

SINGAPORE CONSORTIUM INVESTMENT MANAGEMENT LIMITED

(Incorporated in Singapore)

Company Registration No. 199607548K

SINGAPORE INDEX FUND

Unaudited financial statements for the half year ended 31 December 2014

SINGAPORE INDEX FUND

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

The Board of Directors of Singapore Consortium Investment Management Limited (the "Manager") wishes to announce the unaudited results of the Singapore Index Fund (the "Fund") for the half year ended 31 December 2014.

STATEMENT OF TOTAL RETURN

For the half year ended 31 December 2014 (UNAUDITED)

	31 December 2014 \$	31 December 2013 \$
Income		
Dividends	1,353,808	1,448,066
Less: Expenses		
Audit fee	(14,355)	(12,098)
Bank charges	(52)	(242)
Custody fees	(18,176)	(18,989)
Management fees	(255,557)	(267,128)
Printing expenses	(6,050)	(6,695)
Professional fees	(18,965)	(17,605)
Registrar fees	(18,884)	(17,942)
Trustee fees	(25,485)	(26,412)
Transaction cost	(13,495)	(7,608)
Miscellaneous expenses	(17,885)	(28,218)
	(388,904)	(402,937)
Net income	964,904	1,045,129
Net gains or losses on value of investments		
Net gain on investments	2,582,188	432,790
Net foreign exchange loss	(933)	(3,901)
	2,581,255	428,889
Total return for the period before income tax	3,546,159	1,474,018
Less: Income tax	(15,148)	(8,831)
Total return for the period	3,531,011	1,465,187

STATEMENT OF FINANCIAL POSITION

As at 31 December 2014 (UNAUDITED)

	31 December 2014 \$	30 June 2014 \$
ASSETS		
Portfolio of investments	80,173,343	81,691,722
Receivables	138,624	11,474
Cash and bank balances	130,676	460,142
Total Assets	80,442,643	82,163,338
LIABILITIES		
Payables	334,905	338,859
Total Liabilities	334,905	338,859
EQUITY		
Net assets attributable to unitholders	80,107,738	81,824,479

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the half year ended 31 December 2014 (UNAUDITED)

	31 December 2014 \$	30 June 2014 \$
Net assets attributable to unitholders at the beginning of the financial period/year	81,824,479	84,976,620
Operations		
Change in net assets attributable to unitholders resulting from operations	3,531,011	4,599,713
Unitholders' contributions/(withdrawals)		
Cancellation of units	(5,247,752)	(7,751,854)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(5,247,752)	(7,751,854)
Total decrease in net assets attributable to unitholders	(1,716,741)	(3,152,141)
Net assets attributable to unitholders at the end of the financial period/year	80,107,738	81,824,479

STATEMENT OF PORTFOLIO

As at 31 December 2014 (UNAUDITED)

	Holdings at 31 December 2014	Fair value at 31 December 2014 \$	Percentage of total net assets attributable to unitholders at 31 December 2014 %
By Industry (Primary)*			
Quoted Equities			
CONSUMER DISCRETIONARY			
GENTING SINGAPORE PUBLIC LIMITED COMPANY	1,689,000	1,824,120	2.28
JARDINE CYCLE & CARRIAGE LIMITED	27,866	1,187,092	1.48
SINGAPORE PRESS HOLDINGS LIMITED	443,000	1,865,030	2.33
TOTAL		4,876,242	6.09
CONSUMER STAPLE			
GOLDEN AGRI-RESOURCES LIMITED	1,816,132	835,421	1.04
OLAM INTERNATIONAL LIMITED	133,850	270,377	0.34
THAI BEVERAGES PCL	2,781,000	1,918,890	2.39
WILMAR INTERNATIONAL LIMITED	586,000	1,898,640	2.37
TOTAL		4,923,328	6.14
FINANCIALS			
ASCENDAS REAL ESTATE INVESTMENT TRUST	548,000	1,304,240	1.63
CAPITALAND LIMITED	699,500	2,315,345	2.89
CAPITAMALL TRUST REAL ESTATE INVESTMENT TRUST	715,150	1,458,906	1.82
CITY DEVELOPMENTS LIMITED	164,500	1,689,414	2.11
DBS GROUP HOLDINGS LIMITED	478,466	9,856,400	12.30
GLOBAL LOGISTIC PROPERTIES LIMITED	836,500	2,074,520	2.59
HONGKONG LAND HOLDINGS LIMITED	328,000	2,938,118	3.67
OVERSEA-CHINESE BANKING CORPORATION	847,436	8,864,181	11.07
SINGAPORE EXCHANGE LIMITED	228,000	1,780,680	2.22
UNITED OVERSEAS BANK LIMITED	332,097	8,146,339	10.17
TOTAL		40,428,143	50.47
INDUSTRIALS			
COMFORTDELGRO CORPORATION LIMITED	574,500	1,493,700	1.86
HUTCHISON PORT HOLDINGS TRUST	1,443,000	1,319,362	1.65
JARDINE MATHESON HOLDINGS LIMITED	68,100	5,500,086	6.87
JARDINE STRATEGIC HOLDINGS LIMITED	63,000	2,855,060	3.56
KEPPEL CORPORATION LIMITED	399,650	3,536,903	4.42
NOBLE GROUP LIMITED	1,208,350	1,377,519	1.72
SEMBCORP INDUSTRIES LIMITED	244,840	1,089,538	1.36
SEMBCORP MARINE LIMITED	232,000	756,320	0.94
SIA ENGINEERING COMPANY LIMITED	63,000	265,860	0.33
SINGAPORE AIRLINES LIMITED	138,540	1,607,064	2.01
SINGAPORE TECHNOLOGIES ENGINEERING	447,500	1,521,500	1.90
TOTAL		21,322,912	26.62

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

STATEMENT OF PORTFOLIO
As at 31 December 2014 (UNAUDITED)

	Holdings at 31 December 2014	Fair value at 31 December 2014 \$	Percentage of total net assets attributable to unitholders at 31 December 2014 %
By Industry (Primary)* (continued)			
Quoted Equities			
TELECOMMUNICATIONS			
SINGAPORE TELECOMMUNICATIONS LIMITED	2,038,590	7,950,501	9.92
STARHUB LIMITED	161,980	672,217	0.84
TOTAL		8,622,718	10.76
Portfolio of investments		80,173,343	100.08
Other net liabilities		(65,605)	(0.08)
Net assets attributable to unitholders		80,107,738	100.00

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

STATEMENT OF PORTFOLIO

As at 31 December 2014 (UNAUDITED)

	Percentage of total net assets attributable to unitholders at 31 December 2014 %	Percentage of total net assets attributable to unitholders at 30 June 2014 %
By Industry – Primary* (Summary)		
Quoted Equities		
Consumer Discretionary	6.09	6.92
Consumer Staple	6.14	6.37
Financials	50.47	46.97
Industrials	26.62	28.42
Telecommunications	10.76	11.16
	<hr/>	<hr/>
Portfolio of investments	100.08	99.84
Other net (liabilities)/assets	(0.08)	0.16
	<hr/>	<hr/>
Net assets attributable to unitholders	100.00	100.00
	<hr/>	<hr/>

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

STATEMENT OF PORTFOLIO
As at 31 December 2014 (UNAUDITED)

	Fair value at 31 December 2014 \$	Percentage of total net assets attributable to unitholders at 31 December 2014 %	Percentage of total net assets attributable to unitholders at 30 June 2014 %
By Geography (Secondary)[#]			
Hong Kong	12,670,783	15.82	15.49
Singapore	65,583,670	81.87	82.15
Thailand	1,918,890	2.39	2.20
Portfolio of investments	80,173,343	100.08	99.84
Other net (liabilities)/assets	(65,605)	(0.08)	0.16
Net assets attributable to unitholders	80,107,738	100.00	100.00

[#]The geography classification is based on country of domicile of the investee companies.

SINGAPORE INDEX FUND

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

SEMI ANNUAL REPORT TO UNITHOLDERS FOR THE HALF YEAR ENDED 31 DECEMBER 2014

A) Fund Performance

Fund Performance/ Benchmark Returns	3 mth % Growth	6 mth % Growth	1 yr % 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	2.86	4.43	8.50	10.45	5.01	7.49	4.72
Benchmark	3.14	4.98	9.62	11.67	6.18	7.42	3.92

Source: Lipper, a Thomson Reuters Company

Note: The performance returns of the Fund are in Singapore dollars based on a bid-to-bid basis 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.

For the six months ended 31 December 2014, the net asset value of the Fund **gained 4.4 per cent** in Singapore dollar terms, compared with the benchmark FTSE Straits Times Index (STI), which rose 5.0 per cent during the same period.

Market and Portfolio Review

The Singapore equity market maintained its positive start to the period as investors chose to focus on more upbeat corporate earnings over the spectre of geopolitical matters and downcast global growth forecasts by the International Monetary Fund (IMF). Investor sentiment was buoyed in part by the strong performance of the US market as it hit record high levels. However, unease over the timing of the US Federal Reserve's (Fed's) monetary tightening surfaced in early September. Markets declined, unravelling year-to-date gains made by the FTSE STI and pushed the local barometer into negative territory in early October. Investors also started to stay on the sidelines as the third quarter corporate earnings season approached, with many expecting the direction of equities to be dictated by the corporate outlook for the remainder of the year. Fortunately, corporate earnings and outlook came in better than expected, and the Singapore equity market recovered. Towards the end of the six-month period, crude oil prices slumped sharply, which dragged down investor sentiment on concerns over global growth again. However, markets soon shrugged off this negativity after the US Fed commented that it would be "patient" in normalizing monetary policy.

On the domestic economic front, Singapore's third quarter 2014 (3Q 2014) GDP growth figure of 2.8 per cent surprised on the upside of most analysts' forecasts. This uptick in growth was seen across most sectors especially from the business services, accommodation and food services and other service industries, which helped to offset a second consecutive quarter of contraction in the construction sector. In other notable data, Singapore's consumer price index turned negative in November 2014 for the first time since the global financial crisis back in November 2009, falling 0.3 per

cent on the back of a broad-based decline in prices across major categories in the consumption basket, aided in part by the decline in oil prices.

During the course of the financial year, the STI underwent no changes at its regular semi-annual index review in September 2014. In terms of constituent performance, nine of the 30 constituents outperformed the index over the six-month period. Financial counters led the outperformance with DBS Group Holdings far ahead with a 23 per cent gain, while Oversea-Chinese Banking Corporation gained 13 per cent and Singapore Exchange rose 12 per cent. At the other end of the spectrum, the worst three performers over the six-month period were Olam with a 22 per cent decline after palm oil prices remained weak, Sembcorp Marine with a 21 per cent drop as the sharp fall in oil prices dampened the demand outlook for its services, and Genting Singapore with a 19 per cent decline on account of its weaker financial performance.

Market Outlook

With the upbeat 3Q 2014 GDP data, the Ministry of Trade and Information (MTI) has narrowed its 2014 GDP forecast to 3.0 per cent from 2.5-3.5 per cent previously and placed its 2015 GDP forecast at 2-4 per cent. Domestically, the labour market is expected to remain tight, with low unemployment and rising vacancy rates. Singapore's growth is likely to be supported by externally-oriented sectors such as manufacturing, wholesale trade, finance and insurance. On the flip side, labour-intensive sectors such as construction, retail and food services may see growth negatively impacted by labour constraints.

SINGAPORE INDEX FUND*(Constituted under a Trust Deed in the Republic of Singapore)***B) Investments at fair value and as a percentage of NAV as at 31 December 2014 under review classified by**

i) Country	Fair Value \$	% of NAV
Hong Kong	12,670,783	15.82
Singapore	65,583,670	81.87
Thailand	1,918,890	2.39
Portfolio of investments	80,173,343	100.08
Other net liabilities	(65,605)	(0.08)
Total	80,107,738	100.00

ii) Industry	Fair Value \$	% of NAV
Consumer Discretionary	4,876,242	6.09
Consumer Staple	4,923,328	6.14
Financials	40,428,143	50.47
Industrials	21,322,912	26.62
Telecommunications	8,622,718	10.76
Portfolio of investments	80,173,343	100.08
Other net liabilities	(65,605)	(0.08)
Total	80,107,738	100.00

iii) Asset Class	Fair value at 31 December 2014 \$	Percentage of total net assets at 31 December 2014 %	Percentage of total net assets at 31 December 2013 %
Equities	80,173,343	100.08	99.89
Cash Equivalents	(65,605)	(0.08)	0.11
Total	80,107,738	100.00	100.00

iv) Credit rating of debt securities

Not applicable

C) Top Ten Holdings

The top 10 holdings as at 31 December 2014 and 31 December 2013

10 largest holdings at 31 December 2014

	Fair Value	Percentage of total net assets attributable to unitholders
	\$	%
DBS Group Holdings Limited	9,856,400	12.30
Oversea-Chinese Banking Corporation	8,864,181	11.07
United Overseas Bank Limited	8,146,339	10.17
Singapore Telecommunications Limited	7,950,501	9.92
Jardine Matheson Holdings Limited	5,500,086	6.87
Keppel Corporation Limited	3,536,903	4.42
Hongkong Land Holdings Limited	2,938,118	3.67
Jardine Strategic Holdings Limited	2,855,060	3.56
Capitaland Limited	2,315,345	2.89
Global Logistic Properties Limited	2,074,520	2.59

10 largest holdings at 31 December 2013

	Fair Value	Percentage of total net assets attributable to unitholders
	\$	%
DBS Group Holdings Limited	9,207,769	10.99
Oversea-Chinese Banking Corporation	8,667,154	10.35
Singapore Telecommunications Limited	8,400,029	10.03
United Overseas Bank Limited	7,797,140	9.31
Keppel Corporation Limited	4,998,014	5.97
Jardine Matheson Holdings Limited	4,854,426	5.79
Genting Singapore Public Limited Company	2,852,460	3.41
Jardine Strategic Holdings Limited	2,848,426	3.40
Hongkong Land Holdings Limited	2,741,357	3.27
Global Logistic Properties Limited	2,716,600	3.24

D) Exposure to Derivatives

- i) Fair value of derivative contracts and as a percentage of NAV as at 31 December 2014
Not applicable
- ii) Net gains/(losses) on derivative contracts realised during the half year ended 31 December 2014
Not applicable
- iii) Net gains/(losses) on outstanding derivative contracts marked to market as at 31 December 2014
Not applicable

E) Investments in other unit trusts, mutual funds and collective investment schemes as at 31 December 2014

	Fair value at 31 December 2014 \$	Percentage of total net assets attributable to unitholders at 31 December 2014 %
Ascendas Real Estate Investment Trust	1,304,240	1.63
Capitamall Trust Real Estate Investment Trust	1,458,906	1.82

F) Amount and percentage of borrowings to net asset value (NAV) as at 31 December 2014

Not applicable

G) Amount of subscriptions and redemptions for the period 01 July 2014 to 31 December 2014

Total amount of subscriptions	SGD	-
Total amount of redemptions	SGD	5,247,752

H) Amount of related party transactions for the period 01 July 2014 to 31 December 2014

	\$
Brokerage expense on purchases and sales of investments charged by related companies of shareholders of the Manager	3,859
Transaction fee expense charged by the Trustee and its related company	3,870
Custody fee expense charged by a related company to the Trustee	18,176
Registration fee expense charged by a related company of the Trustee	18,884

I) Expense ratios

31 December 2014	0.92%
31 December 2013	0.90%

Note: 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 31 December 2014 was based on total operating expenses of \$751,082 (2013: \$787,159) divided by the average net asset value of \$81,422,165 (2013: \$87,027,144) 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.

J) Turnover ratios

31 December 2014	1.89%
31 December 2013	2.92%

Note: 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 \$1,524,604 (2013: purchases of \$2,479,035) divided by the average daily net asset value of \$80,690,891 (2013: \$84,840,838).

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

Not applicable

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

DETAILS OF TOP 10 HOLDINGS

	As at 31 December 2014			
	Cost SGD	Percentage of share capital owned %	Dividends received SGD	Dividend cover ratio
DBS Group Holdings Limited	5,554,790	0.019	142,370	0.17
Oversea-Chinese Banking Corporation	5,565,371	0.021	142,870	0.20
United Overseas Bank Limited	3,897,875	0.021	69,219	0.10
Singapore Telecommunications Limited	5,716,496	0.013	353,033	0.76
Jardine Matheson Holdings Limited	2,852,076	0.010	32,791	0.11
Keppel Corporation Limited	1,973,003	0.022	50,118	0.12
Hongkong Land Holdings Limited	1,617,782	0.014	25,775	0.16
Jardine Strategic Holdings Limited	693,756	0.006	6,544	0.04
Capitaland Limited	2,056,620	0.016	-	-
Global Logistic Properties Limited	1,843,779	0.017	40,005	0.83

SUMMARY OF INVESTMENT PORTFOLIO

	31 December 2014 Cost / Fair Value SGD	31 December 2013 Cost / Fair Value SGD
Quoted Investments:		
Cost	55,472,323	61,002,831
Unrealised gain on investments	24,701,020	22,673,339
Net Book Value	<u>80,173,343</u>	<u>83,676,170</u>

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 80 Raffles Place, UOB Plaza 2, #03-00, Singapore 048624.

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 16 February 2015.

By Order of the Board

Theresa Sim Kwee Soik
Company Secretary

16 February 2015