

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.

## SINGAPORE INDEX FUND

(the "Fund")

SGX counter name (SGX stock code)	SI Fund (S45U)	SGX-ST Listing Date	20 December 1996
Product Type	Listed Unit Trust	Launch Date	18 December 1996
Managers	Singapore Consortium Investment Management Limited	Trustee	HSBC Institutional Trust Services (Singapore) Limited
Custodian	The Hongkong and Shanghai Banking Corporation Limited	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio for year ended 30 June 2020	1.05%

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
  - seek medium to long term capital appreciation;
  - seek an investment that tracks the component securities of the Straits Times Index ("STI")<sup>2</sup>;
  - believe that the STI will increase in value; and
  - are comfortable with the volatility and risks of an equity fund.

Further Information  
Refer to the "Product Suitability" section of the Prospectus for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a listed unit trust constituted in Singapore whose investment objective is to achieve medium to long term capital appreciation by investing in the component securities of the STI (which securities are listed on the SGX-ST).
- The STI is maintained by the Index Sponsors<sup>3</sup> and represents the performance of the top 30 companies listed on the SGX-ST ranked by market capitalisation.
- The Fund does not aim to make regular distributions.

Refer to the "Investment Objective, Focus and Approach" section of the Prospectus for further information on features of the product.

<sup>1</sup> The Prospectus and application forms may be obtained on request, subject to availability, from the Distributing Agents or any other distributors appointed by the Managers from time to time, during their respective business hours.

<sup>2</sup> The STI is concentrated on the SGX-ST (which component securities may change from time to time).

<sup>3</sup> The Units are not in any way sponsored, endorsed, sold, or promoted by the Index Sponsors, and the Index Sponsors bear no liability in connection with the administration, marketing or trading of the Units. No warranty or representation or guarantee of any kind whatsoever relating to the STI or the Units is given by the Index Sponsors. SPH is entitled to all intellectual property rights in the STI.

<ul style="list-style-type: none"> <li>Investors should further note that any distribution shall be automatically reinvested in further Units of the Fund by a deemed automatic distribution reinvestment mandate unless such mandate is withdrawn by the Holder upon giving the Managers written notice at least 30 days in advance. You should note that the Units are Excluded Investment Products, which are Prescribed Capital Markets Products.</li> </ul>	
<b>Investment Strategy</b>	
<ul style="list-style-type: none"> <li>The Fund intends to employ a full replication strategy or similar strategy by investing all or substantially all its assets in the constituent securities of the STI, broadly in proportion to the respective weightings of the constituent securities in the STI.</li> <li>The Fund does not have a target industry or sector.</li> </ul>	<p>Refer to the <a href="#">“Investment Objective, Focus and Approach”</a> section of the Prospectus for further information on the investment strategy of the product.</p>
<b>Parties Involved</b>	
<p><b>WHO ARE YOU INVESTING WITH?</b></p> <ul style="list-style-type: none"> <li>The Managers are Singapore Consortium Investment Management Limited.</li> <li>The Trustee is HSBC Institutional Trust Services (Singapore) Limited.</li> <li>The Custodian is The Hongkong and Shanghai Banking Corporation Limited.</li> </ul>	<p>Refer to <a href="#">“The Managers”</a>, <a href="#">“The Trustee”</a> and <a href="#">“The Custodian”</a> sections 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>The value of the Fund and its distributions (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment (including your principal invested):</b></p>	<p>Refer to the <a href="#">“Risks”</a> section of the Prospectus for further information on risks of the product.</p>
<b>Market and Credit Risks</b>	
<p><b>You are exposed to market risks associated with securities held by the Fund.</b></p> <ul style="list-style-type: none"> <li>Issuers whose securities make up the STI may have businesses and operations in various markets. Prices of such securities may be affected by changes in economic conditions, interest rates and the relevant market’s perception of the securities, which may in turn affect the price of Units.</li> </ul> <p><b>Market prices for Units may be different from their Value.</b></p> <ul style="list-style-type: none"> <li>The market prices of Units listed on SGX-ST may trade above or below the Value of such Units and there is a risk that investors may not be able to buy or sell such Units at a price close to their Value.</li> </ul> <p><b>You are exposed to equity risks.</b></p> <ul style="list-style-type: none"> <li>The Fund invests in stocks and other equity securities that historically have greater price volatility than bonds and other fixed income securities. This in turn may affect the value or volatility of the Fund.</li> </ul>	
<b>Liquidity Risks</b>	
<p><b>The secondary market may be illiquid.</b></p> <ul style="list-style-type: none"> <li>Not all Units issued are listed on the SGX-ST. Unlisted Units may not be traded on the SGX-ST and may only be realised in accordance with the realisation provisions in the Prospectus.</li> <li>Although you may apply to list your Units on the SGX-ST, such listing does</li> </ul>	

not guarantee a liquid market for the Units. You may not be able to find a buyer on the SGX-ST when you wish to sell your listed Units.

**Trading on the SGX-ST may be suspended.**

- You will not be able to purchase or sell Units on the SGX-ST during any period that the SGX-ST suspends trading of the Units. Creation and redemption of Units may also be suspended in such an event.

**Product-Specific Risks**

**You are exposed to risks associated with an index tracking fund.**

- The Fund is not actively managed by the Managers and seeks to track the STI. The Managers do not attempt to select stocks individually or to take defensive positions in declining markets. Therefore, the Fund's Value is likely to be adversely affected by any fall in the value of the STI.
- Although the Fund seeks to track the STI, it may not be able to fully track the performance of the STI.
- The component securities of the STI are made based on the relevant index composition rules and eligibility criteria and by reference to performance criteria or performance outlook.

**The Fund may be delisted from the SGX-ST.**

- The Fund may not be able to continue to meet the requirements necessary to maintain listing of Units on the SGX-ST. The Fund may be terminated if Units are delisted from the SGX-ST.

**You are exposed to licensing risk.**

- The Fund may not be able to maintain the licence necessary to use the STI. The Fund may be terminated if its licence to use the STI is terminated or if the STI is no longer available for benchmarking.

**You are exposed to concentration risk.**

- The Fund is exposed to the risk of investing in listed shares of only one country (i.e. shares of companies on the STI). Investment in only one country may be subject to higher risk as it may be less diversified than a global portfolio.

**Other risks to your investment include foreign exchange/currency risk, political risk, investment risk, operating cost risk, exceptional market conditions risk, broker risk, counterparty risk and actions of institutional investors.**

**FEES AND CHARGES**

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

Payable directly by you

<b>Preliminary charge (on gross investment amount)</b>	Currently 2%; maximum 5%.
<b>Realisation charge (on gross realisation proceeds)</b>	Currently nil; maximum 2%

You should refer to your broker for the fees and charges payable by you if you deal or trade in the Units on the SGX-ST. This may include clearing fees and trading fees of the SGX-ST and the brokerage fees and charges of the broker. You should also check with the authorised distributor through whom you subscribe for Units whether they impose other fees and charges not disclosed in the Prospectus.

Payable by the Fund from invested proceeds to the Managers, Trustee and other parties

<b>Annual management fee</b>	Currently 0.625% p.a.; maximum 1% p.a. The Managers currently do not pay any trailer fees to financial advisers.
<b>Annual trustee fee</b>	Currently up to 0.07% p.a.; maximum 0.1% p.a. Subject always to a minimum of S\$20,000 p.a.
<b>Registrar fee</b>	S\$15,000 p.a. plus transaction based fees (at

Refer to the “[Fees and Charges](#)” section of the Prospectus for further information on fees and charges.

	normal commercial rates) and out-of-pocket expenses.	
<b>Audit fee, custodian fee, transaction costs and other fees and charges</b>	Subject to agreement with the relevant parties. Each fee and charge may amount to or exceed 0.1% p.a., depending on the proportion that it bears to the Value of the Fund.	

**VALUATIONS AND EXITING FROM THIS INVESTMENT**

**HOW OFTEN ARE VALUATIONS AVAILABLE?**

The Fund will be valued on each Dealing Day. The indicative prices of the Units are quoted on a forward pricing basis and are published daily on the Managers' website at <https://sicim.com.sg/funds/>. The actual prices quoted will generally be published on the Business Day following the relevant Dealing Day in Singapore Dollars. The market prices of Units which are listed on the SGX-ST (which may not be equal to the Value of the Fund) may be obtained from the SGX-ST's website at [www.sgx.com](http://www.sgx.com).

Refer to the "Subscription of Units", "Realisation of Units" and "Obtaining Prices of Units" sections 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?**

- You can exit the Fund on any Dealing Day by submitting a realisation form to the agent or distributor of the Managers through whom you originally purchased Units.
- You will normally receive the realisation proceeds within 6 Business Days from the Dealing Day on which your realisation form is received and accepted.
- Your realisation price is determined as follows:
  - If you submit the realisation form by 3pm Singapore time on a Dealing Day, you will be paid a price based on the Value of the Fund as at the Valuation Point of that Dealing Day.
  - If you submit the realisation form after 3pm Singapore time on a Dealing Day or on a day not being a Dealing Day, you will be paid a price based on the Value of the Fund as at the Valuation Point of the next Dealing Day.
- The net realisation proceeds that you will receive will be the realisation price of the Fund multiplied by the number of Units realised, less any charges. An example is as follows:

1,000 Units	X	S\$1.1500	=	S\$1,150.00
Your realisation request		Notional realisation price*		Realisation proceeds

- \*Currently, the Fund does not impose a realisation charge.
- You may also deal or trade your Units on the SGX-ST in accordance with the requirements of the SGX-ST. Please note that the sale price of your Units on the SGX-ST may not be equal to the Value of the Fund.

**CONTACT INFORMATION**

**HOW DO YOU CONTACT US?**

Singapore Consortium Investment Management Limited  
 Hotline No : 6908 4477  
 Operating hours : 9.30 a.m. to 5.30 p.m. daily (Singapore time)  
 Fax No : 6908 4865  
 Email : [contact@sicim.com.sg](mailto:contact@sicim.com.sg)

**APPENDIX: GLOSSARY OF TERMS**

<b>Business Day</b>	A day (other than Saturday, Sunday or a gazetted public holiday) on which commercial banks are open for business in Singapore and SGX-ST is open for trading.
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<b>Dealing Day</b>	In connection with the issuance, cancellation, valuation and realisation of units, means every Business Day or such Business Day or Business Days at such intervals as the Managers may from time to time determine and reasonable notice of any such determination shall be given by the Managers to all holders at such time and in such manner as the Trustee may approve.
<b>Distributing Agents</b>	Currently, DBS Bank Ltd, Singapore Island Bank Limited, United Overseas Bank Limited, and Oversea-Chinese Banking Corporation Limited.
<b>Excluded Investment Products</b>	As defined in the Notice on the Sale of Investment Products issued by the Monetary Authority of Singapore, as the same may be modified, amended or revised from time to time.
<b>Index Sponsors</b>	FTSE International Limited, The London Stock Exchange Plc, The Financial Times Limited, SPH Data Services Pte Ltd, SPH and SGX-ST.
<b>Launch Date</b>	For the purposes of this Product Highlights Sheet only, means the inception date of the Fund.
<b>p.a.</b>	per annum.
<b>Prescribed Capital Markets Products</b>	As defined in the Schedule to the Securities and Futures (Capital Markets Products) Regulations 2018.
<b>SGX-ST</b>	Singapore Exchange Securities Trading Limited.
<b>SPH</b>	Singapore Press Holdings Ltd.
<b>Units</b>	Units in the Fund.
<b>Valuation Point</b>	The close of business of the last relevant market to close on a Dealing Day or such other day as the Managers with the approval of the Trustee may from time to time determine and the Managers shall notify the holders of such change if required by the Trustee.
<b>Value</b>	The value as calculated in accordance with the Deed of Trust constituting the Fund dated 12 November 1996 entered into between the Managers and the Trustee (as amended).