

ANNUAL REPORT

For the financial year ended 30 June 2019

ABF Singapore Bond Index Fund

MANAGERS

Nikko Asset Management Asia Limited
12 Marina View, #18-02, Asia Square Tower 2,
Singapore 018961
Company Registration No. 198202562H

DIRECTORS

Hou Wey Fook
Lim Soon Chong
Kiyotaka Ryu
Seet Oon Hui Eleanor
Yu-Ming Wang

TRUSTEE & REGISTRAR

HSBC Institutional Trust Services (Singapore) Limited
21 Collyer Quay, #13-02 HSBC Building
Singapore 049320

AUDITORS

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

CUSTODIAN

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

This report is also available on our website (www.nikkoam.com.sg)

PERFORMANCE SUMMARY

Returns (%)	3 Mth	6 Mth	1 Yr	3 Yr	5 Yr	10 Yr	Since Inception
ABF Singapore Bond Index Fund	0.94	1.05	5.04	1.61	2.30	2.24	2.56
iBoxx ABF Singapore Bond Index total return series	1.04	1.22	5.34	1.93	2.61	2.54	2.85

Source: Nikko Asset Management Asia Limited & Markit Indices Limited. Returns as at 30 June 2019. Returns are calculated on a NAV-NAV¹ basis, SGD, and based on the assumption that all dividends and distributions are reinvested, if any. Returns for period in excess of 1 year are annualised. Past performance is not indicative of future performance.

Note:

(1) Nil subscription fee or preliminary charge

Inception date: 31 August 2005

About ABF Singapore Bond Index Fund

The ABF Singapore Bond Index Fund (the "Fund") is Singapore's first exchange traded bond fund. The Fund invests in a portfolio of high quality, Singapore government and quasi government bonds. It closely tracks the basket of bonds in the iBoxx ABF Singapore Bond Index. The target tracking error of the fund is set at not more than 0.4% per annum.

The Fund is a collective investment scheme, authorised in Singapore and listed on the Singapore Exchange Securities Trading Limited (the "SGX-ST").

The Fund is an index fund which seeks investment results that correspond closely to the total return of the iBoxx ABF Singapore Bond Index before fees and expenses. The iBoxx ABF Singapore Bond Index is an indicator of investment returns of debt obligations denominated in Singapore dollars issued or guaranteed by the government of Singapore or any government of People's Republic of China, Hong Kong SAR, Indonesia, Korea, Malaysia, Philippines, Singapore or Thailand (collectively, the "Asian Governments"), by an agency or instrumentality of the Singapore government (or any other Asian Government), by a Singapore government (or any other Asian Government) sponsored entity or a quasi-Singapore government (or any other Asian Government) entity and Singapore dollar denominated debt obligations issued by supranational financial institutions. The Index Provider determines the composition of the iBoxx ABF Singapore Bond Index in accordance with its rules and procedures for the iBoxx ABF Singapore Bond Index (which may change from time to time), and publishes information regarding the composition, investment characteristics and return of the iBoxx ABF Singapore Bond Index.

The Fund is suitable for investors who seek an "index-based" approach to investing in a portfolio of Singapore government (or any other Asian Government) sovereign and quasi-sovereign bond securities in a cost effective and easy to access manner. Units may also be used as an asset allocation tool or as a trading instrument. Whilst the Fund invests in a portfolio of bonds issued by the Singapore government (or any other Asian Government) and quasi-sovereign Singapore (or any other Asian Government) entities, the Fund itself is not guaranteed by the Singapore government, any Singapore government agency or any government or government agency of any other country.

Note: Investors are advised to refer to the Fund's prospectus for more details on the Fund.

This document is for information only with no consideration given to the specific investment objective, financial situation and particular needs of any specific person. Any securities mentioned herein are for illustration purposes only and should not be construed as a recommendation for investment. You should seek advice from a financial adviser before making any investment. In the event that you choose not to do so, you should consider whether the investment selected is suitable for you. Investments in unit trusts are not deposits in, obligations of, or guaranteed or insured by Nikko Asset Management Asia Limited ("**Nikko AM Asia**").

Past performance or any prediction, projection or forecast is not indicative of future performance.

The funds may use or invest in financial derivative instruments. The value of units and income from them may fall or rise. Investments in the funds are subject to investment risks, including the possible loss of principal amount invested. You should read the relevant prospectus and product highlights sheet obtainable from appointed distributors of Nikko AM Asia or our website (www.nikkoam.com.sg) before investing.

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The performance of the ETF's price on the Singapore Stock Exchange ("SGX") may be different from the net asset value per unit of the ETF. The ETF may also be delisted from the SGX. Transaction in units of the ETF will result in brokerage commissions. Listing of the units does not guarantee a liquid market for the units. Units of the ETF may be bought or sold throughout trading hours of the SGX through any brokerage account. Investors should note that the ETF differs from a typical unit trust and units may only be created or redeemed directly by a participating dealer in large creation or redemption units. Investors may only redeem the units with Nikko AM Asia under certain specified conditions.

The CPF interest rate for the Ordinary Account ("OA") is based on the 12-month fixed deposit and month-end savings rates of major local banks, subject to a minimum 2.5% interest per annum. The interest rate for Special, Medisave and Retirement Accounts ("SMRA") is pegged to the 12-month average yield of 10-year Singapore Government Securities plus 1%. A 4% floor rate will be maintained for interest earned on SMRA until 31 December 2019, after which a 2.5% minimum rate will apply. An extra 1% interest is paid on the first S\$60,000 of a member's combined balances, including up to S\$20,000 in the OA. The first S\$20,000 in the OA and the first S\$40,000 in the Special Account ("SA") cannot be invested under the CPF Investment Scheme ("CPFIS").

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Nikko Asset Management Asia Limited. Registration Number 198202562H

SOFT DOLLAR COMMISSIONS/ARRANGEMENTS

In its management of the ABF Singapore Bond Index Fund (the "Fund"), the Manager currently does not receive or enter into any soft dollar commissions or arrangements.

ABF SINGAPORE BOND INDEX FUND

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

REPORT OF THE TRUSTEE

For the financial year ended 30 June 2019

The Trustee is under a duty to take into custody and hold the assets of ABF Singapore Bond 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 financial year covered by these financial statements, set out on pages 10 to 28, 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
27 September 2019

ABF SINGAPORE BOND INDEX FUND

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

STATEMENT BY THE MANAGER

For the financial year ended 30 June 2019

In the opinion of Nikko Asset Management Asia Limited, the accompanying financial statements set out on pages 10 to 28, 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 the ABF Singapore Bond Index Fund (the "Fund") as at 30 June 2019, and the financial performance and movements in unitholders' funds for the year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" 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
Nikko Asset Management Asia Limited

Authorised signatory
27 September 2019

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF ABF SINGAPORE BOND INDEX FUND
(Constituted under a Trust Deed registered in the Republic of Singapore)

Our Opinion

In our opinion, the accompanying financial statements of ABF Singapore Bond Index Fund (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts" 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 2019, 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 2019;
- the Statement of Financial Position as at 30 June 2019;
- the Statement of Movements of Unitholders' Funds for the financial year ended 30 June 2019;
- the Statement of Portfolio as at 30 June 2019; 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.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF ABF SINGAPORE BOND INDEX FUND
(Constituted under a Trust Deed registered in the Republic of Singapore)

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all the 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 Unit Trusts" 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 management 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.

INDEPENDENT AUDITOR'S REPORT
TO THE UNITHOLDERS OF ABF SINGAPORE BOND INDEX FUND
(Constituted under a Trust Deed registered in the Republic of Singapore)

- 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.

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 those charged with governance 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 Lim Kheng Wah.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants
Singapore, 27 September 2019

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF TOTAL RETURN***For the financial year ended 30 June 2019*

	Note	2019 S\$	2018 S\$
Expenses			
Administrator fee		223,717	227,350
Audit fee		34,172	34,100
Custodian fee		154,483	157,613
Management fee		1,167,027	1,198,502
Legal and professional fee		58,775	33,015
Trustee fee		184,975	188,984
Transaction costs		4,613	3,863
Other expenses		157,326	188,942
		<u>1,985,088</u>	<u>2,032,369</u>
Net expenses		<u>(1,985,088)</u>	<u>(2,032,369)</u>
Net gains or losses on value of investments			
Net gains/(losses) on investments		40,660,822	(7,301,526)
Net foreign exchange gains		658	617
		<u>40,661,480</u>	<u>(7,300,909)</u>
Total return/(deficit) for the financial year before income tax		<u>38,676,392</u>	<u>(9,333,278)</u>
Less: Income tax	3	<u>-</u>	<u>-</u>
Total return/(deficit) for the financial year after income tax		<u>38,676,392</u>	<u>(9,333,278)</u>

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

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF FINANCIAL POSITION***As at 30 June 2019*

	Note	2019 S\$	2018 S\$
ASSETS			
Portfolio of investments		836,439,225	741,476,820
Cash and bank balances		1,498,158	2,326,350
Receivables	4	2,511	-
Total assets		837,939,894	743,803,170
LIABILITIES			
Payables	5	452,108	409,307
Total liabilities		452,108	409,307
EQUITY			
Net assets attributable to unitholders	7	837,487,786	743,393,863

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

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS***For the financial year ended 30 June 2019*

	Note	2019 S\$	2018 S\$
Net assets attributable to unitholders at the beginning of financial year		743,393,863	877,741,289
Operations			
Change in net assets attributable to unitholders resulting from operations		38,676,392	(9,333,278)
Unitholders' contributions/(withdrawals)			
Creation of units		77,368,555	37,912,591
Cancellation of units		(3,971,279)	(146,246,939)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		73,397,276	(108,334,348)
Distributions	6	(17,979,745)	(16,679,800)
Total increase/(decrease) in net assets attributable to unitholders		94,093,923	(134,347,426)
Net assets attributable to unitholders at the end of financial year	7	837,487,786	743,393,863

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

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 30 June 2019*

By Industry (Primary)	Holdings at 30 June 2019	Fair value at 30 June 2019 S\$	Percentage of total net assets attributable to unitholders at 30 June 2019 %
Quoted Fixed Income Securities			
BANK			
Export-Import Bank Korea EMTN 2.318% 27/09/2022	2,750,000	2,748,143	0.33
		<u>2,748,143</u>	<u>0.33</u>
ELECTRIC			
SP Power Assets Limited EMTN 3.4% 19/09/2032	2,750,000	2,836,728	0.34
SP Power Assets Limited EMTN 4.665% 18/08/2020	3,500,000	3,598,184	0.43
		<u>6,434,912</u>	<u>0.77</u>
ENGINEERING CONSTRUCTION			
Land Transport Authority MTN 3.3% due 03/06/2054	6,250,000	6,338,479	0.76
Land Transport Authority MTN 3.35% or 19/03/2048	13,000,000	13,363,351	1.59
Land Transport Authority MTN 3.38% due 30/01/2059	3,000,000	3,085,468	0.37
Land Transport Authority MTN 3.43% 30/10/2053	5,000,000	5,206,881	0.62
Land Transport Authority MTN 3.45% 30/07/2058	10,250,000	10,703,174	1.28
Land Transport Authority MTN 3.51% 18/09/2030	2,500,000	2,736,173	0.33
		<u>41,433,526</u>	<u>4.95</u>
FINANCE			
Danga Capital Berhad 3.725% 11/08/2020	6,000,000	6,064,375	0.72
Temasek Fin IV PRIV Ltd 2.7% 25/10/2023	5,250,000	5,358,675	0.64
Temasek Financial I Ltd GMTN 3.785% 05/03/2025	3,250,000	3,485,551	0.42
Temasek Financial I Ltd GMTN 4.2% 02/08/2050	5,000,000	5,615,096	0.67
		<u>20,523,697</u>	<u>2.45</u>
REAL ESTATE			
Housing & Development Board MTN 2.1% 03/11/2020	10,250,000	10,267,485	1.23
Housing & Development Board MTN 2.22% 22/11/2021	5,500,000	5,535,667	0.66
Housing & Development Board MTN 2.2325% 21/02/2022	5,500,000	5,541,189	0.66
Housing & Development Board MTN 2.5% 29/01/2023	6,250,000	6,364,753	0.76
Housing & Development Board MTN 2.545% 04/07/2031	7,500,000	7,534,033	0.90
Housing & Development Board MTN 2.598% 30/10/2029	2,000,000	2,037,560	0.24
		<u>37,280,687</u>	<u>4.45</u>
SOVEREIGN			
Singapore Government Bond 1.25% 01/10/2021	23,200,000	23,004,749	2.74
Singapore Government Bond 1.75% 01/02/2023	30,750,000	30,796,706	3.68
Singapore Government Bond 1.75% 01/04/2022	21,800,000	21,854,906	2.61
Singapore Government Bond 2% 01/07/2020	30,000,000	30,094,314	3.59
Singapore Government Bond 2% due 01/02/2024	16,900,000	17,063,604	2.04
Singapore Government Bond 2.125% 01/06/2026	27,630,000	28,034,738	3.35
Singapore Government Bond 2.25% 01/06/2021	51,650,000	52,256,810	6.24
Singapore Government Bond 2.25% 01/08/2036	26,050,000	25,633,182	3.06
Singapore Government Bond 2.375% 01/06/2025	25,550,000	26,293,058	3.14
Singapore Government Bond 2.625% 01/05/2028	34,050,000	35,768,640	4.27

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

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 30 June 2019***By Industry (Primary) (continued)**

	Holdings at 30 June 2019	Fair value at 30 June 2019 S\$	Percentage of total net assets attributable to unitholders at 30 June 2019 %
Quoted Fixed Income Securities (continued)			
SOVEREIGN (continued)			
Singapore Government Bond 2.75% 01/03/2046	45,430,000	46,889,561	5.60
Singapore Government Bond 2.75% 01/04/2042	34,740,000	36,206,073	4.32
Singapore Government Bond 2.75% 01/07/2023	57,050,000	59,283,171	7.08
Singapore Government Bond 2.875% 01/07/2029	14,890,000	15,977,111	1.91
Singapore Government Bond 2.875% 01/09/2030	27,285,000	29,314,775	3.50
Singapore Government Bond 3% 01/09/2024	42,300,000	44,752,237	5.34
Singapore Government Bond 3.125% 01/09/2022	39,630,000	41,390,995	4.94
Singapore Government Bond 3.25% 01/09/2020	51,666,000	52,605,236	6.28
Singapore Government Bond 3.375% 01/09/2033	38,130,000	43,175,800	5.16
Singapore Government Bond 3.5% 01/03/2027	54,758,000	60,863,796	7.27
		<u>721,259,462</u>	<u>86.12</u>
Total Quoted Fixed Income Securities		<u>829,680,427</u>	<u>99.07</u>
Accrued interest receivable on quoted fixed income securities		<u>6,758,798</u>	<u>0.81</u>
Portfolio of investments		<u>836,439,225</u>	<u>99.88</u>
Other net assets		<u>1,048,561</u>	<u>0.12</u>
Net assets attributable to unitholders		<u>837,487,786</u>	<u>100.00</u>

By Industry (Summary)

	Percentage of total net assets attributable to unitholders at 30 June 2019 %	Percentage of total net assets attributable to unitholders at 30 June 2018 %
Quoted Fixed Income Securities		
Bank	0.33	0.23
Electric	0.77	0.87
Engineering Construction	4.95	3.64
Finance	2.45	3.19
Real Estate	4.45	4.73
Sovereign	86.12	86.31
Accrued interest receivable on quoted fixed income securities	<u>0.81</u>	<u>0.77</u>
Portfolio of investments	<u>99.88</u>	<u>99.74</u>
Other net assets	<u>0.12</u>	<u>0.26</u>
Net assets attributable to unitholders	<u>100.00</u>	<u>100.00</u>

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

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 30 June 2019***By Geography (Secondary)**

	Fair value at 30 June 2019 S\$	Percentage of total net assets attributable to unitholders at 30 June 2019 %	Percentage of total net assets attributable to unitholders at 30 June 2018 %
Malaysia	6,064,375	0.72	0.68
Singapore	820,867,909	98.02	98.06
South Korea	2,748,143	0.33	0.23
Accrued interest receivable on quoted fixed income securities	6,758,798	0.81	0.77
Portfolio of investments	836,439,225	99.88	99.74
Other net assets	1,048,561	0.12	0.26
Net assets attributable to unitholders	837,487,786	100.00	100.00

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

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

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

1. General

ABF Singapore Bond Index Fund (the “Fund”) is a Singapore domiciled fund constituted under a Trust Deed dated 12 August 2005 as amended by Supplemental Deed (collectively referred to as the “Deeds”). The Deeds are governed by the laws of the Republic of Singapore. The Trustee of the Fund is HSBC Institutional Trust Services (Singapore) Limited (the “Trustee”). The Manager of the Fund is Nikko Asset Management Asia Limited (the “Manager”).

2. Significant accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below.

(a) Basis of preparation

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

(b) Recognition of income

Interest income is recognised on a time-proportion basis using the effective interest rate method.

(c) Foreign currency translation

(i) Functional and presentation currency

The Fund qualifies as an authorised scheme under the Securities and Futures Act (“SFA”) of Singapore and is offered to retail investors in Singapore. The Fund’s activities are substantially based in Singapore, with subscriptions and redemptions of the units of the Fund being denominated in Singapore Dollar.

The performance of the Fund is measured and reported to the investors in Singapore Dollar. The Manager considers the Singapore Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The financial statements are expressed in Singapore Dollar, which is the Fund’s functional and presentation currency.

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

2. Significant accounting policies (continued)

(c) Foreign currency translation (continued)

(ii) *Transactions and balances*

Foreign currency monetary assets and liabilities are translated into Singapore Dollar at the rates of exchange prevailing at the date of the Statement of Financial Position. The net unrealised gain or loss is taken to the Statement of Total Return. Transactions during the year are recorded in Singapore Dollar at the rates of exchange ruling on transaction dates. All realised gains or losses are recognised in the Statement of Total Return.

(d) 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 on the distribution date. The amount shall not be treated as part of the property of the Fund. Distributions are accrued for at the point in time when the necessary approvals have been obtained and a legal or constructive obligation has been created.

(e) Investments

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

(i) *Initial recognition*

Purchases 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 change 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 gains and losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs, and are taken up in the Statement of Total Return.

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

2. Significant accounting policies (continued)

(f) 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 for these investments held by the Fund is the current market quoted bid price furnished by the index provider, a pricing service approved by the Manager and the Trustee.

(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 their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(h) Sales and purchases awaiting settlement

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(i) Cash and cash equivalents

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

(j) Payables

Accrued expenses are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

3. Income tax

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

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

3. Income tax (continued)

Under the DUT Scheme, 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:

- (a) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (b) interest (other than interest for which tax has been deducted under section 45 of the Income Tax Act);
- (c) dividends derived from outside Singapore and received in Singapore;
- (d) gains or profits derived from foreign exchange transactions, transactions in futures 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;
- (e) discount, prepayment fee, redemption premium and break cost from qualifying debt securities issued during the prescribed period; and
- (f) distributions from foreign unit trusts derived from outside Singapore and received in Singapore.

4. Receivables

	2019 S\$	2018 S\$
Other receivables	<u>2,511</u>	-

5. Payables

	2019 S\$	2018 S\$
Amount due to the Manager	310,394	282,440
Amount due to the Trustee	16,097	14,520
Provision for audit fee	34,102	34,100
Other payables	<u>91,515</u>	<u>78,247</u>
	<u>452,108</u>	<u>409,307</u>

Amount due to the Manager comprises management fee payable to Nikko Asset Management Asia Limited. Amount due to the Trustee comprises trustee fee payable to HSBC Institutional Trust Services (Singapore) Limited.

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 30 June 2019***6. Distributions**

	2019	2018
	S\$	S\$
Final distribution of S\$2.62 per 100 units in respect of the financial year ended 30 June 2018	17,979,745	-
Final distribution of S\$2.61 per 100 units in respect of the financial year ended 30 June 2017	-	16,679,800
	17,979,745	16,679,800

7. Units in issue

During the year ended 30 June 2019 and 30 June 2018, the number of units issued, redeemed and outstanding were as follow:

	2019	2018
Units at beginning of the financial year	663,795,800	755,886,800
Units created	68,002,000	33,334,000
Units cancelled	(3,503,000)	(125,425,000)
Units at end of the financial year	728,294,800	663,795,800
Net assets attributable to unitholders - S\$	837,487,786	743,393,863
Net asset value per unit - S\$	1.1499	1.1199

A reconciliation of the net asset value as reported in the Statement of Financial Position to the net asset value as determined for the purpose of processing unit subscription and redemption is provided below:

	2019	2018
	S\$	S\$
Net assets attributable to unitholders as per financial statements per unit	1.1499	1.1199
Effect for movement in the net asset value between the last dealing date and the end of the reporting period [^]	(0.0001)	(0.0001)
Net assets attributable to unitholders for issuing/redeeming per unit	1.1498	1.1198

[^] The net asset value for the purposes 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 the last dealing date and the end of the reporting period due to accrual of operating expenses.

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

8. Financial risk management

The Fund's activities expose it to a variety of risk, including but not limited to market risk (including currency risk, interest rate risk and price risk), liquidity risk and credit risk. The Manager is responsible for the implementation of the overall risk management programme, which seeks to minimise potential adverse effects on the Fund's financial performance. Specific guidelines on exposures to individual securities and certain industries and/or countries are in place as part of the overall financial risk management to reduce the Fund's risk exposures to these risks

The Fund's primary objective is to provide investors with investment returns that correspond closely to the total return of the iBoxx ABF Singapore Bond Index before fees and expenses.

The Fund's assets primarily consist of financial instruments such as debt obligations denominated in Singapore Dollar issued or guaranteed by any Asian government, by an agency or instruments of any Asian government, by an Asian government sponsored entity or a quasi-Asian government entity, which is determined by the index provider as being constituent securities of the iBoxx ABF Singapore Bond Index.

The financial instruments are held in accordance with the published investment policies of the Fund and managed accordingly to achieve the investment objectives.

(a) Market risk - Price risk

Price risk is the risk that arises from uncertainties about future prices of financial instruments.

The Fund's investment is substantially dependent on the changes of market prices. The Fund's overall market positions are monitored regularly so as to assess changes in fundamentals and valuation. However, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the net asset value of the Fund.

The Fund's market price risk is managed through diversification of the investment portfolio across various industries.

The market prices of financial assets held by the Fund are primarily dependent on prevailing market interest rates, as the Fund invests primarily in listed sovereign and quasi-sovereign bonds. Hence, no separate price risk sensitivity analysis is prepared as it is covered as part of interest rate risk sensitivity analysis.

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 30 June 2019***8. Financial risk management (continued)****(b) Market risk - 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 (fair value risk).

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. The Fund's overall market positions are monitored frequently and are reviewed formally on a quarterly basis by the Manager.

The tables below summarise the Fund's exposure to interest rate risks. They include the Fund's assets and liabilities categorised by the earlier of contractual re-pricing or maturity dates.

As at 30 June 2019	<u>Floating rate</u> ←	<u>Fixed rate</u>	→ <u>Non-interest bearing</u>	Total
	Up to 1 year	1-5 years	Over 5 years	S\$
	S\$	S\$	S\$	S\$
Assets				
Portfolio of investments	-	373,828,962	455,851,465	6,758,798
Cash and bank balances	1,498,158	-	-	-
Receivables	-	-	-	2,511
Total assets	1,498,158	373,828,962	455,851,465	6,761,309
Liabilities				
Payables	-	-	-	452,108
Total liabilities	-	-	-	452,108

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 30 June 2019***8. Financial risk management (continued)****(b) Market risk - Interest rate risk (continued)**

As at 30 June 2018	<u>Floating rate</u> ←	<u>Fixed rate</u>		→ <u>Non-interest bearing</u>		
	S\$	Up to 1 year S\$	1-5 years S\$	Over 5 years S\$	S\$	Total S\$
Assets						
Portfolio of investments	-	49,317,594	306,052,611	380,378,280	5,728,335	741,476,820
Cash and bank balances	2,326,350	-	-	-	-	2,326,350
Total assets	<u>2,326,350</u>	<u>49,317,594</u>	<u>306,052,611</u>	<u>380,378,280</u>	<u>5,728,335</u>	<u>743,803,170</u>
Liabilities						
Payables	-	-	-	-	409,307	409,307
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>409,307</u>	<u>409,307</u>

As at 30 June 2019, an increase/decrease of interest rates by 1% (2018: 1%), with all other variables remaining constant, would result in a decrease/ increase of the net assets attributable to unit holders by approximately 7% (2018: 6%). Changes in interest rates are revised annually depending on management's current view of market volatility and other factors.

(c) Market risk - Currency risk

Currency risk is the risk that the value of a financial instrument will fluctuate because of changes in foreign exchange rates.

To minimise currency risk, the Fund mainly holds its excess cash in its functional currency. For hedging purposes, the Fund may also enter into forward foreign exchange contracts.

The Manager does not consider currency risk to be significant as most of the financial assets and financial liabilities of the Fund are denominated in Singapore Dollar, which is the functional currency of the Fund.

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

8. Financial risk management (continued)

(d) Liquidity risk

Liquidity risk is the risk of loss arising from the inability of the Fund to meet its obligations as and when they fall due without incurring unacceptable cost or losses.

The Fund is exposed to daily cash redemptions from unit holders. However, in accordance with the Fund's prospectus, minimum redemption size is set.

To manage the liquidity risk, a cash buffer is maintained in the Fund and monitored for minimum cash balances to prevent any extensive disposition of assets which may occur at lower prices and overdraft situations to meet trade settlements and obligations.

The Fund's securities are considered readily realisable, as the majority of securities are listed on the recognised stock exchange.

The Fund's financial liabilities are analysed using contractual undiscounted cash flows for maturity groupings based on the remaining period at the Statement of Financial Position date to the contractual maturity date. As at 30 June 2019 and 2018, all liabilities are either payable upon demand or due in less than 3 months. The impact of discounting is not significant.

	<u>Less than 3 months</u>	
	As at 30 June 2019 S\$	As at 30 June 2018 S\$
Payables	452,108	409,307
Contractual cash out flows	452,108	409,307

(e) Credit risk

Credit risk is the risk that a counterparty will be unable to fulfil its obligation to the Fund in part or in full as and when they fall due.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties as well as the respective credit limits are approved;
- ensuring there are controls in place to identify and assess the creditworthiness of counterparties and review such controls on a semi-annual basis; and
- ensuring that transactions are undertaken with a large number of counterparties.

The Fund invests in financial assets, which have an investment grade as rated by Standard & Poor's, Moody's or Fitch. The credit ratings are reviewed regularly.

ABF SINGAPORE BOND INDEX FUND*(Constituted under a Trust Deed registered in the Republic of Singapore)***NOTES TO THE FINANCIAL STATEMENTS***For the financial year ended 30 June 2019***8. Financial risk management (continued)****(e) Credit risk (continued)**

The table below analyses the Fund's investments by credit ratings:

Rating	Fixed rate securities	
	Fair value as at	
	30 June 2019	30 June 2018
	S\$	S\$
AAA	814,432,997*	726,148,894*
AA	9,183,055	4,530,634
Not Rated	6,064,375	5,068,957
Accrued interest receivable on quoted fixed income securities	6,758,798	5,728,335
Total	836,439,225	741,476,820

* The balance includes securities that are issued by government agencies of governments that have AAA rating as rated by Standard & Poor's.

All trade settlement with approved counterparties are on Delivery versus Payment and/or Receipt versus Payment basis, with the exception of initial public offerings, new issues and placement transactions.

Credit risk also arises from cash and cash balances and outstanding and committed transactions with brokers. The table below summarises the credit rating of bank and custodian in which the Fund's assets are held as at 30 June 2019 and 30 June 2018.

	Credit rating as at 30 June 2019	Credit rating as at 30 June 2018	Source of credit rating
Bank balances			
- The Hong Kong and Shanghai Banking Corporation Limited	AA-	AA-	Standard & Poor's
Custodian			
- The Hong Kong and Shanghai Banking Corporation Limited	AA-	AA-	Standard & Poor's

The credit ratings are based on Long-Term Local Issuer Ratings published by the rating agency.

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

8. Financial risk management (continued)

(f) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. 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.

(g) 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 2019 and 2018:

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
<u>As at 30 June 2019</u>				
Assets				
Financial assets designated at fair value through profit or loss at inception:				
- Quoted fixed income securities	-	836,439,225	-	836,439,225
		<hr/>		<hr/>
	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
<u>As at 30 June 2018</u>				
Assets				
Financial assets designated at fair value through profit or loss at inception:				
- Quoted fixed income securities	-	741,476,820	-	741,476,820
		<hr/>		<hr/>

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

8. Financial risk management (continued)

(g) Fair value estimation (continued)

Financial instruments that trade in markets that are 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 investment-grade corporate and government bonds.

Except for cash and cash balances which are classified as Level 1, the Fund's assets and liabilities not measured at fair value at 30 June 2019 and 2018 have been classified as Level 2. The carrying amounts of these assets and liabilities approximate their fair values as at the Statement of Financial Position date.

9. Related party transactions

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 a related party at terms agreed between the parties and within the provisions of the Deeds:

	2019 S\$	2018 S\$
Bank balances held with related party of the Trustee	<u>1,498,158</u>	<u>2,326,350</u>

10. Financial ratios

		2019	2018
Expense ratio			
Total operating expenses	S\$	1,980,475	2,028,506
Average daily net asset value	S\$	777,383,895	799,707,882
Total expense ratio¹	%	<u>0.25</u>	<u>0.25</u>
Turnover ratio			
Lower of total value of purchases or sales	S\$	210,671,956	212,065,141
Average daily net asset value	S\$	777,383,895	799,707,882
Total turnover ratio²	%	<u>27.10</u>	<u>26.52</u>

ABF SINGAPORE BOND INDEX FUND

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

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 30 June 2019

10. Financial ratios (continued)

- ¹ 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 financial year end was based on total operating expenses divided by the average net asset value 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 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. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.
- ² 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 and sales of the underlying investments, divided by the average daily net asset value.

ABF SINGAPORE BOND INDEX FUND

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

REPORT TO UNITHOLDERS

For the financial year ended 30 June 2019

The following contains additional information relating to the Fund.

1. Distribution of investments

Please refer to the Statement of Portfolio on pages 13 to 15.

2. Credit rating of debt securities

CREDIT RATINGS	Fair value at 30 June 2019 S\$	Percentage of total net assets attributable to unitholders at 30 June 2019 %	Percentage of total net assets attributable to unitholders at 30 June 2018 %
AAA	814,432,997	97.25	97.68
AA	9,183,055	1.10	0.61
Not Rated	6,064,375	0.72	0.68
Accrued interest receivable on quoted fixed income securities	6,758,798	0.81	0.77
	836,439,225	99.88	99.74

3. Top 10 holdings

10 largest holdings at 30 June 2019

	Cost S\$	Fair value S\$	Percentage of total net assets attributable to unitholders %
Singapore Government Bond 3.5% 01/03/2027	60,929,351	60,863,796	7.27
Singapore Government Bond 2.75% 01/07/2023	59,028,495	59,283,171	7.08
Singapore Government Bond 3.25% 01/09/2020	54,587,540	52,605,236	6.28
Singapore Government Bond 2.25% 01/06/2021	52,888,742	52,256,810	6.24
Singapore Government Bond 2.75% 01/03/2046	46,260,260	46,889,561	5.60
Singapore Government Bond 3% 01/09/2024	45,252,594	44,752,237	5.34
Singapore Government Bond 3.375% 01/09/2033	41,500,143	43,175,800	5.16
Singapore Government Bond 3.125% 01/09/2022	42,645,987	41,390,995	4.94
Singapore Government Bond 2.75% 01/04/2042	35,263,144	36,206,073	4.32
Singapore Government Bond 2.625% 01/05/2028	34,891,770	35,768,640	4.27

ABF SINGAPORE BOND INDEX FUND

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

REPORT TO UNITHOLDERS

For the financial year ended 30 June 2019

3. Top 10 holdings (continued)

10 largest holdings at 30 June 2018

	Cost S\$	Fair value S\$	Percentage of total net assets attributable to unitholders %
Singapore Government Bond 3.5% 01/03/2027	59,216,600	57,262,523	7.70
Singapore Government Bond 2.5% 01/06/2019	51,251,561	49,317,594	6.63
Singapore Government Bond 2.25% 01/06/2021	49,237,534	48,116,106	6.47
Singapore Government Bond 1.625% 01/10/2019	45,947,312	45,480,492	6.12
Singapore Government Bond 3% 01/09/2024	44,350,573	42,833,754	5.76
Singapore Government Bond 2.75% 01/07/2023	41,906,479	41,144,955	5.53
Singapore Government Bond 3.125% 01/09/2022	37,449,466	35,736,267	4.81
Singapore Government Bond 2.75% 01/03/2046	37,410,963	35,274,381	4.75
Singapore Government Bond 2% 01/07/2020	34,132,106	33,921,588	4.56
Singapore Government Bond 3.25% 01/09/2020	35,060,719	33,225,702	4.47

4. Exposure to derivatives

Nil

5. Global exposure to financial derivatives

Nil

6. Collateral

Nil

7. Securities lending or repurchase transactions

Nil

8. Investment in unit trusts, mutual funds and collective investment schemes

Nil

9. Borrowings

Nil

ABF SINGAPORE BOND INDEX FUND

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

REPORT TO UNITHOLDERS

For the financial year ended 30 June 2019

10. Amount of redemptions and subscriptions for the financial year ended 30 June 2019

	S\$
Units created	77,368,555
Units cancelled	3,971,279

11. Turnover ratios

Please refer to Note 10 of the Notes to the Financial Statements on pages 27 and 28.

12. Expense ratios

Please refer to Note 10 of the Notes to the Financial Statements on pages 27 and 28.

13. Related party transactions

Please refer to Note 9 of the Notes to the Financial Statements on page 27.

14. Additional information

Service Providers:

Fund Manager	: Nikko Asset Management Asia Limited appointed on 12 Aug 05; any retirement or removal per Clause 29 of Trust Deed
Remuneration Basis	: 0.15% p.a. on NAV
Trustee/Custodian/ Valuation Agent/ Fund Registrar	: HSBC Institutional Trust Services (Singapore) Limited
Market Makers	: Flow Traders Asia Pte Ltd and Phillip Securities Pte Ltd
Participating Dealers	: ABN Amro, DBS Vickers Securities (S) Pte Ltd, CIMB-GK Securities Pte Ltd & Phillip Capital
Corporate Secretariat	: Boardroom Corporate & Advisory Services Pte Ltd
Auditor	: PricewaterhouseCoopers appointed on 12 Aug 05
Audit Partner	: Lim Kheng Wah
Tax Agent	: Ernst & Young Solutions LLP
Solicitors to Managers	: Chan & Goh LLP
Solicitors to Trustee	: Clifford Chance Pte Ltd

15. Any other material information that will adversely impact the valuation of the Fund

Nil.

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Company registration number 198202562H