

PHILLIP INVESTMENT FUNDS

ANNUAL REPORT

Financial year ended 31 December 2021

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Phillip Investment Funds

Directory

Manager

Phillip Capital Management (S) Ltd
250 North Bridge Road #06-00
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Singapore 179101
(Company Registration No. 199905233W)

Directors of the Manager

Lim Hua Min
Jeffrey Lee Chay Khiong
Linus Lim Wen Sheong
Lim Wah Sai
Louis Wong Wai Kit

Trustee & Registrar

BNP Paribas Trust Services Singapore Limited
20 Collyer Quay
#01-01
Singapore 049319
(Company Registration No. 200800851W)

Custodian and Fund Administrator

BNP Paribas Securities Services operating through its Singapore Branch
20 Collyer Quay
#01-01
Singapore 049319
(Company Registration No. T08FC7287D)

Auditors

KPMG LLP
16 Raffles Quay #22-00
Hong Leong Building
Singapore 048581

Solicitors to the Manager

Chan & Goh LLP
50 Craig Road, #03-01
Singapore 089688

Solicitors to the Trustee

Dentons Rodyk & Davidson LLP
80 Raffles Place
#33-00 UOB Plaza 1
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Phillip Investment Funds

Manager's Investment Report

Phillip Money Market Fund

For the full year ended 31 December 2021, the fund generated a net return of 0.11%, outperforming the bank savings deposit rate of 0.08% over the same period.

As of 31 December 2021, the portfolio's Weighted Average Maturity ("WAM") stood at 83 days compared with 52 days in the previous year. During the second half of 2021, bond markets experienced a steepening of the credit curve as the market participants priced in the solid economic recovery and aggressive inflationary pressures. Global central banks subsequently began incorporating some hawkishness into their monetary policy narratives deeming it increasingly appropriate to unwind some of the ultra-loose monetary policies introduced at the onset of the pandemic. During this time, the Fund maintained ample liquidity, achieved through short-term deposit placements and short term bonds issues. The fund was primarily invested in high quality issuers within the Asian region and placed deposits with high quality bank counterparties.

The SGD Singapore Swap Offer Rate ("SOR") for one month and three months rose to 0.32% and 0.36% at December 2021, from 0.19% and 0.24% respectively at the end of June 2021. Similarly, the SIBOR for one month and three months also increased to 0.30% and 0.44% respectively, from 0.27% and 0.43% at the middle of 2021.

Based on economic data released by the Ministry of Trade and Industry ("MTI") in mid-February 2022, the Singapore economy expanded by 7.6% year-on-year ("YoY") for the entire year of 2021, compared to the 4.1% contraction recorded for 2020. The economic expansion found broad-based support across manufacturing, construction and the services industry which were up 13.2%, 20.1% and 5.6% respectively boosted by strengthening demand conditions, economic reopening and favorable base effects given the sharp contraction in economic activities in 2020. The services sector saw recovery across all sub-sectors with the exception of administrative & support services, while the construction sector experienced a rebound in construction activity volumes across the public and private segments. Manufacturing growth benefited from robust expansions across all clusters, especially within transport engineering, electronics and precision engineering.

The Monetary Authority of Singapore ("MAS") core inflation measure came in at 2.4% YoY for the month of January 2022 rising from 2.1% in December 2021, primarily driven by higher food prices and electricity & gas tariffs, alongside a more modest decline in costs of retail goods. Headline consumer price index however was unchanged at 4.0% for January 2022 compared to the previous month as higher core and accommodation prices were mitigated by a more modest increase in private transportation inflation.

Outlook

According to the MTI's announcement in mid-February 2022, Singapore's economic growth outlook for 2022 was expected to fall within the forecasted range of 3.0% to 5.0%. Elevated geopolitical uncertainty, continuation of the global recovery momentum, progressive easing of domestic and border restrictions, and emergence of newer virus strains poses near-term risks to the domestic economic recovery. Outward-oriented sectors such as wholesale trade and manufacturing are expected to benefit from resilient global demand. Domestically, easing of travel restrictions and recovery in tourist arrivals will be a gradual process thereby impacting segments reliant on tourism (e.g. accommodations, aviation). However, consumer-facing segments (eg. retail trade and food & beverages) will find support from improving consumer sentiments driven by stronger labour market conditions. Recovery prospects in the construction and marine & offshore engineering sectors will still be highly contingent on the entry of migrant workers that comes with easing border restrictions, although over the near term the labour shortage situation is likely to persist.

Manager's Investment Report

Phillip Money Market Fund

The Monetary Authority of Singapore (“MAS”) estimates the core inflation measure, which excludes changes in the prices of cars and accommodations, to be within the 2.0% to 3.0% range for 2022. Higher core inflation is expected stay elevated over the near term driven by both external and internal factors. External factors include heightened geopolitical risks, rising global oil prices and persistent supply chain bottlenecks that contribute to imported inflation. Domestic factors such as rising wages stemming from tighter labour market conditions and stronger cost pass through materializing within service inflation backed by solid private consumption sentiments. Headline inflation forecast have been forecasted to be within the 2.5% to 3.5% range with private transport and accommodations cost increases expected to remain resilient over the near term.

During the FY2022 Budget, the Singapore government announced that the expected budget deficit will be 0.5% of GDP, with key components consisting of a \$500m Jobs and Businesses Support Package and a \$560m Household Support Package.

Following the US Federal Reserves’ FOMC meeting in January 2022, policymakers outlined the strong possibility an imminent interest rate hike at the upcoming March 2022 meeting and to make tangible progress in unwinding the central bank’s balance sheet which currently stands at almost US\$9 trillion. Citing concerns that the persistence and broad-based nature of the currently elevated inflationary pressures could lead to financial stability risks alongside a solid recovery within labour markets, the FOMC committee held the consensus that a tightening of monetary policy would be appropriate. Asset purchases of US Treasury bonds and mortgage-backed securities will therefore be expected to be concluded by March 2022.

In light of growing inflationary pressures, the Monetary Authority of Singapore (“MAS”) tightened monetary policy by 50bps with the SGD-NEER slope raised from a flat to a slight appreciation, while the policy band width and level remained unchanged during its October 2021 Monetary Policy Statement. While inflationary momentum is expected to be sustained within the first half of 2022, we recognize that this could moderate heading into the second half as external inflation abate following the easing of supply constraints.

Despite near term downside risks posed by geopolitical concerns, we will expect the yield curve to steepen as short-term interest rates increase to reflect the tighter monetary policy conditions

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2021

The following contains additional information relating to the Sub-Fund.

1. Distribution of investments

Please refer to the Statement of Portfolio on pages 18 to 22.

2. Schedule of investments by asset class

Phillip Money Market Fund

Asset Class	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Debt securities	569,539,290	51.13
Quoted Investment	109,327,000	9.82
Fixed deposits	267,249,123	24.00
Cash and cash equivalents	162,104,694	14.56
Other net assets/(liabilities)	5,480,108	0.49
Net assets attributable to unitholders	<u>1,113,700,215</u>	<u>100.00</u>

Types of Money Market Instruments and Debt Securities

Asset Class	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Fixed rate notes	567,342,441	50.93
Accrued interest on fixed income securities	2,196,849	0.20
	<u>569,539,290</u>	<u>51.13</u>

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2021

3. Credit rating

i) Debt securities

Phillip Money Market Fund

	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Aaa	4,887,200	0.44
AaaU	510,547	0.04
Aa3	28,924,600	2.60
AA+*	3,039,902	0.27
AA*	1,516,797	0.13
A2	29,999,302	2.69
A3	71,586,409	6.43
A-*	12,266,055	1.10
Not Rated	414,611,629	37.23
Accrued interest on debt securities	2,196,849	0.20
Portfolio of investments	<u>569,539,290</u>	<u>51.13</u>

Source of credit rating is from Moody's except for the following:

* Credit rating is from Standard & Poor's

ii) Fixed deposits

Phillip Money Market Fund

	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
P-1	176,209,371	15.82
P-2	90,629,083	8.14
Accrued interest on fixed deposits	410,669	0.04
	<u>267,249,123</u>	<u>24.00</u>

Source of credit rating is from Moody's

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2021

4. Top 10 holdings

Phillip Money Market Fund

10 largest holdings at 31 December 2021	Fair value at	Percentage of total
	31 December 2021 S\$	net assets attributable to unitholders at 31 December 2021 %
Monetary Authority of Singapore Bill 0% due 07/01/2022	116,985,710	10.50
Phillip SGD Money Market ETF	109,327,000	9.82
Monetary Authority Of Singapore Bill 0% due 28/01/2022	78,458,367	7.04
Capitamalls Asia Treasury Limited 3.7% due 29/08/2022	41,459,968	3.72
Keppel Corporation Limited 0.58% 22/02/2022 0.58% due 22/02/2022	37,000,000	3.32
Keppel Corporation Limited 3.145% due 14/02/2022	36,838,278	3.31
Bank Of Communications Company Limited/Singapore 0.5% due 18/01/2022	29,999,302	2.69
Kookmin Bank/Hong Kong 0% due 27/05/2022	28,924,600	2.61
Keppel Corporation Limited 0.64% 23/06/2022 0.64% due 23/06/2022	25,000,000	2.24
Cagamas Global Public Listed Company 1.25% due 08/12/2023	22,750,000	2.04

10 largest holdings at 31 December 2020	Fair value at	Percentage of total
	31 December 2020 S\$	net assets attributable to unitholders at 31 December 2020 %
Phillip SGD Money Market ETF	115,064,400	8.50
Monetary Authority of Singapore Bill 0% due 29/01/2021	64,973,350	4.80
Monetary Authority of Singapore Bill 0% due 15/01/2021	60,485,178	4.47
Monetary Authority of Singapore Bill 0% due 04/01/2021	49,997,968	3.69
Monetary Authority of Singapore Bill 0% due 22/01/2021	49,987,820	3.69
Monetary Authority of Singapore Bill 0% due 08/01/2021	45,997,180	3.40
Wheelock Finance Limited 4.5% due 02/09/2021	30,800,622	2.28
Credit Suisse AG 0% due 02/12/2022	30,000,000	2.22
Bank Of China Limited/Singapore 1% due 20/04/2021	29,965,538	2.21
Wharf Finance No 1 Limited 4.5% due 20/07/2021	25,590,994	1.89

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2021

5. Maturity profile of investments

Phillip Money Market Fund

Maturity profile of underlying investments	Fair value at	Percentage of total
	31 December 2021	net assets
	S\$	attributable to
		unitholders at
		31 December 2021
		%
Up to 30 days	225,443,379	20.24
31 - 90 days	107,395,142	9.64
91 - 180 days	146,529,050	13.16
181 - 365 days	296,406,684	26.62
366 - 732 days	58,406,641	5.24
Non-interest bearing	111,934,517	10.05
	<u>946,115,413</u>	<u>84.95</u>

6. Exposure to derivatives as at 31 December 2021

Nil.

7. Global exposure to financial derivatives

The global exposure to financial derivatives is computed using the commitment approach which 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; and
- 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. EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

8. Amount and percentage of total fund size invested in other unit trusts, mutual funds and collective investment schemes

Please refer to the Statement of Portfolio on pages 18 to 22.

9. Amount and percentage of borrowings of total fund size as at 31 December 2021

Nil.

Phillip Investment Funds

Report to Unitholders Year ended 31 December 2021

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

Phillip Money Market Fund

S\$

Total amount of subscriptions	6,271,115,218
Total amount of redemptions	(6,512,503,473)

11. Turnover ratio

Please refer to Note 10 of Notes to Financial Statements.

12. Expense ratio

Please refer to Note 10 of Notes to Financial Statements.

13. Performance of Sub-Fund as at 31 December 2021

Phillip Money Market Fund

	Class A SGD	Class I SGD	Class E SGD	Benchmark
Cumulative (%)*				
3 months	0.04	0.06	0.10	0.02
6 months	0.06	0.10	0.19	0.04
1 year	0.11	0.22	-	0.08
3 years	1.96	2.51	-	0.38
5 years	3.94	-	-	0.72
10 years	7.14	-	-	1.33
Since inception	22.79	3.55	0.21	4.67
Annualised (%)				
1 year	0.11	0.22	-	0.08
3 years	0.65	0.83	-	0.13
5 years	0.78	-	-	0.14
10 years	0.69	-	-	0.13
Since inception	1.00	0.94	0.36	0.22

Note: Cumulative returns are calculated in Singapore dollars on a bid to bid basis, with net dividends reinvested. Inception dates for Class A, Class I and Class E were 16 April 2001, 3 April 2018 and 2 June 2021 respectively.

Benchmark: Bank deposit rate

Source: Bloomberg

14. Related party transactions

Please refer to Note 9 of Notes to Financial Statements.

15. Any other material information that will adversely impact the valuation of the Sub-Fund.

Nil.

Phillip Investment Funds

Report to Unitholders

Year ended 31 December 2021

16. For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme (“the underlying scheme”) should be disclosed as well.

(i) Top 10 holdings at market value and as percentage of NAV as at 31 December 2021 and 31 December 2020.

Not applicable.

(ii) Expense ratios for the period 31 December 2021 and 31 December 2020.

Not applicable.

(iii) Turnover ratios for the period 31 December 2021 and 31 December 2020.

Not applicable.

17. Soft-dollar commissions

The Manager shall be 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 services 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/arrangements unless such soft-dollar commissions/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/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 account of clients' funds.

Phillip Money Market Fund

The Manager did not receive any soft-dollar services in respect of the fund during the year.

Report of the Trustee

The Trustee is under a duty to take into custody and hold the assets of Phillip Investment Funds in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed Phillip Investment Funds during the period covered by these financial statements, set out on pages 15 to 34, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
BNP Paribas Trust Services Singapore Limited

Authorised signatory

30 March 2022

Statement by the Manager

In the opinion of the directors of Phillip Capital Management (S) Ltd, the accompanying financial statements set out on pages 15 to 34, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position of Phillip Investment Funds as at 31 December 2021, and the total return and movements in unitholders' funds for the year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "*Reporting Framework for Investment Funds*" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that Phillip Investment Funds will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
Phillip Capital Management (S) Ltd

Jeffrey Lee Chay Khiong
Director

30 March 2022

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Independent auditors' report

Unitholders

Phillip Investment Funds

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

Opinion

We have audited the financial statements of Phillip Investment Funds (the "Fund"), which comprise the Statement of Financial Position and Statement of Portfolio as at 31 December 2021, the Statement of Total Return and Statement of Movements of Unitholders' Funds for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, as set out on pages 15 to 34.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "*Reporting Framework for Investment Funds*" ("RAP 7") issued by the Institute of Singapore Chartered Accountants so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 31 December 2021 and the financial performance and movements in unitholders' funds for the year ended on that date.

Basis for opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditors' Responsibilities for the audit of the financial statements section of our report*. We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority *Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities* ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Phillip Capital Management (S) Ltd, the Manager of the Fund ('the Manager'), is responsible for the other information. The other information comprises the information included in the annual report, but does not include the financial statements and our auditors' report thereon.

We have obtained all other information prior to the date of this auditors' report.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

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In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the financial statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of RAP 7 issued by the Institute of Singapore Chartered Accountants, and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

Auditors' responsibilities for the audit of the financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.

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- Obtain an understanding of internal controls relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal controls.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal controls that we identify during our audit.

KPMG LLP
*Public Accountants and
Chartered Accountants*

Singapore

30 March 2022

KPMG LLP (Registration No. T08LL1267L), an accounting limited liability partnership registered in Singapore under the Limited Liability Partnership Act (Chapter 163A) and a member firm of the KPMG global organisation of independent member firms affiliated with KPMG International Limited, a private English company limited by guarantee.

Statement of Total Return
Year ended 31 December 2021

	Note	Phillip Money Market Fund	
		2021	2020
		S\$	S\$
Income			
Interest Income		9,893,875	12,401,032
		<u>9,893,875</u>	<u>12,401,032</u>
Less: Expenses			
Management fee		4,314,090	4,986,337
Audit fee		13,000	13,000
Custody fee		165,674	108,429
Trustee fee		134,766	112,660
Valuation fee		8,506	8,507
Transaction costs		-	707
Other expenses		95,228	131,218
		<u>4,731,264</u>	<u>5,360,858</u>
Net income		<u>5,162,611</u>	<u>7,040,174</u>
Net losses on value of investments			
Net losses on investments		(3,373,892)	(1,850,263)
		<u>(3,373,892)</u>	<u>(1,850,263)</u>
Total return for the financial year before income tax			
		1,788,719	5,189,911
Less: Income tax	7	-	-
Total return for the financial year after income tax		<u>1,788,719</u>	<u>5,189,911</u>

The accompanying notes form an integral part of these financial statements

Statement of Financial Position
As at 31 December 2021

	Note	Phillip Money Market Fund	
		2021	2020
		S\$	S\$
Assets			
Portfolio of investments		946,115,413	1,214,482,301
Sales awaiting settlement		6,017,820	-
Receivables	3	12,318,665	16,262,807
Cash and cash equivalents	4	162,104,694	204,473,057
Total assets		<u>1,126,556,592</u>	<u>1,435,218,165</u>
Liabilities			
Payables	5	12,856,377	16,945,064
Purchases awaiting settlement		-	64,973,350
Total liabilities		<u>12,856,377</u>	<u>81,918,414</u>
Equity			
Net assets attributable to unitholders	6	<u>1,113,700,215</u>	<u>1,353,299,751</u>

The accompanying notes form an integral part of these financial statements

Statement of Movements of Unitholders' Funds
Year ended 31 December 2021

	Note	Phillip Money Market Fund	
		2021	2020
		S\$	S\$
Net assets attributable to unitholders at the beginning of the financial year		1,353,299,751	811,024,477
Operations			
Change in net assets attributable to unitholders resulting from operations		1,788,719	5,189,911
Unitholders' contributions/(withdrawals)			
Creation of units		6,271,115,218	6,286,379,611
Cancellation of units		(6,512,503,473)	(5,749,294,248)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		<u>(241,388,255)</u>	<u>537,085,363</u>
Total (decrease)/increase in net assets attributable to unitholders		<u>(239,599,536)</u>	<u>542,275,274</u>
Net assets attributable to unitholders at the end of the financial year	6	<u><u>1,113,700,215</u></u>	<u><u>1,353,299,751</u></u>

The accompanying notes form an integral part of these financial statements

Statement of Portfolio
As at 31 December 2021

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Phillip Money Market Fund			
By Industry (Primary) (continued)			
Quoted Debt Securities			
Banks			
Bank Of Communications Company Limited/Singapore 0.5% due 18/01/2022	30,000,000	29,999,302	2.69
Kookmin Bank/Hong Kong 0% due 27/05/2022	29,000,000	28,924,600	2.61
Monetary Authority Of Singapore Bill 0% due 07/01/2022	117,000,000	116,985,710	10.50
Monetary Authority Of Singapore Bill 0% due 28/01/2022	78,500,000	78,458,367	7.04
		254,367,979	22.84
Commercial Services			
National University Of Singapore 1.855% due 02/06/2022	250,000	250,890	0.02
		250,890	0.02
Diversified Financial Services			
Cagamas Global Public Listed Company 1.25% due 08/12/2023	22,750,000	22,750,000	2.04
Temasek Financial IV Private Limited 2.7% due 25/10/2023	4,500,000	4,636,310	0.42
		27,386,310	2.46
Engineering and Construction			
Keppel Corporation Limited 0.58% due 01/03/2022	15,000,000	15,000,000	1.35
Keppel Corporation Limited 0.58% due 22/02/2022	37,000,000	37,000,000	3.32
Keppel Corporation Limited 0.64% due 23/6/2022	25,000,000	25,000,000	2.24
Keppel Corporation Limited 3.145% due 14/02/2022	36,750,000	36,838,278	3.31
		113,838,278	10.22
Food			
F&N Treasury Private Limited 2.8% due 22/08/2022	250,000	253,281	0.02
F&N Treasury Private Limited 3.09% due 23/03/2022	250,000	251,336	0.02
		504,617	0.04

The accompanying notes form an integral part of these financial statements

Statement of Portfolio
As at 31 December 2021

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Phillip Money Market Fund			
By Industry (Primary) (continued)			
Quoted Debt Securities (continued)			
Lodging			
City Developments Limited 3.48% due 03/04/2023	3,000,000	3,076,097	0.28
City Developments Limited 3.75% due 06/07/2022	6,750,000	6,839,499	0.61
		9,915,596	0.89
Real Estate			
Ascendas Private Limited 3.5% due 18/01/2023	1,000,000	1,024,966	0.09
Capitamalls Asia Treasury Limited 3.7% due 29/08/2022	40,750,000	41,459,968	3.72
Keppel Land Limited 2.68% due 17/01/2023	250,000	253,728	0.02
Keppel Land Limited 3.8% due 08/06/2022	9,500,000	9,615,571	0.87
Wing Tai Holdings Limited 4.5% due 26/09/2022	6,750,000	6,910,209	0.62
Wing Tai Properties Finance Limited 4.25% due 29/11/2022	5,000,000	5,099,771	0.46
		64,364,213	5.78
Real Estate Investment Trusts (REITS)			
Ascendas Real Estate Investment Trust 2.47% due 10/08/2023	3,000,000	3,075,285	0.28
Ascendas Real Estate Investment Trust 3.2% due 03/06/2022	10,750,000	10,864,382	0.98
Ascendas Real Estate Investment Trust 4% due 03/02/2022	18,250,000	18,305,528	1.64
CCT MTN Private Limited 2.77% due 04/07/2022	1,000,000	1,010,842	0.09
CMT MTN Private Limited 2.8% due 13/03/2023	5,250,000	5,374,747	0.48
RCS Trust 2.6% due 05/06/2023	11,000,000	11,255,213	1.01
		49,885,997	4.48
Sovereign			
Export-Import Bank Of Korea 2.318% due 27/09/2022	1,500,000	1,516,797	0.14
Housing & Development Board 2.088% due 30/08/2022	2,750,000	2,777,793	0.25
Housing & Development Board 2.303% due 13/03/2023	250,000	254,650	0.02
Housing & Development Board 2.42% due 24/07/2023	250,000	255,897	0.02
Land Transport Authority Of Singapore 2.57% due 31/08/2022	750,000	760,015	0.07
Land Transport Authority Of Singapore 2.9% due 19/06/2023	6,250,000	6,449,748	0.58
		12,014,900	1.08

The accompanying notes form an integral part of these financial statements

Statement of Portfolio
As at 31 December 2021

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Phillip Money Market Fund			
By Industry (Primary) (continued)			
Quoted Debt Securities (continued)			
Telecommunications			
Optus Finance Pty Limited 3.24% due 29/09/2022	11,000,000	11,216,467	1.01
Starhub Limited 3.08% due 12/09/2022	20,250,000	20,557,292	1.84
		31,773,759	2.85
Transportation			
SMRT Capital Private Limited 2.363% due 05/10/2022	3,000,000	3,039,902	0.27
		3,039,902	0.27
Accrued interest on debt securities		2,196,849	0.20
Total Quoted Debt Securities		569,539,290	51.13
Quoted Investment Fund			
Equity Fund			
Phillip SGD Money Market ETF	1,090,000	109,327,000	9.82
		109,327,000	9.82
Total Quoted Investment Fund		109,327,000	9.82

The accompanying notes form an integral part of these financial statements

Statement of Portfolio
 As at 31 December 2021

	Holdings at 31 December 2021	Fair value at 31 December 2021 S\$	Percentage of total net assets attributable to unitholders at 31 December 2021 %
Phillip Money Market Fund			
By Industry (Primary) (continued)			
 Fixed deposits			
 Banks			
Industrial and Commercial Bank of China Singapore Branch		41,596,126	3.73
Qatar National Bank		134,613,245	12.09
The Bank of East Asia Ltd		90,629,083	8.14
		266,838,454	23.96
 Accrued interest on fixed deposits		 410,669	 0.04
Total Fixed Deposits		267,249,123	24.00
 Portfolio of investments		 946,115,413	 84.95
Other net assets		167,584,802	15.05
Net assets attributable to unitholders		1,113,700,215	100.00

Statement of Portfolio
As at 31 December 2021

Phillip Money Market Fund
By Industry (Summary)

	Fair value at 31 December 2021	Percentage of total net assets attributable to unitholders at 31 December 2021 %	Percentage of total net assets attributable to unitholders at 31 December 2020 %
Airlines	-	-	0.72
Banks	521,206,433	46.80	47.58
Commercial Services	250,890	0.02	0.04
Diversified Financial Services	27,386,310	2.46	-
Engineering and Construction	113,838,278	10.22	1.15
Equity Fund	109,327,000	9.82	8.50
Financials	-	-	1.89
Investment companies	-	-	0.98
Food	504,617	0.04	-
Lodging	9,915,596	0.89	0.15
Real Estate	64,364,213	5.78	7.83
Real Estate Investment Trusts (REITS)	49,885,997	4.48	0.58
Sovereign	12,014,900	1.08	20.05
Telecommunications	31,773,759	2.85	0.02
Transportation	3,039,902	0.27	-
Accrued Interest on debt securities	2,196,849	0.20	0.19
Accrued Interest on fixed deposit	410,669	0.04	0.06
Portfolio of investments	946,115,413	84.95	89.74
Other net assets	167,584,802	15.05	10.26
Net assets attributable to unitholders	1,113,700,215	100.00	100.00

By Geography (Secondary)

Australia	11,216,467	1.01	-
British Virgin Islands	5,099,771	0.46	0.05
Cayman Islands	-	-	1.88
China	29,999,302	2.69	4.43
Hong Kong SAR	-	-	4.17
Malaysia	22,750,000	2.04	-
Singapore	844,000,958	75.78	76.74
South Korea	30,441,397	2.73	-
Switzerland	-	-	2.22
Accrued Interest on debt securities	2,196,849	0.20	0.19
Accrued Interest on fixed deposit	410,669	0.04	0.06
Portfolio of investments	946,115,413	84.95	89.74
Other net assets	167,584,802	15.05	10.26
Net assets attributable to unitholders	1,113,700,215	100.00	100.00

Notes to the Financial Statements

These notes form an integral part of the financial statements.

1 Domicile and activities

Phillip Investment Funds (the “Fund”) is an open ended umbrella unit trust constituted pursuant to a Trust Deed dated 26 February 2001 together with its Amending and Restating Deeds and its Supplemental Deed thereon (hereafter referred to as the “Trust Deed”) between Phillip Capital Management (S) Ltd (the “Manager”) and BNP Paribas Trust Services Singapore Limited (the “Trustee”). The Trust Deed is governed by and construed in accordance with the laws of the Republic of Singapore.

The Fund offers a series of sub funds (the “Sub-Funds”); these were first offered for sale in Singapore on the following launch dates:

Sub-Fund	Launch date
Phillip Money Market Fund	1 March 2001

Phillip Money Market Fund

The investment objective of Phillip Money Market Fund is to aim to preserve principal value and maintain a high degree of liquidity while producing returns comparable to that of Singapore dollar savings deposits. The Sub-Fund invests primarily in short term, high quality money market instruments and debt securities. Such investments may include government and corporate bonds, commercial bills and deposits with financial institutions. The Money Market Funds Investment Guidelines in Appendix 2 of the Code on Collective Investment Schemes apply to this Sub-Fund. The Phillip Money Market Fund is relatively low risk and its objective is targeted at achieving absolute returns. The benchmark for the Phillip Money Market Fund is the bank savings deposit rate.

2 Significant accounting policies

2.1 *Basis of preparation*

The financial statements, expressed in Singapore dollars, have been prepared under the historical cost basis, as modified by the revaluation of investments, and in accordance with the Statement of Recommended Accounting Practice 7 “*Reporting Framework for Investment Funds*” revised and issued by the Institute of Singapore Chartered Accountants.

The Fund has adopted the recommendations of revised RAP 7 (revised July 2020) issued by the Institute of Singapore Chartered Accountants effective for the financial year beginning 1 July 2020. The adoption of the Revised RAP 7 did not result in any significant changes to the accounting policies of the Trust and had no material effect on the amounts reported for current financial years.

For the purposes of preparation of these financial statements, the basis used for calculating the expense ratio and turnover ratio are in accordance with the guidelines issued by the Investment Management Association of Singapore (“IMAS”) and the Code on Collective Investment Schemes under the Securities and Futures Act 2001 (“Code”) respectively.

2.2 *Basis of valuation of investments*

Quoted investments are stated at fair value based on the last traded prices for debt securities at the reporting date. If there is no last bid price, the fair value is determined using valuation techniques that are commonly used by market participants. Unrealised gains/losses on investments are represented by the difference between the fair value and the carrying value of investments and are recognised in the Statement of Total Return. Realised gains and losses upon disposal of investments are computed on the basis of the difference between the carrying value and the selling price of investments on trade date and are taken to the Statement of Total Return.

Fixed deposits are short-term highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

2.3 *Financial derivatives*

Derivatives are recognised initially at fair value; attributable transaction costs are recognised in the Statement of Total Return when incurred. Subsequent to initial recognition, derivatives are measured at fair value, and changes in fair value therein are recognised in the Statement of Total Return.

2.4 *Recognition of income*

Interest income is recognised as it accrues in the Statement of Total Return, using the effective interest method.

2.5 *Foreign currency translation*

Transactions in foreign currencies are translated at the exchange rate at the date of transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated at exchange rates at the reporting date. All exchange differences are recognised in the Statement of Total Return.

2.6 *Income tax expense*

The Fund was approved for the Enhanced-Tier Fund Tax Incentive Scheme under Section 13U (formerly 13X) of the Income Tax Act by the Monetary Authority of Singapore ("MAS") with effect from 12 December 2011. The tax exemption status will be for the life of the Fund, provided the Fund continues to meet all the terms and conditions set out by MAS and the relevant Income Tax legislations.

2.7 *Cash and cash equivalents*

Cash and cash equivalents comprise cash and bank balances. Cash equivalents are short-term highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value.

2.8 *Net assets attributable to unitholders*

Net assets attributable to unitholders are classified as equity.

3 Receivables

	Phillip Money Market Fund	
	2021	2020
	S\$	S\$
Receivable from unitholders for creation of units	12,301,500	16,229,470
Accrued interest receivable	17,165	33,337
	12,318,665	16,262,807

4 Cash and cash equivalents

	Phillip Money Market Fund	
	2021	2020
	S\$	S\$
Cash and bank balances	162,104,694	204,473,057

5 Payables

	Phillip Money Market Fund	
	2021	2020
	S\$	S\$
Payable to unitholders for cancellation of units	12,186,875	16,370,928
Accrued expenses	669,502	574,136
	12,856,377	16,945,064

6 Units in issue

During the year the number of units issued, redeemed and outstanding were as follows:

Phillip Money Market Fund

	2021			Total
	Class A SGD	Class I SGD	Class E SGD	
Units at beginning of the financial year	1,080,721,621	26,817,164	-	1,107,538,785
Units created	4,806,092,065	5,450,793	367,756,840	5,179,299,698
Units cancelled	(5,065,700,800)	(22,209,400)	(272,996,190)	(5,360,906,390)
Units at end of the financial year	<u>821,112,886</u>	<u>10,058,557</u>	<u>94,760,650</u>	<u>925,932,093</u>
Net assets attributable to unitholder - S\$	1,008,314,542	10,416,487	94,969,186	1,113,700,215
Net asset value per unit - S\$	<u>1.2279</u>	<u>1.0355</u>	<u>1.0022</u>	<u>1.2027</u>

	2020			Total
	Class A SGD	Class I SGD		
Units at beginning of the financial year	650,819,716	16,305,887		667,125,603
Units created	5,096,073,380	43,671,631		5,139,745,011
Units cancelled	(4,666,171,475)	(33,160,354)		(4,699,331,829)
Units at end of the financial year	<u>1,080,721,621</u>	<u>26,817,164</u>		<u>1,107,538,785</u>
Net assets attributable to unitholder - S\$	1,325,590,619	27,709,132		1,353,299,751
Net asset value per unit - S\$	<u>1.2265</u>	<u>1.0332</u>		<u>1.2218</u>

Class A SGD Units are offered to investors who invest S\$500 and above. Class I SGD Units are offered to investors who invest S\$250,000 and above. Class E SGD Units are offered to investors as may be permitted by the Managers at their sole discretion. All classes constitute the Sub-Fund and are not separate sub-funds. Any expense, income and/or gain which is attributable to a particular class is deducted from or added to (as the case may be) the value of the sub-fund which is attributable to that class. A separate net asset value per unit is calculated for each class.

For subscriptions and redemptions and for various fee calculations, investments are stated at the last traded price/amortised cost on the valuation day for the purpose of determining net asset value per unit while for reporting purpose, the investments are valued at the relevant bid market prices as at the reporting date.

The effect of last traded price/amortised cost in the net assets attributable to unitholders is as follows:

Phillip Money Market Fund

	2021		
	Class A SGD S\$	Class I SGD S\$	Class E SGD S\$
Net assets attributable to unitholders per financial statements per unit	1.2279	1.0355	1.0022
Effect of adopting amortised cost per unit	-	-	(0.0001)
Net assets attributable to unitholders per unit for issuing/redeeming	1.2279	1.0355	1.0021

	2020	
	Class A SGD S\$	Class I SGD S\$
Net assets attributable to unitholders per financial statements per unit	1.2265	1.0332
Effect of adopting amortised cost per unit	-	-
Net assets attributable to unitholders per unit for issuing/redeeming	1.2265	1.0332

7 Income Tax

The Fund was approved for the Enhanced Tier Fund Tax Incentive Scheme under Section 13U (formerly 13X) of the Income Tax Act by the Monetary Authority of Singapore ("MAS") with effect from 12 December 2011. The tax exemption status will be for the life of the Fund, provided the Fund continues to meet all the terms and conditions set out by MAS and the relevant Income Tax legislations.

8 Financial risk management

The Sub-Fund's activities are exposed to a variety of market risks (including price risk, interest rate risk and currency risk), liquidity risk and credit risk. The Sub-Fund's overall risk management programme seeks to minimise potential adverse effects on the Sub-Fund's financial performance. The Sub-Fund may use futures contracts, options contracts and/or currency forward contracts subject to the terms of the Trust Deed to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Sub-Fund at any time as part of the overall financial risk management to reduce the Sub-Fund's risk exposures.

a) **Market risk**

Market risk is the risk of potential adverse change to the value of financial instruments because of changes in market conditions such as interest rate movements and volatility in securities' prices. The Manager manages each Sub-Fund's exposure to market risk through the use of risk management strategies and various analytical monitoring techniques.

i. Price risk

Price risk is the risk that the fair values of equities or future cash flows of a financial instrument will fluctuate because of changes in market prices (other than those arising from interest rate risk or currency risk).

The investments of the Sub-Fund are subject to normal market fluctuations and the risks inherent in investing in securities markets and there can be no assurance that appreciation will occur. It is the policy of the Manager to maintain a diversified portfolio of investments so as to minimise the risk.

ii. Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The table below summarises the Sub-Fund's exposure to interest rate risks. They include the Sub-Fund's assets and trading liabilities at fair value, categorised by interest rate types.

		← Fixed rate →			
	Floating rate S\$	Up to 1 year S\$	1-5 years S\$	Non-interest bearing S\$	Total S\$
Phillip Money Market Fund					
2021					
Assets					
Portfolio of investments	-	775,774,255	58,406,641	111,934,517	946,115,413
Sales awaiting settlement	-	-	-	6,017,820	6,017,820
Receivables	-	-	-	12,318,665	12,318,665
Cash and bank balances	162,104,694	-	-	-	162,104,694
	162,104,694	775,774,254	58,406,642	130,271,002	1,126,556,592
Liabilities					
Payables	-	-	-	12,856,377	12,856,377
	-	-	-	12,856,377	12,856,377

		← Fixed rate →				
	Floating rate S\$	Up to 1 year S\$	1-5 years S\$	Non-interest bearing S\$	Total S\$	
Phillip Money Market Fund						
2020						
Assets						
Portfolio of investments	-	1,037,793,687	58,244,903	118,443,711	1,214,482,301	
Receivables	-	-	-	16,262,807	16,262,807	
Cash and bank balances	204,473,057	-	-	-	204,473,057	
	204,473,057	1,037,793,687	58,244,903	134,706,518	1,435,218,165	
Liabilities						
Payables	-	-	-	16,945,064	16,945,064	
Purchases awaiting settlement	-	-	-	64,973,350	64,973,350	
	-	-	-	81,918,414	81,918,414	

The duration, a measure of the sensitivity of the price of a fixed income security to a change in interest for the 12 month period is as disclosed below. As of 31 December 2021, should interest rates rise or fall by 1% with all other variables remaining constant, the increase/decrease in net assets attributable to unitholders would be as follows:

	Increase rates rise/(fall) by 1%	
	Increase/(Decrease) in net assets attributable to unitholders	
	2021	2020
	S\$	S\$
Phillip Money Market Fund	2,297,234	1,269,989

iii. **Currency risk**

The Sub-Fund Fund's assets and liabilities are held mainly in Singapore Dollars, which is also its functional currency, therefore no sensitivity analysis and currency exposure table are presented. In addition, the Sub-Fund invests in underlying securities which are denominated in its functional currency where the fluctuations in the relevant exchange rates would not have an impact on the income and value of the Sub-Fund.

b) **Liquidity risk**

The Sub-Fund is exposed to daily redemption of units in the Sub-Fund. Therefore the majority of their assets are invested in investments that are traded in an active market and can be readily disposed of.

c) **Credit risk**

Credit risk is the risk that a counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

The main credit risk to which the Sub-Fund is exposed arise from the Sub-Fund's investments in debt securities. The Sub-Fund is also exposed to counterparty credit risk on trading derivative products, cash and cash equivalents and other receivable balances.

All transactions in listed debts are settled/paid upon delivery using approved brokers. The risk of default is considered minimal.

The Sub-Fund may also enter into derivative contracts to manage exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Sub-Fund is also exposed to the risk that amounts held with counterparties for derivative contracts may not be recoverable in the event of any default by the parties concerned.

The table below analyses the credit ratings of banks in which the Sub-Fund's fixed deposits are held.

Phillip Money Market Fund

<u>Fixed deposits by rating category</u>	Percentage of total net assets attributable to unitholders	Percentage of total net assets attributable to unitholders
	2021 %	2020 %
P-1	15.82	35.39
P-2	8.14	4.46
Total fixed deposits	<u>23.96</u>	<u>39.85</u>

Source of credit rating is from Moody's.

The table below analyses the Sub-Fund's debt instruments by credit ratings.

Phillip Money Market Fund

<u>Debt securities by rating category</u>	Percentage of total net assets attributable to unitholders	Percentage of total net assets attributable to unitholders
	2021 %	2020 %
Aaa	0.44	0.04
AaaU	0.04	-
Aa3	2.60	-
AA+*	0.27	-
AA*	0.13	-
A1	-	4.45
A2	2.69	-
A3	6.43	0.58
A+*	-	1.88
A-*	1.10	-
Not Rated	<u>37.23</u>	<u>34.19</u>
	<u>50.93</u>	<u>41.14</u>

Source of credit rating is from Moody's except for the following:

** Credit ratings is from Standard & Poor's*

Derivatives risk

The Manager may use financial derivative instruments solely for the purposes of hedging existing positions in a portfolio or for efficient portfolio management, and such financial derivative instruments are not used to gear the overall portfolio.

(d) **Fair value estimation**

Except for investments which are measured at fair value, at 31 December 2021 and 2020, the fair values of assets and liabilities approximate their carrying values on the Statement of Financial Position.

The fair value of financial assets and liabilities traded in active markets (such as publicly traded securities) are based on quoted market prices at the close of trading on the reporting date. The quoted market price used for financial assets held by the Sub-Fund is the current bid price; the appropriate quoted market price for financial liabilities is the current asking price. When the Sub-Fund holds derivatives with offsetting market risks, mid-market prices are used as a basis for establishing fair values for the offsetting risk positions and bid or asking price are applied to the net open position, as appropriate.

The Sub-Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The following table analyses within the fair value hierarchy the Sub-Fund's financial assets and liabilities (by class) measured at fair value at 31 December 2021 and 2020:

Phillip Money Market Fund

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
2021				
Assets				
Financial assets designated at fair value through profit or loss at inception:				
- Debt securities	-	569,539,290	-	569,539,290
- Quoted investment funds	109,327,000	-	-	109,327,000
- Fixed deposits	-	267,249,123	-	267,249,123
	109,327,000	836,788,413	-	946,115,413
2020				
Assets				
Financial assets designated at fair value through profit or loss at inception:				
- Debt securities	-	559,350,801	-	559,350,801
- Quoted investment funds	115,064,400	-	-	115,064,400
- Fixed deposits	-	540,067,100	-	540,067,100
	115,064,400	1,099,417,901	-	1,214,482,301

9 Related party transactions

In the normal course of the business of the Sub-Fund, management fees and trustee fees have been paid or are payable to the Manager and the Trustee respectively as noted in the Statement 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 Sub-Fund in the normal course of business at terms agreed between the parties and within the provisions of the Trust Deed.

Other than as disclosed elsewhere in the financial statements, the following significant transactions took place between the Sub-Fund and its related parties during the year:

	Phillip Money Market Fund	
	2021	2020
	S\$	S\$
Cash and bank balances held with a related party of the Trustee	25,818,685	33,470,247

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

10 Financial ratios

Expense ratio

		2021	2020
		S\$	S\$
Phillip Money Market Fund			
Class A SGD			
Total operating expenses	S\$	4,571,367	5,283,863
Average daily net asset value	S\$	1,219,195,372	1,097,846,688
Total expense ratio¹	%	0.37	0.48
Class I SGD			
Total operating expenses	S\$	34,884	76,288
Average daily net asset value	S\$	13,026,359	28,796,612
Total expense ratio¹	%	0.27	0.26
Class E SGD			
Total operating expenses	S\$	125,013	-
Average daily net asset value	S\$	191,443,521	-
Total expense ratio¹ (annualised)	%	0.11	n/a

Turnover ratio

	2021	2020
	S\$	S\$
Phillip Money Market Fund		
Lower value of purchase (or sale) of underlying investments	S\$ 81,029,800	8,058,900
Average daily net asset value	S\$ 1,423,665,252	1,126,643,300
Total turnover ratio²	% 5.69	0.72

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 year end 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 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 Sub-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. The calculation of the portfolio turnover ratio is based on the total value of purchases (or sales) of the underlying investments divided by the weighted average daily net asset value. Total value of purchases (or sales) does not include brokerage and other transaction costs. The total value of bonds matured during the year is not included in the computation of portfolio turnover ratio.

Phillip Investment Funds

Important Information

Phillip Money Market Fund (the "Sub-Fund") is sub-fund of Phillip Investment Funds (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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