

This document is important and requires your attention. If you are in any doubt about the action to be taken, you should consult your distributor, stockbroker, bank manager, solicitor, accountant or other professional adviser immediately.

1 June 2022

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND (THE “FUND”)

NOTICE TO UNITHOLDERS ON THE CHANGES TO (I) THE STRUCTURE OF THE CHARGES AND EXPENSES PAID BY THE UNDERLYING FUNDS, AND (II) THE SECURITIES LENDING TRANSACTIONS AND COLLATERAL POLICY OF THE UNDERLYING FUNDS

Dear Unitholder,

As you may be aware, the Fund is organised as a feeder fund which feeds into the Luxembourg-domiciled Eastspring Investments – Asian Equity Income Fund (“**Asian Equity Underlying Fund**”) for its equity participation and Eastspring Investments – US High Investment Grade Bond Fund and Eastspring Investments – US Investment Grade Bond Fund for its bond participation (collectively, the “**Underlying Funds**”), which are sub-funds of Eastspring Investments, an open-ended investment company with variable capital constituted in Luxembourg (“**Eastspring Investments SICAV**”).

As manager of the Fund, we wish to inform you of the following:

- (i) There will be changes to the structure of the charges and expenses paid by Eastspring Investments SICAV and its sub-funds (including the Underlying Funds) that are relevant to the Fund. These changes will take effect from 1 July 2022 (the “**Effective Date**”).
- (ii) Clarifications will be made to expand on the parameters governing the securities lending transactions that a sub-fund of Eastspring Investments SICAV (including the Underlying Funds) may undertake (the “**Securities Lending Transactions and Collateral Policy Changes**”).

For further details, please refer to Annex 1.

Please note that there are no changes to the investment objective and focus, and investment approach of the Fund.

In respect of the Securities Lending Transactions and Collateral Policy Changes, this notice is for your information only and no action is required to be taken by you.

Corresponding amendments will be made to the description of (i) the fees and charges payable by the Underlying Funds and (ii) the securities lending transactions policy of Eastspring Investments SICAV as set out in the prospectus of the Fund on or around the Effective Date. When available, the updated prospectus of the Fund may be obtained from our appointed distributors or our office at 10 Marina Boulevard #32-01 Marina Bay Financial Centre Tower 2 Singapore 018983, during business hours, and will be accessible at www.eastspring.com.sg.

The options available to you are:

Option 1 – Continue to hold your Units

No action is required on your part if you continue holding your units in the Fund (“Units”).

Option 2 – Switch your Units into units of another Eastspring authorised scheme

Should you choose to switch your Units into units of another authorised scheme managed by Eastspring Investments (Singapore) Limited (a “New Fund”), please refer to the funds listed in Annex 2 for the New Funds into which you may switch your Units. Please note that your Units of a class in the Fund (the “Class”) may only be switched into units of a class in a New Fund that is denominated in the same currency as the Class.

If you purchased your Units through a distributor, you may only switch into a New Fund which is available from your distributor. Therefore, you should check with your distributor which New Funds are available on its platform.

If you had invested into the Fund using monies from your Central Provident Fund Ordinary Account (“CPF-OA”), CPF Special Account or your Supplementary Retirement Scheme (“SRS”) Account, please note you can only switch into a New Fund or a class in a New Fund that is included in the CPF Investment Scheme (“CPFIS”) or eligible for investment using SRS Account monies respectively.

We will waive the switching fees within the period from **1 June 2022 to 30 June 2022** (both dates inclusive) for any switches of Units into units of the New Funds listed in Annex 2.

A valid and completed switching instruction to switch Units must be provided to your distributor by **3 p.m. Singapore time on 30 June 2022** in order to enjoy the switching fee waiver. Switching instructions received after this time will not be eligible for the switching fee waiver.

Any transaction charges imposed by CPF agent banks for switches of Units within the period from **1 June 2022 to 30 June 2022** (both dates inclusive) will be borne by us.

Important: Refer to the footnote in Annex 2 for prevailing requirements on switching of Units into units of the New Funds listed in Annex 2.

Option 3 – Redeem your Units

Should you choose not to continue holding your Units, you may redeem your holdings based on the prevailing net asset value of the Units by submitting a completed redemption instruction to your distributor. There is no redemption fee payable upon redemption.

Any transaction charges imposed by CPF agent banks for redemptions of Units within the period from **1 June 2022 to 30 June 2022** (both dates inclusive) will be borne by us.

Important: You may wish to obtain independent professional or legal advice in the event that you have any doubt relating to the contents of this notice.



A Prudential plc company 

If you have any questions regarding your investment or the abovementioned changes, please contact your financial adviser, agent, relationship manager or contact us at (65) 6349 9711 during normal business hours.

Thank you for your valuable support and we look forward to continually serving you.

Easpring Investments (Singapore) Limited
(Company Registration No. 199407631H)

ANNEX 1

(I) **CHANGES TO THE STRUCTURE OF THE CHARGES AND EXPENSES PAID BY EASTSPRING INVESTMENTS SICAV AND THE UNDERLYING FUNDS**

Eastspring Investments SICAV presently bears the costs that must be met to ensure it is appropriately governed and administered including but not limited to costs of its establishment, the fees of the Depositary, Central Administration, Registrar and Transfer Agent, the listing fees and other expenses.

These costs will be re-organised as operating and servicing expenses (the “**Operating and Servicing Expenses**”) and paid by Eastspring Investments SICAV to Eastspring Investments (Luxembourg) S.A. (the “**Management Company**”). The Management Company will be responsible for the fees and expenses payable to the Depositary Bank, the Administration Agent and the Registrar and Transfer Agent or any other relevant appointed entity of Eastspring Investments SICAV and its sub-funds (including the Underlying Funds).

The Operating and Servicing Expenses will implement a fixed expense model (instead of the previous variable rates model), where such fixed annual percentages will correspond to anticipated expenses determined on an arm’s length basis by Eastspring Investments SICAV and the Management Company.

The excess of actual expenses incurred over the abovementioned annual percentages will be borne directly by the Management Company or its affiliates, and equally the Management Company or its affiliates may retain any surplus.

Please note that the Operating and Services Expenses will not cover certain classes of expenses, such as certain taxes, the costs of purchasing or selling assets of Eastspring Investments SICAV, the cost of borrowing and extraordinary expenses.

This objective of fixing the annual percentages payable is to preserve shareholders from fluctuations in the operating and servicing expenses of the sub-funds of Eastspring Investments SICAV.

(II) **CHANGES TO THE SECURITIES LENDING TRANSACTIONS AND COLLATERAL POLICY OF EASTSPRING INVESTMENTS SICAV AND THE UNDERLYING FUNDS**

As disclosed in the Fund’s prospectus, the Underlying Funds may enter into securities lending transactions subject to compliance with applicable regulations. Clarifications will be made to expand on the parameters governing the securities lending transactions that a sub-fund of Eastspring Investments SICAV (including the Underlying Funds) may undertake.

In particular, the Asian Equity Underlying Fund may enter into securities lending transactions provided that the maximum proportion of the net assets of the Asian Equity Underlying Fund that could be subject to such transactions does not exceed 25%.

The legal entity acting as securities lending agent on behalf of the Asian Equity Underlying Fund is the Bank of New York Mellon SA/NV.

In connection with the changes pertaining to securities lending transactions described above, the collateral policy of Eastspring Investments SICAV will be amended to *inter alia* increase the types of permitted collateral, and clarify that only cash collateral may be re-invested.

ANNEX 2

List of Eastspring authorised schemes

	Umbrella Fund	Fund Name	Mode of Subscription
1.	Eastspring Investments Unit Trusts	Dragon Peacock Fund	Cash & SRS (only Class A Units may be purchased with SRS monies)
2.		Global Technology Fund*	Cash & SRS
3.		Pan European Fund*	Cash, SRS & CPFIS-OA
4.		Singapore ASEAN Equity Fund	Cash, SRS & CPFIS-OA
5.		Singapore Select Bond Fund	Cash, SRS, CPFIS-OA & CPFIS-SA (only Class A and Class A _D Units may be purchased with SRS or CPF monies)
6.	Eastspring Investments Funds	Monthly Income Plan*	Cash & SRS (only Class A, Class M and Class S (SGD) Units may be purchased with SRS monies)

*Please note that this fund feeds into one or more underlying Luxembourg-domiciled fund(s), and there will be changes to (i) the structure of the charges and expenses paid by such underlying fund(s); and (ii) in the cases of certain underlying funds only, the securities lending transactions and collateral policy of such underlying funds. A notice describing the relevant changes will be issued to the holders of units in this fund on or around 1 June 2022. Should you require a copy of this notice or if you have any queries, you can contact your distributor.

Footnote

Important: Prospectuses and product highlights sheets in relation to the funds listed above are available and may be obtained from your relationship manager, financial adviser or agent or from our website at www.eastspring.com.sg.

We strongly encourage you to read the relevant prospectus and product highlights sheet, and seek advice from a financial adviser before making any investment decision to switch into any of the funds listed above. In the event that you choose not to consult a financial adviser, you should carefully consider whether an investment in any of the funds listed above is suitable for you and your individual circumstances. The investment objective, focus and approach of the funds listed above as well as the fees and charges payable by these funds may not be the same as that for the Fund. The value of units of a fund and income accruing to the units, if any, may fall or rise.

Any switch will be subject to the provisions of the relevant trust deed(s). No switch may be made if you do not meet the minimum initial subscription amount for any relevant fund listed above, or if the switch will result in you holding a number of units in any relevant fund listed above below the minimum holding amount.