

EASTSPRING INVESTMENTS
Société d'Investissement à Capital Variable
Registered Office: 26 boulevard Royal
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Grand-Duchy of Luxembourg
R.C.S. Luxembourg B 81 110

NOTICE TO HONG KONG SHAREHOLDERS

**This document is important and requires your immediate attention.
If in doubt, contact your professional adviser.**

Unless otherwise defined herein, terms used in this notice shall have the same meanings as those defined in the Hong Kong Summary Prospectus of the Eastspring Investments (the “**SICAV**”) dated July 2020 as amended and supplemented from time to time (“**Hong Kong Summary Prospectus**”).

Notice is hereby given to the shareholders of the SICAV that the board of directors of the SICAV (the “**Board of Directors**”) has decided to amend the Hong Kong Summary Prospectus.

The main changes made to the Hong Kong Summary Prospectus relate to:

- The update of section 5 on "Taxation";
- The introduction of a new section 8 on the "Outsourcing by the SICAV's Service Providers Subject to Professional Secrecy". Shareholders should note that this amendment does not amount to a material change;
- Insertion of disclosure on the current management fees and current administrative fees of the Sub-Funds. For the avoidance of doubt, this is merely an enhancement of disclosure reflecting current practices;
- The appointment, effective as of 1st January 2021, of Ms Siew Ping GWEE as member of the Board of Directors following the resignation of Peter Martin LLOYD, as further reflected in Appendix 1 "Directory";
- The update of some of the risk factors included in the Appendix 3 "Risk Consideration";
- The update of the Appendix 5 "Risk Management"; and
- The introduction of a new Appendix 8 "Environmental, Social, and Governance Considerations and Sustainability Risk". Shareholders should note that such enhanced disclosures are for compliance with Regulation (EU) 2020/852 of the European Parliament and of the Council of 18 June 2020 and do not amount to any change in the investment objective and strategy of any Sub-Fund.

The Board of Directors would like to inform the Shareholders of the following Sub-Funds of the changes made to the Sub-Funds in which they invest:

- (1) **Notice to the shareholders of the "Eastspring Investments – Asian Equity Income Fund" (for the purpose of this section, the "Sub-Fund")**

The investment objective of the Sub-Fund will be amended to clarify that the Sub-Fund may invest up to 20% of its net assets in Chinese A-shares by way of Chinese onshore securities via the stock-connect program and shall read as follows, with effect as of 1 April 2021:

This Sub-Fund aims to maximize income by investing primarily in equity and equity-related securities of companies, which are incorporated, listed in or have their area of primary activity in the Asia Pacific ex-Japan Region. The Sub-Fund may also invest in depository receipts including ADRs and GDRs, debt securities convertible into common shares, preference shares and warrants. The Sub-Fund may invest up to 20% of its net assets in Chinese A-shares by way of Chinese onshore securities via the stock-connect program.

In accordance with the Hong Kong Summary Prospectus, existing shareholders in the Sub-Fund who do not consent to the above change shall be entitled to request the redemption or conversion of their shares without redemption or conversion fees (as applicable) from the date of this notice until 31 March 2021 (inclusive).

(2) Notice to the shareholders of the "Eastspring Investments – US High Investment Grade Bond Fund" (for the purpose of this section, the "Sub-Fund")

The investment objective of the Sub-Fund will be amended due to the increase of external LAC and TLAC (defined in the footnotes below) debt issuances by the majority of large global systemically important banks ("G-SIB banks") following the adoption of Financial Principals of Loss-Absorbing and Recapitalisation of G-SIB banks by the Financial Stability Board. The changes will increase flexibility for the Sub-Fund to invest in both external LAC debt instruments and TLAC debt instruments, and shall read as follows, with effect as of 1 April 2021:

This Sub-Fund invests in a diversified portfolio consisting primarily of high quality bonds and other fixed income/debt securities denominated in US dollars, issued in the US market (including "Yankee" and "Global" bonds) rated single A flat and above¹. The Sub-Fund may invest up to 15% of its net assets in CMBS, MBS and ABS. The Sub-Fund may invest no more than 40% of its net assets in debt instruments with loss absorption features out of which up to 5% of its net assets may be invested in CoCos with loss absorption features (such as Additional Tier 1 capital and Tier 2 capital instruments with mechanical triggers (i.e. debt instruments with write-down or conversion into equity features with pre-specified triggers)) and up to 40% of its net assets in aggregate in external LAC² debt instruments, TLAC³ debt instruments, non-preferred senior debt and other subordinated debts with loss absorption features. Subject to the above limits, the Sub-Fund's combined exposure to TLAC debt instruments and external LAC debt instruments may be more than 30% of its net assets.

The Sub-Fund may continue to hold securities that are downgraded below the minimum indicated rating after purchase but may not make additional purchases of such securities.

Yankee bonds mean debt of foreign issuers issued in the US domestic market. Global bonds mean debt issued simultaneously in the eurobond and US domestic bond markets.

¹ The credit rating rated by Standard & Poor's (or comparable rating by Moody's Investor Services or Fitch).

² External LAC debt instruments under the Financial Institutions (Resolution) (Loss-absorbing Capacity Requirements ("LAC") – Banking Sector) Rules

³ Debt instruments issued under a regime of non-Hong Kong jurisdictions which implements the Financial Stability Board's standards for "Total Loss-absorbing Capacity Term Sheet" ("TLAC")

In accordance with the Hong Kong Summary Prospectus, existing shareholders in the Sub-Fund who do not consent to the above change shall be entitled to request the redemption or conversion of their shares without redemption or conversion fees (as applicable) from the date of this notice until 31 March 2021 (inclusive).

(3) Notice to the shareholders of the "Eastspring Investments – US Investment Grade Bond Fund" (for the purpose of this section, the "Sub-Fund")

The investment objective of the Sub-Fund will be amended due to the increase of external LAC and TLAC debt issuances by the majority of large global systemically important banks (“G-SIB banks”) following the adoption of Financial Principals of Loss-Absorbing and Recapitalisation of G-SIB banks by the Financial Stability Board. The changes will increase flexibility for the Sub-Fund to invest in both external LAC debt instruments and TLAC debt instruments, and shall read as follows, with effect as of 1 April 2021:

This Sub-Fund invests in a diversified portfolio consisting primarily of quality bonds and other fixed income/debt securities denominated in US dollars, issued in the US market (including "Yankee" and "Global" bonds) rated BBB- and above⁴. The Sub-Fund may invest up to 15% of its net assets in CMBS, MBS and ABS. The Sub-Fund may invest no more than 40% of its net assets in debt instruments with loss absorption features out of which up to 5% of its net assets may be invested in CoCos with loss absorption features (such as Additional Tier 1 capital and Tier 2 capital instruments with mechanical triggers (i.e. debt instruments with write-down or conversion into equity features with pre-specified triggers)) and up to 40% of its net assets in aggregate in external LAC⁵ debt instruments, TLAC⁶ debt instruments, non-preferred senior debt and other subordinated debts with loss absorption features. Subject to the above limits, the Sub-Fund’s combined exposure to TLAC debt instruments and external LAC debt instruments may be more than 30% of its net assets.

The Sub-Fund may continue to hold securities that are downgraded below the minimum indicated rating after purchase but may not make additional purchases of such securities.

Yankee bonds mean debt of foreign issuers issued in the US domestic market. Global bonds mean debt issued simultaneously in the eurobond and US domestic bond markets.

In accordance with the Hong Kong Summary Prospectus, existing shareholders in the Sub-Fund who do not consent to the above change shall be entitled to request the redemption or conversion of their shares without redemption or conversion fees (as applicable) from the date of this notice until 31 March 2021 (inclusive).

In relation to the changes set out in paragraphs (2) and (3) above (collectively referred to as “**Increase in LAP Exposure**”), the Sub-Funds “**Eastspring Investments – US High Investment Grade Bond Fund**” and “**Eastspring Investments – US Investment Grade Bond Fund**” may be exposed to

⁴ The credit rating rated by Standard & Poor’s (or comparable rating by Moody’s Investor Services or Fitch).

⁵ External LAC debt instruments under the Financial Institutions (Resolution) (Loss-absorbing Capacity Requirements (“LAC”) – Banking Sector) Rules

⁶ Debt instruments issued under a regime of non-Hong Kong jurisdictions which implements the Financial Stability Board’s standards for “Total Loss-absorbing Capacity Term Sheet” (“TLAC”)

increased risks associated with debt instruments with loss absorption features, which are set out in the Hong Kong Summary Prospectus and inserted as key risks in the product key facts statement (“KFS”) of each of the Sub-Funds.

Apart from the Increase in LAP Exposure, there will be no other changes in the operation or manner in which each of the Sub-Funds is being managed and there will be no effect on existing investors as a result of the Increase in LAP Exposure. Except as disclosed above, there will be no other changes in the features and risks applicable to the Sub-Funds. There will be no change in the fee level or cost in managing the Sub-Funds, and the rights or interests of existing investors will not be materially prejudiced following the Increase in LAP Exposure. Part of the costs and expenses incurred by the Increase in LAP Exposure, which is estimated to be around EUR2,000 for each Sub-Fund, will be borne by each of the Sub-Funds Eastspring Investments – US High Investment Grade Bond Fund and Eastspring Investments – US Investment Grade Bond Fund. Other than the EUR2,000 per Sub-Fund mentioned, the two Sub-Funds and Hong Kong investors will not bear other costs and expenses in relation to the Increase in LAP Exposure.

(4) Notice to the shareholders of the "Eastspring Investments – Global Market Navigator Fund" sub-fund (for the purpose of this section, the "Sub-Fund")

Currently, the existing Investment Manager of Eastspring Investments – Global Market Navigator Fund is Eastspring Investments (Singapore) Limited (“**Investment Manager**”) and the Investment Manager has delegated the investment management functions for investments in high yield bonds of the Sub-Fund to PPM America, Inc. as the Sub-Investment Manager.

The Sub-Investment Manager will be removed from the Sub-Fund with effect from 1 April 2021 (the “**Effective Date**”) in order to streamline the investment process. From the Effective Date, the existing delegation to the Sub-Investment Manager by the Investment Manager will be terminated. The Investment Manager will assume responsibility for the day-to-day investment management of the Sub-Fund, including for the Sub-Fund’s investment in high yield bonds.

The removal of the Sub-Investment Manager will not result in any change in the investment objective and policy of the Sub-Fund, the risk profile of the Sub-Fund, the level of the fees payable by the SICAV and the Sub-Fund, and do not materially prejudice the rights or interests of the Shareholders. Apart from the changes in the operations as a result of the above change to the Sub-Fund, the Management Company considers that there is no other impact on how the SICAV and the Sub-Fund currently operate and the manners in which the SICAV and the Sub-Fund are being managed. There will be no change in the fee level or cost in managing the Sub-Fund as a result of the removal of the Sub-Investment Manager. Part of the costs and expenses incurred by the removal of the Sub-Investment Manager, which is estimated to be around EUR2,000, will be borne by the Sub-Fund Eastspring Investments – Global Market Navigator Fund. Other than the EUR2,000 mentioned, the Sub-Fund and Hong Kong investors will not bear other costs and expenses in relation to the removal of the Sub-Investment Manager.

In accordance with the Hong Kong Summary Prospectus, existing shareholders in the Sub-Fund who do not consent to the above change shall be entitled to request the redemption or conversion of their shares without redemption or conversion fees (as applicable) from the date of this notice until 31 March 2021 (inclusive).

(5) Updates in relation to nominee services

HSBC Institutional Trust Services (Asia) Limited is currently the only Nominee which provides nominee service to authorised distributors of the SICAV in Hong Kong. The Hong Kong Summary Prospectus will be amended to reflect that other nominee companies may provide nominee service to authorised distributors in Hong Kong with effect from 1 April 2021.

(6) Updates in relation to the dealing cut-off time

Currently, the cut-off time of authorised distributors in Hong Kong for subscription applications, redemption or conversion requests is 3:00 p.m., Hong Kong time, on a Valuation Day.

With effect from 1 April 2021, the Hong Kong Summary Prospectus will be amended to reflect that different authorised distributors may impose different internal dealing cut-off times, which should in any case be prior to cut-off time of the Central Administration Agent of the SICAV at 2:00 p.m. (Luxembourg time). Before submitting your subscription application, redemption or conversion request, please check with your authorised distributor for their internal cut-off time.

Corresponding changes will be made to the Hong Kong Summary Prospectus and KFS of the sub-funds in due course to reflect the changes set out in this notice and other miscellaneous, editorial and/or administrative updates. You should refer to the updated Hong Kong offering documents for further details.

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The current version of the Hong Kong Summary Prospectus and KFS are available on www.eastspring.com.hk⁷ and hardcopies will also be made available free of charge upon request at the registered office of the Hong Kong Representative, Eastspring Investments (Hong Kong) Limited.

The Board of Directors accepts responsibility for the accuracy of the contents of this notice to Hong Kong Shareholders as at the date of its publication.

If you have any questions or concerns about the foregoing, please contact the Hong Kong Representative, Eastspring Investments (Hong Kong) Limited, at 13/F, One International Finance Centre, 1 Harbour View Street, Central, Hong Kong and (+852) 2868 5330, or your usual contact agent.

1 March 2021

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By order of the Board of Directors

⁷ This website has not been reviewed by the SFC.