

Prepared on: 01/07/2022

**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 units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

## EASTSPRING INVESTMENTS UNIT TRUSTS - DRAGON PEACOCK FUND (the “Fund”)

<b>Product Type</b>	Unit Trust	<b>Inception Date</b>	18 June 2004
<b>Manager</b>	Eastspring Investments (Singapore) Limited	<b>Custodian</b>	The Hongkong and Shanghai Banking Corporation Limited
<b>Trustee</b>	HSBC Institutional Trust Services (Singapore) Limited	<b>Dealing Frequency</b>	Every Business Day
<b>Capital Guaranteed</b>	No	<b>Expense Ratio for financial year ended 31 December 2021</b>	1.63% (Class A)

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- seek to maximise long term total return;
- are comfortable with the risks associated with an equity fund invested in emerging markets and with the inherent higher volatility of a 2-country only fund; and
- appreciate that their capital will be at risk and that the value of their investment and any derived income may fall as well as rise.

**Investors should consult their financial advisers if in doubt whether this product is suitable for them.**

*Further Information*

*Refer to “Product Suitability” 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 maximise long-term total return by investing primarily in equities and equity-related instruments of corporations, which are incorporated in, or listed in, or operating principally from, or carrying on significant business in, or derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, the People’s Republic of China (PRC) and the Republic of India (India).

*Refer to “Basic Information” and “Structure, Investment Objective, Focus and Approach” of the Prospectus for further information on features of the product.*

### Investment Strategy

- The Fund may also invest in listed securities in the recognised markets, depository receipts including ADRs and GDRs, debt securities convertible into common shares, preference shares and warrants.
- Stock selection is performed based on a qualitative assessment and valuation analysis. The Manager try to take advantage of pricing anomalies and select stocks which are perceived to offer capital appreciation over the medium-term and are undervalued given their future prospects.
- Long term strategic asset mix: 50% PRC equities and 50% India equities (deviation allowed in asset mix: +/-25%, depending on prevailing market dynamics and valuations).

*Refer to “Structure, Investment Objective, Focus and Approach” of the Prospectus for further information on the investment strategy of the product.*

<sup>1</sup> The Prospectus is available for collection at Eastspring Investments (Singapore) Limited, 10 Marina Boulevard #32-01 Marina Bay Financial Centre Tower 2 Singapore 018983, during business hours or accessible at [www.eastspring.com.sg](http://www.eastspring.com.sg).

- For efficient portfolio management purposes, a Mauritian entity, Dragon Peacock Investments Limited holds all the investments of the Fund in China and/or India (except such investments which the Manager determines should be held directly by the Fund).

### Parties Involved

#### WHO ARE YOU INVESTING WITH?

- The Fund is constituted under Eastspring Investments Unit Trusts
- The Manager of the Fund is Eastspring Investments (Singapore) Limited
- The Trustee is HSBC Institutional Trust Services (Singapore) Limited
- The Custodian is The Hongkong and Shanghai Banking Corporation Limited

*Refer to “Basic Information”, “The Manager”, “The Trustee and Custodian” and “Insolvency of the Parties” of the Prospectus for further information on the role and responsibilities of these entities and what happens if they become insolvent.*

### KEY RISKS

#### WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

**The value of the product and its dividends or coupons (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:**

*Refer to “Risks” of the Prospectus for further information on risks of the product.*

#### Market and Credit Risks

- **You are exposed to equity risks.** The Fund invests in equities and will be subject to risks such as fluctuations in market prices.
- **You are exposed to currency risks.** As the Fund may invest in securities which are denominated in foreign currencies, fluctuations in the exchange rates between the Singapore dollar and these foreign currencies may affect the income and value of the Fund.
- **You are exposed to counterparty risks.** The Fund will be exposed to the credit risk on counterparties with which it trades and any default by such a counterparty could result in substantial losses to the Fund.

#### Liquidity Risks

- **The Fund is not listed and you can realise your units only on Business Days.** There is no ready secondary market for the Fund. All realisation requests should be submitted in the manner set out in the Prospectus.
- **You are exposed to liquidity risks of the Fund’s investments and your realisation request may be deferred or suspended.** The Fund may have investments which have high liquidity risks (for example, low trading volumes) and may incur substantial losses if it is unable to sell these investments at opportune times or prices. Under certain circumstances (not limited to the liquidity of the underlying investments in the Fund) as detailed in the Prospectus, your realisation request may be deferred or suspended.

#### Product-Specific Risks

- **You are exposed to country risks.** As the Fund invests in a limited number of countries, it is exposed to the market, currency, political, regulatory and other risks related to the economy of those countries. Investors should also note that the NAV of this Fund is likely to have higher volatility due to its concentration of investment in a limited number of countries.
- **You are exposed to emerging markets risks.** The Fund invests in emerging markets which generally carry greater political, legal, tax and regulatory risks than more developed markets.

- **You are exposed to derivatives risks.** The Fund may use derivative instruments for efficient portfolio management and/or hedging purposes. Derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional securities investments. Some of the risks associated with derivatives are market risk, management risk, credit risk, liquidity risk, operational risk and leverage risk.
- **You are exposed to the risks of change of investment policy and exchange of units.** The Luxembourg-domiciled Eastspring Investments has established a similar sub-fund having the same investment objective and focus as the Fund (the “Lux sub-fund”). In the event that the Lux sub-fund is approved by the MAS as a recognised scheme, the Manager may, in consultation with the Trustee, and subject to the approval of the relevant authorities, (i) seek to terminate the Fund and exchange your existing units in the Fund for shares in the Lux sub-fund; or (ii) change the investment policy of the Fund from a direct investment portfolio to a feeder into the Lux sub-fund. You should note that in the event your units in the Fund are exchanged for shares in the Lux sub-fund, there is no assurance that the fees and charges of the Lux sub-fund would not be higher than that of the Fund. You should not invest in the Fund in anticipation of investing in the Lux sub-fund as there is no certainty whether the Lux sub-fund may be recognised by the MAS.

## 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:

Initial Sales Charge	<u>Class A</u> Up to 5% (maximum 5%)
Realisation Charge	0% (maximum 2%)
Switching Fee	1% (maximum 3%)

Refer to “Fees and Charges” of the Prospectus for further information on fees and charges.

Appointed distributors may (depending on the specific nature of services provided) impose other fees and charges not disclosed here. Please check with the relevant appointed distributor for further details.

#### Payable by the Fund from invested proceeds

The Fund will pay the following fees and charges to the different parties:

Management Fee	<u>Class A</u>
(a) Retained by Manager	1.50% per annum (maximum 2% p.a.)
(b) Paid by Manager to financial advisers/distributors (trailer fee)	(a) 35% to 70% <sup>2</sup> of Management Fee (b) 30% to 65% <sup>3</sup> of Management Fee
Trustee’s Fee	Below 0.05% per annum (maximum 0.2% p.a.)
Valuation Fee	Up to 0.04% per annum
Registrar’s Fee	More than 0.1% per annum if the Fund’s total asset under management is less than S\$5 million, plus transactional fees
Custodian Fee	Currently below 0.15% per annum, depending on number and volume of transactions
Fee payable to Mauritian entity	Below US\$50,000 per annum plus transactional fees
Other Substantial Fee or Charge (i.e. a fee or charge which amounts to or exceeds 0.10% per annum of the NAV of the Fund)	Transaction costs: 0.11% p.a.*

You should check with the agent or distributor through whom you subscribe for units of the Fund whether they impose other fees and charges not included in the Prospectus.

\* Based on the audited accounts of the Fund as at 31 December 2021.

<sup>2</sup> The Management Fee is retained by the Manager, as may be agreed between the parties.

<sup>3</sup> This range may change from time to time without prior notice depending on the agreement between (i) the Manager and (ii) the relevant financial adviser/distributor. Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Manager.

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

The indicative issue and realisation price per unit (NAV per unit) of the Fund will be available from [www.eastspring.com.sg](http://www.eastspring.com.sg) normally one Business Day after each relevant Dealing Day.

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

- You can exit the Fund by submitting a signed written instruction or realisation form to the Manager or the appointed distributor from whom you purchased your units.
- If you are a first-time investor in the Fund, you will have the right to cancel your subscription within 7 calendar days from the date of your subscription without incurring the sales charge stated above. However, you will have to take the risk for any price changes in the NAV of the Fund.
- Partial realisations are subject to minimum holding requirements.
- Your realisation price is determined as follows (please note that appointed distributors may impose a different cut-off time):
  - o If you submit your realisation request to the appointed distributor by 3.00 p.m. Singapore time on a Business Day, the realisation price will be based on the NAV per unit at the close of business on that Business Day.
  - o If you submit your realisation request after 3.00 p.m. Singapore time or on a day which is not a Business Day, the realisation price will be based on the NAV per unit at the close of business of the next Business Day.
- You will normally receive the realisation proceeds within seven Business Days from the date the Manager receives and accepts your realisation request.
- The realisation proceeds that you will receive will be the realisation price multiplied by the number of units sold, less any charges. Currently, no realisation charge is imposed. An example is as follows:

*Refer to “Cancellation of Subscription by New Investors”, “Realisation of Units” and “Obtaining Prices of Units” of the Prospectus for further information on valuation and exiting from the product.*

Realisation Request for	x	Realisation Price	=	Realisation proceeds
1,000 units		\$1.100		\$1,100

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

You may contact Eastspring Investments (Singapore) Limited at (65) 6349 9711 or visit our appointed distributors listed on [www.eastspring.com.sg](http://www.eastspring.com.sg).

## APPENDIX: GLOSSARY OF TERMS

<b>ADRs:</b>	American Depository Receipts.
<b>Business Day:</b>	any day other than Saturday, Sunday or gazetted public holiday on which commercial banks in Singapore are generally open for business, or where the context expressly requires, any day other than Saturday, Sunday or gazetted public holiday on which commercial banks in Singapore or elsewhere are generally open for business, or any other day as the Manager and the Trustee may agree in writing.
<b>Dealing Day:</b>	a Business Day in Singapore.
<b>GDRs:</b>	Global Depository Receipts.
<b>MAS:</b>	Monetary Authority of Singapore.
<b>NAV:</b>	Net Asset Value.