

This Product Highlights Sheet is an important document.

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

## NIKKO AM ALL CHINA EQUITY FUND (THE “FUND”)

Product Type	Unit Trust	Launch Date	USD Class S Units <sup>2</sup> : 2 November 2015 SGD Class A Units: 22 October 2018 JPY Class Units <sup>3</sup> : 29 June 2018 USD Class A Units/RMB Class A Units: Not incepted yet
Manager	Nikko Asset Management Asia Limited	Custodian	BNP Paribas, acting through its Singapore Branch
Trustee	BNP Paribas Trust Services Singapore Limited	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio for financial year ending 30 June 2022	USD Class S Units <sup>2</sup> : N/A SGD Class A Units: 1.87% JPY Class Units <sup>3</sup> : 0.57% USD Class A Units/RMB Class A Units: N/A <sup>4</sup>

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
  - seek investment opportunities in corporations that are listed on stock exchanges in any part of the world which carry on significant business in or derive substantial revenue from the PRC;
  - seek to participate in the growth of corporations that are well managed and profitable; and
  - are willing and able to accept that their principal will be at risk.
- **Investors should consult their financial advisers if in doubt about whether this product is suitable for them.**

#### Further information

Refer to Para 7.2 of the Prospectus for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a standalone unit trust constituted in Singapore that aims to achieve medium to long-term capital appreciation by investing primarily in the listed equities of corporations listed on the Recognised Stock Exchanges in any part of the world (as may from time to time be agreed between the Manager and the Trustee) and which carry on significant business in, whose operations are in, or which derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from the PRC.
- The base currency of the Fund is USD.

Refer to Para 5, 7.1, 7.3, 7.4 and Appendix 1 of the Prospectus for further information on features of the product.

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

<sup>2</sup> The USD Class S Units have been fully redeemed as of 23 April 2020.

<sup>3</sup> JPY Class Units are only available to certain institutional investors from Japan at the Managers' discretion and have been fully redeemed as of 31 January 2023.

<sup>4</sup> The USD Class A Units and the RMB Class A Units have each not been incepted as of 30 June 2022.

<ul style="list-style-type: none"> <li>The Manager has the absolute discretion to determine whether any distributions should be made to Holders of Units in the relevant Class. Where distributions are paid out of capital of a Class, the net asset value of the relevant Class will be reduced.</li> </ul>	
<b>Investment Strategy</b>	
<ul style="list-style-type: none"> <li>The investments of the Fund will be broadly diversified with no specific industry or sectoral emphasis.</li> <li>The Manager believes that active management based on in-depth fundamental stock research can add value to investors. The Manager is benchmark agnostic and invest in high conviction stocks to deliver outperformance relative to the benchmark over the medium to long term.</li> <li>The Manager seeks to identify high conviction stocks through bottom-up stock research. Stock ideas are generated via (1) screening, (2) considerations of company specific factors such as growth profiles, profitability, balance sheet and valuations and (3) sector-specific research on industry developments and their impact on companies' businesses. The Manager conducts thorough research on the stock ideas and seeks to identify high conviction companies with positive characteristics such as the ability to deliver sustainable shareholder returns, positive fundamental changes with early recognition, healthy financials, strong management and attractive valuation.</li> </ul>	<p>Refer to Para 7 of the Prospectus for the investment strategy of the Fund.</p>
<b>Parties Involved</b>	
<p><b>WHO ARE YOU INVESTING WITH?</b></p> <ul style="list-style-type: none"> <li>The Manager is Nikko Asset Management Asia Limited.</li> <li>The Investment Advisor is Nikko Asset Management Hong Kong Limited.</li> <li>The Trustee is BNP Paribas Trust Services Singapore Limited.</li> <li>The Custodian is BNP Paribas, acting through its Singapore Branch.</li> </ul>	<p>Refer to Para 2 to 4 of the Prospectus for further information on the roles and responsibilities of these entities and what happens if they become insolvent.</p>
<b>KEY RISKS</b>	
<p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b>  <b>You should be aware that the price of Units can go down as well as up. The value of the product and its dividends or coupons may rise or fall. The following are key risk factors that may cause you to lose some or all of your investment:</b></p>	<p>Refer to Para 9 of the Prospectus for further information on risks of the product.</p>
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li><b>You are exposed to market and interest rate risk.</b> The prices of securities in the portfolio of the Fund and its Units and the income derived therefrom may be influenced by economic and political conditions, changes in interest rates, the earnings of the corporations whose securities are comprised in the portfolio of the Fund and the market's perception of the securities.</li> <li><b>You are exposed to the risk of investing in foreign securities.</b> The investments of the Fund may be affected by political instability as well as exchange controls, changes in taxation, foreign investment policies and other restrictions and controls which may be imposed by the relevant authorities in the other countries.</li> <li><b>You are exposed to currency risk.</b> As the investments of the Fund may be denominated in currencies other than USD, fluctuations of the exchange rate of such currencies against the base currency of the Fund (i.e. USD) may have an impact on the income of the Fund and affect the value of the Units.</li> </ul>	
<b>Liquidity Risks</b>	
<ul style="list-style-type: none"> <li><b>The Fund is not listed and you can redeem only on Dealing Days.</b></li> </ul>	
<b>Product-Specific Risks</b>	
<ul style="list-style-type: none"> <li><b>You are exposed to equity risk.</b> The Fund invests primarily in stocks and other equity securities, which are subject to market risks and are in general</li> </ul>	

more volatile than investment grade fixed income securities. Units may therefore be subject to greater price volatility.

- **You are exposed to PRC market risk.** Investing in the securities markets in the PRC is subject to the risks of investing in emerging markets generally and the risks specific to the PRC market, including but not limited to a higher volatility than developed markets, less developed securities laws and regulatory frameworks, less public information on listed companies on such markets, lower trading volume and less liquidity, etc. Investments in the PRC will be sensitive to any significant change in political, social or economic policy in the PRC. Such sensitivity may adversely affect the capital growth and thus the performance of these investments.
- **You are exposed to tax risk.** Investing in the Fund may have tax implications for a Holder depending on the particular circumstances of the Holder. Furthermore, by investing in securities issued by PRC tax resident enterprises, irrespective of whether such securities are issued or distributed onshore or offshore, the Fund may be subject to PRC taxes.
- **You are exposed to financial derivative instruments (“FDIs”) risk.** The Manager may invest in FDIs for the purposes of hedging and/or efficient portfolio management. Investors should note that the Fund intends to use FDIs to meet its investment objective and it may have a higher volatility to its net asset value as a result of its investment policy. FDIs involve risks different from, and in some cases, greater than, the risks presented by more traditional investments. Some of the risks associated with FDIs are market risk, management risk, credit risk, liquidity risk, moratorium risk, capital control risk, tax risk and leverage risk. The Fund may invest into underlying funds which use or invest in FDIs, and there is a possibility that the Fund’s net asset value may be subject to volatility due to usage or investment in FDIs.
- **You are exposed to Stock Connect risk.** In addition to the risks associated with the Chinese market and risks related to investments in RMB, investments through the Stock Connect are subject to additional risks, namely, quota limitations, suspension risk, differences in trading day, restrictions on selling imposed by front-end monitoring, recalling of eligible securities, clearing settlement and custody risks, operational risk, nominee arrangements in holding SSE Securities/SZSE Securities, participation in corporate actions and shareholders’ meetings, investor compensation, trading costs, mainland China tax consideration and regulatory risk.

**You should be aware that your investment in the Fund may be exposed to other risks of an exceptional nature from time to time.**

#### FEES AND CHARGES

##### WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

###### **Payable directly by you**

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

<b>Initial Sales Charge</b>	All Classes except the JPY Class Units: Current: Up to 5.00%; JPY Class Units: Current: Nil Maximum: 5.00%
<b>Realisation Charge</b>	Current: Nil; Maximum: 1.00%
<b>Exchange Fee</b>	Where the Initial Sales Charge paid for the Units being exchanged is less than the initial sales charge payable for the units being acquired, the Manager shall be entitled to charge for the difference.

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

###### **Payable by the Fund from invested proceeds**

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

Refer to Para 8 of the Prospectus for further information on fees and charges.

<b>Annual management fee</b>	USD Class S Units: 0% <sup>5</sup> USD Class A Units/SGD Class A Units/RMB Class A Units: 1.50% JPY Class Units: 0.30% <sup>6</sup> Maximum: 2.00%
(a) Retained by Manager (b) Paid by Manager to financial adviser (trailer fee)	(a) 40% to 100% of the annual management fee. (b) 0% to 60% <sup>7</sup> of the annual management fee.
<b>Annual trustee fee</b>	Current: 0.03% (subject always to a minimum fee of SGD5,000 p.a.); Maximum: 0.10%
<b>Other Substantial Fees/Charges</b>	For the financial year ended 30 June 2022:
(a) Transaction cost	0.23%

\* You should note that the fees and charges applicable to the Fund (including fees based on the net asset value of the Fund) will be based on the net asset value before Swing Pricing adjustment (if any) is applied.

### VALUATIONS AND EXITING FROM THIS INVESTMENT

#### HOW OFTEN ARE VALUATIONS AVAILABLE?

The issue price and realisation price of Units will be available on the Business Day following each Dealing Day. You may check such prices on the Managers' website ([www.nikkoam.com.sg](http://www.nikkoam.com.sg)).

Refer to Para 10.9, 11 and 13 of the Prospectus for further information on valuation and exiting from the product.

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

##### Cancellation of Units

If applicable to you, you may cancel your subscription for Units within 7 calendar days from the date of your subscription or purchase of the Units by providing notice in writing to the Manager through the approved distributor from whom you purchased your Units. Any Initial Sales Charge paid will be refunded to you. However, you will have to take the risk of any price changes in the NAV of the relevant Class since you purchased the Units.

##### Realisation of Units

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

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

The realisation proceeds that you will receive are calculated by multiplying the number of Units to be realised by the realisation price. An example is as follows:

##### USD Class A Units

Units to be realised	x	Realisation Price	=	Realisation Proceeds payable
1,000	x	USD2.000	=	USD2,000.00

The cancellation or realisation proceeds will normally be paid within **seven** Business Days (in the case of all Classes except the JPY Class) or **five** Business Days (in the case of the JPY Class) after the relevant Dealing Day on which the cancellation or realisation request is received.

### CONTACT INFORMATION

#### HOW DO YOU CONTACT US?

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

<sup>5</sup> The USD Class S Units have been fully redeemed as of 23 April 2020.

<sup>6</sup> The JPY Class Units have been fully redeemed as of 31 January 2023.

<sup>7</sup> Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Manager.

**APPENDIX: GLOSSARY OF TERMS**

Business Day	means any day (other than a Saturday, Sunday or public holiday) on which commercial banks in Singapore, Hong Kong and the PRC are open for business, or any other day as the Manager and the Trustee may agree in writing.
Class	means a class of Units in the Fund.
Dealing Day	in relation to the subscription and realisation of Units means a Business Day or such other day as provided in the Deed.
Deed	means the trust deed of the Fund.
Holder	means a holder of Units.
Initial Sales Charge	a charge upon the issue of Units of such amount as the Manager may from time to time determine generally or in relation to any specific transaction or class of transactions provided that such charge shall not exceed five per cent. of the gross investment sum. Such expression in the context of a given date shall refer to the charge or charges determined by the Manager pursuant to the trust deed of the Fund and applicable on that date.
JPY	means Japanese yen.
Launch Date	for the purposes of this Product Highlights Sheet only, means the inception date of the Fund or relevant Class.
NAV	means net asset value.
PRC	means the People's Republic of China.
Recognised Stock Exchange	any stock exchange or over the counter market, any futures exchange and any organised securities market which is open to the public and on which securities are regularly traded, being in each case an exchange or market in any part of the world (including SGX-ST and catalist) and in relation to any particular Investment includes any responsible firm, corporation or association in any country in the world so dealing in the Investment as to be expected generally to provide, in the opinion of the Manager, a satisfactory market for the Investment and is approved by the Trustee and in such case the Investment shall be deemed to be the subject of an effective permission to deal or be dealt in on the market deemed to be constituted by such firm, corporation or association.
RMB	means Renminbi.
SGD	means Singapore dollars.
SSE	means Shanghai Stock Exchange.
Stock Connect	means Shanghai-Hong Kong Stock Connect and the Shenzhen-Hong Kong Stock Connect.
Swing Pricing	involves making upwards or downwards adjustments in the calculation of the net asset value per Unit of the Fund or Class on a particular Dealing Day so that such transaction costs and dealing spreads in respect of the Authorised Investments are, as far as practicable, passed on to the investors who are subscribing, realising, switching and/or exchanging Units on that Dealing Day.
SZSE	means Shenzhen Stock Exchange.
Unit	means a unit of the Fund.
USD	means United States dollars.