

SEMI-ANNUAL REPORT

For the financial period ending 31 December 2021

**Nikko AM SGD Investment
Grade Corporate Bond ETF**

MANAGERS

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

PERFORMANCE SUMMARY

<i>Returns (%)</i>	<i>3 Mth</i>	<i>6 Mth</i>	<i>1 Yr</i>	<i>3 Yr</i>	<i>5 Yr</i>	<i>10 Yr</i>	<i>Since Inception</i>
Nikko AM SGD Investment Grade Corporate Bond ETF	-0.23	-0.02	-0.55	3.37	N/A	N/A	3.22
iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index	-0.17	0.07	-0.28	3.74	N/A	N/A	3.63

Source: Nikko Asset Management Asia Limited & Markit Indices Limited. Returns as at 31 December 2021. 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 annualized. Past performance is not indicative of future performance.

Note:

(1) Nil subscription fee or preliminary charge

Inception date: 27 August 2018

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The Index Provider makes no representation whatsoever, whether express or implied, as to the advisability of purchasing or selling the Units, the ability of the Index to track relevant markets' performances, or otherwise relating to the Index or any transaction or product with respect thereto, or of assuming any risks in connection therewith. The Index Provider has no obligation to take the needs of any party into consideration in determining, composing or calculating the Index. No party purchasing or selling the Units, nor the Index Provider, shall have any liability to any party for any act or failure to act by the Index Provider in connection with the determination, adjustment, calculation or maintenance of the Index. The Index Provider and its affiliates may deal in any obligations that compose the Index, and may, where permitted, accept deposits from, make loans or otherwise extend credit to, and generally engage in any kind of commercial or investment banking or other business with the issuers of such obligations or their affiliates, and may act with respect to such business as if the Index did not exist, regardless of whether such action might adversely affect the Index or the Fund.

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About Nikko AM SGD Investment Grade Corporate Bond ETF

The Nikko AM SGD Investment Grade Corporate Bond ETF (the "Fund") is a collective investment scheme authorised under Section 286 of the Securities and Futures Act and is established under the terms of a trust deed dated 13 July 2018 made between Nikko Asset Management Asia Limited as manager, and DBS Trustee Limited as trustee, of the Fund.

The investment objective of the Fund is to provide investors with investment returns that correspond closely to the total return of the iBoxx SGD Non-Sovereigns Large Cap Investment Grade Index (the "Index"), or upon the Manager giving three (3) months' prior written notice to the Trustee and the Holders, such other index which tracks the performance of SGD denominated investment grade bonds excluding Singapore Government Securities ("SGD-denominated Investment Grade Bonds"), before fees and expenses. There is no assurance that the Fund will achieve its investment objective or that it will be able to fully track the performance of the Index.

The Fund will seek to achieve its investment objective by adopting a representative sampling strategy or similar strategy. Representative sampling is a strategy of investing in a representative sample of securities in the Index which have a similar investment profile as that of the Index. The Manager may invest in certain securities that are not included in the Index ("non-Index Securities") but have aggregate characteristics (such as yield and duration) similar to those of the Index. The Fund can invest up to 20% of its total net asset value in such non-Index Securities, that should meet at least one of the following criteria:

- SGD denominated bonds in which the bond or its issuer are rated as investment grade by S&P, Moody's or Fitch, and have a minimum issuance size of SGD 100 million;
- SGD denominated bonds by prevailing issuers of the Index with a minimum issuance size of SGD 100 million; or
- Singapore Government Securities (SGS).

The Fund will generally not hold all the securities that are included in the Index. The Fund is designed for investors who seek an "index-based" approach to investing in a portfolio of SGD-denominated Investment Grade Bonds in a cost effective and easy to access manner. Units may also be used as an asset allocation tool or as a trading instrument.

With effect from 22 April 2020, the Fund is included under the Central Provident Fund ("CPF") Investment Scheme ("CPFIS") – Ordinary Account (the "CPF Ordinary Account") for subscription by members of the public using their CPF monies and is classified under the category of Low to Medium Risk – Narrowly Focused – Country – Singapore.

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

This document is purely for informational purposes only with no consideration given to the specific investment objective, financial situation and particular needs of any specific person. It should not be relied upon as financial advice. 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 funds 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 Fund or any underlying fund may use or invest in financial derivative instruments. The value of units and income from them may fall or rise. **Investments in the Fund are subject to investment risks, including the possible loss of principal amount invested.** You should read the relevant prospectus (including the risk warnings) and product highlights sheet of the Fund, which are available and may be obtained from appointed distributors of Nikko AM Asia or our website (www.nikkoam.com.sg) before deciding whether to invest in the Fund.

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The performance of the ETF's price on the Singapore Exchange Securities Trading Limited ("SGX-ST") may be different from the net asset value per unit of the ETF. The ETF may also be delisted from the SGX-ST. Transactions 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-ST 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 Central Provident Fund ("CPF") Ordinary Account ("OA") interest rate is the legislated minimum 2.5% per annum, or the 3-month average of major local banks' interest rates, whichever is higher, reviewed quarterly. The interest rate for Special Account ("SA") is currently 4% per annum or the 12-month average yield of 10-year Singapore Government Securities plus 1%, whichever is higher, reviewed quarterly. Only monies in excess of \$20,000 in OA and \$40,000 in SA can be invested under the CPF Investment Scheme ("CPFIS"). Please refer to the website of the CPF Board for further information. Investors should note that the applicable interest rates for the CPF accounts and the terms of CPFIS may be varied by the CPF Board from time to time.

Nikko Asset Management Asia Limited. Registration Number 198202562H

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF TOTAL RETURN***For the financial period ended 31 December 2021 (Unaudited)*

	31 December 2021 S\$	31 December 2020 S\$
Expenses		
Management fee	453,646	438,212
Trustee fee	60,486	58,428
Custodian fee	55,193	50,718
Administrator fee	32,260	29,721
Audit fee	17,091	14,241
Transaction costs	5,725	5,300
Other expenses	165,100	139,993
	<u>789,501</u>	<u>736,613</u>
Net losses	<u>(789,501)</u>	<u>(736,613)</u>
Net gains on value of investments		
Net gains on investments	760,108	20,463,429
	<u>760,108</u>	<u>20,463,429</u>
Total (losses)/return for the financial period before income tax	(29,393)	19,726,816
Less: Income tax	-	-
Total (losses)/return for the financial period after income tax	(29,393)	19,726,816

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF FINANCIAL POSITION***As at 31 December 2021 (Unaudited)*

	31 December 2021 S\$	30 June 2021 S\$
ASSETS		
Portfolio of investments	601,735,082	606,504,736
Cash and bank balances	9,955,960	5,414,243
Receivables	103,760	841,885
Prepayments	8,080	920
Sales awaiting settlement	-	5,020,209
Total assets	611,802,882	617,781,993
LIABILITIES		
Distributions payable	8,073,117	8,465,951
Payables	307,932	323,629
Purchases awaiting settlement	-	3,016,221
Total liabilities	8,381,049	11,805,801
EQUITY		
Net assets attributable to unitholders	603,421,833	605,976,192

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS***For the financial period ended 31 December 2021 (Unaudited)*

	31 December 2021 S\$	30 June 2021 S\$
Net assets attributable to unitholders at the beginning of financial period/year	605,976,192	551,343,920
Operations		
Change in net assets attributable to unitholders resulting from operations	(29,393)	16,333,740
Unitholders' contributions/(withdrawals)		
Creation of units	35,122,221	101,801,784
Cancellation of units	(29,574,070)	(38,772,181)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	5,548,151	63,029,603
Distributions	(8,073,117)	(24,731,071)
Total (decrease)/increase in net assets attributable to unitholders	(2,554,359)	54,632,272
Net assets attributable to unitholders at the end of financial period/year	603,421,833	605,976,192

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 31 December 2021 (Unaudited)***By Industry (Primary)**

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Quoted Fixed Income Securities			
AIR TRANSPORT			
Changi Airport Group 1.88% 12/05/2031	14,500,000	14,277,945	2.37
Singapore Airlines Limited MTN 3.03% 28/03/2024	3,120,000	3,191,649	0.53
Singapore Airlines Limited MTN 3.035% 11/04/2025	3,750,000	3,850,183	0.63
Singapore Airlines Limited MTN 3.13% 17/11/2026	3,500,000	3,557,244	0.59
Singapore Airlines Limited MTN 3.13% 23/08/2027	4,000,000	4,056,066	0.67
Singapore Airlines Limited MTN 3.16% 25/10/2023	2,750,000	2,813,250	0.46
Singapore Airlines Limited MTN 3.50% 02/12/2030	3,000,000	3,070,197	0.50
Singapore Airlines Limited MTN 3.75% 08/04/2024	2,250,000	2,337,669	0.39
		37,154,203	6.14
BANKING			
Aviva Singlife Holdings Pte. Ltd. 3.375% 24/02/2031	12,000,000	12,222,530	2.03
China Construction Bank Corporation Singapore Branch 1.073% 25/09/2023	11,000,000	10,927,136	1.81
Credit Agricole SA MTN 3.80% 30/04/2031	7,750,000	8,182,821	1.36
DBS Group Holdings Limited MTN 3.98% Perpetuity	19,750,000	20,622,829	3.42
National Australia Bank Limited 4.15% 19/05/2028	10,000,000	10,350,582	1.72
Oversea-Chinese Banking Corporation Limited MTN 4.00% Perpetuity	23,500,000	24,200,192	4.01
Swiss Re Finance (UK) Plc 3.125% 03/07/2035	7,000,000	7,182,617	1.19
United Overseas Bank Limited MTN 2.55% 22/06/2028	13,000,000	12,759,500	2.11
United Overseas Bank Limited MTN 3.50% 27/02/2029	17,000,000	17,663,801	2.93
United Overseas Bank Limited MTN 3.58% Perpetuity	20,250,000	20,903,474	3.46
		145,015,482	24.04
BUILDING			
Surbana Jurong Private Limited 4.11% 03/10/2025	2,250,000	2,403,852	0.40
		2,403,852	0.40
CONGLOMERATE/DIVERSIFIED			
Keppel Corporation Limited FRN 2.90% Perpetuity	3,500,000	3,400,827	0.56
Keppel Corporation Limited FRN 3.80% 23/04/2027	500,000	503,592	0.08
Keppel Corporation Limited MTN 3.00% 01/10/2026	1,000,000	1,034,629	0.17
Keppel Corporation Limited MTN 3.66% 07/05/2029	3,250,000	3,416,288	0.57
Keppel Corporation Limited MTN 4.00% 07/09/2042	3,250,000	3,321,273	0.55
		11,676,609	1.93
EDUCATION			
Nanyang Technological University MTN 2.185% 20/10/2036	5,250,000	5,263,740	0.87
		5,263,740	0.87

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 31 December 2021 (Unaudited)***By Industry (Primary) (continued)**

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Quoted Fixed Income Securities (continued)			
FINANCE			
Eastern Air Overseas (Hong Kong) Co., Ltd. 2.00% 15/07/2026	8,000,000	8,000,000	1.33
Housing & Development Board MTN 1.265% 24/06/2030	2,000,000	1,908,865	0.32
Housing & Development Board MTN 1.30% 03/12/2035	4,000,000	3,528,718	0.58
Housing & Development Board MTN 1.37% 16/03/2028	1,750,000	1,712,698	0.28
Housing & Development Board MTN 1.54% 12/10/2028	2,500,000	2,463,955	0.41
Housing & Development Board MTN 1.645% 23/11/2026	750,000	752,728	0.12
Housing & Development Board MTN 1.73% 19/05/2031	5,500,000	5,410,278	0.90
Housing & Development Board MTN 1.75% 25/11/2024	1,000,000	1,011,689	0.17
Housing & Development Board MTN 1.76% 24/02/2027	3,750,000	3,780,003	0.63
Housing & Development Board MTN 1.865% 21/07/2033	3,000,000	2,923,700	0.48
Housing & Development Board MTN 1.91% 10/08/2023	5,250,000	5,324,986	0.88
Housing & Development Board MTN 2.035% 16/09/2026	4,500,000	4,597,935	0.76
Housing & Development Board MTN 2.164% 22/05/2024	3,750,000	3,832,237	0.64
Housing & Development Board MTN 2.25% 21/11/2024	2,500,000	2,564,426	0.42
Housing & Development Board MTN 2.27% 16/07/2029	3,750,000	3,872,613	0.64
Housing & Development Board MTN 2.303% 13/03/2023	1,750,000	1,779,570	0.29
Housing & Development Board MTN 2.315% 18/09/2034	2,000,000	2,024,772	0.34
Housing & Development Board MTN 2.32% 24/01/2028	3,000,000	3,101,917	0.51
Housing & Development Board MTN 2.35% 25/05/2027	8,000,000	8,294,479	1.37
Housing & Development Board MTN 2.42% 24/07/2023	2,500,000	2,554,885	0.42
Housing & Development Board MTN 2.495% 11/03/2026	4,750,000	4,938,655	0.82
Housing & Development Board MTN 2.50% 29/01/2023	500,000	508,857	0.08
Housing & Development Board MTN 2.505% 27/06/2024	3,000,000	3,091,731	0.51
Housing & Development Board MTN 2.545% 04/07/2031	5,000,000	5,262,912	0.87
Housing & Development Board MTN 2.55% 20/11/2023	1,750,000	1,796,843	0.30
Housing & Development Board MTN 2.598% 30/10/2029	5,500,000	5,811,716	0.96
Housing & Development Board MTN 2.625% 17/09/2025	6,750,000	7,033,113	1.17
Housing & Development Board MTN 2.675% 22/01/2029	4,500,000	4,764,949	0.79
Housing & Development Board MTN 3.08% 31/05/2030	4,000,000	4,382,880	0.73
Housing & Development Board MTN 3.10% 24/07/2024	7,500,000	7,844,930	1.30
Housing & Development Board MTN 3.22% 01/12/2026	3,500,000	3,771,692	0.63
Housing & Development Board MTN 3.63% 27/02/2023	1,750,000	1,805,191	0.30
Housing & Development Board MTN 3.948% 29/01/2029	2,250,000	2,572,014	0.43
Huarong Finance 2017 Co Limited 3.80% 07/11/2025	8,500,000	8,293,113	1.37
Lendlease Finance Limited MTN 3.90% 27/04/2027	7,000,000	7,297,590	1.21
Mapletree Industrial Trust Treasury Co Pte Ltd FRN 3.15% 11/05/2026	11,500,000	11,339,038	1.88
Mapletree Treasury Services Limited MTN 2.85% 29/08/2025	1,500,000	1,542,141	0.26
Mapletree Treasury Services Limited MTN 3.15% 03/09/2031	2,000,000	2,033,614	0.34
Mapletree Treasury Services Limited MTN 3.40% 03/09/2026	2,500,000	2,623,840	0.43
Mapletree Treasury Services Limited MTN 3.58% 13/03/2029	500,000	528,848	0.09
National Environment Agency MTN 1.67% 15/09/2031	5,000,000	4,898,889	0.81
National Environment Agency MTN 2.50% 15/09/2051	10,250,000	10,028,951	1.66
Nexus International School Singapore Pte Ltd 3.15% 03/12/2031	2,000,000	2,120,185	0.35
Panther Ventures Ltd 3.38% 30/09/2024	6,000,000	5,895,389	0.98
RCS Trust 2.60% 05/06/2023	7,250,000	7,358,116	1.22

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 31 December 2021 (Unaudited)***By Industry (Primary) (continued)**

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Quoted Fixed Income Securities (continued)			
FINANCE (continued)			
Sembcorp Financial Services Pte Ltd 2.46% 09/06/2031	7,000,000	6,794,849	1.13
Temasek Financial (I) Limited MTN 2.80% 17/08/2071	23,000,000	23,403,234	3.88
Temasek Financial (I) Limited MTN 3.785% 05/03/2025	6,250,000	6,679,718	1.11
Temasek Financial (I) Limited MTN 4.00% 07/12/2029	1,250,000	1,408,703	0.23
Temasek Financial (I) Limited MTN 4.0475% 05/03/2035	11,000,000	12,978,856	2.15
Temasek Financial (I) Limited MTN 4.20% 02/08/2050	3,000,000	3,912,823	0.65
Temasek Financial IV Private Limited MTN 2.70% 25/10/2023	3,119,000	3,209,139	0.53
UOL Treasury Services Pte Ltd 2.330% 31/08/2028	5,000,000	4,960,156	0.82
		250,333,129	41.48
INDUSTRIAL			
STT GDC Pte Ltd 3.13% 28/07/2028	2,500,000	2,503,135	0.41
		2,503,135	0.41
INSURANCE			
AIA Group Ltd 2.90% 11/06/2031	10,500,000	10,192,164	1.69
Manulife Financial Corporation FRN 3.00% 21/11/2029	12,000,000	12,322,555	2.04
NTUC Income Insurance Co-Operative Limited FRN 3.10% 20/07/2050	24,250,000	24,623,768	4.08
		47,138,487	7.81
REAL ESTATE INVESTMENT TRUST			
Ascendas Real Estate Investment Trust FRN 3.00% 17/09/2025	4,000,000	3,954,873	0.66
Capitaland Treasury Limited 2.90% 21/09/2032	4,000,000	3,958,251	0.66
Capitaland Treasury Limited 3.08% 19/10/2027	3,000,000	3,075,952	0.51
Capitaland Treasury Limited 3.15% 29/08/2029	3,500,000	3,565,927	0.59
Capitaland Treasury Limited 3.80% 28/08/2024	2,000,000	2,090,360	0.35
CDL Properties Ltd 2.958% 09/05/2024	4,500,000	4,570,003	0.76
CMT MTN Private Limited 3.17% 05/03/2024	7,500,000	7,784,014	1.29
CMT MTN Private Limited MTN 2.10% 08/03/2028	9,250,000	9,214,968	1.53
CMT MTN Private Limited MTN 3.48% 06/08/2024	7,000,000	7,345,407	1.22
Mapletree Logistics Trust FRN 3.725% 02/11/2026	1,750,000	1,763,199	0.29
		47,322,954	7.86
TELECOMMUNICATIONS			
Singapore Technologies Telemedia Private Limited MTN 4.05% 02/12/2025	2,000,000	2,115,318	0.35
Singtel Group Treasury Pte Ltd 3.30% 14/07/2031	10,500,000	10,451,935	1.73
Starhub Limited MTN 3.55% 08/06/2026	2,000,000	2,116,169	0.35
		14,683,422	2.43

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 31 December 2021 (Unaudited)***By Industry (Primary)** (continued)

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Quoted Fixed Income Securities (continued)			
TRANSPORTATION			
Land Transport Authority 3.35% 19/03/2048	5,750,000	6,489,310	1.08
Land Transport Authority 3.51% 18/09/2030	1,500,000	1,684,585	0.28
Land Transport Authority MTN 3.09% 31/08/2027	500,000	536,287	0.09
Land Transport Authority MTN 3.275% 29/10/2025	1,250,000	1,332,120	0.22
Land Transport Authority MTN 3.30% 03/06/2054	3,000,000	3,357,681	0.56
Land Transport Authority MTN 3.38% 30/01/2059	5,250,000	5,948,888	0.99
Land Transport Authority MTN 3.43% 30/10/2053	1,000,000	1,147,030	0.19
Land Transport Authority MTN 3.45% 30/07/2058	5,500,000	6,322,895	1.05
		26,818,796	4.46
UTILITIES-WATER			
Public Utilities Board 3.01% 18/07/2033	3,250,000	3,565,382	0.59
Public Utilities Board 3.62% 12/10/2027	2,750,000	3,032,127	0.50
		6,597,509	1.09
Total Quoted Fixed Income Securities		596,911,318	98.92
Accrued interest receivable on quoted fixed income securities		4,823,764	0.80
Portfolio of investments		601,735,082	99.72
Other net assets		1,686,751	0.28
Net assets attributable to unitholders		603,421,833	100.00

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 31 December 2021 (Unaudited)***By Industry (Summary)**

	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %	Percentage of total net assets attributable to unitholders at 30 June 2021 %
Quoted Fixed Income Securities			
Air Transport	37,154,203	6.14	5.82
Banking	145,015,482	24.04	26.00
Building	2,403,852	0.40	0.40
Conglomerate/Diversified	11,676,609	1.93	1.95
Education	5,263,740	0.87	-
Finance	250,333,129	41.48	36.35
Industrial	2,503,135	0.41	0.88
Insurance	47,138,487	7.81	9.75
Oil and Gas	-	-	2.20
Real Estate Investment Trust	47,322,954	7.86	6.04
Telecommunications	14,683,422	2.43	2.74
Transportation	26,818,796	4.46	5.08
Utilities-Electricity	-	-	0.09
Utilities-Water	6,597,509	1.09	1.94
Accrued interest receivable on quoted fixed income securities	4,823,764	0.80	0.85
Portfolio of investments	601,735,082	99.72	100.09
Other net assets/(liabilities)	1,686,751	0.28	(0.09)
Net assets attributable to unitholders	603,421,833	100.00	100.00

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***STATEMENT OF PORTFOLIO***As at 31 December 2021 (Unaudited)***By Geography (Summary)**

	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %	Percentage of total net assets attributable to unitholders at 30 June 2021 %
Australia	17,648,172	2.92	4.71
British Virgin Islands	8,293,113	1.37	0.75
Canada	12,322,555	2.04	-
Europe	-	-	1.43
France	8,182,821	1.36	-
Hong Kong	24,087,554	3.99	-
India	-	-	1.19
South Korea	-	-	0.29
Singapore	519,194,486	86.05	90.87
United Kingdom	7,182,617	1.19	-
Accrued interest receivable on quoted fixed income securities	4,823,764	0.80	0.85
Portfolio of investments	601,735,082	99.72	100.09
Other net assets/(liabilities)	1,686,751	0.28	(0.09)
Net assets attributable to unitholders	603,421,833	100.00	100.00

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

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

REPORT TO UNITHOLDERS

For the financial period ended 31 December 2021 (Unaudited)

The following contains additional information relating to the Fund.

1. Distribution of investments

Please refer to the Statement of Portfolio on pages 8 to 13.

2. Credit rating of debt securities

	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %	Percentage of total net assets attributable to unitholders at 30 June 2021 %
AAA*	200,034,714	33.15	31.29
AA	-	-	0.09
AA-	131,124,145	21.73	27.04
A+	18,374,985	3.05	1.43
A	12,322,555	2.04	2.05
A-	7,358,116	1.22	1.40
BBB	-	-	1.85
Not rated	227,696,803	37.73	34.09
Accrued interest receivable on quoted fixed income securities	4,823,764	0.80	0.85
Total	601,735,082	99.72	100.09

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

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF*(Constituted under a Trust Deed registered in the Republic of Singapore)***REPORT TO UNITHOLDERS***For the financial period ended 31 December 2021 (Unaudited)***3. Top 10 holdings****10 largest holdings at 31 December 2021**

	Cost S\$	Fair value S\$	Percentage of total net assets attributable to unitholders %
NTUC Income Insurance Co-Operative Limited FRN 3.10% 20/07/2050	25,206,720	24,623,768	4.08
Oversea-Chinese Banking Corporation Limited MTN 4.00% Perpetuity	24,298,289	24,200,192	4.01
Temasek Financial (I) Limited MTN 2.80% 17/08/2071	23,269,530	23,403,234	3.88
United Overseas Bank Limited MTN 3.58% Perpetuity	20,673,984	20,903,474	3.46
DBS Group Holdings Limited MTN 3.98% Perpetuity	20,295,430	20,622,829	3.42
United Overseas Bank Limited MTN 3.50% 27/02/2029	17,622,895	17,663,801	2.93
Changi Airport Group 1.88% 12/05/2031	14,646,403	14,277,945	2.37
Temasek Financial (I) Limited MTN 4.0475% 05/03/2035	13,338,163	12,978,856	2.15
United Overseas Bank Limited MTN 2.55% 22/06/2028	12,985,960	12,759,500	2.11
Aviva Singlife Holdings Pte. Ltd. 3.375% 24/02/2031	12,486,900	12,222,530	2.03

10 largest holdings at 31 December 2020

	Cost S\$	Fair value S\$	Percentage of total net assets attributable to unitholders %
Oversea-Chinese Banking Corporation Limited MTN 4.00% Perpetuity	27,369,895	27,983,703	4.69
DBS Group Holdings Limited MTN 3.98% Perpetuity	26,391,375	27,367,553	4.58
NTUC Income Insurance Co-Operative Limited FRN 3.10% 20/07/2050	25,622,440	26,210,250	4.39
United Overseas Bank Limited MTN 3.58% Perpetuity	20,606,422	21,371,018	3.58
NTUC Income Insurance Co-Operative Limited FRN 3.65% 23/08/2027	19,871,830	19,921,825	3.34
United Overseas Bank Limited MTN 3.50% 27/02/2029	19,147,018	19,688,877	3.30
Manulife Financial Corporation FRN 3.00% 21/11/2029	14,967,343	15,398,880	2.58
National Australia Bank Limited MTN 4.15% 19/05/2028	13,463,925	13,573,616	2.27
Land Transport Authority 3.35% 19/03/2048	10,918,705	13,050,000	2.19
Australia And New Zealand Banking Group Limited MTN 3.75% 23/03/2027	12,440,069	12,430,378	2.08

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

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

REPORT TO UNITHOLDERS

For the financial period ended 31 December 2021 (Unaudited)

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

10. Amount of units created and cancelled for the financial period ended 31 December 2021

S\$

Units created	35,122,221
Units cancelled	(29,574,070)

11. Financial ratios

Expense ratio

		31 December 2021	31 December 2020
Total operating expenses	S\$	1,557,911	1,408,997
Average daily net asset value	S\$	603,816,110	555,322,790
Total expense ratio¹	%	0.26	0.25

Turnover ratio

		31 December 2021	31 December 2020
Lower of total value of purchases or sales	S\$	162,491,488	94,484,685
Average daily net asset value	S\$	599,946,630	581,354,342
Total turnover ratio²	%	27.08	16.25

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 period end was based on total operating expenses divided by the average net asset value for the period. 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.

NIKKO AM SGD INVESTMENT GRADE CORPORATE BOND ETF

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

REPORT TO UNITHOLDERS

For the financial period ended 31 December 2021 (Unaudited)

12. Related party transactions

The Manager of the Fund is Nikko Asset Management Asia Limited, a subsidiary of Nikko Asset Management International Limited. The Trustee of the Fund is DBS Trustee Limited (the "Trustee").

Management fee is payable to the Manager. Trustee fee is payable to the Trustee. Custody fee and administrator fee are payable to a related company of the Trustee, DBS Bank Limited.

In addition to related party information shown elsewhere in the financial statements (including the Statement of Portfolio), the following significant transactions took place during the financial period between the Fund and a related party at terms agreed between the parties and within the provisions of the Deeds:

	31 December 2021 S\$	31 December 2020 S\$
Bank balances held with a related party of the Trustee	<u>9,955,960</u>	<u>4,942,837</u>

13. Additional information

Service Providers:

Fund Manager	:	Nikko Asset Management Asia Limited appointed on 13 July 2018; any retirement or removal per Clause 29 of Trust Deed
Remuneration basis	:	0.15% per annum of the Deposited Property
Trustee/		
Fund Registrar	:	DBS Trustee Limited
Valuation Agent/		
Custodian	:	DBS Bank Limited
Market Makers	:	Flow Traders Asia Pte Ltd, Phillip Securities Pte Ltd
Participating Dealers	:	DBS Vickers Securities, CGS-CIMB Securities, Flow Traders Asia Pte Ltd, OCBC Securities, Phillip Securities Pte Ltd, UOB Kay Hian, iFast Financial
Corporate Secretariat	:	Boardroom Corporate & Advisory Services Pte Ltd
Auditor	:	PricewaterhouseCoopers LLP appointed on 13 July 2018
Audit Partner	:	Lim Kheng Wah
Tax Agent	:	Ernst & Young Solutions LLP
Solicitors to Managers	:	Chan & Goh LLP
Solicitors to Trustee	:	Dentons Rodyk & Davidson LLP

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

Nil

15. Soft Dollar Commissions/ Arrangements

In its management of the Fund, the Manager currently does not receive or enter into any soft dollar commission or arrangements.

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