



SINGAPORE INDEX  
FUND

## **Annual Report to Unitholders**

For the financial year ended 30 June 2021

SINGAPORE CONSORTIUM INVESTMENT MANAGEMENT LIMITED



## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### Annual Report To Unitholders For The Financial Year Ended 30 June 2021

#### A) Fund Performance

Fund Performance/ Benchmark Returns	3 mth % Growth	6 mth % Growth	1yr % Growth	3 yr Ann Comp Ret	5 yr Ann Comp Ret	10 yr Ann Comp Ret	Since Inception 18 December 1996 Ann Comp Ret
Singapore Index Fund <sup>1</sup>	0.00	11.62	24.21	1.35	4.78	2.49	3.87
Benchmark <sup>2</sup>	0.09	11.84	25.06	2.50	5.87	3.58	3.58

Note: Returns for period in excess of 1 year are annualised. Past performance is not indicative of future performance.

- 1) The performance returns of the Fund are in Singapore dollars based on a bid-to-bid price with net dividends reinvested.
- 2) The performance returns of the Benchmark is in Singapore dollars with net dividends reinvested. The Benchmark of Singapore Index Fund since inception up to 23 Jan 2001 was the Business Times – Singapore Regional Index. The Benchmark of the Fund since 26 Jan 2001 is the Straits Times Index. The Benchmark was changed due to the change in the investment policy of the Fund to track the Straits Times Index instead of the Business Times - Singapore Regional Index.

#### Market and Portfolio Review

Global equities in the first half of FY2021 rebounded strongly following a brief but intense pandemic-induced sell-off. Driven by Pfizer's first successful Covid-19 vaccine in November 2020, equity markets ended the year at record high. The stock market rally carried over into the second half of FY2021 as economic activity across the world started to recover. Underpinned by breakthrough in vaccination rates, western developed economies were the first to take tangible steps towards economic reopening and normalising of social behaviour. In contrast, emerging economies continued to be challenged by vaccine rollouts. Pressured by supply chain disruptions and inflation concerns, the equity market weakened briefly in early 2021, but continued its ascent as central banks in major economies maintained their stimulus programs.

The Straits Times Index ("STI") rose 20.9% during FY2021, comprising of an increase of 9.8% during the first half of FY2021 (July to December 2020) and an increase of 10.1% during the second half of FY2021 (January to June 2021). Having received its first shipment of Covid-19 vaccine in December 2020, Singapore became the first country in Asia to commence its vaccination program. With the infection rate kept under control, the country expects to gradually reopen its economy through the rest of 2021. Based on the latest release from the Ministry of Trade and Industry ("MTI") in August, Singapore GDP registered growth of 1.5% y-o-y in 1Q 2021, followed by 14.7% y-o-y growth in 2Q 2021. This compared to a contraction of 5.4% for the full year 2020.

The STI saw two changes in its index constituents in FY2021. CapitaLand Commercial Trust and Jardine Strategic Holdings were replaced by Keppel DC REIT and Frasers Logistics & Commercial Trust, respectively. Among the current index constituents, Sembcorp Industries was the best performing stock in FY2021, with a total return (including dividends) of 147%. City Developments was the worst performer, with a total return of -11% over the same period.

## **Market Outlook**

In the latest World Economic Outlook report published in July 2021, the International Monetary Fund ("IMF") projected 6.0% growth in global GDP for 2021, unchanged from the previous forecast in April 2021. Global growth for 2022 was projected to be 4.9%. Compared to the 3.2% contraction in 2020, the post-pandemic recovery has been tremendous. Nonetheless, the divergence in recovery between advanced and emerging economies is set to worsen as accessibility to vaccines remains unbalanced. On top of that, the resurgence in the highly contagious Delta virus variant threatened to delay plans for economic reopening, even in countries that succeeded in suppressing the pandemic a year ago.

Supported by buoyant investor sentiments, loose monetary policy and stimulus programs in major economies, the equity rally encountered little resistance so far. Moving forward, the growth momentum is expected to be clouded by slowing growth rate in China and new waves in delta virus variant across the world. Furthermore, persistent disruptions in global supply chain could stoke inflation fears. As market focus increasingly shifted to the timing of interest rates lift-off, equity markets could experience renewed volatility given its elevated valuation and anticipation of central bank's tapering in bond purchases.

In geopolitics, US/China tension is expected to remain high as the new Biden administration maintained its pressure on China. The market remains concerned over an increasingly polarised environment as both countries seek to reduce interdependence on national security concerns.

The latest forecast from MTI projected Singapore's GDP growth at 6% to 7% in 2021. This is due to better-than-expected performance of the local economy and improving external environment. In view of the highly fluid situation, uncertainties in growth trajectory remains high, with the optimistic growth outlook in western developed nations dampened by subdued forecasts in key Asia economies. There could also be downside surprises if major economies such as China and developed economies failed to contain the new virus variant outbreaks. That said, barring major recovery setbacks, Singapore is on track for further economic reopening and should expect to see improvements in the second half of the year.

**SINGAPORE INDEX FUND**

(Constituted under a Trust Deed in the Republic of Singapore)

**B) Investments at fair value and as a percentage of net asset value (NAV) as at 30 June 2021 under review classified by**

i)	Country	Fair Value	Percentage of net assets attributable to unitholders
		\$	%
	<b>Quoted Equities</b>		
	China	415,809	1.06
	Hong Kong	3,865,986	9.86
	Singapore	33,544,101	85.56
	Thailand	909,495	2.32
		<hr/>	<hr/>
		38,735,391	98.80
	<b>Quoted Bonds</b>		
	Singapore	245,784	0.63
		<hr/>	<hr/>
	<b>Portfolio of investments</b>	38,981,175	99.43
	<b>Other net assets</b>	224,484	0.57
		<hr/>	<hr/>
	<b>Net assets attributable to unitholders</b>	<b>39,205,659</b>	<b>100.00</b>
		<hr/>	<hr/>

**B) Investments at fair value and as a percentage of NAV as at 30 June 2021 under review classified by (continued)**

ii) Industry	Fair Value \$	Percentage of net assets attributable to unitholders
		%
<b>Quoted Equities</b>		
Communication Services	2,151,890	5.49
Consumer Discretionary	873,198	2.23
Consumer Staples	2,134,250	5.44
Financials	18,790,986	47.93
Industrials	6,226,370	15.88
Information Technology	311,202	0.79
Real Estate	8,111,091	20.69
Utilities	136,404	0.35
	<u>38,735,391</u>	<u>98.80</u>
<b>Quoted Bonds</b>		
Industrials	245,784	0.63
<b>Portfolio of investments</b>	<b>38,981,175</b>	<b>99.43</b>
<b>Other net assets</b>	<b>224,484</b>	<b>0.57</b>
<b>Net assets attributable to unitholders</b>	<b>39,205,659</b>	<b>100.00</b>

iii) Asset Class	Fair value at 30 Jun 2021 \$	Percentage of net assets attributable to unitholders 30 June 2021	Percentage of net assets attributable to unitholders 30 June 2020
		%	%
Quoted equities	38,735,391	98.80	99.40
Quoted bonds	245,784	0.63	–
Other net assets	224,484	0.57	0.60
<b>Net assets attributable to unitholders</b>	<b>39,205,659</b>	<b>100.00</b>	<b>100.00</b>

**iv) Credit rating of debt securities**

Unrated

### C) Top Ten Holdings

The top ten holdings as at 30 June 2021 and 30 June 2020

#### 10 largest holdings at 30 June 2021

	Fair Value	Percentage of net assets attributable to unitholders
	\$	%
DBS Group Holdings Limited	7,341,815	18.73
Oversea-Chinese Banking Corporation	5,553,237	14.16
United Overseas Bank Limited	4,692,966	11.97
Jardine Matheson Holdings Limited	2,588,722	6.60
Singapore Telecommunications Limited	2,151,890	5.49
CapitaLand Limited	1,288,854	3.29
Singapore Exchange Limited	1,202,968	3.07
CapitaLand Integrated Commercial Trust	1,184,240	3.02
Ascendas Real Estate Investment Trust	1,062,136	2.71
Hongkong Land Holdings Limited	1,038,459	2.65

#### 10 largest holdings at 30 June 2020

	Fair Value	Percentage of net assets attributable to unitholders
	\$	%
DBS Group Holdings Limited	5,053,714	15.41
Oversea-Chinese Banking Corporation	4,216,986	12.86
United Overseas Bank Limited	3,676,944	11.21
Singapore Telecommunications Limited	2,537,711	7.74
Jardine Matheson Holdings Limited	1,754,393	5.35
Keppel Corporation Limited	1,255,474	3.83
Ascendas Real Estate Investment Trust	1,100,624	3.36
CapitaLand Limited	1,014,408	3.09
Singapore Exchange Limited	955,764	2.91
Hongkong Land Holdings Limited	935,101	2.85



**D) Exposure to Derivatives**

- i) Fair value of derivative contracts and as a percentage of NAV as at 30 June 2021

Not applicable

- ii) Net gain/(loss) on derivative contracts realised during the financial year ended 30 June 2021

Not applicable

- iii) Net gain/(loss) on outstanding derivative contracts marked to market as at 30 June 2021

Not applicable

**E) Investments in other unit trusts, mutual funds and collective investment schemes as at 30 June 2021**

	Fair value	Percentage of total net assets attributable to unitholders
	\$	%
Ascendas Real Estate Investment Trust	1,062,136	2.71
CapitaLand Integrated Commercial Trust	1,184,240	3.02
Fraser's Logistics & Commercial Trust	491,040	1.25
Keppel DC Real Estate Investment Trust	393,420	1.00
Mapletree Commercial Trust	648,000	1.65
Mapletree Industrial Trust	609,752	1.55
Mapletree Logistics Trust	417,790	1.07

**F) Amount and percentage of borrowings to NAV as at 30 June 2021**

Not applicable

**G) Amount of subscriptions and redemptions for the period 01 July 2020 to 30 June 2021**

Total amount of subscriptions	SGD	–
Total amount of redemptions	SGD	1,466,777

**H) Amount of related party transactions for the period 01 July 2020 to 30 June 2021**

Please refer to Note 9 of the Notes to the Financial Statements on page 36 and 37.

**I) Expense Ratios**

Please refer to Note 10 of the Notes to the Financial Statements on page 37.

**J) Turnover ratios**

Please refer to Note 10 of the Notes to the Financial Statements on page 37.

**K) Other material information**

There is no material information that will adversely impact the valuation of the Fund.

**L) Supplemental information on underlying sub-funds where the scheme invests more than 30% of its deposited property in another scheme**

Not applicable

**M) Soft dollar commissions/arrangements received by the Manager**

Under the Code on Collective Investment Schemes, the Manager may receive soft dollar commissions or arrangements when such commissions or arrangements can reasonably be expected to assist in providing investment advice to the customer, when best execution is carried out for the transaction, and provided the Manager does not enter into unnecessary trades to achieve a sufficient volume of transactions to qualify for soft dollars.

The soft dollar commissions / arrangements which the Manager may receive or enter into are limited to the following kinds of services: specific advice as to the advisability of dealing in, or of the value of any investments; research and advisory services; economic and political analysis; portfolio analysis including valuation and portfolio measurements; market analysis; data and quotation services; computer hardware or software that are used to support the investment decision making process, the giving of advice, or the conduct of research or analysis; and custodial services in relation to the investments managed for clients.

The receipt of goods and services such as travel, accommodation and entertainment that does not meet the conditions above is prohibited.

The Manager confirms that they are fully compliant with the Code on Collective Investment Schemes and other relevant industry standards.

**N) Where the scheme offers pre-determined payouts, an explanation on the calculation of the actual payouts received by participants and any significant deviation from the pre-determined payouts**

Not applicable

## **SINGAPORE INDEX FUND**

(Constituted under a Trust Deed in the Republic of Singapore)

### **REPORT OF THE TRUSTEE**

*For the financial year ended 30 June 2021*

The Trustee is under a duty to take into custody and hold the assets of Singapore Index Fund (the “Fund”) in trust for the unitholders. In accordance with the Securities and Futures Act (Cap. 289), its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the year covered by these financial statements, set out on pages 15 to 37, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee  
HSBC INSTITUTIONAL TRUST SERVICES (SINGAPORE) LIMITED

Authorised signatory

24 September 2021

## **SINGAPORE INDEX FUND**

(Constituted under a Trust Deed in the Republic of Singapore)

### **STATEMENT BY THE MANAGER**

*For the financial year ended 30 June 2021*

In the opinion of the directors of Singapore Consortium Investment Management Limited, the accompanying financial statements set out on pages 15 to 37, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of Singapore Index Fund (the "Fund") as at 30 June 2021, and the financial performance and movements in unitholders' funds for the financial year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager

**SINGAPORE CONSORTIUM INVESTMENT MANAGEMENT LIMITED**

Executive Director and CEO

24 September 2021

## **SINGAPORE INDEX FUND**

(Constituted under a Trust Deed in the Republic of Singapore)

### **INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF SINGAPORE INDEX FUND**

#### ***Our Opinion***

In our opinion, the accompanying financial statements of Singapore Index Fund (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 30 June 2021, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 30 June 2021;
- the Statement of Financial Position as at 30 June 2021;
- the Statement of Movements of Unitholders' Funds for the financial year ended 30 June 2021;
- the Statement of Portfolio as at 30 June 2021; and
- the notes to the financial statements, including a summary of significant accounting policies.

#### ***Basis for Opinion***

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Independence***

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

## ***Our Audit Approach***

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular we considered where management made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all of our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

### ***Key audit matters***

We have determined that there are no key audit matters to communicate in our report.

### ***Other Information***

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all sections of the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

### ***Responsibilities of the Manager for the Financial Statements***

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

## ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

### ***Auditor's Responsibilities for the Audit of the Financial Statements*** (continued)

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Paul Sammy Pak.

PricewaterhouseCoopers LLP  
Public Accountants and Chartered Accountants  
Singapore, 24 September 2021



## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF TOTAL RETURN

For the financial year ended 30 June 2021

	Note	2021 \$	2020 \$
<b>Income</b>			
Dividends		1,204,201	1,601,923
Interest on cash and bank balances		–	19
		<u>1,204,201</u>	<u>1,601,942</u>
<b>Less: Expenses</b>			
Audit fee		22,502	22,500
Bank charges		100	–
Custody fees	9	16,002	16,925
Management fees	9	240,864	252,919
Printing expenses		–	4,284
Professional fees		11,058	25,009
Registrar fees	9	28,578	29,115
Trustee fees	9	27,011	28,327
Accounting and valuation fees	9	16,050	16,050
Transaction cost		2,190	3,486
Miscellaneous expenses*		5,343	1,427
		<u>369,698</u>	<u>400,042</u>
<b>Net income</b>		<u>834,503</u>	<u>1,201,900</u>
<b>Net gain or loss on value of investments</b>			
Net gain/(loss) on investments		7,079,330	(9,400,185)
Net foreign exchange loss		(14,407)	(1,638)
		<u>7,064,923</u>	<u>(9,401,823)</u>
<b>Total return/(deficit) for the year before income tax</b>		7,899,426	(8,199,923)
Less: Income tax	3	(29,582)	(21,552)
<b>Total return/(deficit) for the year</b>		<u>7,869,844</u>	<u>(8,221,475)</u>

\* Miscellaneous expenses includes GST rebate

The accompanying notes form an integral part of these financial statements.

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF FINANCIAL POSITION

As at 30 June 2021

	Note	2021 \$	2020 \$
<b>Assets</b>			
Portfolio of investments		<b>38,981,175</b>	32,604,908
Receivables	5	<b>4,460</b>	35,468
Cash and bank balances	9	<b>366,802</b>	304,711
<b>Total assets</b>		<b>39,352,437</b>	32,945,087
<b>Liabilities</b>			
Payables	6	<b>146,778</b>	142,495
<b>Total liabilities</b>		<b>146,778</b>	142,495
<b>Equity</b>			
Net assets attributable to unitholders	7	<b>39,205,659</b>	32,802,592

*The accompanying notes form an integral part of these financial statements.*

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the financial year ended 30 June 2021

	Note	2021 \$	2020 \$
<b>Net assets attributable to unitholders at the beginning of the financial year</b>		<b>32,802,592</b>	41,789,319
<b>Operations</b>			
Change in net assets attributable to unitholders resulting from operations		<b>7,869,844</b>	(8,221,475)
<b>Unitholders' withdrawals</b>			
Cancellation of units		<b>(1,466,777)</b>	(765,252)
Change in net assets attributable to unitholders resulting from cancellation of units		<b>(1,466,777)</b>	(765,252)
Total increase/(decrease) in net assets attributable to unitholders		<b>6,403,067</b>	(8,986,727)
<b>Net assets attributable to unitholders at the end of the financial year</b>	7	<b>39,205,659</b>	32,802,592

*The accompanying notes form an integral part of these financial statements.*

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF PORTFOLIO

As at 30 June 2021

	Holdings at 30 June 2021	Fair value at 30 June 2021 \$	Percentage of net assets attributable to unitholders at 30 June 2021 %
<b>By Industry - (Primary)*</b>			
<b>Quoted Equities</b>			
<b>Communication Services</b>			
Singapore Telecommunications Limited	939,690	<u>2,151,890</u>	<u>5.49</u>
<b>Consumer Discretionary</b>			
Genting Singapore Limited	693,600	579,156	1.48
Jardine Cycle & Carriage Limited	13,766	294,042	0.75
<b>Total</b>		<u><b>873,198</b></u>	<u><b>2.23</b></u>
<b>Consumer Staples</b>			
Dairy Farm International Holdings Limited	41,900	238,805	0.61
Thai Beverages PCL	1,347,400	909,495	2.32
Wilmar International Limited	219,100	985,950	2.51
<b>Total</b>		<u><b>2,134,250</b></u>	<u><b>5.44</b></u>
<b>Financials</b>			
DBS Group Holdings Limited	246,287	7,341,815	18.73
Oversea-Chinese Banking Corporation	464,706	5,553,237	14.16
Singapore Exchange Limited	107,600	1,202,968	3.07
United Overseas Bank Limited	181,757	4,692,966	11.97
<b>Total</b>		<u><b>18,790,986</b></u>	<u><b>47.93</b></u>

\* The classification by industry sector is based upon Global Industry Classification Standard (GICS) developed by Morgan Stanley Capital International (MSCI).

*The accompanying notes form an integral part of these financial statements.*

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF PORTFOLIO

As at 30 June 2021

	Holdings at 30 June 2021	Fair value at 30 June 2021 \$	Percentage of net assets attributable to unitholders at 30 June 2021 %
<b>By Industry - (Primary)* (continued)</b>			
<b>Quoted Equities</b>			
<b>Industrials</b>			
ComfortDelgro Corporation Limited	286,000	469,040	1.20
Jardine Matheson Holdings Limited	30,129	2,588,722	6.60
Keppel Corporation Limited	188,650	1,031,915	2.63
SATS Limited	83,400	327,762	0.84
Singapore Airlines Limited	117,600	570,360	1.45
Singapore Technologies Engineering	212,600	822,762	2.10
Yangzijiang Shipbuilding Holdings Limited	294,900	415,809	1.06
<b>Total</b>		<b>6,226,370</b>	<b>15.88</b>
<b>Information Technology</b>			
Venture Corporation Limited	16,200	311,202	0.79

\* The classification by industry sector is based upon Global Industry Classification Standard (GICS) developed by Morgan Stanley Capital International (MSCI).

*The accompanying notes form an integral part of these financial statements.*

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF PORTFOLIO

As at 30 June 2021

	Holdings at 30 June 2021	Fair value at 30 June 2021 \$	Percentage of net assets attributable to unitholders at 30 June 2021 %
<b>By Industry - (Primary)* (continued)</b>			
<b>Quoted Equities</b>			
<b>Real Estate</b>			
Ascendas Real Estate Investment Trust	360,046	1,062,136	2.71
CapitaLand Integrated Commercial Trust	566,622	1,184,240	3.02
CapitaLand Limited	347,400	1,288,854	3.29
City Developments Limited	65,380	476,620	1.22
Frasers Logistics & Commercial Trust	341,000	491,040	1.25
Hongkong Land Holdings Limited	162,300	1,038,459	2.65
Keppel DC Real Estate Investment Trust	158,000	393,420	1.00
Mapletree Commercial Trust	300,000	648,000	1.65
Mapletree Industrial Trust	215,460	609,752	1.55
Mapletree Logistics Trust	203,800	417,790	1.07
UOL Group Limited	68,600	500,780	1.28
<b>Total</b>		<b>8,111,091</b>	<b>20.69</b>
<b>Utilities</b>			
Semcorp Industries Limited	63,740	136,404	0.35
<b>Total Quoted Equities</b>		<b>38,735,391</b>	<b>98.80</b>
<b>Quoted Bonds</b>			
<b>Industrials</b>			
Singapore Airlines Limited 2021 MCB 08/06/2030	245,784	<b>245,784</b>	<b>0.63</b>

\* The classification by industry sector is based upon Global Industry Classification Standard (GICS) developed by Morgan Stanley Capital International (MSCI).

*The accompanying notes form an integral part of these financial statements.*

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF PORTFOLIO

As at 30 June 2021

	Holdings at 30 June 2021	Fair value at 30 June 2021 \$	Percentage of net assets attributable to unitholders at 30 June 2021 %
<b>By Industry - (Primary)* (continued)</b>			
<b>Quoted Equities</b>			
Portfolio of investments		38,981,175	99.43
Other net assets		224,484	0.57
Net assets attributable to unitholders		<u>39,205,659</u>	<u>100.00</u>
<b>By Industry - (Primary)* (Summary)</b>			
<b>Quoted Equities</b>			
Communication Services		5.49	7.74
Consumer Discretionary		2.23	2.68
Consumer Staples		5.44	6.33
Financials		47.93	42.39
Industrials		15.88	18.65
Information Technology		0.79	0.80
Real Estate		20.69	20.81
Utilities		0.58	—
		<u>98.80</u>	<u>99.40</u>
<b>Quoted Bonds</b>			
Industrials		0.63	—
Portfolio of investments		99.43	99.40
Other net assets		0.57	0.60
Net assets attributable to unitholders		<u>100.00</u>	<u>100.00</u>

\* The classification by industry sector is based upon Global Industry Classification Standard (GICS) developed by Morgan Stanley Capital International (MSCI).

*The accompanying notes form an integral part of these financial statements.*

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### STATEMENT OF PORTFOLIO

As at 30 June 2021

	Fair value at 30 June 2021 \$	Percentage of net assets attributable to unitholders at 30 June 2021 %	Percentage of net assets attributable to unitholders at 30 June 2020 %
<b>By Geography - Secondary*</b>			
<b>Quoted Equities</b>			
China	415,809	1.06	0.84
Hong Kong	3,865,986	9.86	11.35
Singapore	33,544,101	85.56	84.44
Thailand	909,495	2.32	2.77
	<b>38,735,391</b>	<b>98.80</b>	<b>99.40</b>
<b>Quoted Bonds</b>			
Singapore	245,784	0.63	–
	<b>38,981,175</b>	<b>99.43</b>	<b>99.40</b>
<b>Portfolio of investments</b>	<b>224,484</b>	<b>0.57</b>	<b>0.60</b>
<b>Other net assets</b>	<b>39,205,659</b>	<b>100.00</b>	<b>100.00</b>

\* The geography classification is based on country of domicile of the investee companies.

*The accompanying notes form an integral part of these financial statements.*



## **SINGAPORE INDEX FUND**

(Constituted under a Trust Deed in the Republic of Singapore)

### **NOTES TO THE FINANCIAL STATEMENTS**

*For the financial year ended 30 June 2021*

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

#### **1. GENERAL**

Singapore Index Fund (the "Fund") is a Singapore registered trust fund constituted by a Trust Deed dated 12 November 1996 together with its Supplemental Deeds thereon (hereafter referred to as "Trust Deed") between Singapore Consortium Investment Management Limited (the "Manager") and HSBC Institutional Trust Services (Singapore) Limited (the "Trustee"). The Trust Deed is governed by the laws of the Republic of Singapore.

The primary activity of the Fund is investment trading. The Fund's investment objective is to achieve medium to long term capital appreciation by investing in the component securities of the Straits Times Index (the "STI"). While the Fund will aim to follow the STI as closely as possible, the Fund's performance will not be able to exactly match the performance of the STI due to, among others, operating expenses.

Subscriptions and redemptions of the units are denominated in Singapore Dollars.

#### **2. SIGNIFICANT ACCOUNTING POLICIES**

##### **(a) Basis of preparation**

The financial statements have been prepared under the historical cost convention, modified by the revaluation of financial assets held at fair value through profit or loss and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" ("RAP 7") issued by the Institute of Singapore Chartered Accountants.

The adoption of the revised RAP 7 did not result in substantial changes to the accounting policies of the Fund and had no material effect on the amounts reported for the current or prior years.

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (b) Recognition of income

Dividend income is recognised when the right to receive payment is established. Interest income is recognised on a time proportion basis using the effective interest method.

### (c) Distributions

The Manager has the absolute discretion to determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account to be paid out on the distribution date. The amount shall not be treated as part of the property of the Fund. Distributions are accrued for at the reporting date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

### (d) Investments

Investments are classified as financial assets at fair value through profit or loss.

#### (i) Initial recognition

Purchase of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

#### (ii) Subsequent measurement

Investments are subsequently carried at fair value. Net changes in fair value on investments are included in the Statement of Total Return in the year in which they arise.

#### (iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gain and loss on the sale of investments are computed on the basis of the difference between the weighted average carrying amount and selling price gross of transaction costs, and are taken up in the Statement of Total Return.

### (e) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for investments held by the Fund is the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. The quoted market price used for investments in debt securities held by the Fund is the last traded market prices. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of fair value.

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (e) Basis of valuation of investments (continued)

The fair value of investments held in underlying funds is the quoted net asset value of the underlying fund as determined by the underlying fund's administrator. Net changes in fair value of investments are included in the Statement of Total Return in the period in which they arise.

### (f) Foreign currency translation

#### (i) Functional and presentation currency

The Fund operates from Singapore with the subscriptions and redemptions of the units denominated in Singapore Dollars.

The performance of the Fund is measured and reported to the investors in Singapore Dollars. The Manager considers the Singapore Dollars as the currency of the primary economic environment in which the Fund operates. The financial statements are presented in Singapore Dollars ('\$'), which is the Fund's functional and presentation currency.

#### (ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gain and loss resulting from the settlement of such transactions and from the translation at year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities such as equity are also recognised in the Statement of Total Return within the net gain or loss on investments.

### (g) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at fair value plus transaction cost and subsequently carried at amortised cost using the effective interest method less impairment.

### (h) Cash and bank balances

Cash and bank balances comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (i) Payables

Payables are initially recognised at fair value, and subsequently carried at amortised cost, using the effective interest method.

## 3. INCOME TAX

	2021 \$	2020 \$
Singapore income tax	<u>29,582</u>	<u>21,552</u>

The Fund was granted the status of a Designated Unit Trust ("DUT") in Singapore. The Trustee of the Fund ensures that the Fund fulfills its reporting obligations under the DUT Scheme.

Under the DUT Scheme, subject to certain conditions and reporting obligations being met, certain income of the DUT Fund is not taxable in accordance with Sections 35(12) and 35(12A) of the Income Tax Act. Such income includes:

- (i) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (ii) interest (other than interest for which tax has been deducted under Section 45 of the Singapore Income Tax Act);
- (iii) dividends derived from outside Singapore and received in Singapore;
- (iv) gains or profits derived from foreign exchange transactions, transactions in future contracts, transactions in interest rate or currency forwards, swaps or option contracts and transactions in forwards, swaps or option contracts relating to any securities or financial index;
- (v) discount, prepayment fee, redemption premium and break cost from qualifying debt securities issued during the prescribed period; and
- (vi) distributions from foreign unit trusts derived from outside Singapore and received in Singapore.

The Singapore income tax represents tax deducted at source for Singapore sourced dividends.

#### 4. DISTRIBUTION

The Manager has not proposed any distribution to unitholders for the financial year ended 30 June 2021 and 30 June 2020.

#### 5. RECEIVABLES

	2021	2020
	\$	\$
Dividends receivable	2,458	30,195
Other receivables	2,002	5,273
	<u>4,460</u>	<u>35,468</u>

#### 6. PAYABLES

	2021	2020
	\$	\$
Amount due to Manager	66,197	54,181
Amount due to Trustee	7,414	6,049
Other accruals for operating expenses	73,167	82,265
	<u>146,778</u>	<u>142,495</u>

#### 7. UNITS IN ISSUE

During the financial year ended 30 June 2021 and 2020, the number of units issued, redeemed and outstanding were as follows:

	2021	2020
Units at the beginning of the financial year	16,709,619	17,029,459
Units created	–	–
Units cancelled	(627,591)	(319,840)
Units at the end of the financial year	<u>16,082,028</u>	<u>16,709,619</u>
Net assets attributable to unitholders (\$)	39,205,659	32,802,592
Net asset value per unit (\$)	<u>2.4379</u>	<u>1.9631</u>

## 7. UNITS IN ISSUE (continued)

A reconciliation of the net assets attributable to unitholders per unit per the financial statements and the net assets attributable per unit for issuing/redeeming units at the financial year end date is presented below:

	2021	2020
	\$	\$
Net assets attributable to unitholders per unit per financial statements	2.4379	1.9631
Effect for movement in the net asset value between the last dealing date and the end of the reporting period <sup>^</sup>	–	(0.0003)
Net assets attributable to unitholders per unit for issuing/redeeming	2.4379	1.9628

<sup>^</sup> The net asset value for the purpose of processing unit subscription and redemption was established in accordance with the methodology indicated in the Fund's Prospectus. This item reflects the movement in net asset value between such date and the end of the reporting period due to accrual of operating expenses.

## 8. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of financial risk (including foreign exchange risk, price risk and interest rate risk), liquidity risk and credit risk. The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. The Fund may use financial futures contracts, financial options contracts and/or currency forward contracts subject to the terms of the Prospectus to moderate certain risk exposures.

The Fund's assets principally consist of financial instruments such as equity investments, fixed interest investments and cash. They are held in accordance with the published investment policies of the Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve their investment objectives.

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (a) Market risk

Market risk is the risk of loss arising from uncertainty concerning movements in market prices and rates, including observable variables such as interest rates, credit spreads, exchange rates, and others that may be only indirectly observable such as volatilities and correlations. Market risk includes such factors as changes in economic environment, consumption pattern and investor's expectation etc. which may have significant impact on the value of the investments. The Fund's investments are substantially dependent on changes in market prices. The Fund's investments are monitored by the Manager on a regular basis so as to assess changes in fundamentals and valuation. Although the Manager makes reasonable efforts in the choice of investments, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the asset value of the Fund.

The COVID-19 pandemic continues to evolve and develop. The situation is dynamic with various cities and countries around the world responding in different ways to address the pandemic. As a result of the COVID-19 pandemic, global financial markets have experienced significant volatility. Given the extent of the crisis, it is difficult to estimate the impact or duration of the volatility on the portfolio of the Fund. The Manager is closely monitoring the development of the COVID-19 pandemic and its related impact.

### (i) Foreign exchange risk

The Fund has monetary financial assets and liabilities denominated in currencies other than Singapore Dollars and it may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between Singapore Dollars and such other currencies. The Manager may at his discretion, implement a currency management strategy either to reduce currency volatility or to hedge the currency exposures of the Fund.

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (a) Market risk (continued)

#### (i) Foreign exchange risk (continued)

The table below summarises the Fund's exposure to foreign currencies as at the end of the financial year.

As at 30 June 2021	SGD \$	USD \$	Total \$
<b><u>Assets</u></b>			
Portfolio of investments	35,115,189	3,865,986	38,981,175
Receivables	4,460	–	4,460
Cash and bank balances	366,802	–	366,802
<b>Total Assets</b>	<b>35,486,451</b>	<b>3,865,986</b>	<b>39,352,437</b>
<b><u>Liabilities</u></b>			
Payables	146,778	–	146,778
<b>Total Liabilities</b>	<b>146,778</b>	<b>–</b>	<b>146,778</b>
<b>Net currency exposure</b>		<b>3,865,986</b>	
<b>As at 30 June 2020</b>	<b>SGD \$</b>	<b>USD \$</b>	<b>Total \$</b>
<b><u>Assets</u></b>			
Portfolio of investments	28,881,474	3,723,434	32,604,908
Receivables	22,217	13,251	35,468
Cash and bank balances	304,711	–	304,711
<b>Total Assets</b>	<b>29,208,402</b>	<b>3,736,685</b>	<b>32,945,087</b>
<b><u>Liabilities</u></b>			
Payables	142,495	–	142,495
<b>Total Liabilities</b>	<b>142,495</b>	<b>–</b>	<b>142,495</b>
<b>Net currency exposure</b>		<b>3,736,685</b>	

Portfolio of investments, which is the significant item in the Statement of Financial Position, is exposed to foreign exchange risk and other price risk. The Manager has considered the impact of foreign exchange risk sensitivity on non-monetary assets as part of price risk sensitivity analysis.

As of 30 June 2021 and 2020, the Fund does not hold substantial monetary assets/liabilities. Changes in foreign exchange rates on monetary assets/liabilities will not result in a significant change in the net asset value of the Fund. Consequently, no separate sensitivity analysis on foreign currency risk has been presented.



## 8. FINANCIAL RISK MANAGEMENT (continued)

### (a) Market risk (continued)

#### (ii) Price risk

Price risk is the risk of potential adverse changes to the value of financial investments because of changes in market conditions and volatility in security prices. The Fund is designated to track the performance of the STI, therefore the exposure to price risk in the Fund will be substantially the same as the STI. As an exchange-traded fund, the Manager manages the Fund's exposure to price risk by ensuring the key characteristics of the portfolio, such as security weight and industry weight, is closely aligned to the STI characteristics.

If the STI at 30 June 2021 had increased or decreased by 16% (30 June 2020: 27%) with all other variables held constant, this would have increased or decreased respectively the net asset value and return for the year by approximately 16% (30 June 2020: 27%).

#### (iii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Investment funds that invest in equity securities may be subject to interest rate risk as any interest rate change may affect the equity risk premium though at varying degrees. However, the effects of changes in interest rates on the Fund's portfolio may not be quantified as the relationship between the interest rates and the value of equity securities is indirect.

Interest rate movements affect the value of fixed income securities more directly than equities. As interest rates rise, prices of fixed income securities may fall and vice versa. The rationale is that as interest rates increase, the opportunity cost of holding a fixed income security increases since investors are able to realise greater yields by switching to other investments that reflect the higher interest rate. The Manager will regularly assess the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk.

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (a) Market risk (continued)

#### (iii) Interest rate risk (continued)

The tables below summarise the Fund's exposure to interest rate risks. They include the Fund's assets and liabilities at fair value, categorised by interest rate types.

As at 30 June 2021	Variable rates \$	Fixed rates \$	Non-interest bearing \$	Total \$
<b>Assets</b>				
Portfolio of investments	–	245,784	38,735,391	38,981,175
Receivables	–	–	4,460	4,460
Cash and bank balances	366,802	–	–	366,802
<b>Total assets</b>	<b>366,802</b>	<b>245,784</b>	<b>38,739,851</b>	<b>39,352,437</b>
<b>Liabilities</b>				
Payables	–	–	146,778	146,778
<b>Total liabilities</b>	<b>–</b>	<b>–</b>	<b>146,778</b>	<b>146,778</b>
<b>As at 30 June 2020</b>	<b>Variable rates \$</b>	<b>Fixed rates \$</b>	<b>Non-interest bearing \$</b>	<b>Total \$</b>
<b>Assets</b>				
Portfolio of investments	–	–	32,604,908	32,604,908
Receivables	–	–	35,468	35,468
Cash and bank balances	304,711	–	–	304,711
<b>Total assets</b>	<b>304,711</b>	<b>–</b>	<b>32,640,376</b>	<b>32,945,087</b>
<b>Liabilities</b>				
Payables	–	–	142,495	142,495
<b>Total liabilities</b>	<b>–</b>	<b>–</b>	<b>142,495</b>	<b>142,495</b>

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (a) Market risk (continued)

#### (iii) Interest rate risk (continued)

The duration, a measure of the sensitivity of the price of a fixed income security to a change in interest as at 30 June 2021 is 0.47 (30 June 2020: Nil). As of 30 June 2021, should interest rates lower or rise by 1% (30 June 2020: Nil), with all other variables remaining constant, the increase or decrease in net assets attributable to unitholders would be as follows:

Fund	Impact of 1% (2020: Nil) movement in interest rate on net assets attributable to the unitholders	
	2021	2020
	\$	\$
Singapore Index Fund	1,155	–

### (b) Liquidity risk

The Fund is exposed to daily cash redemptions and disbursements for the settlements of purchases. The Manager therefore ensures that the Fund maintains sufficient cash and cash equivalents and that it is able to obtain cash from the sale of investments held to meet its liquidity requirements. Reasonable efforts will be taken to invest in securities which are traded in a relatively active market and which can be readily disposed of.

The Fund's investments in listed securities are considered to be readily realisable as they are listed on established regional stock exchanges.

The Manager may from time to time employ derivatives to implement a portfolio strategy to reduce risk or for the purpose of efficient portfolio management. Market liquidity of complex derivatives are significantly less than traditional investment instruments and such positions may therefore require a longer time to reverse than what would be typically expected for traditional investment instruments. No such instruments were held as at the end of the financial year.

The maturity profile of payables and net assets attributable to unitholders based on undiscounted cash flows is less than 1 year (30 June 2020: less than 1 year). The units are redeemable on demand at the holder's option subject to terms and conditions for redemption.

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (c) Credit risk

The Fund takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. The Fund's credit risk is concentrated on cash and bank balances, and amounts or securities receivable on the sale and purchase of investments respectively. In order to mitigate exposure to credit risk, all transactions in listed securities are settled/paid for upon delivery and transacted with approved counterparties using an approved list of brokers that are regularly assessed and updated by the Manager.

As the Fund does not hold any collateral, the maximum exposure to credit risk for each class of financial instruments is the carrying amount of that class of financial instruments presented on the Statement of Financial Position.

The table below analyses the Fund's investments by credit ratings expressed as a percentage of net assets attributable to unitholders.

	2021	2020
	\$	\$
<b>Debt securities by rating category</b>		
Unrated - Quoted bonds	0.63	—

The Fund's financial assets are neither past due nor impaired, representing cash and bank balances and receivables. Bank deposits and all the investments are held with a bank and a custodian respectively, that are part of HSBC Group with a credit rating assigned by Fitch at 30 June 2021 is A+ (30 June 2020: A+). The credit rating is based on the Viability rating published by the rating agency. Receivables are substantially from companies with good collection track record with the Fund.

For purposes of impairment assessment, the Fund's assets which are measured at amortised cost are considered to have low credit risk as they are not due for payment at the end of the reporting period and there has been no significant increase in the risk of default on the receivables since initial recognition. Accordingly, for the purpose of impairment assessment for these receivables, the loss allowance is measured at an amount equal to 12-month expected credit losses ("ECL"). The ECL for these assets as at the end of the reporting period is not significant.

### (d) Capital management

The Fund's capital is represented by the net assets attributable to unitholders as the Fund does not have any gearing. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (e) Fair value estimation

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The following table analyses within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 30 June 2021 and 2020:

	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<b>As at 30 June 2021</b>				
<b>Assets</b>				
<b>Portfolio of investments</b>				
- Quoted equities	38,735,391	-	-	38,735,391
- Quoted bonds	245,784	-	-	245,784
	<u>38,735,391</u>	<u>-</u>	<u>-</u>	<u>38,981,175</u>
<b>As at 30 June 2020</b>				
<b>Assets</b>				
<b>Portfolio of investments</b>				
- Quoted equities	<u>32,604,908</u>	<u>-</u>	<u>-</u>	<u>32,604,908</u>

Investments whose values are based on quoted market prices in active markets, and therefore classified within level 1, comprise active listed equities and bonds. The Fund does not adjust the quoted price for these instruments.

## 8. FINANCIAL RISK MANAGEMENT (continued)

### (e) Fair value estimation (continued)

Financial instruments that trade in markets not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include corporate debt securities and over-the-counter derivatives.

Except for cash and bank balances which are classified as Level 1, the Fund's financial assets and liabilities not measured at fair value at 30 June 2021 and 2020 have been classified as Level 2. The carrying amounts of these financial assets and financial liabilities approximate their fair values as at the reporting date.

## 9. RELATED PARTY TRANSACTIONS

- (a) The Manager and the Trustee of the Fund are Singapore Consortium Investment Management Limited and HSBC Institutional Trust Services (Singapore) Limited respectively. HSBC Institutional Trust Services (Singapore) Limited is a subsidiary of HSBC Holdings plc.

Management fee is paid to the Manager. Trustee fee is paid to the Trustee. These fees paid or payable by the Fund are shown in the Statement of Total Return and are on terms set out in the Trust Deed. All other related party transactions are shown elsewhere in the financial statements.

- (b) As at the end of the financial year, the Fund maintained current accounts with HSBC Group as follows:

	2021	2020
	\$	\$
Cash and bank balances	366,802	304,711

## 9. RELATED PARTY TRANSACTIONS (continued)

- (c) In addition to related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial year between the Fund and related parties at terms agreed between the parties and within the provisions of the Trust Deed.

	2021 \$	2020 \$
Accounting and valuation fee expense charged by a related company of the Trustee	16,050	16,050
Transaction fee expense charged by the Trustee and its related company	360	510
Custody fee expense charged by a related company of the Trustee	16,002	16,925
Registrar fee expense charged by a related company of the Trustee	15,090	17,165

## 10. FINANCIAL RATIOS

	2021	2020
Expense ratio <sup>1</sup>	1.02%	1.05%
Turnover ratio <sup>2</sup>	2.71%	4.99%

- The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at 30 June 2021 was based on total operating expenses of \$367,508 (2020: \$396,556) divided by the average net asset value of \$36,057,987 (2020: \$37,861,467) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gain/loss, 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. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.
- The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of \$976,151 (2020: sales of \$1,887,887) divided by the average daily net asset value of \$36,057,987 (2020: \$37,861,467).

## SINGAPORE INDEX FUND

(Constituted under a Trust Deed in the Republic of Singapore)

### DETAILS OF TOP 10 HOLDINGS

	As at 30 June 2021			
	Cost \$	Percentage of share capital owned %	Dividends received \$	Dividend cover ratio <sup>1</sup>
DBS Group Holdings Limited	3,208,288	0.010	175,594	2.14
Oversea-Chinese Banking Corporation	3,365,317	0.010	147,417	2.50
United Overseas Bank Limited	2,424,891	0.011	141,770	2.17
Jardine Matheson Holdings Limited	2,521,491	0.004	70,105	–
Singapore Telecommunications Limited	2,764,390	0.006	108,833 <sup>2</sup>	0.43
CapitaLand Limited	1,020,681	0.007	72,954	–
Singapore Exchange Limited	237,689	0.010	36,112	1.30
CapitaLand Integrated Commercial Trust <sup>2</sup>	1,002,258	0.009	24,473	0.95
Ascendas Real Estate Investment Trust	853,005	0.009	46,863	0.85
Hongkong Land Holdings Limited	893,609	0.007	48,318	–

<sup>1</sup> Dividend cover ratio is the ratio of the company's net profit attributable to ordinary shareholders over the dividend payout as published in the latest annual report.

<sup>2</sup> During the financial year, CapitaLand Mall Trust (CMT) was renamed CapitaLand Integrated Commercial Trust (CICT) in November 2020 following the merger with CapitaLand Commercial Trust (CCT). Dividends received and dividend cover ratio include dividend and net profit from CMT.

### SUMMARY OF INVESTMENT PORTFOLIO

	30 June 2021	30 June 2020
	Cost / Fair Value	Cost / Fair Value
	\$	\$
<b>Investments:</b>		
Cost	29,967,006	30,945,922
Unrealised gain on investments	9,014,169	1,658,986
Net Book Value	38,981,175	32,604,908



## INFORMATION ON THE PARTICULARS OF THE INVESTMENT MANAGER

The investment manager of the Singapore Index Fund is Singapore Consortium Investment Management Limited which is located at 250 Tanjong Pagar Road, #09-01 St Andrew's Centre, Singapore 088541. As at date of announcement, the Manager also manages Global Investments Limited, a mutual fund company listed on the Main Board of the Singapore Exchange Securities Trading Limited.

These financial statements have been approved by the Board of Directors of Singapore Consortium Investment Management Limited pursuant to a resolution of the Board passed on 24 September 2021.

This page has been intentionally left blank.



**Manager**

Singapore Consortium Investment Management Limited  
250 Tanjong Pagar Road, #09-01 St Andrew's Centre  
Singapore 088541  
Company Reg No. 199607548K

**Directors of Singapore Consortium Investment Management Limited**

Boon Swan Foo  
Richard Rokmat Magnus  
Tan Hui Keng Martha  
Chew Seng Fang  
Tan Mui Hong

**Trustee / Registrar**

HSBC Institutional Trust Services (Singapore) Limited  
10 Marina Boulevard #48-01  
Marina Bay Financial Centre Tower 2  
Singapore 018983

**Custodian**

The Hongkong and Shanghai Banking Corporation Limited  
1 Queen's Road Central  
Hong Kong

**Solicitors to the Manager**

Tan Peng Chin LLC  
50 Raffles Place  
#27-01 Singapore Land Tower  
Singapore 048623

**Solicitors to the Trustee**

Shook Lin & Bok LLP  
1 Robinson Road  
#18-00 AIA Tower  
Singapore 048542

**Auditor**

PricewaterhouseCoopers LLP  
7 Straits View  
Marina One, East Tower, Level 12  
Singapore 018936