

PHILLIP SELECT FUND

SEMI-ANNUAL REPORT

For the period ended 31 March 2016

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PHILLIP SELECT FUND

DIRECTORY

MANAGER

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CUSTODIAN

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PHILLIP SELECT FUND

MANAGER'S INVESTMENT REPORT

PHILLIP SINGAPORE REAL ESTATE INCOME FUND

The Fund achieved a total return of 6.24% (Class A units, including quarterly distributions) for the half year ending 31 March 2016. Its benchmark, the FTSE Straits Times Real Estate Investment Trust Index, had a return of 4.13% in the same period.

For the same period, the performance of the Straits Times Index was 2.64%, which indicates that S-REITs outperformed the broader Singapore equities market. The resilience of the REITs' asset class can be attributed to the market expectation that interest rates will remain low in the near term, against a backdrop of negative interest rates in Japan.

Most of the S-REITs outperformed in their earnings results with no negative surprises. Several S-REITs paid historically high yields from good underlying businesses; retail sector in particular, was a strong contributor to the Fund's performance. The Fund's over-weighted positions in the retail sector has been built strategically over several years. For the same period, Capitaland Mall Trust achieved total returns +13.25%, Mapletree Commercials Trust +15%, Frasers Centrepoint Trust +8% and Suntec Reit +15.45%. These retail REITs hold high quality shopping centres in Singapore such as Tampines Mall, Junction 8, and VivoCity. Supply of such quality shopping centres is scarce, putting the REIT manager in a strong position when negotiating rents. The other outperformer in the Fund was REITs in the US, Digital Realty Trust Inc., with returns of +16%.

As of 31 March 2016, the Fund's REIT sector allocation was 39% retail, 26% industrial, 21% offices, 7% hospitality and 2% healthcare. The portfolio's yield stood at 6.28% per annum.

The Manager has declared a distribution of SGD\$0.0161 for all classes of the Fund for the quarter ending 31 March-2016.

Outlook

We continue to expect stable returns amidst a prolonged low interest rate environment. In such an environment, REITs will be more attractive to investors as a yield instrument compared to government bonds. We see a rising proportion of Sovereign Wealth Funds (SWF) investing in alternative asset classes, and real estate is one of the most attractive alternative asset classes with SWFs globally, with 61% setting target allocation of 10% or more to real estate. This includes Singapore Government Investment Corporation (GIC) and Kuwait Investment Authority.

REITs in Asia Pacific and particularly in Singapore offer attractive and sustainable yields. Currently S-REITs are trading at 450 basis points (bp) above Singapore Government 10-year bonds, and above the historical average of 325 bp, i.e. its yield gap is 125 bps above the historical mean. This sector could out-perform this year, where the catalyst will come from lower than expected rate hikes. Forward yields of office, retail, industrial and hospitality REITs are trading at 6.5%, 5.7%, 6% and 7.7% respectively.

We continue to favour REITs with strong sponsors and conservative gearing ratios, which will help tide these companies over during liquidity crunches in times of market turbulence. Retail remains over-weighted because supply is steady and manageable. Singapore industrial, on the other hand, sees no supply of business parks and warehouse/ logistics until 2017. The 2016 Singapore Budget was broadly neutral on fiscal impulse, with primary focus on business sector assistance, especially to Small Medium Enterprises (SME) and the manufacturing sector. We believe this will reduce pressure and risks on the industrial sector.

We expect improvement in earnings from hospitality REITs on the back of stronger tourist arrivals and stabilisation of room rates. Singapore tourist arrivals experienced a record 1.4 million arrivals in January 2016, an increase of 12.2% yoy. This exuberant figure was propelled by positive growth in the five largest inbound markets – Indonesia, China, Malaysia, Australia and India - collectively making up 54.2% of total international visitors. Empirical evidence points to potential room-rate growth, with resilient occupancy.

Recent Brexit concerns have resulted in a sizeable correction in British REITS, allowing us to buy these REITs at attractive valuations. The Fund has added British Land Company (a diversified REIT listed in London) to its portfolio.

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MANAGER'S INVESTMENT REPORT

LIGHTHOUSE STRATEGIC BALANCED GROWTH FUND

The second half year of 2015 seemed like a USD bull-run, with the collapse in oil prices and China jitters. The strong USD exacerbated commodity price weakness and was the trigger for intensification of pressure on China's currency peg. Global markets had a relief rally in mid-February this year driven by a dovish Fed, oil price rebound and a more stable China. Key trigger has been a softer USD driven by the pricing out of Fed tightening, combined with a sharp rally in oil prices which remains highly correlated with asset returns.

The Fund holds a multi-asset diversified portfolio of equities, bonds, Singapore REITs, precious metals and cash. Each asset class accounted for 54%, 27%, 10%, 7% and 2% of the Fund's NAV respectively.

The Fund returned -3.53% for the half-year ended 31 March 2016. Market Vectors Gold Miners ETF performed strongly, up 38%, followed by Phillip Singapore Real Estate Income Fund, up 6.5% for the period. The outperformance in S-REITs was due mostly to their reassuring stability of 2015 earnings and maintaining their attractive dividends. The main detractors to the Fund's performance return were IShares MSCI Japan, and hedging positions in Proshares VIX.

With the Chinese market stabilizing, March 2016 has seen strong performance across most Asian markets. The latest statement by the FOMC shows a more dovish Fed, which supports our bullish stance for 2nd quarter 2016. The Fed's continuation of a gradual process of tightening policy and diminished fears of US dollar strengthening stands to benefit commodities, financials, REITs, emerging markets as well as corporate credits.

We are positioning the portfolio to these fading deflation fears by holding financial assets (such as REITs), in addition to emerging markets and commodities, especially if the US dollar continues to be burdened by lower US real interest rates

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

The following contains additional information relating to the Fund, as required by the Code on Collective Investment Schemes.

1. Distribution of investments

Please refer to the Statements of Portfolio on pages 17 to 20.

2. Schedule of Investments by Asset Class

Phillip Singapore Real Estate Income Fund

| Asset Class | Fair value as at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders as at 31 March 2016 % |
|---|---|---|
| Real Estate Investment Trusts | 45,410,298 | 96.91 |
| Cash and Cash Equivalents | 2,480,168 | 5.29 |
| Other Net Current Liabilities | (1,031,838) | (2.20) |
| Net assets attributable to unitholders | 46,858,628 | 100.00 |

Lighthouse Strategic Balanced Growth Fund

| Asset Class | Fair value as at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders as at 31 March 2016 % |
|---|---|---|
| Exchange Traded Funds | 1,338,399 | 61.01 |
| Unit Trusts | 807,144 | 36.80 |
| Cash and Cash Equivalents | 89,523 | 4.08 |
| Other Net Current Liabilities | (41,556) | (1.89) |
| Net assets attributable to unitholders | 2,193,510 | 100.00 |

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

3. Top 10 holdings

Phillip Singapore Real Estate Income Fund

| | Fair value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % |
|---|---------------------------------------|---|
| 10 Largest holdings at 31 March 2016 | | |
| Mapletree Commercial Trust | 4,074,500 | 8.70 |
| Capitaland Mall Trust | 3,558,643 | 7.59 |
| Ascendas Real Estate Investment Trust | 3,465,500 | 7.40 |
| Mapletree Greater China Commercial Trust | 3,438,000 | 7.34 |
| Frasers Centrepoint Trust | 3,231,900 | 6.90 |
| Aims AMP Capital Industrial REIT | 3,149,232 | 6.72 |
| Mapletree Logistics Trust | 3,030,000 | 6.47 |
| Starhill Global REIT | 3,015,246 | 6.43 |
| Suntec Real Estate Investment Trust | 2,596,250 | 5.54 |
| Frasers Commercial Trust | 2,405,000 | 5.13 |

| | Fair value at 31 March 2015 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2015 % |
|---|---------------------------------------|---|
| 10 Largest holdings at 31 March 2015 | | |
| Capitamall Trust | 3,942,000 | 9.67 |
| Mapletree Logistics Trust | 3,432,320 | 8.42 |
| Suntec Real Estate Investment Trust | 3,346,234 | 8.21 |
| Mapletree Commercial Trust | 3,087,040 | 7.57 |
| CDL Hospitality Trusts | 2,976,750 | 7.30 |
| Mapletree Greater China Commercial Trust | 2,968,160 | 7.28 |
| Ascendas Real Estate Investment Trust | 2,846,410 | 6.98 |
| Capitacommercial Trust | 2,762,320 | 6.77 |
| Frasers Centrepoint Trust | 2,331,484 | 5.72 |
| Frasers Commercial Trust | 2,322,910 | 5.70 |

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

Lighthouse Strategic Balanced Growth Fund

| 10 Largest holdings at 31 March 2016 | Fair value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % |
|---|--|--|
| Natixis International Funds Dublin I - Loomis Sayles Multisector Income Fund | 453,133 | 20.66 |
| Phillip Singapore Real Estate Income Fund | 211,435 | 9.64 |
| iShares MSCI AC Far East Ex-Japan UCITS ETF | 211,039 | 9.62 |
| Market Vectors Gold Miners ETF | 164,363 | 7.49 |
| iShares MSCI Japan USD Hedged UCITS ETF | 152,285 | 6.94 |
| United Asian Bond Fund | 142,576 | 6.50 |
| DB X-Trackers FTSE Vietnam UCITS ETF | 124,668 | 5.68 |
| iShares Currency Hedged MSCI Germany ETF | 98,016 | 4.47 |
| Hang Seng Investment Index Funds Series - H-Share Index ETF | 87,938 | 4.01 |
| iShares MSCI Emerging Markets ETF | 86,981 | 3.97 |

10 Largest holdings at 31 March 2015

| 10 Largest holdings at 31 March 2015 | Fair value at 31 March 2015 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2015 % |
|---|--|--|
| Natixis International Funds Dublin I - Loomis Sayles Multisector Income Fund | 572,750 | 18.89 |
| Ishares MSCI Japan USD Hedged UCITS ETF | 284,440 | 9.39 |
| Phillip Singapore Real Estate Income Fund | 222,538 | 7.34 |
| Market Vectors Gold Miners ETF | 212,801 | 7.02 |
| Ishares MSCI AC Far East Ex-Japan UCITS ETF | 190,826 | 6.30 |
| DB X-Trackers FTSE Vietnam UCITS ETF | 166,370 | 5.49 |
| United Asian Bond Fund | 141,098 | 4.66 |
| Kiwoom Kosef 200 ETF | 136,235 | 4.50 |
| Fullerton Asian Bond Fund | 130,431 | 4.30 |
| Ishares Currency Hedged MSCI Germany ETF | 123,726 | 4.08 |

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

4. (i) Exposure to financial derivatives as at 31 March 2016

Phillip Singapore Real Estate Income Fund

Nil

Lighthouse Strategic Balanced Growth Fund

Nil

(ii) Net loss on derivative contracts realised for the period ended 31 March 2016

| Phillip Singapore Real Estate Income Fund | Lighthouse Strategic Balanced Growth Fund |
|---|---|
| (\$) (52,701) | (\$) - |

(iii) Net gains/(losses) on outstanding derivative contracts marked to market as at 31 March 2016

Nil

(iv) Description of the method used to calculate the global exposure of financial derivatives

The global exposure relating to derivative instruments is calculated using the commitment approach. The global exposure of each sub-fund is calculated as the sum of:

- (a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- (b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements;
- (c) the sum of the values of cash collateral received pursuant to:
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) efficient portfolio management techniques relating to securities lending and repurchase transactions,

and that are reinvested.

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

5. Amount and percentage of total fund size invested in other unit trusts, mutual funds and collective investment schemes as at 31 March 2016

Phillip Singapore Real Estate Income Fund

| | Fair value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % |
|-------------------------------|--|--|
| Real Estate Investment Trusts | 45,410,298 | 96.91 |

Lighthouse Strategic Balanced Growth Fund

| | Fair value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % |
|-----------------------|--|--|
| Exchange traded funds | 1,338,399 | 61.01 |
| Unit Trusts | 807,144 | 36.80 |

6. Amount and percentage of borrowings of total fund size as at 31 March 2016

Nil

7. Amount of units created and cancelled for the period ended 31 March 2016

Phillip Singapore Real Estate Income Fund

| | Class A SGD S\$ | Class A USD US\$ | Class I SGD S\$ | Class I USD US\$ |
|-------------------------------|----------------------------|-----------------------------|----------------------------|-----------------------------|
| Total amount of redemptions | 1,983,107 | - | 295,466 | - |
| Total amount of subscriptions | 2,580,794 | 19,485 | 4,028,869 | 3,385 |

Lighthouse Strategic Balanced Growth Fund

| | S\$ |
|-------------------------------|------------|
| Total amount of redemptions | 365,962 |
| Total amount of subscriptions | 32,346 |

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

8. Portfolio turnover ratio

Phillip Singapore Real Estate Income Fund

| | | 31 March 2016 | 31 March 2015 |
|--|----------|---------------|---------------|
| Lower of total value of purchases or sales | S\$ | 15,160,527 | 18,572,475 |
| Average daily net asset value | S\$ | 42,884,391 | 41,513,221 |
| Total turnover ratio | % | 35.35 | 44.74 |

Lighthouse Strategic Balanced Growth Fund

| | | 31 March 2016 | 31 March 2015 |
|--|----------|---------------|---------------|
| Lower of total value of purchases or sales | S\$ | 201,798 | 3,144,340 |
| Average daily net asset value | S\$ | 2,652,594 | 3,394,321 |
| Total turnover ratio | % | 7.61 | 92.64 |

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, divided by the average daily net asset value. In line with Statement of Recommended Accounting Practice 7 "Reporting framework for Unit Trusts" ("RAP 7") issued by the Institute of Singapore Chartered Accountants, total value of purchases or sales do not include brokerage and other transaction costs.

9. Expense ratio

Phillip Singapore Real Estate Income Fund

| | | 31 March 2016 | 31 March 2015 |
|-------------------------------|-----|---------------|---------------|
| Class A SGD Units | | | |
| Total operating expenses | S\$ | 151,626 | 149,935 |
| Average daily net asset value | S\$ | 12,013,822 | 13,932,799 |
| Expense ratio | % | 1.26 | 1.08 |
| Class A USD Units | | | |
| Total operating expenses | S\$ | 10,210 | 1,953 |
| Average daily net asset value | S\$ | 793,661 | 181,517 |
| Expense ratio | % | 1.28 | 1.08 |
| Class I SGD Units | | | |
| Total operating expenses | S\$ | 268,094 | 203,523 |
| Average daily net asset value | S\$ | 29,941,274 | 26,889,791 |
| Expense ratio | % | 0.90 | 0.76 |
| Class I USD Units | | | |
| Total operating expenses | S\$ | 1,186 | 3,876 |
| Average daily net asset value | S\$ | 135,634 | 509,114 |
| Expense ratio | % | 0.87 | 0.76 |

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

Lighthouse Strategic Balanced Growth Fund

| | | 31 March 2016 | 31 March 2015 |
|--|-----|---------------|---------------|
| Total operating expenses | S\$ | 89,215 | 104,517 |
| Average daily net asset value | S\$ | 2,652,594 | 3,394,321 |
| Prorated expense ratio of underlying funds | | 0.50 | n/a |
| Total expense ratio | % | 3.86 | 3.08 |

Note: The expense ratio has been computed based on the guidelines laid down by the IMAS. The calculation of the expense ratio is 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 transaction costs, performance fees, interest expenses, 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 arising out of income received. The Sub-Funds do not pay any performance fees. The average net asset values are based on the daily balances.

In the case of funds of funds, which are generally defined as funds with more than 50% of their total assets in other underlying funds, a summarised expense ratio of the target funds and the fund of funds is calculated as of the closing date of the financial year. This corresponds to the sum of:

- The prorated ratio of the individual target funds, weighted according to the share they represent in the assets of the fund of funds as of the closing date, and;
- Expense ratio of the fund of funds minus any rebates of management fees and commissions received from the target funds during the reporting period.

n/a: Comparative figures for pro-rated expense ratio of underlying funds are not available.

10. Performance of the Sub-Funds as at 31 March 2016

| | Phillip Singapore Real Estate Income Fund | | | | Benchmark |
|-------------------------------------|---|------------|------------|------------|-----------|
| | Class A | Class I | Class A | Class I | |
| Cumulative (%)* | SGD | SGD | USD | USD | |
| 3 months | 4.40 | 4.53 | 10.00 | 10.12 | 3.82 |
| 6 months | 6.24 | 6.48 | 10.72 | 11.01 | 4.13 |
| 1 year | -5.87 | -5.50 | -5.38 | -4.95 | -10.53 |
| 3 years | 2.43 | 3.46 | - | - | -12.32 |
| Since inception (19 September 2011) | 49.88 | 52.21 | -1.93 | 0.87 | 4.98 |
| Annualised | | | | | |
| 3 years | 0.80 | 1.14 | - | - | 4.29 |
| Since inception | 9.33 | 9.71 | -0.70 | -0.45 | 3.03 |

Returns are calculated on a bid to bid basis, with net dividends reinvested. The Benchmark for which the Sub-Fund is measured against is the FTSE Straits Times Real Estate Investment Trust Index.

Inception date for Class A SGD and Class I SGD was 19 September 2011. Inception dates for Class A USD and Class I USD were 17 June 2013 and 29 April 2014 respectively.

Source: Bloomberg

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REPORT TO UNITHOLDERS

For the period ended 31 March 2016

| | Lighthouse Strategic Balanced Growth Fund |
|------------------------------------|---|
| Cumulative (%)* | |
| 3 months | -4.01 |
| 6 months | -3.53 |
| 1 year | -12.73 |
| 3 years | -14.64 |
| Since inception (14 February 2013) | - 16.29 |
| Annualised | |
| 3 years | -5.14 |
| Since inception (14 February 2013) | -5.53 |

Returns are calculated on a bid to bid basis, with net dividends reinvested. There is no benchmark for Lighthouse Strategic Balanced Growth Fund.

Source: Bloomberg

11. Related party transactions

In the normal course of business of the Fund, trustee fees and management fees have been paid or are payable to the Trustee and the Manager respectively as disclosed in the Statements of Total Return.

In addition, the bank holding company and related parties of the Trustee have also provided custodian, banking, foreign exchange, fund administration and brokerage services to the Fund in the normal course of business at terms agreed between the parties and within the provisions of the Trust Deed.

The Manager may use the services of related parties of the Manager to carry out transactions involving the purchase and sale of securities.

The following significant transactions took place between the Fund and its related parties during the period:

Phillip Singapore Real Estate Income Fund

| | 2016 S\$ | 2015 S\$ |
|--|-------------|-------------|
| Bank balances held with related party of the Trustee | 2,427,332 | 2,213,216 |
| Bank balances held with related party of the Manager | 52,836 | 86,005 |

Lighthouse Strategic Balanced Growth Fund

| | 2016 S\$ | 2015 S\$ |
|--|-------------|-------------|
| Bank balances held with related party of the Trustee | 89,523 | 40,424 |
| Bank balances held with related party of the Manager | - | 97,036 |

12. Any other material information that will adversely impact the valuation of the fund

Nil.

REPORT TO UNITHOLDERS

For the period ended 31 March 2016

13. Soft dollar commissions

The Manager is entitled to and intends to receive or enter into soft-dollar commissions or arrangements. The Manager will comply with applicable regulatory and industry standards on soft-dollars. The soft-dollar commissions which the Manager may receive include research and advisory services, economic and political analyses, portfolio analyses including valuation and performance measurements, market analyses, data and quotation services, computer hardware and software or any other information facilities to the extent that they are used to support the investment decision making process, the giving of advice, or the conduct of research or analysis and custodial service in relation to the investments managed for clients. The soft dollar credits utilised are not allocated on a specific client basis. The brokers also execute trades for other funds managed by the Manager.

The Manager will not accept or enter into soft dollar commissions or arrangements unless such soft-dollar commissions or arrangements would, in the opinion of the Manager, assist the Manager in its management of clients' funds, provided that the Manager shall ensure at all times that transactions are executed on the best available terms taking into account the relevant market at the time for transactions of the kind and size concerned, and that no unnecessary trades are entered into in order to qualify for such soft-dollar commissions or arrangements.

The Manager does not, and is not entitled to retain cash rebates for its own account in respect of rebates earned when transacting in securities for the account of the Sub-Funds.

During the period, soft dollar services received from each broker were investment research and publications, data and quotation services. Soft dollar services were received from the Manager's panel of brokers which executed transactions for the Sub-Funds and other funds managed by the Manager.

PHILLIP SELECT FUND

STATEMENTS OF TOTAL RETURN

As at 31 March 2016

| | Phillip Singapore Real Estate Income Fund | | Lighthouse Strategic Balanced Growth Fund | |
|---|--|----------------------|--|----------------------|
| | 31 March 2016 S\$ | 31 March 2015 S\$ | 31 March 2016 S\$ | 31 March 2015 S\$ |
| Income | | | | |
| Dividends | 1,299,937 | 1,101,662 | 48,312 | 54,877 |
| Interest | 17 | 31 | - | 50 |
| | <u>1,299,954</u> | <u>1,101,693</u> | <u>48,312</u> | <u>54,927</u> |
| Less: Expenses | | | | |
| Management fees | 185,691 | 123,703 | 17,888 | 24,119 |
| Management fee rebates | - | - | (1,051) | (1,363) |
| Trustee and administration fees | 11,430 | 18,547 | 4,020 | 4,007 |
| Custody fees | 13,875 | 16,424 | 5,911 | 6,068 |
| Audit fee | 6,267 | 6,233 | 6,267 | 6,233 |
| Transaction fees | 43,977 | 43,372 | 207 | 3,646 |
| Other expenses | 21,142 | 13,950 | 9,366 | 15,025 |
| | <u>282,382</u> | <u>222,229</u> | <u>42,608</u> | <u>57,735</u> |
| Net income/(losses) | <u>1,017,572</u> | <u>879,464</u> | <u>5,704</u> | <u>(2,808)</u> |
| Net gains or (losses) on value of investments and financial derivatives | | | | |
| Net gains/(losses) on investments | 2,083,818 | 3,441,214 | (80,928) | 172,473 |
| Net foreign exchange (losses)/gains | (40,371) | 32,161 | (550) | (250) |
| Net (losses)/gains on financial derivatives | (52,701) | 73,524 | - | 35,832 |
| | <u>1,990,746</u> | <u>3,546,899</u> | <u>(81,478)</u> | <u>208,055</u> |
| Total return/(deficit) for the period before income tax | <u>3,008,318</u> | <u>4,426,363</u> | <u>(75,774)</u> | <u>205,247</u> |
| Less: Income tax | <u>(189,033)</u> | <u>(145,983)</u> | <u>(1,696)</u> | <u>(1,376)</u> |
| Total return/(deficit) for the period after income tax before distribution | <u>2,819,285</u> | <u>4,280,380</u> | <u>(77,470)</u> | <u>203,871</u> |

PHILLIP SELECT FUND

STATEMENTS OF FINANCIAL POSITION

As at 31 March 2016

| | Phillip Singapore Real Estate Income Fund | | Lighthouse Strategic Balanced Growth Fund | |
|---|--|----------------------|--|----------------------|
| | 31 March 2016 | 30 September 2015 | 31 March 2016 | 30 September 2015 |
| | S\$ | S\$ | S\$ | S\$ |
| ASSETS | | | | |
| Portfolio of investments | 45,410,298 | 35,705,588 | 2,145,543 | 2,534,775 |
| Sales awaiting settlement | 482,763 | - | - | - |
| Receivables | 96,000 | 3,780,632 | - | - |
| Cash and cash equivalents | 2,480,168 | 2,299,221 | 89,523 | 137,460 |
| Total Assets | 48,469,229 | 41,785,441 | 2,235,066 | 2,672,235 |
| LIABILITIES | | | | |
| Payables | 849,430 | 765,327 | 41,556 | 67,639 |
| Purchases awaiting settlement | 761,171 | 126,189 | - | - |
| Total liabilities | 1,610,601 | 891,516 | 41,556 | 67,639 |
| EQUITY | | | | |
| Net assets attributable to unitholders | 46,858,628 | 40,893,925 | 2,193,510 | 2,604,596 |

PHILLIP SELECT FUND

STATEMENTS OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the period ending 31 March 2016

| | Phillip Singapore Real Estate Income Fund | | Lighthouse Strategic Balanced Growth Fund | |
|---|--|------------------------------|--|------------------------------|
| | 31 March 2016 S\$ | 30 September, 2015 S\$ | 31 March 2016 S\$ | 30 September, 2015 S\$ |
| Net assets attributable to unitholders at the beginning of the period | 40,893,925 | 39,206,769 | 2,604,596 | 3,493,898 |
| Operations | | | | |
| Change in net assets attributable to unitholders resulting from operations | 2,819,285 | (602,227) | (77,470) | (62,311) |
| Unitholders' contributions / (withdrawals) | | | | |
| Creation of units | 6,632,533 | 18,325,976 | 32,346 | 86,910 |
| Cancellation of units | (2,278,573) | (13,998,468) | (365,962) | (913,901) |
| Change in net assets attributable to unitholders resulting from net creation and cancellation of units | 4,353,960 | 4,327,508 | (333,616) | (826,991) |
| Distributions | (1,208,542) | (2,038,125) | - | - |
| Total increase/(decrease) in net assets attributable to unitholders | 5,964,703 | 1,687,156 | (411,086) | (889,302) |
| Net assets attributable to unitholders at the end of the period | 46,858,628 | 40,893,925 | 2,193,510 | 2,604,596 |

Represented by

| | Phillip Singapore Real Estate Income Fund | |
|---|--|--------------------------|
| | 31 March 2016 S\$ | 30 September 2015 S\$ |
| Net assets attributable to unitholders of Class A SGD Units | 11,696,559 | 10,700,950 |
| Net assets attributable to unitholders of Class A USD Units | 879,555 | 829,542 |
| Net assets attributable to unitholders of Class I SGD Units | 34,149,934 | 29,239,211 |
| Net assets attributable to unitholders of Class I USD Units | 132,579 | 124,222 |
| Units in issue | | |
| Class A SGD Units | 9,632,689 | 9,134,037 |
| Class A USD Units | 731,110 | 714,496 |
| Class I SGD Units | 27,647,954 | 24,602,330 |
| Class I USD Units | 107,261 | 104,444 |
| Net assets attributable to unitholders per unit | | |
| Class A SGD Units | 1.2143 | 1.1715 |
| Class A USD Units | 1.2030 | 1.1610 |
| Class I SGD Units | 1.2352 | 1.1885 |
| Class I USD Units | 1.2360 | 1.1894 |

PHILLIP SELECT FUND

STATEMENTS OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the period ending 31 March 2016

Represented by

Lighthouse Strategic Balanced Growth Fund

| | 31 March 2016 S\$ | 30 September 2015 S\$ |
|---|----------------------|--------------------------|
| Net assets attributable to unitholders | 2,193,510 | 2,604,596 |
| Units in issue | 2,630,636 | 3,011,739 |
| Net assets attributable to unitholders per unit | 0.8338 | 0.8648 |

PHILLIP SELECT FUND

STATEMENTS OF PORTFOLIO

Phillip Singapore Real Estate Income Fund

By Geography (Primary)

| | Holdings at 31 March 2016 | Fair value at 31 March 2016 | Percentage of total net assets attributable to unitholders at 31 March 2016 % |
|--|---------------------------------|-----------------------------------|--|
| | | S\$ | |
| Quoted real estate investment trusts | | | |
| AUSTRALIA | | | |
| Dexus Property Group | 177,000 | 1,448,468 | 3.09 |
| GREAT BRITAIN | | | |
| The British Land Company | 87,000 | 1,178,711 | 2.52 |
| SINGAPORE | | | |
| Aims AMP Capital Industrial REIT | 2,358,975 | 3,149,232 | 6.72 |
| Ascendas Real Estate Investment Trust | 1,450,000 | 3,465,500 | 7.40 |
| Cache Logistics Trust | 2,700,000 | 2,268,000 | 4.84 |
| Capitaland Commercial Trust Ltd | 1,250,000 | 1,831,250 | 3.90 |
| Capitaland Mall Trust | 1,702,700 | 3,558,643 | 7.59 |
| CDL Hospitality Trusts | 1,368,000 | 1,792,080 | 3.82 |
| Frasers Centrepoint Trust | 1,620,000 | 3,231,900 | 6.90 |
| Frasers Commercial Trust | 1,850,000 | 2,405,000 | 5.13 |
| Frasers Hospitality Trust | 2,400,000 | 1,860,000 | 3.97 |
| Keppel REIT | 767,300 | 763,464 | 1.63 |
| Mapletree Commercial Trust | 2,900,000 | 4,074,500 | 8.70 |
| Mapletree Greater China Commercial Trust | 3,600,000 | 3,438,000 | 7.34 |
| Mapletree Industrial Trust | 296,900 | 472,071 | 1.01 |
| Mapletree Logistics Trust | 3,000,000 | 3,030,000 | 6.47 |
| Parkway Life Real Estate Investment Trust | 387,700 | 926,603 | 1.98 |
| Soilbuild Business Space REIT | 1,248,800 | 905,380 | 1.93 |
| Starhill Global REIT | 3,865,700 | 3,015,246 | 6.43 |
| Suntec Real Estate Investment Trust | 1,550,000 | 2,596,250 | 5.54 |
| | | 42,783,119 | 91.30 |
| Portfolio of Investments | | 45,410,298 | 96.91 |
| Other net assets | | 1,448,330 | 3.09 |
| Net assets attributable to unit holders | | 46,858,628 | 100.00 |

By Geography (Summary)

| | Fair Value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % | Percentage of total net assets attributable to unitholders at 30 September 2015 % |
|--|--|--|--|
| Quoted real estate investment trusts | | | |
| Australia | 1,448,468 | 3.09 | - |
| Great Britain | 1,178,711 | 2.52 | - |
| Singapore | 42,783,119 | 91.30 | 81.63 |
| United States | - | - | 5.68 |
| Portfolio of investments | 45,410,298 | 96.91 | 87.31 |
| Other net assets | 1,448,330 | 3.09 | 12.69 |
| Net assets attributable to unit holders | 46,858,628 | 100.00 | 100.00 |

PHILLIP SELECT FUND

STATEMENTS OF PORTFOLIO

By Industry (Secondary)

| | Fair Value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % | Percentage of total net assets attributable to unitholders at 30 September 2015 % |
|--|--|--|--|
| Real Estate Investment Trusts | 45,410,298 | 96.91 | 87.31 |
| Portfolio of investments | 45,410,298 | 96.91 | 87.31 |
| Other net assets | 1,448,330 | 3.09 | 12.69 |
| Net assets attributable to unit holders | 46,858,628 | 100.00 | 100.00 |

PHILLIP SELECT FUND

STATEMENTS OF PORTFOLIO

Lighthouse Strategic Balanced Growth Fund

By Geography (Primary)

| | Holdings at 31 March 2016 | Fair value at 31 March 2016 S\$ | Percentage of total net assets attributable to unitholders at 31 March 2016 % |
|--|---------------------------------|--|--|
| Quoted investment fund | | | |
| GERMANY | | | |
| Ishares Stoxx Europe 600 Insurance UCITS ETF DE | 2,151 | 83,313 | 3.80 |
| | | <u>83,313</u> | <u>3.80</u> |
| HONG KONG | | | |
| Hang Seng Investment Index Funds Series - H-Share Index ETF | 5,600 | 87,938 | 4.01 |
| Tracker Fund of Hong Kong Limited | 18,000 | 65,625 | 2.99 |
| | | <u>153,563</u> | <u>7.00</u> |
| IRELAND | | | |
| Ishares MSCI Ac Far East Ex-Japan UCITS ETF | 3,756 | 211,039 | 9.62 |
| Ishares MSCI Emerging Markets UCITS ETF Dist | 1,012 | 44,277 | 2.02 |
| Ishares MSCI Japan USD Hedged UCITS ETF | 4,153 | 152,285 | 6.94 |
| Natixis International Funds Dublin I - Loomis Sayles Multisector Income Fund | 51,086 | 453,133 | 20.66 |
| | | <u>860,734</u> | <u>39.24</u> |
| LUXEMBOURG | | | |
| DB X-Trackers CSI300 Consumer Discretionary UCITS ETF | 13,750 | 23,060 | 1.05 |
| DB X-Trackers FTSE Vietnam UCITS ETF | 4,290 | 124,668 | 5.68 |
| | | <u>147,728</u> | <u>6.73</u> |
| SINGAPORE | | | |
| Phillip Singapore Real Estate Income Fund | 168,756 | 211,435 | 9.64 |
| United Asian Bond Fund | 76,943 | 142,576 | 6.50 |
| | | <u>354,011</u> | <u>16.14</u> |
| SOUTH KOREA | | | |
| Kiwoom Kosef 200 ETF | 1,706 | 46,415 | 2.12 |
| | | <u>46,415</u> | <u>2.12</u> |
| UNITED STATES | | | |
| Guggenheim Shipping ETF | 3,535 | 54,839 | 2.50 |
| Ishares Currency Hedged MSCI Germany ETF | 3,166 | 98,016 | 4.47 |
| Ishares Global Healthcare ETF | 387 | 50,139 | 2.29 |
| Ishares MSCI Emerging Markets ETF | 1,887 | 86,981 | 3.97 |
| Market Vectors Gold Miners ETF | 6,115 | 164,363 | 7.49 |
| Proshares VIX Short-Term Futures ETF | 2,894 | 45,441 | 2.06 |
| | | <u>499,779</u> | <u>22.78</u> |
| Portfolio of Investments | | 2,145,543 | 97.81 |
| Other net assets | | 47,967 | 2.19 |
| Net assets attributable to unit holders | | <u>2,193,510</u> | <u>100.00</u> |

PHILLIP SELECT FUND

STATEMENTS OF PORTFOLIO

By Geography (Summary)

| | Fair value At 31 March 2016 | Percentage of total net assets attributable to unitholders at 31 March 2016 | Percentage of total net assets attributable to unitholders at 30 September 2015 |
|--|-----------------------------------|---|---|
| | S\$ | % | % |
| Quoted investment fund | | | |
| Germany | 83,313 | 3.80 | 3.41 |
| Hong kong | 153,563 | 7.00 | 6.52 |
| Ireland | 860,734 | 39.24 | 16.28 |
| Luxembourg | 147,728 | 6.73 | 7.30 |
| Singapore | 354,011 | 16.14 | 18.11 |
| South Korea | 46,415 | 2.12 | 4.45 |
| United States | 499,779 | 22.78 | 41.25 |
| Portfolio of investments | 2,145,543 | 97.81 | 97.32 |
| Other net assets | 47,967 | 2.19 | 2.68 |
| Net assets attributable to unit holders | 2,193,510 | 100.00 | 100.00 |

By Industry (Secondary)

| | Fair value At 31 March 2016 | Percentage of total net assets attributable to unitholders at 31 March 2016 | Percentage of total net assets attributable to unitholders at 30 September 2015 |
|--|-----------------------------------|---|---|
| | S\$ | % | % |
| Exchange traded funds | 1,338,399 | 61.01 | 61.19 |
| Unit Trusts | 807,144 | 36.80 | 36.13 |
| Portfolio of investments | 2,145,543 | 97.81 | 97.32 |
| Other net assets | 47,967 | 2.19 | 2.68 |
| Net assets attributable to unit holders | 2,193,510 | 100.00 | 100.00 |

IMPORTANT INFORMATION

Phillip Singapore Real Estate Income Fund and Lighthouse Strategic Balanced Growth Fund (the "Sub-Funds") are sub-funds of Phillip Select Fund (the "Fund"), an open-ended umbrella unit trust authorised under the Securities and Futures Act, Chapter 289, by the Monetary Authority of Singapore.

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