

For Immediate Release

Phillip Capital Management launches Phillip SING Income ETF on SGX-ST Mainboard

- **The Phillip SING Income ETF seeks to track the performance of the Morningstar® Singapore Yield Focus IndexSM**
- **Provides a cost effective way to invest in a diverse basket of quality stocks on the Singapore Exchange (SGX-ST). Investors can enjoy regular dividend income without sacrificing capital growth**
- **Initial offer period of the ETF is from 1 October 2018 to 19 October 2018. Investors may apply for Phillip SING Income ETF units through Participating Dealers during the initial offer period or trade through SGX-ST Mainboard once the Units are listed**

Singapore, 1 October 2018 – Asian fund management company, Phillip Capital Management (S) Ltd today announced the expansion of its exchange traded funds with the launch of the Phillip SING Income ETF (SING INC.).

The SING INC. seeks to replicate and track the Morningstar® Singapore Yield Focus IndexSM, which uses a quantitative, ruled-based methodology to select stocks listed on the SGX-ST mainboard that display superior business quality, financial health and dividend yield to provide better risk-adjusted return. Using this strategy, the ETF offers an efficient manner for investors to gain exposure to stocks with sustainable and growing dividends, while it aims to avoid high-dividend stocks that may potentially suffer from dividend cuts or share price declines.

“The Phillip SING Income ETF is unique as the constituent securities of the initial portfolio of the index offers dividend yield in excess of 4% per annum, a significant yield advantage to long-term Singapore Government Bonds,” said Mr. Jeffrey Lee, Managing Director and Chief Investment Officer of Phillip Capital Management. “The companies in the portfolio are familiar names that provide essential products and services such as supermarkets, healthcare, defence, real estate, banking and telecommunication services. While the ETF aims to provide investors with regular dividend income, it does not sacrifice capital growth potential as its combined constituents have a good history of growing earnings.

Mr. Adam Grabow, VP, Institutional Business Development, Asia at Morningstar, commented “We are excited to work with Phillip Capital Management again on this exciting initiative. Using our proprietary research, we built a unique, robust, and transparent strategic beta solution that we hope will provide better outcomes for Singaporean investors.”

The maximum weighting of any Index Security is capped at 10% at each rebalancing reference date; which is - the third Friday of June and December of each year. The ETF intends to declare distribution semi-annually in June and December of each year or at such other times as the Manager may determine.

Offer Details

The Phillip SING Income ETF is a Sub-Fund of Phillip Legacy Funds. The Manager has applied to the the Singapore Exchange Securities Trading Limited ("**SGX-ST**") for permission to list and deal in units in this Sub-Fund. Units in this Sub-Fund are neither listed nor dealt on any other stock exchange (other than SGX-ST) and no application for such listing or permission to deal is being sought.

The initial offer period will open at 9.00 a.m. on 1 October 2018 and close at 11:00 a.m. on 19 October 2018 (unless the initial offer period is extended in which case dealings on the SGX-ST will commence on the fifth Business Day following the close of the initial offer period). SING INC. will commence trading on the Mainboard of the SGX-ST at 9.00 a.m. on 29 October 2018, subject to the SGX-ST being satisfied that all conditions necessary for the commencement of trading have been fulfilled.

During the Initial Offer Period and after the close of the Initial Offer Period, the minimum subscription amount for SING INC. is 50,000 Units (or such higher number of Units in multiples of 1,000 Units) or such other subscription amount as may be determined by the Manager. The Participating Dealers may set a lower minimum amount for retail investors. The Issue Price of each Unit during the Initial Offer Period is S\$1.000.

Investors can apply for units of the ETF through the Participating Dealers which currently include Phillip Securities Pte Ltd, ABN AMRO Clearing Bank N.V., Commerzbank AG and UOB Kay Hian Pte Ltd.

– End of Press Release –

About Phillip Capital Management (S) Ltd

Phillip Capital Management is a fund management company with network across the region including Singapore, Malaysia, Thailand, Indonesia, Hong Kong, Australia and United Kingdom. The Company was incorporated in 1999. The Company's products and asset classes include unit trusts and segregated discretionary portfolios investing in equities, bonds, money market and private equity. The Company's clients include private banks, insurance companies, tertiary institutions, sovereign wealth funds and Singapore government agencies. Currently, the Company has approximately SGD 1.6 billion (Aug 2018, unaudited) of assets under management. Phillip Capital Management is a member of PhillipCapital.

The Company has an established track record managing funds investing in the Asia Pacific region and globally, having won fund awards from Standard & Poor's and Lipper since 2003.

The funds managed by the Company include the following: Phillip Asia Pacific Growth Fund, Phillip Money Market Fund, Phillip Income Fund, Pi-5 Global Portfolio, Pi-7 Global Portfolio, Global Opportunities Fund, Phillip US Dollar Money Market Fund as well as Phillip Singapore Real Estate Income Fund. The Phillip Money Market Fund is the largest retail Singapore Dollar money market fund today.

For more information, please visit <http://www.phillipfunds.com>

ISSUED ON BEHALF OF : Phillip Capital Management (S) Ltd

BY : Financial PR Pte Ltd
4 Robinson Road #04-01
The House of Eden
Singapore 048543

CONTACT : Mr Ngo Yit Sung / Mr Benjamin Tho

OFFICE : (65) 6438 2990

EMAIL : yitsung@financialpr.com.sg /
benjamin@financialpr.com.sg

Important Notice and Disclaimer:

This information herein is provided by Phillip Capital Management (S) Ltd ("PCM") for general information only and does not constitute a recommendation, an offer to sell, or a solicitation of any offer to invest in the exchange-traded fund ("ETF") mentioned herein. It does not have any regard to your specific investment objectives, financial situation and any of your particular needs. You should read the Prospectus and the accompanying Product Highlights Sheet ("PHS") for important information of the ETF and obtain advice from a financial adviser ("FA") before making a commitment to invest in the ETF. A copy of the Prospectus and PHS for the ETF are available from PCM or any of its Participating Dealers ("PDs").

Investments are subject to investment risks including the possible loss of the principal amount invested. The value of the units and the income accruing to the units may fall or rise. Past performance is not necessarily indicative of the future or likely performance of the Products. There can be no assurance that investment objectives will be achieved. Any use of financial derivative instruments will be for hedging and/or for efficient portfolio management. PCM reserves the discretion to determine if currency exposure should be hedged actively, passively or not at all, in the best interest of the ETF. The regular dividend distributions, either out of income and/or capital, are not guaranteed and subject to PCM's discretion. Past payout yields and payments do not represent future payout yields and payments. Such dividend distributions will reduce the available capital for reinvestment and may result in an immediate decrease in the net asset value ("NAV") of the ETF. Upon launch of the ETF, please refer to www.phillipfunds.com for more information in relation to the dividend distributions.

An ETF is not like a typical unit trust as the units of the ETF (the "Units") will be listed and traded like any share on the Singapore Exchange Securities Trading Limited ("SGX-ST"). Listing on the SGX-ST does not guarantee a liquid market for the Units which may be traded at prices above or below its NAV or may be suspended or delisted. Investors may buy or sell the Units on SGX-ST when it is listed. Investors cannot create or redeem Units directly with PCM and have no rights to request PCM to redeem or purchase their Units. Creation and redemption of Units are through PDs if investors are clients of the PDs, who have no obligation to agree to create or redeem Units on behalf of any investor and may impose terms and conditions in connection with such creation or redemption orders. Please refer to the Prospectus of the ETF for more details.

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This press release has not been reviewed by the Monetary Authority of Singapore.