

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- It is important to read the Prospectus before deciding whether to purchase units in the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

PHILLIP ASIA PACIFIC GROWTH FUND (THE “FUND”)

Product Type	Unit Trust	Launch Date	23 November, 1995
Manager	Phillip Capital Management (S) Ltd	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for Financial Year 30 June 2017	1.86% for S\$ Class
Name of Guarantor	Not Applicable		

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

This Fund is only suitable for investors who:

- are seeking medium to long term capital appreciation,
- are seeking growth oriented investments in stocks and bonds,
- understand they may lose some or all of the principal amount invested.

Refer to Section 6 on page 13 of the Prospectus for further information on investment objective, focus and approach of the product.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

- You are investing in a Singapore constituted open ended unit trust that aims to provide you with returns through medium to long term capital appreciation by investing in companies with assets or revenues derived wholly or partially from the Asia Pacific region (including Japan, Australia and New Zealand).
- The Fund does not intend to distribute regular dividends.

Refer to Section 6 on page 13 of the Prospectus for further information on investment objective, focus and approach of the product.

Investment Strategy

The Fund invests primarily in equities or bonds of companies with either assets wholly or partially in, or revenues wholly or partially derived from the Asia Pacific region. The total overall investment in emerging markets is capped at 50%. The Fund is growth oriented and is authorised to invest in stocks and bonds, including but not limited to convertible bonds. The Manager seeks to identify emerging trends, under appreciated growth prospects and undervalued franchises. The Manager combines top-down and bottom-up approaches in managing the Fund; top-down approach tackles asset and geographical allocation decisions while bottom-up approach tackles quantitative and qualitative analysis to determine the absolute and relative attractiveness of the securities. The Manager may also invest in money market funds and collective investment schemes, including money market funds and collective investment schemes managed by the Manager.

Refer to Section 6 on page 13 of the Prospectus for further information on investment objective, focus and approach of the product.

¹ The Prospectus is available for collection at Phillip Capital Management (S) Ltd (Company Registration No. 199905233W) (250 North Bridge Road, #06-00 Raffles City Tower, Singapore 179101) during business hours or from our website at www.phillipfunds.com

Parties Involved

WHO ARE YOU INVESTING WITH?

- The Manager is Phillip Capital Management (S) Ltd.
- The Trustee, Registrar and Administrator is HSBC Institutional Trust Services (Singapore) Limited.
- The Custodian is The Hongkong and Shanghai Banking Corporation Limited.

Refer to Section 3 on page 11 of the Prospectus for further information on the parties involved.

KEY RISKS

WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

The value of the product may rise or fall. These risk factors may cause you to lose some or all of your investment. Past performance figures are not necessarily a guide to future performance. Investment in the Fund is designed to produce returns over the long term and is not suitable for short term speculation. Some of the key risks associated with the Fund are described below.

Refer to Section 9 on page 14 of the Prospectus for further information on risks of the product.

Market & Credit Risks

•You are exposed to market risks in the Asia Pacific region

Prices of securities and derivatives may go up or come down in response to changes in economic conditions, market conditions, interest rates and perception of the securities, which in turn may cause the prices of the Units in the Fund to rise or fall.

•You are exposed to credit risks

The Fund may invest in debt obligations. The Fund may suffer a loss of interest or principal on any of its holdings of such debt if the issuer of the debt obligation defaults on the payments of interest or principal. The Fund may be exposed to credit risk of counterparties with whom it trades in certain countries which may result in the loss of capital.

•You are exposed to foreign investment risks

The Fund may invest in markets which provide for the freedom of nationalisation and expropriation; such freedom may be curtailed unexpectedly upon a change of government or expropriation policy.

Refer to Section 9 on page 14 of the Prospectus for further information on risks of the product.

Liquidity Risks

•The Fund is not listed and you can redeem only on Dealing Dates

- There is no secondary market for the Fund. All redemption requests should be made to the Manager.
- The Manager may, with the approval of the Trustee, suspend the issue, cancellation and realisation of Units during certain circumstances specified in the Prospectus and Trust Deed.

Refer to Sections 12 and 15 on pages 21 and 24 respectively of the Prospectus for further information on realisation and suspension of dealings of the product.

Product-Specific Risks

•You are exposed to currency risks

Investments by the Fund may be made in a variety of currencies, whereas the NAV of the Fund will be computed in its SGD base currency. The NAV per Unit of the USD Class is also converted from the NAV per Unit of the SGD Class at the prevailing foreign exchange rate. The value of the Fund and the NAV per Unit may be affected favorably or unfavorably by currency exchange rates.

• You are exposed to emerging market risks

Investments in Asian and smaller emerging markets are often more volatile and less liquid than those in more developed countries.

Refer to Section 9 on page 14 of the Prospectus for further information on risks of the product.

•You are exposed to political and repatriation risks

Investments in certain countries may be adversely affected by requirements for approvals, which may be delayed or denied, by restrictions on investment and repatriation of investment proceeds, and by changes in government policies, regulation, and taxation.

•You are exposed to derivatives risks

The Manager may use financial derivative instruments, including futures, options, warrants, forwards, contracts for differences, extended settlement contracts, swaps or swap options for the purpose of hedging existing positions in a portfolio and/or efficient portfolio management. The use of derivatives may negatively impact the value of the Fund and the Fund may suffer greater losses than if the Fund had not used derivatives. At the worst case, investors may lose all their funds invested if the Fund is fully exposed to derivative positions that move against the Manager’s judgment.

•You are exposed to securities lending or repurchase transaction risks

The Fund may carry out securities lending and repurchase transactions for the sole purpose of efficient portfolio management. Securities lending and repurchase transactions involve counterparty risk/credit risk, liquidity risk, sufficiency of collateral risk, collateral investment risk, delivery risk and operational risk.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Investors will need to pay the following fees and charges as a percentage of the gross investment sum :

Fees payable by the investor	
Initial service charge	Up to 5%. Maximum 5%
Realisation charge	Currently nil. Maximum 1%
Switching fee	Currently up to 1%. Maximum 1%

The Fund will pay the following fees and charges to the Manager, Trustee and other parties:

Fees payable by the Fund	
Annual management participation	Currently 1.25% p.a. Maximum 1.75% p.a.
Annual trustee and custodian fee	Currently 0.2% p.a. Maximum 0.4% p.a., subject always to a minimum of S\$25,000 p.a.

Refer to Section 8 on page 13 of the prospectus for further information on fees and charges of the product.

HOW OFTEN ARE VALUATIONS AVAILABLE?

The Fund is valued every Business Day. Pricing may be available on The Business Times, Bloomberg, Reuters and websites of the Fund’s distributors, or such other sources as the Manager may decide upon.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS OF DOING SO?

- You may realise your Units on any Dealing Date subject to any applicable realisation fee.
- If the redemption form is received and accepted by the Manager by 3.30 p.m. Singapore time on a Dealing Date, your Unit is valued at the net asset value per Unit of the Fund as at the close of the Dealing Date less any realisation fee.
- You will normally receive the sale proceeds within 6 Business Days of receipt and acceptance of the realisation form by the Manager unless the realisation of Units has been suspended in accordance to Section 15 of the Prospectus.
- Numerical example of how the amount paid to an investor is calculated based on the sale of 1,000 Units and based on a notional realisation price of SGD1.050:

1000 Units X SGD1.050 = SGD 1,050 – SGD 0 = SGD 1,050
 Your realisation request X realisation price = Your realisation proceeds – Realisation Charge (currently nil) = Your net realisation proceeds

- You may switch your Units of the Fund with units of another fund managed by the Manager.
- You have the right to cancel your initial purchase of Units in the Fund within 7 calendar days from the date of initial subscription or purchase of Units, without incurring the sales charge and fees stated in the FEES AND CHARGES disclosure, by providing notice in writing to the Manager or an authorised agent or distributor.

Refer to Sections 12, 13 and 14 on pages 21 to 24 of the Prospectus for further information on valuations and exiting from your investment.

Refer to Section 10.8 on page 20 of the Prospectus and the terms and conditions for cancellation of Units attached to the application form for the subscription of Units in the Fund.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

You may contact us at the following address:

Phillip Capital Management (S) Ltd
 250 North Bridge Road
 #06-00 Raffles City Tower
 Singapore 179101
 Tel: +65 6230 8133
 Fax: +65 6538 3066
 Website: www.phillipfunds.com
 Email: pcm@phillip.com.sg

"Business Day" means any day (other than Saturday, Sunday or a gazetted public holiday) on which banks and other financial institutions in Singapore are generally open for business

"Dealing Day" means every Business Day after the date on which the initial offer of Units pursuant to Clause 11.1 of the Deed closes provided that the Manager may with the prior consent of the Trustee decide as they deem appropriate any particular Business Day not to be a Dealing Date upon giving reasonable notice to the Trustee