

## **Fullerton Fund - Fullerton SGD Cash Fund**

**This Fund Summary is for the above ILP sub-fund and should be read in conjunction with the Product Summary**

| <b>Fund Code</b> | <b>ILP sub-fund</b>                      | <b>Underlying Fund</b>                         |
|------------------|------------------------------------------|------------------------------------------------|
| FSGD             | Fullerton Fund - Fullerton SGD Cash Fund | Fullerton Fund - Fullerton SGD Cash Fund A SGD |

### **Structure of ILP sub-fund**

The above ILP sub-fund are feeder funds that invests all or substantially all of its assets into Fullerton Fund - Fullerton SGD Cash Fund (the "Underlying Fund"), a Singapore-constituted umbrella unit trust. The Underlying Fund is denominated in Singapore dollars.

The units in the ILP sub-fund are classified as Excluded Investment Products.

### **Information on the Managers**

The Managers are Fullerton Fund Management Company Ltd and are regulated by the Authority and licensed under the SFA to carry out fund management activities and to deal in capital markets products that are units in a collective investment scheme. The Managers have been managing collective investment schemes and discretionary funds since 2004.

The Managers is an Asia-based investment specialist, focused on optimising investment outcomes and enhancing investor experience. The Managers help clients, including government entities, sovereign wealth funds, pension plans, insurance companies, private wealth and retail, from the region and beyond, to achieve their investment objectives through their suite of solutions. Their expertise encompasses equities, fixed income, multi-asset, alternatives and treasury management, across public and private markets. As an active manager, the Managers place strong emphasis on performance, risk management and investment insights. Incorporated in 2003, they are headquartered in Singapore and have associated offices in Shanghai, London and Brunei. The Managers is part of a multi-asset management group, Sevia, a holding company established by Temasek Holdings ("Temasek"). NTUC Income, a leading Singapore insurer, is a minority shareholder.

### **Other Parties**

The Trustee of the Underlying Fund is HSBC Institutional Trust Services (Singapore) Limited, and it is regulated in Singapore by the Authority.

The Trustee has appointed the Hongkong and Shanghai Banking Corporation Limited as the custodian of the Underlying Fund. The Custodian is regulated by the Hong Kong Monetary Authority and authorised as a registered institution by the Securities and Futures Commission of Hong Kong. The Custodian is entitled to appoint sub-custodians to perform any of the Custodian's duties in specific jurisdictions where the Underlying Fund invest.

### **Investment Objectives, Focus & Approach**

| <b>Underlying Fund</b>                         | <b>Investment Objectives, Focus &amp; Approach</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                             |
|------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| Fullerton Fund - Fullerton SGD Cash Fund A SGD | <p>The investment objective of the Underlying Fund is to provide investors with liquidity and a return that is comparable to that of the Singapore Dollar Banks Saving Deposits rate.</p> <p>The Underlying Fund intends to hold its assets primarily in Singapore Dollar deposits with eligible financial institutions as defined in the Money Market Funds Investment Guidelines (the "Eligible Financial Institutions") with varying terms of maturity of not more than 366 calendar days.</p> <p>The Underlying Fund may also place deposits of varying maturity tenures exceeding 366 calendar days but not more than</p> |

|  |                                                                                                                                                                                                                                                                                 |
|--|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
|  | <p>732 calendar days, subject to a maximum of 10% of its Net Asset Value.</p> <p>The Managers will apply the Money Market Funds Investment Guidelines in their management of the Underlying Fund. The Managers presently do not intend to use FDIs for the Underlying Fund.</p> |
|--|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|

## Risks

The ILP sub-fund is not listed on the Singapore Exchange and you can redeem only on Business Days through Singapore Life Ltd. In respect of Singapore investors, there is no secondary market for the ILP sub-fund.

### General Risks

You should consider and satisfy yourself as to the risks of investing in the Underlying Fund. Generally, some of the risk factors that you should consider are market risk, currency risk, credit risk, interest rate risk and liquidity risk. The degree to which these risks affect investments in the Underlying Fund varies depending on the Underlying Fund's investment objective, approach and focus, and you should also consider the risks specific to the Underlying Fund.

An investment in an Underlying Fund is meant to produce returns by capital appreciation over the medium-term to long-term and you should not expect short-term gains from such investment.

You should be aware that the price of units and the income accruing from the Units may fall or rise and that you may not get back your original investment.

### Specific Risks

#### Interest Rate Risk

The value of Units of the Underlying Fund may fluctuate in response to changes in interest rates. Investments in Singapore Dollar deposits or other high-quality money market instruments and debt securities may decline in value as interest rates change. In general, the prices of fixed income securities rise when interest rate falls, and fall when interest rate rises.

#### Default Risk

Investments in deposits with financial institutions are subject to adverse changes in the financial conditions of such institutions, or in general economic conditions, or both, which may impair the ability of such institutions to make payments of interest and principal. Such institutions' ability to meet their obligations may also be adversely affected by their operation, performance or winding-up, which may increase the potential for default by such institutions.

#### Risks of Historical Pricing

Please note that Units in Underlying Fund are issued and realised on a historical pricing basis (as provided in Paragraphs 11.4.2(ii) and 12.2.2(ii) of the Fullerton Funds - Fullerton SGD Cash Fund Prospectus. The issue and realisation of such Units on a Dealing Day will be based on the Net Asset Value per Unit of the Underlying Fund determined as at the close of business on the calendar day immediately preceding that Dealing Day on which Units are issued or realised, or on such day or such other time as may be determined by the Managers with the approval of the Trustee. As such, the Issue and Realisation Prices may not be reflective of the actual Net Asset Value of the Units as at the date of issue or realisation. Any adjustments or shortfalls as a result will be borne by the Underlying Fund.

#### Liquidity Risk

While the objective of the Underlying Fund is to provide investors with liquidity, it is subject to the realisation gate that limits the total number of Units of the Underlying Fund to be realised on each Dealing Day to 25% (as described at Paragraph 12.1 of the Fullerton Fund - Fullerton SGD Cash Fund's Prospectus).

***The foregoing risk factors do not purport to be a complete explanation of the risks involved in investing in the Underlying Fund. Please refer to 'Risk' section of the Fullerton Fund - Fullerton SGD Cash Fund's Prospectus for more details on risks relating to the Underlying Fund.***

## Fees and Charges

In addition to the fees and charges shown in the Product Summary, the following fees are also payable through deduction from the asset value of the Underlying Fund. The Annual Management Charges (AMC) of the Underlying Funds are:

| Underlying Fund Name                            | AMC   |
|-------------------------------------------------|-------|
| Fullerton Funds - Fullerton SGD Cash Fund A SGD | 0.25% |

## Past Performance<sup>1</sup>: as at 30 June 2022

**NOTE: PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE PERFORMANCE.**

| Fund / Benchmark                                    | 3 Months | 6 Months | 1 Year | 3 Years* | 5 Years* | 10 Years* | Since Inception*<br>(2 April 2012) |
|-----------------------------------------------------|----------|----------|--------|----------|----------|-----------|------------------------------------|
| Fullerton Funds - Fullerton SGD Cash Fund           | 0.21%    | 0.30%    | 0.42%  | 0.72%    | 0.96%    | 0.77%     | 0.76%                              |
| Benchmark:<br>Singapore Dollar Savings Deposit Rate | 0.04%    | 0.08%    | 0.14%  | 0.13%    | 0.14%    | 0.13%     | 0.13%                              |

\* Annualised performance

<sup>1</sup> Performance shown in fund currency and calculated before sales charges are deducted. Fees and charges payable through deduction of premium or cancellation of units are excluded in deriving the performance (gross of fees). Performance is calculated on the assumption that all dividends and distributions are reinvested, taking into account all charges which would have been payable upon such reinvestment.

## Expense Ratio and Turnover Ratio

| Underlying Fund Name                            | Expense Ratio | Turnover Ratio |
|-------------------------------------------------|---------------|----------------|
| Fullerton Funds - Fullerton SGD Cash Fund A SGD | 0.15%         | 2446.60%       |

The expense and turnover ratios stated in the table above are for the period ended 31 March 2022.

The expense ratio is calculated in accordance with the Investment Management Association of Singapore ("IMAS") guidelines on the disclosure of expense ratios. It does not include (where applicable) brokerage and other transaction costs, interest expense, 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 and dividends and other distributions paid to holders.

The turnover ratio is calculated based on the lesser of purchases or sales of underlying investments of the fund expressed as a percentage of its average daily Net Asset Value.

## Soft Dollar Commissions or Arrangements

The Managers may and intend to receive or enter into soft-dollar commissions/arrangements in their management of the Underlying Fund. The Managers will comply with applicable regulatory and industry standards on soft-dollars. Such soft-dollar commissions include research and advisory services, economic and political analyses, portfolio analyses including valuation and performance measurements, market analyses, data and quotation services, computer hardware and software or any other information facilities to the extent that they are used to support the investment decision making process, the giving of advice, or the conduct of research or analysis for investments managed for clients.

Soft-dollar commissions/arrangements will not include travel, accommodation, entertainment, general administrative goods and services, general office equipment or premises, membership fees, employees' salaries or direct money payment.

The Managers will not accept or enter into soft dollar commissions/arrangements unless such soft-dollar commissions/arrangements would, in their opinion, assist them in their management of the Underlying Fund, provided that they ensure at all times that best execution is carried out for the transactions and that no unnecessary trades are entered into in order to qualify for such soft-dollar commissions/arrangements.

### Conflicts of Interest

The Managers and the Trustee are not in any positions of conflict in relation to the Underlying Fund or other Funds. The Managers and the Trustee will conduct all transactions with or for the Underlying Fund and the other Funds on an arm's length basis.

Subject to the provisions of the Code, The Managers may from time to time invest moneys of any Underlying Fund in the securities of any of their related corporation. The Managers may also invest moneys of any Underlying Fund in other collective investment schemes managed by them or their related corporations. As such, the Managers or the Trustee or their respective affiliates, including their fund managers who will be managing the Underlying Funds (together the "Parties" and each a "Party") may have to deal with competing or conflicting interests between the other collective investment schemes which are managed by them and the Underlying Fund. In addition, certain of their related companies may also invest in similar investments made by them in respect of the Underlying Fund. If there is a conflict of interest, the Parties will endeavour to resolve the conflict fairly and in the interest of the Holders.

The Managers are of the view that there are no conflict of interests in managing the sub-funds and the other collective investment schemes managed by them. As a member of IMAS, the Managers adopt the principles and standards of investment conduct, which includes ensuring fair allocation, as set out in the IMAS Code of Ethics & Standards of Professional Conduct. To determine if there is a potential conflict of interest, the Managers will also take into account the assets (including cash) of the sub-funds and the assets of the other collective investment schemes managed by us. In particular,

- (i) The Managers will conduct all transactions at arm's length and enter into transactions which are consistent with the investment objective and approach of the sub-funds and the other collective investment schemes managed by them;
- (ii) The Managers will use reasonable endeavours at all times to act fairly and in the interests of the sub-funds. In particular, after taking into account the availability of cash and the relevant investment guidelines of each sub-fund, the Managers will endeavour to ensure that securities bought and sold will be allocated proportionately as far as possible among each sub-fund; and
- (iii) to the extent that another collective investment scheme managed by the Managers intends to purchase substantially similar assets, we will ensure that the assets are allocated fairly and proportionately and that the interests of all investors are treated equally between the sub-funds and the other collective investment schemes.

The Managers, as investment manager of the Fullerton Lux sub-funds, may have dealings in the assets of the sub-funds of Fullerton Lux Funds provided that any such transactions are effected on normal commercial terms negotiated at arm's length and each such transaction complies with any of the following:

- (i) a certified valuation of such transaction is provided by a person approved by the directors of Fullerton Lux Funds as independent and competent;
- (ii) the transaction has been executed on best terms, on and under the rules of an organised investment exchange; or

Where neither (i) nor (ii) is practical;

- (iii) where the directors of Fullerton Lux Funds are satisfied that the transaction has been executed on normal commercial terms negotiated at arm's length.

The Managers may effect transactions in which they have an interest which may potentially conflict with their duty to Fullerton Lux Funds. The Managers will not be liable to account to Fullerton Lux Funds for any profit, commission or remuneration made or received from or by reason of such transactions or any connected transactions nor will our fees, unless otherwise provided, be abated.

The Managers or the Trustee may own, hold, dispose or otherwise deal with Units as though they were not a party to the Deed. If there is any conflict of interest arising from such dealing, the Managers and the Trustee, after consultation with each other, will resolve such conflict in a fair and equitable manner as they deem fit.

Associates of the Trustee may be engaged to provide banking, brokerage or financial services to the Fund or any of the Underlying Fund or buy, hold and deal in any investments, enter into contracts or other arrangements with the Trustee and make profits from these activities. Such services will be provided on an arm's length basis.

### **Reports**

The financial year-end of the ILP sub-fund is 30 June. Singapore Life Ltd. will make available semi-annual report and annual audited report of the ILP sub-fund within 2 months and 3 months respectively from the relevant reporting periods.

In addition, Singapore Life Ltd. will make available financial reports of the Underlying Fund as they become available from the Investment Manager. Policyholders can access these reports via the website at [www.singlife.com](http://www.singlife.com)

### **Specialised ILP sub-funds**

The ILP sub-funds are not specialised sub-funds as set out in MAS Notice 307 on Investment-Linked Policies issued by the Monetary Authority of Singapore.