

# Phillip Income Fund

AUGUST 2017

## INVESTMENT OBJECTIVE & FOCUS

The investment objective of the Phillip Income Fund is to seek to provide investors with balanced exposure to multiple asset classes. The Sub-Fund aims to deliver regular distributions and long-term growth through investments in global equities, global fixed income and money market instruments. To maximize returns, the Sub-Fund may also invest in convertible bonds, growth stocks and other instruments.

Subject to the provisions of the Code on Collective Investment Schemes ("Code") and the Standards of Qualifying CIS, the Managers may also invest the deposited property of the Sub-Fund into money market funds and collective investment schemes, including money market funds and collective investment schemes managed by the Managers during such time or times and on such terms as the Managers think fit in accordance with the investment objective and focus of the Sub-Fund. The management fees charged by the money market funds and collective investment schemes managed by the Managers will be rebated to the Sub-Fund, as may be agreed between the Managers and the Trustee.

As long as the Phillip Income Fund is a Qualifying CIS, it will not participate in securities lending and repurchase transactions. The Managers may only use Financial Derivative Instruments ("FDIs") for such purposes as may be permitted under the Code, and for so long as the Phillip Income Fund is a Qualifying CIS, for such purposes as may be permitted under the Standards of Qualifying CIS.

The Sub-Fund intends to offer regular dividends through semi-annual distributions. Investors should note that such distribution is not guaranteed and is subject to all times to the discretion of the Managers.

*\* The Fund was restructured on 1 March 2011 to focus on income generation and distribution. The Fund invests mainly in high quality credits and high-yielding equities.*

## FUND INFORMATION

|                      |   |
|----------------------|---|
| Current Fund Size    | S\$12.67 million  |
| Investment Manager   | Phillip Capital Management (S) Ltd                            |
| Inception Date       | 16 April 2001   |
| Inception Price      | S\$0.947  |
| Dealing Frequency    | Daily SGT 3.30pm  |
| Pricing              | Forward pricing   |
| Initial Sales Charge | Currently up to 3%, maximum 5%                                |
| Subscription mode    | Cash/SRS <sup>^</sup> (UR 0156)                               |
| Switching Fee        | Currently up to 1%, maximum 1%, subject to a minimum of S\$25 |
| Realisation Fee      | Currently nil, maximum 5%                                     |
| Trustee Fee          | Currently 0.035%, Max 0.06%                                   |
| Minimum Holdings     | 500 units   |

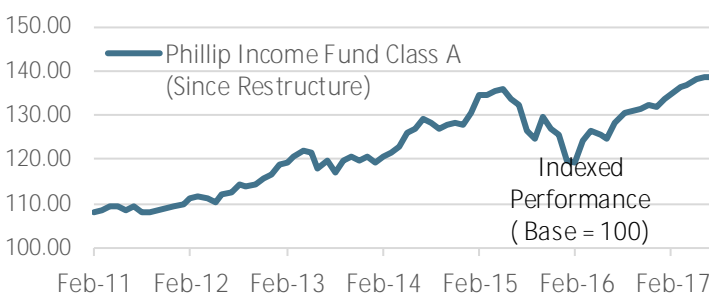
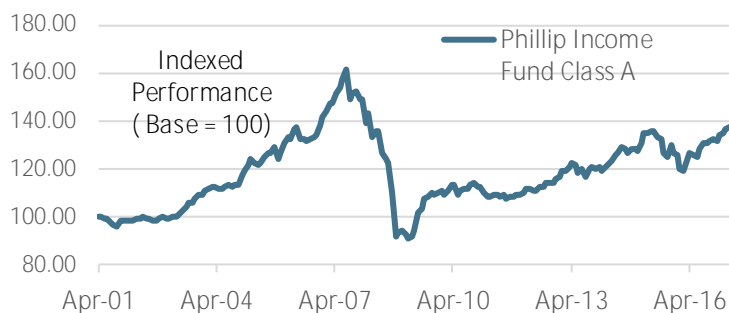
### Class 'A' - Retail Class (SGD)

|                               |                             |
|-------------------------------|-----------------------------|
| NAV Price                     | S\$1.0649                   |
| Bloomberg Ticker              | SGD - PHIINCO Equity        |
| ISIN Code                     | SGD - SG9999006001          |
| Minimum Initial Investment    | S\$500                      |
| Minimum Subsequent Investment | S\$100                      |
| Annual Management Fee         | Currently 1.25%, maximum 2% |
| Regular Savings Plan          | Available                   |

### Class 'I' - Institutional Class (SGD)

|                               |  |
|-------------------------------|--|
| NAV Price                     | S\$1.0842                                |
| Bloomberg Ticker              | SGD - PINISGD Equity USD - Pending       |
| ISIN Code                     | SGD - SG9999009500<br>USD - SG9999009492 |
| Minimum Initial Investment    | S\$500,000/US\$500,000                   |
| Minimum Subsequent Investment | S\$500                                   |
| Annual Management Fee         | Currently 0.8%, maximum 2.0%             |

## FUND PERFORMANCE (CLASS 'A' SGD AS OF 31 AUG 2017)



*Fund performance are cumulative returns and calculated on a Single Pricing Basis, with any income or dividends reinvested as at 31 Aug 2017. Sources: Bloomberg & Phillip Capital Management (S) Ltd.*

<sup>^</sup>SRS only available to the fund currency in SGD

## TOTAL RETURNS

|                 | FUND   |
|-----------------|--------|
| Since Inception | 38.99% |
| 1 month         | 0.24%  |
| 3 months        | 0.67%  |
| Year To Date    | 5.46%  |

## ANNUALISED RETURNS

|                     |        |
|---------------------|--------|
| 1 year              | 6.39%  |
| 3 years             | 2.71%  |
| 5 years             | 4.03%  |
| 10 years            | -0.70% |
| Since Restructuring | 3.96%  |
| Since Inception     | 2.03%  |

**Semi-Annual Dividend Payment (Last 2)**

| Ex-Date     | Payment Date | Payout/Unit | Ann. Yield |
|-------------|--------------|-------------|------------|
| 8 Sep 2016  | 15 Sep 2016  | S\$0.0200   | 4.37%      |
| 15 Mar 2017 | 17 Mar 2017  | S\$0.0200   | 3.86%      |

**Asset Allocation**

|                   |        |
|-------------------|--------|
| Equities          | 53.99% |
| Fixed Income      | 41.50% |
| Cash and Accruals | 4.49%  |
| Derivatives       | 0.01%  |

**Fixed Income Allocation****Corporate Bonds**

|                        |        |
|------------------------|--------|
| - Investment Grade     | 27.00% |
| - Unrated              | 9.79%  |
| - Non-Investment Grade | 4.71%  |

**Top 10 Country Allocation**

|                |        |
|----------------|--------|
| Singapore      | 19.84% |
| China          | 12.73% |
| Indonesia      | 11.27% |
| India          | 10.07% |
| Thailand       | 7.12%  |
| Australia      | 5.61%  |
| United Kingdom | 5.34%  |
| Japan          | 4.62%  |
| Malaysia       | 3.16%  |
| Taiwan         | 3.03%  |

**Top Five Equity Holdings**

|                                     |
|-------------------------------------|
| One Stoxx Asean Select Dividend ETF |
| BHP Billiton Ltd                    |
| China Mengniu Dairy Co Ltd          |
| Aegon NV                            |
| Fubon Financial Holding Co Ltd      |

**Top Five Fixed income Holdings**

|   |
|---|
| Hyundai Capital Services 3% Aug 2022        |
| Republic of Turkey 7% June 2020             |
| Oversea Chinese Bank FRN 0% June 2018       |
| Perusahaan Gas Negara 5.125% May 2024       |
| Socialist Republic of Vietnam 4.8% Sep 2024 |

All figures as at 31 Aug 2017 unless stated otherwise. Sources: Phillip Capital Management (S) Ltd & Bloomberg.

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