holdings at 30 June 2024	Fair value at 30 June 2024 S$	Percentage of total net assets attributable to unitholders at 30 June 2024 %
Quoted Fixed Income Securities (continued)			
Utilities-Water			
Public Utilities Board 3.01% 18/07/2033	**3,250,000**	**3,133,866**	**0.54**
Public Utilities Board 3.433% 30/08/2052	**750,000**	**749,820**	**0.13**
Public Utilities Board 3.62% 12/10/2027	**5,250,000**	**5,292,249**	**0.90**
		9,175,935	**1.57**
Total Quoted Fixed Income Securities		**574,489,385**	**98.08**
Accrued interest receivable on quoted fixed income securities		**5,474,500**	**0.93**
Portfolio of investments		**579,963,885**	**99.01**
Other net assets		**5,753,404**	**0.99**
Net assets attributable to unitholders		**585,717,289**	**100.00**

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 30 June 2024

By Industry (Summary)

	Fair value at 30 June 2024 S$	**Percentage of total net assets attributable to unitholders at 30 June 2024 %**	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Air Transport	**17,889,340**	**3.05**	4.45
Banking	**181,864,701**	**31.05**	23.97
Building	**4,549,370**	**0.78**	0.68
Conglomerate/Diversified	**3,755,952**	**0.64**	0.78
Education	**7,083,139**	**1.21**	1.07
Retail	**1,251,845**	**0.21**	0.18
Finance	**174,949,733**	**29.87**	43.13
Government	**10,165,186**	**1.74**	2.47
Hotels, Restaurants & Leisure	**3,756,355**	**0.64**	0.24
Industrial	**3,153,790**	**0.54**	0.59
Insurance	**44,483,443**	**7.59**	4.53
Marine Transportation	**7,079,625**	**1.21**	0.55
Real Estate Investment Trust	**61,375,603**	**10.48**	8.80
Telecommunications	**14,429,139**	**2.46**	2.11
Transportation	**29,526,229**	**5.04**	5.03
Utilities-Water	**9,175,935**	**1.57**	1.69
Accrued interest receivable on quoted fixed income securities	**5,474,500**	**0.93**	0.91
Portfolio of investments	**579,963,885**	**99.01**	101.18
Other net assets/(liabilities)	**5,753,404**	**0.99**	(1.18)
Net assets attributable to unitholders	**585,717,289**	**100.00**	100.00

By Geography (Secondary)

	Fair value at 30 June 2024 S$	**Percentage of total net assets attributable to unitholders at 30 June 2024 %**	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Quoted Fixed Income Securities			
Australia	**23,857,565**	**4.07**	5.41
British Virgin Islands	**1,043,978**	**0.18**	0.87
Canada	**5,270,492**	**0.90**	1.38
Europe	**109,410,417**	**18.68**	7.61
Hong Kong	**17,361,866**	**2.96**	2.53
Singapore	**417,545,067**	**71.29**	82.47
Accrued interest receivable on quoted fixed income securities	**5,474,500**	**0.93**	0.91
Total Quoted Fixed Income Securities	**579,963,885**	**99.01**	101.18
Portfolio of investments	**579,963,885**	**99.01**	101.18
Other net assets/(liabilities)	**5,753,404**	**0.99**	(1.18)
Net assets attributable to unitholders	**585,717,289**	**100.00**	100.00

The accompanying notes form an integral part of these financial statements.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") is a Singapore domiciled fund constituted under a Trust Deed dated 13 July 2018 (referred to as the "Deed"). The Deed is governed by the laws of the Republic of Singapore. The Trustee of the Fund is DBS Trustee Limited (the "Trustee"). The Manager of the Fund is Nikko Asset Management Asia Limited (the "Manager").

2. Material accounting policy information

The principal accounting policies applied in the preparation of these financial statements are set out below.

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial instruments at fair value, and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" ("RAP 7") revised and issued by the Institute of Singapore Chartered Accountants in August 2023 for the financial year beginning on or after 1 January 2023.

The adoption of the revised RAP 7 did not result in substantial changes to the accounting policies of the Fund and had no material effect on the amounts reported for the current or prior years.

(b) Recognition of income

Interest income is recognised on a time-proportion basis using the effective interest rate method.

(c) Foreign currency translation

(i) Functional and presentation currency

The Fund qualifies as an authorised scheme under the Securities and Futures Act 2001 ("SFA") of Singapore and is offered to retail investors in Singapore. The Fund's activities are substantially based in Singapore, with subscriptions and redemptions of the units of the Fund being denominated in Singapore Dollar.

The performance of the Fund is measured and reported to the investors in Singapore Dollar. The Manager considers the Singapore Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are expressed in Singapore Dollar, which is the Fund's functional and presentation currency.

2. Material accounting policy information (continued)

(c) Foreign currency translation (continued)

(ii) Transactions and balances

Foreign currency monetary assets and liabilities are translated into Singapore Dollar at the rates of exchange prevailing at the date of the Statement of Financial Position. The net unrealised gain or loss is taken to the Statement of Total Return within the net foreign exchange gain or loss. Transactions during the year are recorded in Singapore Dollar at the rates of exchange ruling on transaction dates. All realised gains or losses are recognised in the Statement of Total Return.

(d) Distributions

The Manager has the absolute discretion to determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account to be paid on the distribution date. The amount shall not be treated as part of the property of the Fund. Distributions are accrued for at the point in time when the necessary approvals have been obtained and a legal or constructive obligation has been created.

(e) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in fair value on investments are included in the Statement of Total Return in the year in which they arise.

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains or losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs and are taken up in the Statement of Total Return.

(f) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The quoted market prices for the fixed income securities held by the Fund is the current market quoted bid price furnished by the index provider, a pricing service approved by the Manager and the Trustee. Accrued interest or discount or premium on fixed income securities at financial year end date is included in the fair value of fixed income securities. Interest income on fixed income securities is presented within “Net gains on investments” in the Statement of Total Return.

2. Material accounting policy information (continued)

(g) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(h) Sales and purchases awaiting settlement

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(j) Payables

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

(k) Expenses

Expenses including transaction costs on purchases or sales of investments are recognized in the Statements of Total Return as the related services are performed, in the period in which they arise.

(l) Management fee

Management fee expense is recognised on an accrual basis and in accordance with the Prospectus. Management fee is recognised as an expense over the period for which the service is provided. The management fee charged on any investment in other unit trusts managed by the Manager is rebated back to the Fund, where applicable.

(m) Creation and cancellation of units

Units are issued and redeemed at the prices based on the Fund's net asset value per unit at the time of issue or redemption for each respective class. The Fund's net asset value per unit is calculated by dividing the net asset attributable to the unitholders of each class of units with the total number of outstanding units for each respective class.

3. Income tax

The Fund has been approved by the Monetary Authority of Singapore ("MAS") under the Enhanced Tier Fund ("ETF") Scheme (Section 13U of the Income Tax Act 1947 and the relevant Regulations). Subject to certain conditions being met on an annual basis, the Fund may enjoy Singapore corporate income tax exemption on "specified income" derived from "designated investments" for the life of the Fund. The tax exemption does not apply in the year when the relevant conditions are not met. Losses from "designated investments" are correspondingly disregarded. The terms "specified income" and "designated investments" are defined in the relevant income tax regulations. The Manager and the Trustee of the Fund will ensure that the Fund fulfills its reporting obligations under the ETF Scheme.

There is no income tax for the financial year ended 30 June 2024 and 2023.

4. Receivables

	2024 **S$**	2023 S$
Receivable from unitholders for creation of units	**194,140**	-

5. Payables

	2024 **S$**	2023 S$
Amount due to the Manager	**223,739**	200,820
Amount due to the Trustee	**9,571**	8,818
Provision for audit fee	**26,360**	25,600
Custody fee payable	**6,084**	5,510
Administrator fee payable	**5,787**	6,409
Other payables	**67,779**	82,850
	339,320	330,007

Amount due to the Manager comprises management fee payable to Nikko Asset Management Asia Limited. Trustee fee and transfer agent fee are payable to DBS Trustee Limited. Administrator fee and custody fee are payable to DBS Bank Limited.

6. Distributions

	2024 **S$**	2023 S$
Final distributions of S$0.0161 per unit in respect of the financial year ended 30 June 2024	**9,870,501**	-
Interim distributions of S$0.0158 per unit in respect of the financial year ended 30 June 2024	**9,391,435**	-
Final distributions of S$0.0155 per unit in respect of the financial year ended 30 June 2023	**-**	8,744,243
Interim distributions of S$0.0145 per unit in respect of the financial year ended 30 June 2023	**-**	8,098,639
	19,261,936	16,842,882

7. Units in issue

During the financial year ended 30 June 2024 and 2023, the number of units issued, redeemed and outstanding were as follow:

	2024	2023
Units at beginning of the financial year	**563,944,600**	588,233,600
Units created	**65,370,000**	43,940,000
Units cancelled	**(16,240,000)**	(68,229,000)
Units at end of the financial year	**613,074,600**	563,944,600
Net assets attributable to unitholders – S$	**585,717,289**	523,441,900
Net asset value per unit – S$	**0.9554**	0.9282

A reconciliation of the net asset value as reported in the Statement of Financial Position to the net asset value as determined for the purpose of processing unit subscription and redemption is provided below:

	2024 **S$**	2023 S$
Net assets attributable to unitholders per financial statements	**0.9554**	0.9282
Effect of distribution per unit	**0.0161**	0.0155
Effect for movement in the net asset value between the last dealing date and the end of the reporting period^	**(0.0002)**	-
Net assets attributable to unitholders for issuing/redeeming per unit	**0.9713**	0.9437

^ The net asset value for the purposes of processing unit subscription and redemption was established in accordance with the methodology indicated in the Fund's Prospectus. This item reflects the movement in net asset value between the last dealing date and the end of the reporting period.

8. Financial risk management

The Fund's activities expose it to a variety of risk, including but not limited to market risk (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Manager is responsible for the implementation of the overall risk management programme, which seeks to minimise potential adverse effects on the Fund's financial performance. Specific guidelines on exposures to individual securities and certain industries and/or countries are in place as part of the overall financial risk management to reduce the Fund's risk exposures to these risks.

The Fund's primary objective is to provide investors with investment returns that correspond closely to the total return of the iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index (the "Index") before fees and expenses.

The financial instruments are held in accordance with the published investment policies of the Fund and managed accordingly to achieve the investment objectives.

(a) Market risk – Price risk

Price risk is the risk that arises from uncertainties about future prices of financial instruments.

The Fund's investment is substantially dependent on the changes of market prices. The Fund's overall market positions are monitored regularly so as to assess changes in fundamentals and valuation. However, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the net asset value of the Fund.

The Fund's market price risk is managed through diversification of the investment portfolio across various industries.

The market prices of financial assets held by the Fund are primarily dependent on prevailing market interest rates, as the Fund invests primarily in SGD denominated bonds. Hence, no separate price risk sensitivity analysis is prepared as it is covered as part of interest rate risk sensitivity analysis.

(b) Market risk – Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates (fair value risk).

The Manager will regularly assess the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk. The Fund's overall market positions are monitored frequently and are reviewed formally on a quarterly basis by the Manager.

8. Financial risk management (continued)

(b) Market risk – Interest rate risk (continued)

The tables below summarise the Fund's exposure to interest rate risk. They include the Fund's assets and liabilities categorised by the earlier of contractual re-pricing or maturity dates.

As at 30 June 2024

	Floating rate	← Fixed rate →			Non-interest bearing	
		Up to 1 year	1-5 years	Over 5 years		Total
	S$	S$	S$	S$	S$	S$
Assets						
Portfolio of investments	**247,461,290**	**1,043,978**	**151,914,967**	**174,069,150**	**5,474,500**	**579,963,885**
Sales awaiting settlement	**-**	**-**	**-**	**-**	**5,110,888**	**5,110,888**
Cash and cash equivalents	**10,656,969**	**-**	**-**	**-**	**-**	**10,656,969**
Receivables	**-**	**-**	**-**	**-**	**194,140**	**194,140**
Prepayments	**-**	**-**	**-**	**-**	**1,228**	**1,228**
Total assets	**258,118,259**	**1,043,978**	**151,914,967**	**174,069,150**	**10,780,756**	**595,927,110**
Liabilities						
Payables	**-**	**-**	**-**	**-**	**339,320**	**339,320**
Distributions payable	**-**	**-**	**-**	**-**	**9,870,501**	**9,870,501**
Total liabilities	**-**	**-**	**-**	**-**	**10,209,821**	**10,209,821**

As at 30 June 2023

	Floating rate	← Fixed rate →			Non-interest bearing	
		Up to 1 year	1-5 years	Over 5 years		Total
	S$	S$	S$	S$	S$	S$
Assets						
Portfolio of investments	187,095,439	4,922,404	139,933,946	192,913,137	4,752,739	529,617,665
Cash and cash equivalents	3,634,341	-	-	-	-	3,634,341
Prepayments	-	-	-	-	1,120	1,120
Total assets	190,729,780	4,922,404	139,933,946	192,913,137	4,753,859	533,253,126
Liabilities						
Purchases awaiting settlement	-	-	-	-	736,976	736,976
Payables	-	-	-	-	330,007	330,007
Distributions payable	-	-	-	-	8,744,243	8,744,243
Total liabilities	-	-	-	-	9,811,226	9,811,226

As at 30 June 2024, an increase/decrease of interest rates by 1% (2023: 1%), with all other variables remaining constant, would result in a decrease/increase of the net assets attributable to unitholders by approximately 6% (2023: 6%). Reasonable possible changes in interest rates are revised annually depending on the Manager's current view of market volatility and other factors.

8. Financial risk management (continued)

(c) **Market risk – Currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates.

To minimise currency risk, the Fund mainly holds its excess cash in its functional currency. For hedging purposes, the Fund may also enter into forward foreign exchange contracts.

The Manager does not consider currency risk to be significant as all of the financial assets and financial liabilities of the Fund are denominated in Singapore Dollar, which is the functional currency of the Fund.

(d) **Liquidity risk**

Liquidity risk is the risk of loss arising from the inability of the Fund to meet its obligations as and when they fall due without incurring unacceptable cost or losses.

The Fund is exposed to daily cash redemptions from unitholders. However, in accordance with the Fund's prospectus, minimum redemption size is set.

To manage the liquidity risk, a cash buffer is maintained in the Fund and monitored for minimum cash balances to prevent any extensive disposition of assets which may occur at lower prices and overdraft situations to meet trade settlements and obligations.

The Fund's financial liabilities are analysed using contractual undiscounted cash flows for maturity groupings based on the remaining period at the Statement of Financial Position date to the contractual maturity date. As at 30 June 2024 and 2023, all liabilities are either payable upon demand or due in less than 3 months. The impact of discounting is not significant.

	Less than 3 months	
	As at 30 June 2024 S$	As at 30 June 2023 S$
Purchases awaiting settlement	**-**	736,976
Payables	**339,320**	330,007
Distributions payable	**9,870,501**	8,744,243
Contractual cash outflows	**10,209,821**	9,811,226

8. Financial risk management (continued)

(e) **Credit risk**

Credit risk is the risk that a counterparty will be unable to fulfil its obligation to the Fund in part or in full as and when they fall due.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties as well as the respective credit limits are approved;
- ensuring there are controls in place to identify and assess the creditworthiness of counterparties and review such controls on a semi-annual basis; and
- ensuring that transactions are undertaken with a large number of counterparties.

The Fund is also exposed to counterparty credit risk on its financial assets held at amortised cost. As at 30 June 2024 and 2023, the Fund's financial assets held at amortised cost as disclosed in the Statement of Financial Position are realisable within three months. The Manager considers the probability of default to be insignificant as the counterparties generally have a strong capacity to meet their contractual obligations in the near term. Hence, no loss allowance has been recognised based on the 12-month expected credit losses as any such impairment would be insignificant to the Fund.

The tables below analyse the Fund's investments by credit ratings. The credit ratings are reviewed regularly.

	Fair value at 30 June 2024	
	Floating rate securities S$	**Fixed rate securities S$**
Aaa*	**-**	**198,254,993**
Aa2	**24,335,266**	**2,485,623**
Aa3	**29,565,868**	**6,258,995**
A1	**28,432,740**	**-**
A2	**7,017,198**	**-**
A3	**3,903,610**	**3,006,333**
Baa1	**6,883,103**	**-**
Not rated**	**147,323,505**	**117,022,151**
Accrued interest receivable on quoted fixed income securities	**2,803,170**	**2,671,330**
Total	**250,264,460**	**329,699,425**

8. Financial risk management (continued)

(e) **Credit risk** (continued)

	Fair value at 30 June 2023	
	Floating rate securities S$	Fixed rate securities S$
Aaa*	-	185,945,433
Aa1	-	2,883,110
A1	-	9,004,635
A2	12,729,383	4,559,677
A3	14,912,860	16,999,749
Baa1	97,740,905	13,387,086
Baa2	21,020,192	2,761,076
Baa3	10,701,468	5,870,730
Not rated**	29,990,631	96,357,991
Accrued interest receivable on quoted fixed income securities	2,014,875	2,737,864
Total	189,110,314	340,507,351

* The balance includes securities that are issued by government agencies of governments that have Aaa rating as rated by Moody's.

** Not rated securities are supported by internal and other rating agencies credit ratings but are not disclosed due to licencing restrictions.

All trade settlement with approved counterparties are on Delivery versus Payment and/or Receipt versus Payment basis, with the exception of initial public offerings, new issues and placement transactions.

Credit risk also arises from cash and cash balances and outstanding and committed transactions with brokers. The table below summarises the credit rating of bank and custodian in which the Fund's assets are held as at 30 June 2024 and 2023.

	Credit rating as at 30 June 2024	Credit rating as at 30 June 2023
Bank and custodian		
- DBS Bank Limited	**Aa1**	Aa1

The credit ratings are based on the Local Long-Term Bank Deposits from Moody's.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

8. Financial risk management (continued)

(f) **Capital management**

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

(g) **Fair value estimation**

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The following tables analyse within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value as at 30 June 2024 and 2023:

	Level 1 S$	**Level 2 S$**	**Level 3 S$**	**Total S$**
As at 30 June 2024				
Assets				
Portfolio of investments:				
- Quoted fixed income securities	**–**	**579,963,885**	**–**	**579,963,885**

	Level 1 S$	Level 2 S$	Level 3 S$	Total S$
As at 30 June 2023				
Assets				
Portfolio of investments:				
- Quoted fixed income securities	–	529,617,665	–	529,617,665

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include investment-grade corporate and government agencies bonds.

The assets and liabilities included in the Statement of Financial Position except portfolio of investments are carried at amortised cost; their carrying values are reasonable approximation of fair value.

9. Related party transactions

In addition to related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial year between the Fund and a related party at terms agreed between the parties and within the provisions of the Deeds:

	2024	2023
	S$	S$
Bank balances held with related party of the Trustee	**10,656,969**	3,634,341

10. Financial ratios

Expense ratio

		2024	2023
Total operating expenses	S$	**1,464,716**	1,347,132
Average daily net asset value	S$	**560,422,763**	523,903,204
Total expense ratio[1]	%	**0.26**	0.26

Turnover ratio

		2024	2023
Lower of total value of purchases or sales	S$	**111,122,513**	151,587,892
Average daily net asset value	S$	**560,422,763**	523,903,204
Total turnover ratio[2]	%	**19.83**	28.93

[1] The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at financial year end was based on total operating expenses divided by the average net asset value for the period. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.

[2] The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, divided by the average daily net asset value.

The following contains additional information relating to the Fund.

1. Distribution of investments

Please refer to the Statement of Portfolio on pages 13 to 18.

2. Credit rating of debt securities

	Fair value at 30 June 2024 S$	Percentage of total net assets attributable to unitholders at 30 June 2024 %
Aaa	**198,254,993**	**33.85**
Aa2	**26,820,889**	**4.58**
Aa3	**35,824,863**	**6.12**
A1	**28,432,740**	**4.85**
A2	**7,017,198**	**1.20**
A3	**6,909,943**	**1.18**
Baa1	**6,883,103**	**1.17**
Not rated	**264,345,656**	**45.13**
Accrued interest receivable on quoted fixed income securities	**5,474,500**	**0.93**
Total	**579,963,885**	**99.01**

3. Top 10 holdings

10 largest holdings at 30 June 2024

	Fair value S$	Percentage of total net assets attributable to unitholders %
Temasek Financial (I) Limited 2.8% 17/08/2071	**18,693,317**	**3.19**
HSBC Holdings PLC 5.3% 14/03/2033 FRN	**11,772,357**	**2.01**
DBS Group Holdings Limited 3.98% Perpetuity	**11,705,676**	**2.00**
HSBC Holdings PLC 5.25% 27/06/2032 FRN	**10,431,263**	**1.78**
NTUC Income Insurance Co-Operative Limited 3.1% 20/07/2050	**10,201,533**	**1.74**
United Overseas Bank Limited 2.55% Perpetuity	**9,363,000**	**1.60**
Singtel Group Treasury Private Limited 3.3% Perpetuity	**8,942,118**	**1.52**
ABN AMRO Bank N.V. 5.5% 05/10/2032 FRN	**8,740,656**	**1.50**
CMT MTN Private Limited 2.1% 08/03/2028	**8,735,029**	**1.50**
HSBC Holdings PLC 4.75% 12/09/2034 FRN	**8,562,873**	**1.46**

3. Top 10 holdings (continued)

10 largest holdings at 30 June 2023

	Fair value S$	Percentage of total net assets attributable to unitholders %
Temasek Financial (I) Limited MTN 2.8% 17/08/2071	15,279,538	2.92
DBS Group Holdings Limited MTN 3.98% Perpetuity	13,648,227	2.61
HSBC Holdings PLC 5.25% 27/06/2032 FRN	13,387,086	2.56
ABN AMRO Bank N.V. 5.5% 05/10/2032 MTN FRN	11,157,666	2.13
United Overseas Bank Limited MTN 2.55% 22/06/2028	10,924,800	2.09
HSBC Holdings PLC 5.3% 14/03/2033 FRN	10,715,772	2.05
United Overseas Bank Limited MTN 3.58% Perpetuity	10,503,141	2.01
NTUC Income Insurance Co-Operative Limited FRN 3.1% 20/07/2050	10,264,138	1.96
Changi Airport Group 1.88% 12/05/2031	10,010,427	1.91
Australia and New Zealand Banking Group Limited 4.5% 02/12/2032 FRN	9,450,916	1.80

4. Exposure to derivatives

Nil.

5. Global exposure to financial derivatives

Nil.

6. Collateral

Nil.

7. Securities lending or repurchase transactions

Nil.

8. Investment in unit trusts, mutual funds and collective investment schemes

Nil.

9. Borrowings

Nil.

10. Amount of units created and cancelled for the financial year ended 30 June 2024

	S$
Units created	**62,175,547**
Units cancelled	**(15,571,647)**

11. Turnover ratios

Please refer to Note 10 of the Notes to the Financial Statements on page 30.

12. Expense ratios

Please refer to Note 10 of the Notes to the Financial Statements on page 30.

13. Related party transactions

Please refer to Note 9 of the Notes to the Financial Statements on page 30.

14. Any other material information that will adversely impact the valuation of the Fund

Nil.

15. Soft dollar commissions/arrangements

In its management of the Fund, the Manager currently does not receive or enter into any soft dollar commission or arrangements.

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12 Marina View, #18-02, Asia Square Tower 2,
Singapore 018961
Website: www.nikkoam.com.sg
Company Registration Number: 198202562H

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Nikko Asset Management

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Nikko Asset Management

YOUR GOALS,
OUR COMMITMENT.

SEMI-ANNUAL REPORT
Nikko AM SGD Investment Grade Corporate Bond ETF

Financial period ending 31 December 2023

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MANAGERS
Nikko Asset Management Asia Limited
12 Marina View, #18-02, Asia Square Tower 2,
Singapore 018961
Company Registration No. 198202562H

DIRECTORS OF THE MANAGERS
Seet Oon Hui Eleanor
Yutaka Nishida
Hiroshi Yoh
Allen Yan

TRUSTEE & REGISTRAR
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AUDITORS
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CUSTODIAN
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This report is also available on our website (www.nikkoam.com.sg)

PERFORMANCE SUMMARY

Returns (%)	*3 Mth*	*6 Mth*	*1 Yr*	*3 Yr*	*5 Yr*	*10 Yr*	*Since Inception*
Nikko AM SGD Investment Grade Corporate Bond ETF	2.90	3.85	8.27	-0.64	1.73	N/A	1.74
iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index	3.27	4.18	8.63	-0.35	2.07	N/A	2.11

Source: Nikko Asset Management Asia Limited & Markit Indices Limited. Returns as at 31 December 2023. Returns are calculated on a NAV-NAV[1] basis, SGD, and based on the assumption that all dividends and distributions are reinvested, if any. Returns for period in excess of 1 year are annualized. Past performance is not indicative of future performance.

Note:
(1) Nil subscription fee or preliminary charge

Inception date: 27 August 2018

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About Nikko AM SGD Investment Grade Corporate Bond ETF

The Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") is a collective investment scheme authorised under Section 286 of the Securities and Futures Act and is established under the terms of a trust deed dated 13 July 2018 made between Nikko Asset Management Asia Limited as manager, and DBS Trustee Limited as trustee, of the Fund.

The investment objective of the Fund is to provide investors with investment returns that correspond closely to the total return of the iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index (the "Index"), 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 SGD denominated investment grade bonds excluding Singapore Government Securities ("SGD-denominated Investment Grade Bonds"), before fees and expenses. There 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.

The Fund will seek to achieve its investment objective by adopting a representative sampling strategy or similar strategy. Representative sampling is a strategy of investing in a representative sample of securities in the Index which have a similar investment profile as that of the Index. The Manager may invest in certain securities that are not included in the Index ("non-Index Securities") but have aggregate characteristics (such as yield and duration) similar to those of the Index. The Fund can invest up to 20% of its total net asset value in such non-Index Securities, that should meet at least one of the following criteria:

- SGD denominated bonds in which the bond or its issuer are rated as investment grade by S&P, Moody's or Fitch, and have a minimum issuance size of SGD 100 million;
- SGD denominated bonds by prevailing issuers of the Index with a minimum issuance size of SGD 100 million; or
- Singapore Government Securities (SGS).

The Fund will generally not hold all the securities that are included in the Index. The Fund is designed for investors who seek an "index-based" approach to investing in a portfolio of SGD-denominated Investment Grade Bonds in a cost effective and easy to access manner. Units may also be used as an asset allocation tool or as a trading instrument.

With effect from 22 April 2020, the Fund is included under the Central Provident Fund ("CPF") Investment Scheme ("CPFIS") – Ordinary Account (the "CPF Ordinary Account") for subscription by members of the public using their CPF monies and is classified under the category of Low to Medium Risk – Narrowly Focused – Country – Singapore.

Note: Investors are advised to refer to the Fund's prospectus for more details on the Fund.

This document is purely for informational purposes only with no consideration given to the specific investment objective, financial situation and particular needs of any specific person. It should not be relied upon as financial advice. 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 funds 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 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 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 suspended or delisted from the SGX-ST. Listing of the units does not guarantee a liquid market for the units. 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.

(Where relevant – for funds included under CPFIS) The Central Provident Fund ("CPF") Ordinary Account ("OA") interest rate is the legislated minimum 2.5% per annum, or the 3-month average of major local banks' interest rates, whichever is higher, reviewed quarterly. The interest rate for Special Account ("SA") is currently 4% per annum or the 12-month average yield of 10-year Singapore Government Securities plus 1%, whichever is higher, reviewed quarterly. Only monies in excess of $20,000 in OA and $40,000 in SA can be invested under the CPF Investment Scheme ("CPFIS"). Please refer to the website of the CPF Board for further information. Investors should note that the applicable interest rates for the CPF accounts and the terms of CPFIS may be varied by the CPF Board from time to time.

Nikko Asset Management Asia Limited. Registration Number 198202562H

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF TOTAL RETURN

For the financial period from 1 July 2023 to 31 December 2023 (Unaudited)

	31 December 2023 S$	31 December 2022 S$
Income		
Interest on cash and cash equivalents	**2,802**	3,470
Other income	**1,875**	-
	4,677	3,470
Expenses		
Management fee	**413,147**	391,723
Trustee fee	**55,086**	52,230
Custody fee	**45,345**	45,907
Administrator fee	**28,551**	28,131
Audit fee	**12,905**	13,919
Transaction costs	**3,075**	4,750
Other expenses	**164,652**	146,666
	722,761	683,326
Net losses	**(718,084)**	(679,856)
Net gains/(losses) on value of investments		
Net gains/(losses) on investments	**21,764,578**	(13,153,841)
	21,764,578	(13,153,841)
Total return/(deficit) for the financial period before income tax	**21,046,494**	(13,833,697)
Less: Income tax	**-**	-
Total return/(deficit) for the financial period after income tax	**21,046,494**	(13,833,697)

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF FINANCIAL POSITION

As at 31 December 2023 (Unaudited)

	31 December 2023	30 June 2023
	S$	S$
ASSETS		
Portfolio of investments	**567,876,641**	529,617,665
Cash and cash equivalents	**5,498,200**	3,634,341
Prepayments	**5,101**	1,120
Total assets	**573,379,942**	533,253,126
LIABILITIES		
Distributions payable	**9,391,435**	8,744,243
Payables	**340,386**	330,007
Purchases awaiting settlement	**-**	736,976
Total liabilities	**9,731,821**	9,811,226
EQUITY		
Net assets attributable to unitholders	**563,648,121**	523,441,900

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the financial period from 1 July 2023 to 31 December 2023 (Unaudited)

	31 December 2023 S$	30 June 2023 S$
Net assets attributable to unitholders at the beginning of financial period/year	**523,441,900**	555,690,900
Operations		
Change in net assets attributable to unitholders resulting from operations	**21,046,494**	7,996,181
Unitholders' contributions/(withdrawals)		
Creation of units	**31,034,675**	40,782,611
Cancellation of units	**(2,483,513)**	(64,184,910)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	**28,551,162**	(23,402,299)
Distributions	**(9,391,435)**	(16,842,882)
Total increase/(decrease) in net assets attributable to unitholders	**40,206,221**	(32,249,000)
Net assets attributable to unitholders at the end of financial period/year	**563,648,121**	523,441,900

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 31 December 2023 (Unaudited)

By Industry (Primary)

	Holdings at 31 December 2023	Fair value at 31 December 2023 S$	Percentage of total net assets attributable to unitholders at 31 December 2023 %
Quoted Fixed Income Securities			
AIR TRANSPORT			
Changi Airport Group 1.88% 12/05/2031	**10,500,000**	**9,300,437**	**1.65**
Singapore Airlines Limited 3.035% 11/04/2025	**2,500,000**	**2,460,861**	**0.44**
Singapore Airlines Limited 3.13% 17/11/2026	**3,500,000**	**3,443,173**	**0.61**
Singapore Airlines Limited 3.13% 23/08/2027	**3,500,000**	**3,413,853**	**0.61**
Singapore Airlines Limited 3.50% 02/12/2030	**2,500,000**	**2,442,359**	**0.43**
		21,060,683	**3.74**
BANKING			
ABN AMRO Bank N.V. 5.5% 05/10/2032	**10,000,000**	**10,210,000**	**1.81**
Australia and New Zealand Banking Group Limited 4.5% 02/12/2032	**7,500,000**	**7,567,500**	**1.34**
BNP Paribas SA 5.25% 12/07/2032	**2,750,000**	**5,229,787**	**0.93**
BNP Paribas SA 3.125% 22/02/2032	**5,500,000**	**2,797,603**	**0.50**
Commerzbank AG 5.7% 03/05/2033	**3,000,000**	**3,050,935**	**0.54**
Commerzbank AG 6.5% 24/04/2034	**3,750,000**	**3,905,044**	**0.69**
Credit Agricole SA 4.85% 27/02/2033	**5,500,000**	**5,464,301**	**0.97**
Credit Agricole SA 3.8% 30/04/2031	**5,750,000**	**5,577,276**	**0.99**
Credit Agricole SA 5.25% 07/09/2033	**4,000,000**	**4,082,251**	**0.72**
DBS Group Holdings Limited 3.98% 12/09/2025 Perpetuity	**11,750,000**	**11,725,632**	**2.08**
Deutsche Bank AG 5% 05/09/2026	**6,000,000**	**6,063,820**	**1.08**
HSBC Holdings PLC 4.5% 07/06/2029	**6,250,000**	**6,376,313**	**1.13**
HSBC Holdings PLC 5.3% 26/03/2034	**7,500,000**	**7,814,050**	**1.39**
HSBC Holdings PLC 5.25% 27/06/2032	**11,750,000**	**12,209,527**	**2.16**
HSBC Holdings PLC 5.3% 14/03/2033	**11,500,000**	**11,987,996**	**2.13**
Lloyds Banking Group 5.25% 22/08/2033	**6,250,000**	**6,320,471**	**1.12**
Oversea-Chinese Banking Corporation Limited 3.9% Perpetuity	**8,250,000**	**8,184,000**	**1.45**
Oversea-Chinese Banking Corporation Limited 4.5% Perpetuity	**4,250,000**	**4,339,250**	**0.77**
United Overseas Bank Limited 2.55% Perpetuity	**11,000,000**	**10,373,000**	**1.84**
United Overseas Bank Limited 3.58% Perpetuity	**7,750,000**	**7,673,144**	**1.36**
United Overseas Bank Limited 4.25% Perpetuity	**2,750,000**	**2,793,636**	**0.50**
United Overseas Bank Limited 5.25% Perpetuity	**7,750,000**	**8,123,066**	**1.44**
Westpac Banking Corporation 4.65% 07/09/2032	**6,500,000**	**6,531,281**	**1.16**
		158,399,883	**28.10**
BUILDING			
Surbana Jurong Private Limited 2.48% 10/02/2031	**3,500,000**	**3,173,325**	**0.56**
Surbana Jurong Private Limited 4.11% 03/10/2025	**2,250,000**	**2,251,020**	**0.40**
		5,424,345	**0.96**
CONGLOMERATE/DIVERSIFIED			
Keppel Corporation Limited 3.66% 07/05/2029	**2,250,000**	**2,245,444**	**0.40**
Keppel Corporation Limited 4.00% 07/09/2042	**1,500,000**	**1,508,222**	**0.27**
		3,753,666	**0.67**
EDUCATION			
Nanyang Technological University 2.185% 20/10/2036	**6,500,000**	**5,430,608**	**0.96**
		5,430,608	**0.96**

By Industry (Primary) (continued)

	Holdings at 31 December 2023	Fair value at 31 December 2023 S$	Percentage of total net assets attributable to unitholders at 31 December 2023 %
Quoted Fixed Income Securities (continued)			
FINANCE			
CLI Treasury Limited 3.33% 12/04/2027	**8,000,000**	**7,881,786**	**1.40**
CLI Treasury Limited 4.2% 12/04/2030	**3,000,000**	**3,037,540**	**0.54**
Eastern Air Overseas (Hong Kong) Corporation Limited 2.00% 15/07/2026	**6,500,000**	**6,163,202**	**1.09**
Housing & Development Board 1.265% 24/06/2030	**4,000,000**	**3,562,950**	**0.63**
Housing & Development Board 1.30% 03/12/2035	**6,000,000**	**4,819,455**	**0.86**
Housing & Development Board 1.37% 16/03/2028	**1,750,000**	**1,629,561**	**0.29**
Housing & Development Board 1.54% 12/10/2028	**2,500,000**	**2,326,147**	**0.41**
Housing & Development Board 1.645% 23/11/2026	**750,000**	**717,776**	**0.13**
Housing & Development Board 1.73% 19/05/2031	**3,250,000**	**2,942,901**	**0.52**
Housing & Development Board 1.75% 25/11/2024	**1,000,000**	**983,150**	**0.17**
Housing & Development Board 1.76% 24/02/2027	**4,750,000**	**4,548,713**	**0.81**
Housing & Development Board 1.845% 15/03/2027	**2,250,000**	**2,159,000**	**0.38**
Housing & Development Board 1.865% 21/07/2033	**3,000,000**	**2,656,177**	**0.47**
Housing & Development Board 1.971% 25/01/2029	**1,000,000**	**946,836**	**0.17**
Housing & Development Board 2.035% 16/09/2026	**4,500,000**	**4,360,309**	**0.77**
Housing & Development Board 2.25% 21/11/2024	**2,500,000**	**2,469,125**	**0.44**
Housing & Development Board 2.27% 16/07/2029	**3,750,000**	**3,590,023**	**0.64**
Housing & Development Board 2.315% 18/09/2034	**3,500,000**	**3,189,185**	**0.57**
Housing & Development Board 2.32% 24/01/2028	**3,000,000**	**2,907,630**	**0.52**
Housing & Development Board 2.35% 25/05/2027	**8,250,000**	**8,033,169**	**1.42**
Housing & Development Board 2.495% 11/03/2026	**4,750,000**	**4,667,313**	**0.83**
Housing & Development Board 2.545% 04/07/2031	**2,500,000**	**2,395,209**	**0.42**
Housing & Development Board 2.598% 30/10/2029	**6,000,000**	**5,835,826**	**1.04**
Housing & Development Board 2.625% 17/09/2025	**6,750,000**	**6,651,967**	**1.18**
Housing & Development Board 2.675% 22/01/2029	**6,250,000**	**6,122,414**	**1.09**
Housing & Development Board 2.94% 13/07/2027	**4,000,000**	**3,970,235**	**0.70**
Housing & Development Board 3.08% 31/05/2030	**2,500,000**	**2,491,511**	**0.44**
Housing & Development Board 3.22% 01/12/2026	**5,500,000**	**5,501,227**	**0.98**
Housing & Development Board 3.437% 13/09/2029	**2,250,000**	**2,287,460**	**0.41**
Housing & Development Board 3.948% 29/01/2029	**5,500,000**	**5,713,351**	**1.01**
Housing & Development Board 3.995% 06/12/2029	**3,750,000**	**3,927,149**	**0.70**
Housing & Development Board 4.09% 26/10/2027	**1,750,000**	**1,808,791**	**0.32**
Lendlease Finance Limited 3.90% 27/04/2027	**6,000,000**	**5,909,112**	**1.05**
Macquarie Group Limited 4.5% 18/08/2026	**6,500,000**	**6,566,860**	**1.16**
Panther Ventures Limited 3.38% Perpetuity	**4,250,000**	**2,919,689**	**0.52**
Sembcorp Financial Services Private Limited 2.66% 06/04/2032	**1,000,000**	**889,141**	**0.16**
Sembcorp Financial Services Private Limited 4.6% 15/03/2030	**3,000,000**	**3,090,859**	**0.55**
Sembcorp Financial Services Private Limited 2.45% 09/06/2031	**9,250,000**	**8,256,195**	**1.46**
Sembcorp Financial Services Private Limited 3.735% 20/04/2029	**2,000,000**	**1,980,735**	**0.35**
Temasek Financial (I) Limited 2.80% 17/08/2071	**19,750,000**	**16,540,660**	**2.93**
Temasek Financial (I) Limited 3.785% 05/03/2025	**5,500,000**	**5,505,249**	**0.98**
Temasek Financial (I) Limited 4.00% 07/12/2029	**1,250,000**	**1,269,188**	**0.23**
Temasek Financial (I) Limited 4.0475% 05/03/2035	**6,000,000**	**6,158,695**	**1.09**
Temasek Financial (I) Limited 4.20% 02/08/2050	**5,750,000**	**6,277,067**	**1.11**
		185,660,538	**32.94**
RETAIL			
NTUC Fairprice Co-Operative Limited 3.46% 24/05/2029	**1,250,000**	**1,221,344**	**0.22**
		1,221,344	**0.22**

By Industry (Primary) (continued)

	Holdings at 31 December 2023	Fair value at 31 December 2023 S$	Percentage of total net assets attributable to unitholders at 31 December 2023 %
Quoted Fixed Income Securities (continued)			
GOVERNMENT			
National Environment Agency 1.67% 15/09/2031	5,500,000	4,950,671	0.88
National Environment Agency 2.5% 15/09/2051	10,250,000	8,388,831	1.49
Republic of Singapore 1.875% 01/03/2050	800,000	669,004	0.12
		14,008,506	2.49
HOTELS, RESTAURANTS & LEISURE			
Shangri-La Hotel Limited 4.4% 01/08/2028	2,000,000	2,004,470	0.36
Shangri-La Hotel Limited 4.5% 12/11/2025	1,750,000	1,748,918	0.31
		3,753,388	0.67
INDUSTRIAL			
STT GDC Private Limited 3.13% 28/07/2028	4,750,000	4,558,242	0.81
		4,558,242	0.81
INSURANCE			
AIA Group Limited 2.90% Perpetuity	7,500,000	6,410,765	1.13
AIA Group Limited 5.1% Perpetuity	4,000,000	4,102,033	0.73
Manulife Financial Corporation 3% 21/11/2029	5,500,000	5,385,546	0.96
NTUC Income Insurance Co-Operative Limited 3.10% 20/07/2050	13,750,000	12,237,665	2.17
Singapore Life Holdings Private Limited 3.375% 24/02/2031	8,000,000	7,721,963	1.37
Swiss Re Finance AG 3.125% 03/07/2035	6,000,000	5,808,366	1.03
		41,666,338	7.39
MARINE TRANSPORTATION			
PSA Treasury Private Limited 2.88% 27/04/2027	7,250,000	7,045,117	1.25
		7,045,117	1.25
REAL ESTATE			
CapitaLand Ascendas REIT 3.00% Perpetuity	4,000,000	3,878,717	0.69
CapitaLand Treasury Limited 2.9% 21/09/2032	5,750,000	5,333,949	0.95
CapitaLand Treasury Limited 3.08% 19/10/2027	4,000,000	3,927,758	0.70
CapitaLand Treasury Limited 3.15% 29/08/2029	5,250,000	5,065,462	0.90
CDL Properties Limited 2% 16/06/2026	500,000	475,123	0.08
CDL Properties Limited 2.3% 23/03/2026	1,250,000	1,199,125	0.21
CDL Properties Limited 2.7% 23/01/2025	1,000,000	981,487	0.17
CMT MTN Private Limited 3.938% 19/06/2030	3,500,000	3,547,566	0.63
CMT MTN Private Limited 2.10% 08/03/2028	10,250,000	9,623,210	1.71
Fraser Property Treasury Private Limited 4.15% 23/02/2027	1,500,000	1,478,496	0.26
Mapletree Industrial Trust Treasury Company Private Limited 3.15% Perpetuity	6,500,000	6,132,750	1.09
Mapletree Logistics Trust 3.725% Perpetuity	6,500,000	6,262,511	1.11
Mapletree Treasury Services Limited 2.85% 29/08/2025	2,500,000	2,455,849	0.44
Mapletree Treasury Services Limited 3.58% 13/03/2029	2,500,000	2,484,108	0.44
Mapletree Treasury Services Limited 3.15% 03/09/2031	1,500,000	1,435,430	0.25
Mapletree Treasury Services Limited 3.40% 03/09/2026	2,500,000	2,468,990	0.44
UOL Treasury Services Private Limited 2.33% 31/08/2028	5,000,000	4,586,991	0.81
		61,337,522	10.88

By Industry (Primary) (continued)

	Holdings at 31 December 2023	Fair value at 31 December 2023 S$	Percentage of total net assets attributable to unitholders at 31 December 2023 %
Quoted Fixed Income Securities (continued)			
TELECOMMUNICATIONS			
Singapore Technologies Telemedia Private Limited 4.05% 02/12/2025	**2,500,000**	**2,505,342**	**0.44**
Singtel Group Treasury Private Limited 3.30% Perpetuity	**8,500,000**	**7,787,792**	**1.38**
Starhub Limited 3.55% 08/06/2026	**3,000,000**	**2,977,104**	**0.53**
		13,270,238	**2.35**
TRANSPORTATION			
Land Transport Authority 3.275% 29/10/2025	**2,500,000**	**2,498,215**	**0.44**
Land Transport Authority 3.09% 31/08/2027	**500,000**	**500,707**	**0.09**
Land Transport Authority 3.30% 03/06/2054	**4,500,000**	**4,147,466**	**0.74**
Land Transport Authority 3.35% 19/03/2048	**4,250,000**	**4,057,453**	**0.72**
Land Transport Authority 3.38% 30/01/2059	**4,750,000**	**4,381,853**	**0.78**
Land Transport Authority 3.43% 30/10/2053	**2,500,000**	**2,367,441**	**0.42**
Land Transport Authority 3.45% 30/07/2058	**7,750,000**	**7,265,036**	**1.28**
Land Transport Authority 3.51% 18/09/2030	**1,500,000**	**1,524,497**	**0.27**
		26,742,668	**4.74**
UTILITIES-WATER			
Public Utilities Board 3.01% 18/07/2033	**3,250,000**	**3,231,349**	**0.57**
Public Utilities Board 3.433% 30/08/2052	**750,000**	**752,867**	**0.14**
Public Utilities Board 3.62% 12/10/2027	**5,250,000**	**5,357,468**	**0.95**
		9,341,684	**1.66**
Total Quoted Fixed Income Securities		**562,674,770**	**99.83**
Accrued interest receivable on quoted fixed income securities		**5,201,871**	**0.92**
Portfolio of investments		**567,876,641**	**100.75**
Other net liabilities		**(4,228,520)**	**(0.75)**
Net assets attributable to unitholders		**563,648,121**	**100.00**

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 31 December 2023 (Unaudited)

By Industry (Summary)

	Fair value at 31 December 2023 S$	**Percentage of total net assets attributable to unitholders at 31 December 2023 %**	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Air Transport	**21,060,683**	**3.74**	4.45
Banking	**158,399,883**	**28.10**	24.52
Building	**5,424,345**	**0.96**	0.68
Conglomerate/Diversified	**3,753,666**	**0.67**	0.36
Education	**5,430,608**	**0.96**	1.07
Finance	**185,660,538**	**32.94**	43.13
Retail	**1,221,344**	**0.22**	0.18
Government	**14,008,506**	**2.49**	2.47
Hotels, Restaurants & Leisure	**3,753,388**	**0.67**	0.24
Industrial	**4,558,242**	**0.81**	0.59
Insurance	**41,666,338**	**7.39**	4.53
Marine Transportation	**7,045,117**	**1.25**	-
Oil and Gas	**-**	**-**	0.42
Real Estate	**61,337,522**	**10.88**	8.80
Transportation	**26,742,668**	**4.74**	5.03
Utilities-Water	**9,341,684**	**1.66**	1.69
Telecommunications	**13,270,238**	**2.35**	2.11
Accrued interest receivable on quoted fixed income securities	**5,201,871**	**0.92**	0.91
Portfolio of investments	**567,876,641**	**100.75**	101.18
Other net liabilities	**(4,228,520)**	**(0.75)**	(1.18)
Net assets attributable to unitholders	**563,648,121**	**100.00**	100.00

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 31 December 2023 (Unaudited)

By Geography (Summary)

	Fair value at 31 December 2023 S$	**Percentage of total net assets attributable to unitholders at 31 December 2023 %**	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Quoted Fixed Income Securities			
Australia	**28,082,975**	**4.98**	5.41
British Virgin Islands	**5,425,031**	**0.96**	0.87
Canada	**8,362,650**	**1.48**	1.38
Europe	**55,162,348**	**9.79**	7.61
Hong Kong	**20,119,174**	**3.57**	2.53
Singapore	**445,522,592**	**79.05**	82.47
Accrued interest receivable on quoted fixed income securities	**5,201,871**	**0.92**	0.91
Total Quoted Fixed Income Securities	**567,876,641**	**100.75**	101.18
Portfolio of investments	**567,876,641**	**100.75**	101.18
Other net liabilities	**(4,228,520)**	**(0.75)**	(1.18)
Net assets attributable to unitholders	**563,648,121**	**100.00**	100.00

The following contains additional information relating to the Fund.

1. Distribution of investments

Please refer to the Statement of Portfolio on pages 8 to 13.

2. Credit rating of debt securities

	Fair value at 31 December 2023 S$	Percentage of total net assets attributable to unitholders at 31 December 2023 %
Aaa*	**168,038,463**	**29.81**
A1	**16,576,617**	**2.95**
A2	**13,522,839**	**2.40**
A3	**3,878,717**	**0.69**
Aa2	**11,725,632**	**2.08**
Aa3	**47,460,000**	**8.42**
Baa2	**7,721,963**	**1.37**
Not rated**	**293,750,539**	**52.11**
Accrued interest receivable on quoted fixed income securities	**5,201,871**	**0.92**
Total	**567,876,641**	**100.75**

* The balance includes securities that are issued by government agencies of governments that have a Aaa rating as rated by Moody's.

** Not rated securities are supported by internal and other rating agencies credit ratings but are not disclosed due to licensing restrictions.

3. Top 10 holdings

10 largest holdings at 31 December 2023

	Fair value S$	Percentage of total net assets attributable to unitholders %
Temasek Financial (I) Limited 2.80% 17/08/2071	**16,540,660**	**2.93**
NTUC Income Insurance Co-Operative Limited 3.10% 20/07/2050	**12,237,665**	**2.17**
HSBC Holdings PLC 5.25% 27/06/2032	**12,209,527**	**2.16**
HSBC Holdings PLC 5.3% 14/03/2033	**11,987,996**	**2.13**
DBS Group Holdings Limited 3.98% 12/09/2025 Perpetuity	**11,725,632**	**2.08**
United Overseas Bank Limited 2.55% Perpetuity	**10,373,000**	**1.84**
ABN AMRO Bank N.V. 5.5% 05/10/2032	**10,210,000**	**1.81**
CMT MTN Private Limited 2.10% 08/03/2028	**9,623,210**	**1.71**
Changi Airport Group 1.88% 12/05/2031	**9,300,437**	**1.65**
National Environment Agency 2.5% 15/09/2051	**8,388,831**	**1.49**

10 largest holdings at 31 December 2022

	Fair value S$	Percentage of total net assets attributable to unitholders %
DBS Group Holdings Limited 3.98%12/09/2025 Perpetuity	17,524,193	3.47
Temasek Financial (I) Limited 2.80% 17/08/2071	13,996,519	2.77
HSBC Holdings PLC 5.25% 27/06/2032	13,377,975	2.65
United Overseas Bank Limited 3.58% Perpetuity	11,752,198	2.32
ABN AMRO Bank N.V. 5.5% 05/10/2032	11,636,275	2.30
NTUC Income Insurance Co-Operative Limited 3.10% 20/07/2050	11,011,354	2.18
United Overseas Bank Limited 2.55% Perpetuity	10,368,000	2.05
United Overseas Bank Limited 3.50% 27/02/2029	10,236,895	2.03
Changi Airport Group 1.88% 12/05/2031	10,100,368	2.00
Macquarie Group Limited 4.5% 18/08/2026	8,420,792	1.67

4. Exposure to derivatives

Nil

5. Global exposure to financial derivatives

Nil

6. Collateral

Nil

7. Securities lending or repurchase transactions

Nil

8. Investment in unit trusts, mutual funds and collective investment schemes

Nil

9. Borrowings

Nil

10. Amount of units created and cancelled for the financial period ended 31 December 2023

	S$
Units created	**31,034,675**
Units cancelled	**(2,483,513)**

11. Financial ratios

Expense ratio

		31 December 2023	31 December 2022
Total operating expenses	S$	**1,388,242**	1,418,367
Average daily net asset value	S$	**538,391,836**	548,257,974
Total expense ratio[1]	%	**0.26**	0.26

Turnover ratio

		31 December 2023	31 December 2022
Lower of total value of purchases or sales	S$	**41,931,716**	83,561,557
Average daily net asset value	S$	**546,383,040**	517,828,669
Total turnover ratio[2]	%	**7.67**	16.14

[1] The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at financial period end was based on total operating expenses divided by the average net asset value for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.

[2] The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, divided by the average daily net asset value.

12. Related party transactions

The Manager of the Fund is Nikko Asset Management Asia Limited, a subsidiary of Nikko Asset Management International Limited. The Trustee of the Fund is DBS Trustee Limited (the "Trustee").

Management fee is payable to the Manager. Trustee fee is payable to the Trustee. Custody fee and administrator fee are payable to a related company of the Trustee, DBS Bank Limited.

In addition to related party information shown elsewhere in the financial statements (including the Statement of Portfolio), the following significant transactions took place during the financial period between the Fund and a related party at terms agreed between the parties and within the provisions of the Deeds:

	31 December 2023 S$	30 June 2023 S$
Bank balances held with a related party of the Trustee	**5,498,200**	3,634,341

13. Any other material information that will adversely impact the valuation of the Fund

Nil

14. Soft dollar commissions/ arrangements

In its management if the Fund, the Manager currently does not receive or enter into any soft dollar commission or arrangements.

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12 Marina View, #18-02, Asia Square Tower 2,
Singapore 018961
Website: www.nikkoam.com.sg
Company Registration Number: 198202562H

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Nikko Asset Management

YOUR GOALS,
OUR COMMITMENT.

ANNUAL REPORT
Nikko AM SGD Investment Grade Corporate Bond ETF

Financial year ended 30 June 2023

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MANAGERS
Nikko Asset Management Asia Limited
12 Marina View, #18-02, Asia Square Tower 2,
Singapore 018961
Company Registration No. 198202562H

DIRECTORS OF THE MANAGERS
Kiyotaka Ryu (resigned with effect from 22 September 2023)
Seet Oon Hui Eleanor

TRUSTEE & REGISTRAR
DBS Trustee Limited
12 Marina Boulevard
Marina Bay Financial Centre Tower 3
Singapore 018982

AUDITORS
PricewaterhouseCoopers LLP
7 Straits View, Marina One,
East Tower, Level 12,
Singapore 018936

CUSTODIAN
DBS Bank Limited
12 Marina Boulevard
Marina Bay Financial Centre Tower 3
Singapore 018982

This report is also available on our website (www.nikkoam.com.sg)

PERFORMANCE SUMMARY

Returns (%)	*3 Mth*	*6 Mth*	*1 Yr*	*3 Yr*	*5 Yr*	*10 Yr*	*Since Inception*
Nikko AM SGD Investment Grade Corporate Bond ETF	2.25	4.27	1.49	-0.76	N/A	N/A	1.13
iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index	2.21	4.27	1.67	-0.53	N/A	N/A	1.47

Source: Nikko Asset Management Asia Limited & Markit Indices Limited. Returns as at 30 June 2023. Returns are calculated on a NAV-NAV[1] basis, SGD, and based on the assumption that all dividends and distributions are reinvested, if any. Returns for period in excess of 1 year are annualized. Past performance is not indicative of future performance.

Note:
(1) Nil subscription fee or preliminary charge

Inception date: 27 August 2018

The "**iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index**" is a product of S&P Dow Jones Indices LLC or its affiliates ("**SPDJI**"), and has been licensed for use by **Nikko Asset Management Asia Limited**. S&P®, S&P 500®, US 500, The 500, iBoxx®, iTraxx® and CDX® are trademarks of S&P Global, Inc. or its affiliates ("**S&P**"); Dow Jones® is a registered trademark of Dow Jones Trademark Holdings LLC ("**Dow Jones**") and these trademarks have been licensed for use by SPDJI and sublicensed for certain purposes by **Nikko Asset Management Asia Limited**. **Nikko AM SGD Investment Grade Corporate Bond ETF** is not sponsored, endorsed, sold or promoted by SPDJI, Dow Jones, S&P, their respective affiliates and none of such parties make any representation regarding the advisability of investing in such product(s) nor do they have any liability for any errors, omissions, or interruptions of the **iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index**.

About Nikko AM SGD Investment Grade Corporate Bond ETF

The Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") is a collective investment scheme authorised under Section 286 of the Securities and Futures Act and is established under the terms of a trust deed dated 13 July 2018 made between Nikko Asset Management Asia Limited as manager, and DBS Trustee Limited as trustee, of the Fund.

The investment objective of the Fund is to provide investors with investment returns that correspond closely to the total return of the iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index (the "Index"), 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 SGD denominated investment grade bonds excluding Singapore Government Securities ("SGD-denominated Investment Grade Bonds"), before fees and expenses. There 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.

The Fund will seek to achieve its investment objective by adopting a representative sampling strategy or similar strategy. Representative sampling is a strategy of investing in a representative sample of securities in the Index which have a similar investment profile as that of the Index. The Manager may invest in certain securities that are not included in the Index ("non-Index Securities") but have aggregate characteristics (such as yield and duration) similar to those of the Index. The Fund can invest up to 20% of its total net asset value in such non-Index Securities, that should meet at least one of the following criteria:

- SGD denominated bonds in which the bond or its issuer are rated as investment grade by S&P, Moody's or Fitch, and have a minimum issuance size of SGD 100 million;
- SGD denominated bonds by prevailing issuers of the Index with a minimum issuance size of SGD 100 million; or
- Singapore Government Securities (SGS).

The Fund will generally not hold all the securities that are included in the Index. The Fund is designed for investors who seek an "index-based" approach to investing in a portfolio of SGD-denominated Investment Grade Bonds in a cost effective and easy to access manner. Units may also be used as an asset allocation tool or as a trading instrument.

With effect from 22 April 2020, the Fund is included under the Central Provident Fund ("CPF") Investment Scheme ("CPFIS") – Ordinary Account (the "CPF Ordinary Account") for subscription by members of the public using their CPF monies and is classified under the category of Low to Medium Risk – Narrowly Focused – Country – Singapore.

Note: Investors are advised to refer to the Fund's prospectus for more details on the Fund.

This document is purely for informational purposes only with no consideration given to the specific investment objective, financial situation and particular needs of any specific person. It should not be relied upon as financial advice. 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 funds 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 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 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 suspended or delisted from the SGX-ST. Listing of the units does not guarantee a liquid market for the units. 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.

(Where relevant – for funds included under CPFIS) The Central Provident Fund ("CPF") Ordinary Account ("OA") interest rate is the legislated minimum 2.5% per annum, or the 3-month average of major local banks' interest rates, whichever is higher, reviewed quarterly. The interest rate for Special Account ("SA") is currently 4% per annum or the 12-month average yield of 10-year Singapore Government Securities plus 1%, whichever is higher, reviewed quarterly. Only monies in excess of $20,000 in OA and $40,000 in SA can be invested under the CPF Investment Scheme ("CPFIS"). Please refer to the website of the CPF Board for further information. Investors should note that the applicable interest rates for the CPF accounts and the terms of CPFIS may be varied by the CPF Board from time to time.

Nikko Asset Management Asia Limited. Registration Number 198202562H

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

REPORT OF THE TRUSTEE
For the financial year ended 30 June 2023

The Trustee is under a duty to take into custody and hold the assets of Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 10 to 28, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
DBS Trustee Limited

_____

Authorised signatory
28 September 2023

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT BY THE MANAGER
For the financial year ended 30 June 2023

In the opinion of Nikko Asset Management Asia Limited, the accompanying financial statements set out on pages 10 to 28, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") as at 30 June 2023, and the financial performance and movements in unitholders' funds for the financial year ended 30 June 2023 in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
Nikko Asset Management Asia Limited

_____

Authorised signatory
28 September 2023

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

Our Opinion

In our opinion, the accompanying financial statements of Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 30 June 2023, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 30 June 2023;
- the Statement of Financial Position as at 30 June 2023;
- the Statement of Movements of Unitholders' Funds for the financial year ended 30 June 2023;
- the Statement of Portfolio as at 30 June 2023; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

Our Audit Approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular, we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Key Audit Matters

We have determined that there are no key audit matters to communicate in our report.

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all the sections of the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.

Auditor's Responsibilities for the Audit of the Financial Statements (continued)

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Lim Kheng Wah.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore, 28 September 2023

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF TOTAL RETURN
For the financial year ended 30 June 2023

	Note	**2023 S$**	2022 S$
Income			
Interest on cash and cash equivalents		**4,900**	-
Expenses			
Administrator fee		**56,410**	62,014
Audit fee		**26,412**	30,185
Custody fee		**78,348**	103,546
Management fee		**786,030**	885,094
Transaction costs		**7,975**	8,700
Trustee fee		**104,804**	118,012
Other expenses		**295,128**	324,716
		1,355,107	1,532,267
Net losses		**(1,350,207)**	(1,532,267)
Net gains or losses on value of investments			
Net gains/(losses) on investments		**9,346,388**	(36,995,355)
		9,346,388	(36,995,355)
Total return/(deficit) for the financial year before income tax		**7,996,181**	(38,527,622)
Less: Income tax	3	**-**	-
Total return/(deficit) for the financial year after income tax		**7,996,181**	(38,527,622)

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF FINANCIAL POSITION
As at 30 June 2023

	Note	**2023** **S$**	2022 S$
ASSETS			
Portfolio of investments		**529,617,665**	561,113,313
Sales awaiting settlement		**-**	4,158,212
Cash and cash equivalents		**3,634,341**	4,505,604
Receivables	4	**-**	191,640
Prepayments		**1,120**	1,099
Total assets		**533,253,126**	569,969,868
LIABILITIES			
Distributions payable	6	**8,744,243**	7,941,154
Purchases awaiting settlement		**736,976**	6,040,305
Payables	5	**330,007**	297,509
Total liabilities		**9,811,226**	14,278,968
EQUITY			
Net assets attributable to unitholders	7	**523,441,900**	555,690,900

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF
(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS
For the financial year ended 30 June 2023

	Note	**2023 S$**	2022 S$
Net assets attributable to unitholders at the beginning of financial year		**555,690,900**	605,976,192
Operations			
Change in net assets attributable to unitholders resulting from operations		**7,996,181**	(38,527,622)
Unitholders' contributions/(withdrawals)			
Creation of units		**40,782,611**	47,392,943
Cancellation of units		**(64,184,910)**	(43,136,342)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		**(23,402,299)**	4,256,601
Distributions	6	**(16,842,882)**	(16,014,271)
Total decrease in net assets attributable to unitholders		**(32,249,000)**	(50,285,292)
Net assets attributable to unitholders at the end of financial year	7	**523,441,900**	555,690,900

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 30 June 2023

By Industry (Primary)	Holdings at 30 June 2023	Fair value at 30 June 2023 S$	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Quoted Fixed Income Securities			
Air Transport			
Changi Airport Group 1.88% 12/05/2031	**11,500,000**	**10,010,427**	**1.91**
Singapore Airlines Limited MTN 3.13% 17/11/2026	**2,500,000**	**2,418,189**	**0.46**
Singapore Airlines Limited MTN 3.5% 02/12/2030	**2,500,000**	**2,359,111**	**0.45**
Singapore Airlines Limited MTN 3.035% 11/04/2025	**4,250,000**	**4,161,688**	**0.80**
Singapore Airlines Limited MTN 3.13% 23/08/2027	**4,500,000**	**4,330,114**	**0.83**
		23,279,529	**4.45**
Banking			
ABN AMRO Bank NV 5.5% 05/10/2032 MTN FRN	**11,000,000**	**11,157,666**	**2.13**
Australia & New Zealand Banking Group Ltd 4.5% 02/12/2032 FRN	**9,500,000**	**9,450,916**	**1.80**
Aviva Singlife Holdings Pte. Ltd. 3.375% 24/02/2031	**8,000,000**	**7,737,554**	**1.47**
BNP Paribas SA 5.25% 12/07/2032 MTN	**2,750,000**	**2,761,076**	**0.53**
BNP Paribas SA 3.125% 22/02/2032 MTN FRN	**6,500,000**	**6,044,719**	**1.15**
China Construction Bank (Singapore) 2.85% 13/06/2024	**2,000,000**	**1,969,360**	**0.38**
Commerzbank AG 5.7% 3/05/2033 MTN	**3,000,000**	**2,963,914**	**0.57**
Credit Agricole SA MTN 3.8% 27/02/2033	**5,500,000**	**5,438,628**	**1.04**
Credit Agricole SA MTN 3.8% 30/04/2031	**5,750,000**	**5,490,356**	**1.05**
DBS Group Holdings Limited MTN 3.98% Perpetuity	**13,750,000**	**13,648,227**	**2.61**
Deutsche Bank AG 5% 5/09/2026 FRN	**6,000,000**	**5,952,535**	**1.14**
Oversea-Chinese Banking Corporation Limited MTN 3.9% Perpetuity 27 FRN	**8,250,000**	**8,120,750**	**1.55**
PSA Treasury Private Limited 2.88% 27/04/2027	**3,000,000**	**2,883,110**	**0.55**
Swiss Re Finance (UK) Plc 3.125% 03/07/2035	**6,000,000**	**5,794,886**	**1.11**
United Overseas Bank Limited MTN 2.55% 22/06/2028	**12,000,000**	**10,924,800**	**2.09**
United Overseas Bank Limited MTN 3.58% Perpetuity	**10,750,000**	**10,503,141**	**2.01**
United Overseas Bank Ltd 4.25% 04/10/2027 FRN	**3,000,000**	**2,987,975**	**0.57**
United Overseas Bank Ltd 5.25% 19/01/2028 FRN	**7,750,000**	**8,022,165**	**1.53**
Westpac Banking Corporation 4.65% 7/09/2032 FRN	**6,500,000**	**6,485,639**	**1.24**
		128,337,417	**24.52**
Building			
Surbana Jurong Private Limited 2.48% 10/02/2031	**1,500,000**	**1,325,881**	**0.25**
Surbana Jurong Private Limited 4.11% 03/10/2025	**2,250,000**	**2,233,831**	**0.43**
		3,559,712	**0.68**
Conglomerate/Diversified			
Keppel Corporation Limited MTN 4% 07/09/2042	**2,000,000**	**1,880,641**	**0.36**
		1,880,641	**0.36**
Education			
Nanyang Technological University MTN 2.185% 20/10/2036	**5,750,000**	**4,680,616**	**0.89**
Nexus International School Singapore Pte Ltd 3.15% 03/12/2031	**1,000,000**	**942,014**	**0.18**
		5,622,630	**1.07**

The accompanying notes form an integral part of these financial statements.

STATEMENT OF PORTFOLIO
As at 30 June 2023

By Industry (Primary) (continued)

	Holdings at 30 June 2023	Fair value at 30 June 2023 S$	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Quoted Fixed Income Securities (continued)			
Retail			
NTUC FairPrice Cooperative 3.46% 24/05/2029	**1,000,000**	**967,400**	**0.18**
		967,400	**0.18**
Finance			
CapitaLand Treasury Limited MTN 2.9% 21/09/2032	**5,500,000**	**5,051,053**	**0.96**
CapitaLand Treasury Limited MTN 3.08% 19/10/2027	**4,000,000**	**3,881,156**	**0.74**
CapitaLand Treasury Limited MTN 3.8% 28/08/2024	**2,000,000**	**1,992,778**	**0.38**
CLI Treasury Limited 4.2% 12/04/2030	**1,000,000**	**999,419**	**0.19**
CLI Treasury Limited MTN 3.33% 12/04/2027	**6,500,000**	**6,330,362**	**1.21**
Eastern Air Overseas (Hong Kong) Corporation Limited 2% 15/07/2026	**7,500,000**	**7,035,275**	**1.34**
Housing & Development Board MTN 1.265% 24/06/2030	**2,000,000**	**1,687,666**	**0.32**
Housing & Development Board MTN 1.3% 03/12/2035	**6,000,000**	**4,434,292**	**0.85**
Housing & Development Board MTN 1.37% 16/3/2028	**1,750,000**	**1,565,990**	**0.30**
Housing & Development Board MTN 1.54% 12/10/2028	**2,500,000**	**2,228,927**	**0.43**
Housing & Development Board MTN 1.645% 23/11/2026	**750,000**	**697,934**	**0.13**
Housing & Development Board MTN 1.73% 19/5/2031	**3,250,000**	**2,786,812**	**0.53**
Housing & Development Board MTN 1.75% 25/11/2024	**1,000,000**	**968,665**	**0.19**
Housing & Development Board MTN 1.76% 24/02/2027	**4,750,000**	**4,415,440**	**0.84**
Housing & Development Board MTN 1.845% 15/03/2027	**2,250,000**	**2,095,716**	**0.40**
Housing & Development Board MTN 1.865% 21/07/2033	**3,000,000**	**2,494,734**	**0.48**
Housing & Development Board MTN 1.971% 25/01/2029	**1,000,000**	**907,606**	**0.17**
Housing & Development Board MTN 2.035% 16/09/2026	**5,750,000**	**5,438,208**	**1.04**
Housing & Development Board MTN 2.25% 21/11/2024	**2,500,000**	**2,438,802**	**0.47**
Housing & Development Board MTN 2.27% 16/07/2029	**3,750,000**	**3,436,454**	**0.66**
Housing & Development Board MTN 2.315% 18/09/2034	**2,750,000**	**2,346,935**	**0.45**
Housing & Development Board MTN 2.32% 24/01/2028	**3,000,000**	**2,811,214**	**0.54**
Housing & Development Board MTN 2.35% 25/05/2027	**8,250,000**	**7,806,120**	**1.49**
Housing & Development Board MTN 2.495% 11/03/2026	**4,750,000**	**4,581,451**	**0.88**
Housing & Development Board MTN 2.505% 27/06/2024	**3,000,000**	**2,953,045**	**0.56**
Housing & Development Board MTN 2.545% 04/07/2031	**2,500,000**	**2,277,953**	**0.44**
Housing & Development Board MTN 2.598% 30/10/2029	**6,000,000**	**5,586,120**	**1.07**
Housing & Development Board MTN 2.625% 17/09/2025	**6,750,000**	**6,560,149**	**1.25**
Housing & Development Board MTN 2.675% 22/01/2029	**6,250,000**	**5,891,417**	**1.13**
Housing & Development Board MTN 2.94% 13/07/2027	**4,000,000**	**3,865,279**	**0.74**
Housing & Development Board MTN 3.08% 31/05/2030	**2,500,000**	**2,385,992**	**0.46**
Housing & Development Board MTN 3.1% 24/07/2024	**4,500,000**	**4,452,149**	**0.85**
Housing & Development Board MTN 3.22% 01/12/2026	**3,500,000**	**3,429,962**	**0.66**
Housing & Development Board MTN 3.437% 13/09/2029	**2,000,000**	**1,956,311**	**0.37**
Housing & Development Board MTN 3.948% 29/01/2029	**3,250,000**	**3,268,613**	**0.62**
Housing & Development Board MTN 3.995% 6/12/2029	**3,250,000**	**3,278,915**	**0.63**
Housing & Development Board MTN 4.09% 26/10/2027	**1,750,000**	**1,766,844**	**0.34**
HSBC Holdings PLC 5.3% 14/03/2033 FRN	**10,500,000**	**10,715,772**	**2.05**
HSBC Holdings PLC 5.25% 27/06/2032 FRN	**13,250,000**	**13,387,086**	**2.56**
HSBC Holdings PLC 4.5% 7/06/2029 FRN	**2,000,000**	**1,999,773**	**0.38**
Lendlease Finance Limited MTN 3.9% 27/04/2027	**6,000,000**	**5,870,731**	**1.12**
Macquarie Group Ltd 4.5% 18/08/2026 FRN	**6,500,000**	**6,512,002**	**1.24**
Mapletree Treasury Services Limited MTN 2.85% 29/08/2025	**2,500,000**	**2,429,578**	**0.46**

STATEMENT OF PORTFOLIO
As at 30 June 2023

By Industry (Primary) (continued)

	Holdings at 30 June 2023	Fair value at 30 June 2023 S$	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Quoted Fixed Income Securities (continued)			
Finance (continued)			
Mapletree Treasury Services Limited MTN 3.15% 03/09/2031	1,000,000	934,114	0.18
Mapletree Treasury Services Limited MTN 3.4% 03/09/2026	2,500,000	2,448,493	0.47
Mapletree Treasury Services Limited MTN 3.58% 13/03/2029	2,500,000	2,432,551	0.46
Panther Ventures Ltd 3.38% 30/09/2024	4,750,000	4,559,677	0.87
Sembcorp Financial Services Private Limited 2.45% 09/06/2031	9,250,000	8,075,104	1.54
Sembcorp Financial Services Private Limited 3.735% 20/04	2,000,000	1,937,000	0.37
Sembcorp Financial Services Private Limited 4.6% 15/03/2030	3,000,000	3,047,413	0.58
Temasek Financial (I) Limited 4.2% 02/08/2050	5,750,000	6,102,188	1.17
Temasek Financial (I) Limited MTN 2.8% 17/08/2071	19,750,000	15,279,538	2.92
Temasek Financial (I) Limited MTN 3.785% 05/03/2025	6,500,000	6,486,819	1.24
Temasek Financial (I) Limited MTN 4% 07/12/2029	1,250,000	1,272,238	0.24
Temasek Financial (I) Limited MTN 4.0475% 05/03/2035	6,000,000	6,166,092	1.17
		225,761,927	43.13
Government			
National Environment Agency of Singapore 1.67% 15/09/2031	5,500,000	4,608,288	0.88
National Environment Agency of Singapore 2.5% 15/09/2051	10,750,000	8,342,008	1.59
		12,950,296	2.47
Hotels, Restaurants and Leisure			
Shangri-La Hotel Ltd MTN 4.5% 12/11/2025	1,250,000	1,251,872	0.24
		1,251,872	0.24
Industrial			
STT GDC Pte. Ltd. 3.13% 28/07/2028	3,250,000	3,090,593	0.59
		3,090,593	0.59
Insurance			
AIA Group Ltd 2.9% 11/06/2031 FRN	7,500,000	6,217,381	1.19
Manulife Financial Corporation FRN 3% 21/11/2029	7,500,000	7,238,045	1.38
NTUC Income Insurance Co-Operative Limited FRN3.1% 20/07/2050	11,750,000	10,264,138	1.96
		23,719,564	4.53
Oil and Gas			
Keppel Corporation Limited MTN 3.66% 07/05/2029	2,250,000	2,186,171	0.42
		2,186,171	0.42

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 30 June 2023

By Industry (Primary) (continued)

	Holdings at 30 June 2023	Fair value at 30 June 2023 S$	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Quoted Fixed Income Securities (continued)			
Real Estate Investment Trust			
CapitaLand Ascendas REIT 2.9% 21/09/2032	**4,000,000**	**3,817,806**	**0.73**
CapitaLand Treasury Limited MTN 3.15% 29/08/2029	**5,250,000**	**5,036,500**	**0.96**
City Developments Limited 2.3% 23/03/2026 MTN	**1,250,000**	**1,181,225**	**0.23**
City Developments Limited 2.7% 23/01/2025 MTN	**1,000,000**	**973,954**	**0.19**
CMT MTN Private Limited MTN 2.1% 8/3/2028	**9,250,000**	**8,540,421**	**1.63**
CMT MTN Private Limited MTN 3.48% 06/08/2024	**5,000,000**	**4,969,651**	**0.95**
CMT MTN Private Limited MTN 3.938% 19/06/2030	**3,500,000**	**3,489,677**	**0.67**
Frasers Property Treasury Pte Ltd 4.15% 23/02/2027	**1,000,000**	**989,654**	**0.18**
Mapletree Industrial Trust 3.15%11/05/2026 FRN	**7,000,000**	**6,438,950**	**1.23**
Mapletree Logistics Trust 3.725% 02/11/2026 FRN	**6,500,000**	**6,049,497**	**1.16**
UOL Treasury Services Pte Ltd 2.33% 31/08/2028	**5,000,000**	**4,568,201**	**0.87**
		46,055,536	**8.80**
Telecommunications			
Singapore Technologies Telemedia Private Limited MTN 4.05% 02/12/2025	**2,000,000**	**1,986,603**	**0.38**
Singtel Group Treasury 3.3% 14/07/2031	**8,000,000**	**7,118,201**	**1.35**
Starhub Limited MTN 3.55% 08/06/2026	**2,000,000**	**1,965,034**	**0.38**
		11,069,838	**2.11**
Transportation			
Land Transport Authority 3.51% 18/09/2030	**1,500,000**	**1,454,430**	**0.28**
Land Transport Authority 3.35% 19/03/2048	**4,250,000**	**3,909,121**	**0.75**
Land Transport Authority MTN 3.38% 30/01/2059	**4,750,000**	**4,079,058**	**0.78**
Land Transport Authority MTN 3.45% 30/07/2058	**8,750,000**	**7,666,162**	**1.46**
Land Transport Authority MTN 3.43% 30/10/2053	**2,500,000**	**2,284,690**	**0.44**
Land Transport Authority MTN 3.3% 03/06/2054	**4,500,000**	**3,985,578**	**0.76**
Land Transport Authority 3.09% 31/08/2027	**500,000**	**486,958**	**0.09**
Land Transport Authority MTN 3.275% 29/10/2025	**2,500,000**	**2,459,726**	**0.47**
		26,325,723	**5.03**
Utilities-Water			
Public Utilities Board 3.01% 18/07/2033	**3,250,000**	**2,971,562**	**0.57**
Public Utilities Board 3.433% 30/08/2052	**750,000**	**661,388**	**0.13**
Public Utilities Board 3.62% 12/10/2027	**5,250,000**	**5,173,127**	**0.99**
		8,806,077	**1.69**
Total Quoted Fixed Income Securities		**524,864,926**	**100.27**
Accrued interest receivable on quoted fixed income securities		**4,752,739**	**0.91**
Portfolio of investments		**529,617,665**	**101.18**
Other net liabilities		**(6,175,765)**	**(1.18)**
Net assets attributable to unitholders		**523,441,900**	**100.00**

The accompanying notes form an integral part of these financial statements.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

(Constituted under a Trust Deed registered in the Republic of Singapore)

STATEMENT OF PORTFOLIO

As at 30 June 2023

By Industry (Summary)

	Fair value at 30 June 2023 S$	**Percentage of total net assets attributable to unitholders at 30 June 2023 %**	Percentage of total net assets attributable to unitholders at 30 June 2022 %
Air Transport	**23,279,529**	**4.45**	5.76
Banking	**128,337,417**	**24.52**	24.41
Building	**3,559,712**	**0.68**	0.41
Conglomerate/Diversified	**1,880,641**	**0.36**	0.49
Education	**5,622,630**	**1.07**	0.82
Retail	**967,400**	**0.18**	-
Finance	**225,761,927**	**43.13**	44.66
Government	**12,950,296**	**2.47**	-
Hotels, Restaurants & Leisure	**1,251,872**	**0.24**	0.70
Industrial	**3,090,593**	**0.59**	0.69
Insurance	**23,719,564**	**4.53**	6.04
Oil and Gas	**2,186,171**	**0.42**	0.93
Real Estate Investment Trust	**46,055,536**	**8.80**	6.98
Telecommunications	**11,069,838**	**2.11**	2.61
Transportation	**26,325,723**	**5.03**	4.47
Utilities-Electricity	**-**	**-**	0.09
Utilities-Water	**8,806,077**	**1.69**	1.08
Accrued interest receivable on quoted fixed income securities	**4,752,739**	**0.91**	0.84
Portfolio of investments	**529,617,665**	**101.18**	100.98
Other net liabilities	**(6,175,765)**	**(1.18)**	(0.98)
Net assets attributable to unitholders	**523,441,900**	**100.00**	100.00

By Geography (Secondary)

	Fair value at 30 June 2023 S$	**Percentage of total net assets attributable to unitholders at 30 June 2023 %**	Percentage of total net assets attributable to unitholders at 30 June 2022 %
Australia	**28,319,288**	**5.41**	1.45
British Virgin Islands	**4,559,677**	**0.87**	2.47
Canada	**7,238,045**	**1.38**	1.68
Europe	**39,808,895**	**7.61**	2.11
Hong Kong	**13,252,657**	**2.53**	2.96
Singapore	**431,686,364**	**82.47**	89.47
Accrued interest receivable on quoted fixed income securities	**4,752,739**	**0.91**	0.84
Portfolio of investments	**529,617,665**	**101.18**	100.98
Other net liabilities	**(6,175,765)**	**(1.18)**	(0.98)
Net assets attributable to unitholders	**523,441,900**	**100.00**	100.00

The accompanying notes form an integral part of these financial statements.

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") is a Singapore domiciled fund constituted under a Trust Deed dated 13 July 2018 (referred to as the "Deed"). The Deed is governed by the laws of the Republic of Singapore. The Trustee of the Fund is DBS Trustee Limited (the "Trustee"). The Manager of the Fund is Nikko Asset Management Asia Limited (the "Manager").

2. Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss, and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" ("RAP 7") revised and issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Interest income is recognised on a time-proportion basis using the effective interest rate method.

(c) Foreign currency translation

(i) Functional and presentation currency

The Fund qualifies as an authorised scheme under the Securities and Futures Act 2001 ("SFA") of Singapore and is offered to retail investors in Singapore. The Fund's activities are substantially based in Singapore, with subscriptions and redemptions of the units of the Fund being denominated in Singapore Dollar.

The performance of the Fund is measured and reported to the investors in Singapore Dollar. The Manager considers the Singapore Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are expressed in Singapore Dollar, which is the Fund's functional and presentation currency.

(ii) Transactions and balances

Foreign currency monetary assets and liabilities are translated into Singapore Dollar at the rates of exchange prevailing at the date of the Statement of Financial Position. The net unrealised gain or loss is taken to the Statement of Total Return. Transactions during the year are recorded in Singapore Dollar at the rates of exchange ruling on transaction dates. All realised gains or losses are recognised in the Statement of Total Return.

2. Significant accounting policies (continued)

(d) Distributions

The Manager has the absolute discretion to determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account to be paid on the distribution date. The amount shall not be treated as part of the property of the Fund. Distributions are accrued for at the point in time when the necessary approvals have been obtained and a legal or constructive obligation has been created.

(e) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in fair value on investments are included in the Statement of Total Return in the year in which they arise.

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains or losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs and are taken up in the Statement of Total Return.

(f) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The quoted market price for these investments held by the Fund is the current market quoted bid price furnished by the index provider, a pricing service approved by the Manager and the Trustee. Accrued interest or discount or premium on fixed income securities at financial year end date is included in the fair value of fixed income securities. Interest income on fixed income securities is presented within “Net gains/(losses) on investments” in the Statement of Total Return.

(g) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(h) Sales and purchases awaiting settlement

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

2. Significant accounting policies (continued)

(i) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(j) Payables

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

3. Income tax

The Fund has been approved by the Monetary Authority of Singapore ("MAS") under the Enhanced Tier Fund Scheme (Section 13U of the Income Tax Act 1947 and the relevant Regulations). Subject to certain conditions being met on an annual basis, the Fund may enjoy Singapore corporate income tax exemption on "specified income" derived from "designated investments" for the life of the Fund. The tax exemption does not apply in the year when the relevant conditions are not met. Losses from "designated investments" are correspondingly disregarded. The terms "specified income" and "designated investments" are defined in the relevant income tax regulations. The Manager and the Trustee of the Fund will ensure that the Fund fulfills its reporting obligations under the ETF Scheme.

There is no income tax for the financial year ended 30 June 2023 and 2022.

4. Receivables

	2023 **S$**	2022 S$
Receivable from unitholders for creation of units	**-**	191,640

5. Payables

	2023 **S$**	2022 S$
Amount due to the Manager	**200,820**	212,164
Amount due to the Trustee	**8,818**	9,271
Provision for audit fee	**25,600**	26,000
Custody fee payable	**5,510**	5,815
Administrator fee payable	**6,409**	6,627
Other payables	**82,850**	37,632
	330,007	297,509

Amount due to the Manager comprises management fee payable to Nikko Asset Management Asia Limited. Trustee fee and transfer agent fee are payable to DBS Trustee Limited. Administrator fee and custody fee are payable to DBS Bank Limited.

6. Distributions

	2023 S$	2022 S$
Final distributions of S$0.0155 per unit in respect of the financial year ended 30 June 2023	**8,744,243**	-
Interim distributions of S$0.0145 per unit in respect of the financial year ended 30 June 2023	**8,098,639**	-
Final distributions of S$0.0135 per unit in respect of the financial year ended 30 June 2022	**-**	7,941,154
Interim distributions of S$0.0137 per unit in respect of the financial year ended 30 June 2022	**-**	8,073,117
	16,842,882	16,014,271

7. Units in issue

During the year ended 30 June 2023 and 2022, the number of units issued, redeemed and outstanding were as follow:

	2023	2022
Units at beginning of the financial year	**588,233,600**	583,858,600
Units created	**43,940,000**	46,210,000
Units cancelled	**(68,229,000)**	(41,835,000)
Units at end of the financial year	**563,944,600**	588,233,600
Net assets attributable to unitholders – S$	**523,441,900**	555,690,900
Net asset value per unit – S$	**0.9282**	0.9447

A reconciliation of the net asset value as reported in the Statement of Financial Position to the net asset value as determined for the purpose of processing unit subscription and redemption is provided below:

	2023 S$	2022 S$
Net assets attributable to unitholders per financial statements	**0.9282**	0.9447
Effect of distribution per unit	**0.0155**	0.0135
Net assets attributable to unitholders for issuing/redeeming per unit	**0.9437**	0.9582

8. Financial risk management

The Fund's activities expose it to a variety of risk, including but not limited to market risk (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Manager is responsible for the implementation of the overall risk management programme, which seeks to minimise potential adverse effects on the Fund's financial performance. Specific guidelines on exposures to individual securities and certain industries and/or countries are in place as part of the overall financial risk management to reduce the Fund's risk exposures to these risks.

The Fund's primary objective is to provide investors with investment returns that correspond closely to the total return of the iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index (the "Index") before fees and expenses.

The financial instruments are held in accordance with the published investment policies of the Fund and managed accordingly to achieve the investment objectives.

(a) Market risk – Price risk

Price risk is the risk that arises from uncertainties about future prices of financial instruments.

The Fund's investment is substantially dependent on the changes of market prices. The Fund's overall market positions are monitored regularly so as to assess changes in fundamentals and valuation. However, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the net asset value of the Fund.

The Fund's market price risk is managed through diversification of the investment portfolio across various industries.

The market prices of financial assets held by the Fund are primarily dependent on prevailing market interest rates, as the Fund invests primarily in listed sovereign and quasi sovereign bonds. Hence, no separate price risk sensitivity analysis is prepared as it is covered as part of interest rate risk sensitivity analysis.

(b) Market risk – Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates (fair value risk).

The Manager will regularly assess the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk. The Fund's overall market positions are monitored frequently and are reviewed formally on a quarterly basis by the Manager.

8. Financial risk management (continued)

(b) Market risk – Interest rate risk (continued)

The tables below summarise the Fund's exposure to interest rate risk. They include the Fund's assets and liabilities categorised by the earlier of contractual re-pricing or maturity dates.

As at 30 June 2023

	Floating rate	← Fixed rate →			Non-interest bearing	
		Up to 1 year	1-5 years	Over 5 years		Total
	S$	S$	S$	S$	S$	S$
Assets						
Portfolio of investments	**187,095,439**	**4,922,404**	**139,933,946**	**192,913,137**	**4,752,739**	**529,617,665**
Cash and cash equivalents	**3,634,341**	**-**	**-**	**-**	**-**	**3,634,341**
Prepayments	**-**	**-**	**-**	**-**	**1,120**	**1,120**
Total assets	**190,729,780**	**4,922,404**	**139,933,946**	**192,913,137**	**4,753,859**	**533,253,126**
Liabilities						
Purchases awaiting settlement	**-**	**-**	**-**	**-**	**736,976**	**736,976**
Payables	**-**	**-**	**-**	**-**	**330,007**	**330,007**
Distributions payable	**-**	**-**	**-**	**-**	**8,744,243**	**8,744,243**
Total liabilities	**-**	**-**	**-**	**-**	**9,811,226**	**9,811,226**

As at 30 June 2022

	Floating rate	← Fixed rate →			Non-interest bearing	
		Up to 1 year	1-5 years	Over 5 years		Total
	S$	S$	S$	S$	S$	S$
Assets						
Portfolio of investments	185,603,318	-	164,119,003	206,714,644	4,676,348	561,113,313
Sales awaiting settlement	-	-	-	-	4,158,212	4,158,212
Cash and cash equivalents	4,505,604	-	-	-	-	4,505,604
Receivables	-	-	-	-	191,640	191,640
Prepayments	-	-	-		1,099	1,099
Total assets	190,108,922	-	164,119,003	206,714,644	9,027,299	569,969,868
Liabilities						
Purchases awaiting settlement	-	-	-	-	6,040,305	6,040,305
Payables	-	-	-	-	297,509	297,509
Distributions payable	-	-	-	-	7,941,154	7,941,154
Total liabilities	-	-	-	-	14,278,968	14,278,968

As at 30 June 2023, an increase/decrease of interest rates by 1% (2022: 1%), with all other variables remaining constant, would result in a decrease/ increase of the net assets attributable to unit holders by approximately 6% (2022: 6%). Changes in interest rates are revised annually depending on the Manager's current view of market volatility and other factors.

8. Financial risk management (continued)

(c) **Market risk – Currency risk**

Currency risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates.

To minimise currency risk, the Fund mainly holds its excess cash in its functional currency. For hedging purposes, the Fund may also enter into forward foreign exchange contracts.

The Manager does not consider currency risk to be significant as all of the financial assets and financial liabilities of the Fund are denominated in Singapore Dollar, which is the functional currency of the Fund.

(d) **Liquidity risk**

Liquidity risk is the risk of loss arising from the inability of the Fund to meet its obligations as and when they fall due without incurring unacceptable cost or losses.

The Fund is exposed to daily cash redemptions from unit holders. However, in accordance with the Fund's prospectus, minimum redemption size is set.

To manage the liquidity risk, a cash buffer is maintained in the Fund and monitored for minimum cash balances to prevent any extensive disposition of assets which may occur at lower prices and overdraft situations to meet trade settlements and obligations.

The Fund's financial liabilities are analysed using contractual undiscounted cash flows for maturity groupings based on the remaining period at the Statement of Financial Position date to the contractual maturity date. As at 30 June 2023 and 2022, all liabilities are either payable upon demand or due in less than 3 months. The impact of discounting is not significant.

	Less than 3 months	
	As at 30 June 2023 S$	As at 30 June 2022 S$
Purchases awaiting settlement	**736,976**	6,040,305
Payables	**330,007**	297,509
Distributions payable	**8,744,243**	7,941,154
Contractual cash out flows	**9,811,226**	14,278,968

8. Financial risk management (continued)

(e) **Credit risk**

Credit risk is the risk that a counterparty will be unable to fulfil its obligation to the Fund in part or in full as and when they fall due.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties as well as the respective credit limits are approved;
- ensuring there are controls in place to identify and assess the creditworthiness of counterparties and review such controls on a semi-annual basis; and
- ensuring that transactions are undertaken with a large number of counterparties.

The Fund is also exposed to counterparty credit risk on its financial assets held at amortised cost. As at 30 June 2023 and 2022, the Fund's financial assets held at amortised cost as disclosed in the Statement of Financial Position are realisable within three months. The Manager considers the probability of default to be insignificant as the counterparties generally have a strong capacity to meet their contractual obligations in the near term. Hence, no loss allowance has been recognised based on the 12-month expected credit losses as any such impairment would be insignificant to the Fund.

The tables below analyse the Fund's investments by credit ratings. The credit ratings are reviewed regularly.

	Fair value at 30 June 2023	
	Floating rate securities S$	**Fixed rate securities S$**
Aaa *	**-**	**185,945,433**
Aa1	**-**	**2,883,110**
A1	**-**	**9,004,635**
A2	**12,729,383**	**4,559,677**
A3	**14,912,860**	**16,999,749**
Baa1	**97,740,905**	**13,387,086**
Baa2	**21,020,192**	**2,761,076**
Baa3	**10,701,468**	**5,870,730**
Not rated **	**29,990,631**	**96,357,991**
Accrued interest receivable on quoted fixed income securities	**2,014,875**	**2,737,864**
Total	**189,110,314**	**340,507,351**

8. Financial risk management (continued)

(e) **Credit risk** (continued)

	Fair value at 30 June 2022	
	Floating rate securities S$	Fixed rate securities S$
AAA*	-	183,856,270
AA+	-	495,999
AA	-	1,928,585
AA-	107,964,383	-
A+	20,713,821	-
A	9,363,003	-
A-	-	6,247,445
BBB	9,939,140	-
BBB-	17,334,024	13,455,790
Not rated	20,288,947	164,849,558
Accrued interest receivable on quoted fixed income securities	1,819,705	2,856,643
Total	187,423,023	373,690,290

* The balance includes securities that are issued by government agencies of governments that have Aaa rating as rated by Moody's (2022: AAA rating as rated by a well-known rating agency).

** Not rated securities are supported by internal and other rating agencies credit ratings but are not disclosed due to licencing restrictions. Following a change in the use of credit rating agencies during the financial year ended 30 June 2023 whereby historical credit ratings cannot be retrieved, the comparative amounts for the credit ratings table above are not entirely comparable.

All trade settlement with approved counterparties are on Delivery versus Payment and/or Receipt versus Payment basis, with the exception of initial public offerings, new issues and placement transactions.

Credit risk also arises from cash and cash balances and outstanding and committed transactions with brokers. The table below summarises the credit rating of bank and custodian in which the Fund's assets are held as at 30 June 2023 and 2022.

	Credit rating as at 30 June 2023	Credit rating as at 30 June 2022
Bank and custodian		
- DBS Bank Limited	**Aa1**	AA-

As at 30 June 2023, the credit ratings are based on the Local Long-Term Bank Deposits from Moody's (2022: Long-Term Local Issuer Ratings from a well-known rating agency).

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

8. Financial risk management (continued)

(f) **Capital management**

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

(g) **Fair value estimation**

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The following tables analyse within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 30 June 2023 and 2022:

	Level 1 S$	**Level 2 S$**	**Level 3 S$**	**Total S$**
As at 30 June 2023				
Assets				
Financial assets designated at fair value through profit or loss:				
- Quoted fixed income securities	**–**	**529,617,665**	**–**	**529,617,665**

	Level 1 S$	**Level 2 S$**	**Level 3 S$**	**Total S$**
As at 30 June 2022				
Assets				
Financial assets designated at fair value through profit or loss:				
- Quoted fixed income securities	–	561,113,313	–	561,113,313

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include investment-grade corporate and government agencies bonds.

The assets and liabilities included in the Statement of Financial Position except portfolio of investments are carried at amortised cost; their carrying values are reasonable approximation of fair value.

9. Related party transactions

In addition to related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial year between the Fund and a related party at terms agreed between the parties and within the provisions of the Deeds:

	2023 **S$**	2022 S$
Bank balances held with related party of the Trustee	**3,634,341**	4,505,604

10. Financial ratios

Expense ratio

		2023	2022
Total operating expenses	S$	**1,347,132**	1,523,567
Average daily net asset value	S$	**523,903,204**	590,174,356
Total expense ratio[1]	%	**0.26**	0.26

Turnover ratio

		2023	2022
Lower of total value of purchases or sales	S$	**151,587,892**	227,289,454
Average daily net asset value	S$	**523,903,204**	590,174,356
Total turnover ratio[2]	%	**28.93**	38.51

[1] The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at financial year end was based on total operating expenses divided by the average net asset value for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.

[2] The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, divided by the average daily net asset value.

The following contains additional information relating to the Fund.

1. Distribution of investments

Please refer to the Statement of Portfolio on pages 13 to 17.

2. Credit rating of debt securities

	Fair value at 30 June 2023 S$	Percentage of total net assets attributable to unitholders at 30 June 2023 %
Aaa	185,945,433	35.52
Aa1	2,883,110	0.55
A1	9,004,635	1.72
A2	17,289,060	3.30
A3	31,912,609	6.10
Baa1	111,127,991	21.23
Baa2	23,781,268	4.54
Baa3	16,572,198	3.17
Not rated	126,348,622	24.14
Accrued interest receivable on quoted fixed income securities	4,752,739	0.91
Total	529,617,665	101.18

3. Top 10 holdings

10 largest holdings at 30 June 2023

	Fair value S$	Percentage of total net assets attributable to unitholders %
Temasek Financial (I) Limited MTN 2.8% 17/08/2071	15,279,538	2.92
DBS Group Holdings Limited MTN 3.98% Perpetuity	13,648,227	2.61
HSBC Holdings PLC 5.25% 27/06/2032 FRN	13,387,086	2.56
ABN AMRO Bank NV 5.5% 05/10/2032 MTN FRN	11,157,666	2.13
United Overseas Bank Limited MTN 2.55% 22/06/2028	10,924,800	2.09
HSBC Holdings PLC 5.3% 14/03/2033 FRN	10,715,772	2.05
United Overseas Bank Limited MTN 3.58% Perpetuity	10,503,141	2.01
NTUC Income Insurance Co-Operative Limited FRN 3.1% 20/07/2050	10,264,138	1.96
Changi Airport Group 1.88% 12/05/2031	10,010,427	1.91
Australia & New Zealand Banking Group Ltd 4.5% 02/12/2032 FRN	9,450,916	1.80

3. Top 10 holdings (continued)

10 largest holdings at 30 June 2022

	Fair value S$	Percentage of total net assets attributable to unitholders %
Oversea-Chinese Banking Corporation Limited MTN 4% Perpetuity	20,051,258	3.61
DBS Group Holdings Limited MTN 3.98% Perpetuity	19,784,347	3.56
United Overseas Bank Limited MTN 3.58% Perpetuity	18,091,356	3.25
United Overseas Bank Limited MTN 3.5% 27/02/2029	15,948,752	2.87
NTUC Income Insurance Co-Operative Limited FRN 3.1% 20/07/2050	15,206,419	2.74
Temasek Financial (I) Limited MTN 2.8% 17/08/2071	13,513,146	2.43
Changi Airport Group 1.88% 12/05/2031	12,787,249	2.30
United Overseas Bank Limited MTN 2.55% 22/06/2028	11,896,083	2.15
Temasek Financial (I) Limited MTN 4.0475% 05/03/2035	11,560,663	2.08
Aviva Singlife Holdings Pte. Ltd. 3.375% 24/02/2031	10,643,616	1.92

4. Exposure to derivatives

Nil.

5. Global exposure to financial derivatives

Nil.

6. Collateral

Nil.

7. Securities lending or repurchase transactions

Nil.

8. Investment in unit trusts, mutual funds and collective investment schemes

Nil.

9. Borrowings

Nil.

10. Amount of units created and cancelled for the financial year ended 30 June 2023

	S$
Units created	**40,782,611**
Units cancelled	**(64,184,910)**

11. Turnover ratios

Please refer to Note 10 of the Notes to the Financial Statements on page 28.

12. Expense ratios

Please refer to Note 10 of the Notes to the Financial Statements on page 28.

13. Related party transactions

Please refer to Note 9 of the Notes to the Financial Statements on page 28.

14. Any other material information that will adversely impact the valuation of the Fund

Nil.

15. Soft dollar commissions/arrangements

In its management of the Fund, the Manager currently does not receive or enter into any soft dollar commission or arrangements.

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