

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the 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 Prospectus.

## Nikko AM ASEAN Equity Fund (the “Fund”)

Product Type	Unit Trust	Launch Date	SGD Class A: 12 November 2015 USD Class A: 4 April 2016 SGD Class B/USD Class B/JPY Class/RMB Class A: Not incepted yet
Manager	Nikko Asset Management Asia Limited	Custodian	BNP Paribas, operating through its Singapore branch
Trustee	BNP Paribas Trust Services Singapore Limited	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio for the financial year ended 30 June 2022	SGD Class A: 1.83% USD Class A: 1.83% SGD Class B/USD Class B/JPY Class/RMB Class A: N.A. <sup>2</sup>

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
  - seek to achieve medium to long-term capital appreciation;
  - seek to gain exposure to a portfolio comprising primarily of equities of corporations listed on any Recognised Stock Exchange in any part of the world and which carry on significant business in, or whose operations are in, or which derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, countries which are members of ASEAN; and
  - are willing and able to accept that their principal will be at risk.

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

#### 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 unit trust constituted in Singapore that aims to achieve medium to long-term capital appreciation by investing primarily in the equities of corporations listed on any Recognised Stock Exchange in any part of the world and which carry on significant business in, or whose operations are in, or which derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, countries which are members of ASEAN.
- The Manager has the absolute discretion to determine whether any distributions should be made to Holders. If the Investment Income is

Refer to Para 5, 7.1 and 7.3 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 or accessible at [www.nikkoam.com.sg](http://www.nikkoam.com.sg).

<sup>2</sup> The SGD Class B, the USD Class B, the JPY Class and the RMB Class A have each not been incepted as at 30 June 2022.

<p>insufficient to fund a distribution for the Fund, the Manager may determine that such distributions should be paid from the capital of the Fund. Where distributions are paid out of capital, the NAV of the relevant Class will be reduced. Such distributions may also result in reduced future returns to Holders.</p> <ul style="list-style-type: none"> <li>The base currency of the Fund is USD.</li> </ul>	
<b>Investment Strategy</b>	
<ul style="list-style-type: none"> <li>The Fund will invest primarily in the equities of corporations listed on any Recognised Stock Exchange in any part of the world and which carry on significant business in, or whose operations are in, or which derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, countries which are members of ASEAN.</li> <li>The investments of the Fund will be broadly diversified with no specific industry or sectoral emphasis.</li> </ul>	<p>Refer to Para 7.1 of the Prospectus for further information on 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 <b>Nikko Asset Management Asia Limited</b>.</li> <li>The Trustee is <b>BNP Paribas Trust Services Singapore Limited</b>.</li> <li>The custodian is <b>BNP Paribas, operating through its Singapore branch</b>.</li> </ul>	<p>Refer to Para 2 to 4 of the Prospectus for further information on the role 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, 11.6 and 14 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 risk.</b> The prices of the securities comprised in the portfolio of the Fund and the Units, and the income from them, may be influenced by political and economic conditions, changes in interest rates, the earnings of the corporations whose securities are comprised in the Fund's portfolio, and the market's perception of such 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, exchange controls, changes in taxation, foreign investment policies and other restrictions and controls. The legal infrastructure and accounting, auditing and reporting standards in certain countries may not provide the same degree of investor protection or information to investors as would generally apply in major securities markets. Foreign ownership restrictions in some markets may mean that corporate action entitlements may not always be secured or may be restricted.</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 emerging markets risks.</b> The Fund may invest in emerging markets securities which are in general more volatile than those of developed countries, with the result that the Units may be subject to greater price volatility.</li> <li><b>You are exposed to foreign exchange risk.</b> As the investments of the Fund may be denominated in currencies other than the USD, fluctuations of</li> </ul>	

<p>the exchange rates 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 Units. The Manager reserves the discretion to hedge, whether fully, partially or not at all, the foreign currency exposure of the Fund depending on the prevailing foreign exchange rates, and if no hedging or partial hedging is made, the value of the Fund may be affected. In addition, as the Fund is denominated in USD, foreign currency exchange rate movements may affect the returns to investors in Singapore, and such investors may be exposed to exchange rate risks.</p> <ul style="list-style-type: none"> <li><b>You are exposed to derivatives risk. The Manager may invest in financial derivative instruments (“FDIs”) for the purposes of hedging and/or efficient portfolio management.</b> 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. <b>The Fund may invest into underlying funds which use or invest in FDIs, and it is possible that the Fund’s NAV may be subject to volatility due to the Fund’s or the underlying funds’ usage or investment in FDIs.</b></li> </ul> <p><b>You should be aware that your investment in the Fund may be exposed to other risks of an exceptional nature from time to time.</b></p>	
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**FEES AND CHARGES**

<b><u>Payable directly by you</u></b>		Refer to Para 8 of the Prospectus for further information on fees and charges.
<ul style="list-style-type: none"> <li>You will need to pay the following fees and charges as a percentage of your gross investment sum:</li> </ul>		
<b>Initial Sales Charge</b>	<u>All the Classes except for the JPY Class</u> Current: Up to 5.00%; Maximum: 5.00% <u>JPY Class</u> Current: Nil; Maximum: 5.00%	
<b>Realisation Charge</b>	Current: Nil; Maximum: 1%	
<b>Exchange Fee</b>	Where the Initial Sales Charge paid for 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.	
<ul style="list-style-type: none"> <li>The approved distributors of the Manager may also charge additional fees not listed in the Prospectus. You should therefore check with the approved distributors before subscribing for Units.</li> </ul>		
<b><u>Payable by the Fund from invested proceeds</u></b>		
<ul style="list-style-type: none"> <li>The Fund will pay the following fees and charges to the Manager, Trustee and other parties:</li> </ul>		
<b>Annual Management Fee</b>	<u>SGD Class A, USD Class A and RMB Class A</u> Current: 1.50% of the Class’ NAV; Maximum: 2.00% of the Class’ NAV - (a) 40% to 100% of Annual Management Fee - (b) 0% to 60% <sup>3</sup> of Annual Management Fee <u>SGD Class B and USD Class B</u> Current: 0.75% of the Class’ NAV; Maximum: 2.00% of the Class’ NAV - (a) 100% of Annual Management Fee - (b) 0% <sup>3</sup> of Annual Management Fee <u>JPY Class</u> Current: 0.53% of the Class’ NAV; Maximum: 2.00% of the Class’ NAV	
<b>(a) Retained by Manager</b>		
<b>(b) Paid by Manager to financial adviser (trailer fee)</b>		

<sup>3</sup> Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Manager.

	- (a) 100% of Annual Management Fee - (b) 0% <sup>3</sup> of Annual Management Fee
<b>Annual Trustee Fee</b>	Current: 0.03% of the Fund's NAV; Maximum 0.10% of the Fund's NAV. Subject always to a minimum fee of SGD5,000 per annum or such lower amount as the Manager and the Trustee may agree from time to time.
<b>Other Fees and Charges*</b>	Other fees and charges may each amount to or exceed 0.10% per annum, depending on the proportion that each fee or charge bears to the Fund's NAV.

\*For the financial year ended 30 June 2022, the transaction costs amounted to approximately 0.68% based on the NAV of the Fund as at 30 June 2022.

**VALUATIONS AND EXITING FROM THIS INVESTMENT**

**HOW OFTEN ARE VALUATIONS AVAILABLE?**

The issue price and realisation price of the Units will be available on the Business Day following each Dealing Day. You may check such prices on the Manager's 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 in the relevant Class by giving written notice to the Manager through the approved distributor(s) from whom you purchased your Units within 7 calendar days from the date of your subscription or purchase of the Units. Any Initial Sales Charge paid will be refunded to you. However, you will have to take the risk for any price changes in the NAV of the relevant Class since you purchased the Units.

**Realisation of Units**

You can exit the 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. There is currently no realisation charge imposed. An example is as follows:

$$\begin{array}{rclcl} \text{Units to be realised} & \times & \text{Realisation price} & = & \text{Realisation proceeds payable} \\ 1,000 & \times & \$1.050 & = & \$1,050.00 \end{array}$$

The cancellation or realisation proceeds will normally be paid within seven Business Days 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.

<b>APPENDIX: GLOSSARY OF TERMS</b>	
ASEAN	Association of Southeast Asian Nations.
Business Day	means a day (other than a Saturday, Sunday or public holiday) on which commercial banks in Singapore 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.
Code	means the Code on Collective Investment Schemes issued by the Monetary Authority of Singapore, as amended from time to time
Dealing Day	in relation to the subscription and realisation of Units of the Fund or any Class, 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	means 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 Deed and applicable on that date.
Investment Income	means dividend and/or interest income and/or capital gains derived from the investments of the Fund.
JPY	means Japanese yen.
Launch Date	for the purposes of this Product Highlights Sheet only, means the inception date of the relevant Class.
NAV	means net asset value.
Recognised Stock Exchange	means 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 Singapore Exchange Securities Trading Limited, Singapore Exchange Derivatives Trading Limited and ICE Futures Singapore Pte. Ltd.) and in relation to any particular Investment (as defined in the Deed) 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 dollar.
Unit	means a unit of the Fund.
USD	means United States dollar.