

Prepared on: 01/07/2022

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- It is important to read the Prospectus before deciding whether to purchase units in the product ("Units"). If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

EASTSPRING INVESTMENTS UNIT TRUSTS - FIXED INCOME PLAN SERIES 3 (the "Fund")

Product Type	Unit Trust	Inception Date	19 August 2021
Manager	Eastspring Investments (Singapore) Limited	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency²	Every Business Day
Capital Guaranteed	No	Expense Ratio for financial year ended 31 December 2021	0.34% (annualised)

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- seek total return;
- have a short investment horizon and have a moderate risk tolerance;
- are comfortable with the risk of a fund investing predominantly in a portfolio of bonds and other debt securities from issuers in the Asia-Pacific region and Emerging Markets; and
- appreciate that their capital may be at risk and that the value of their investment may fall as well as rise.

The time horizon of each Class of the Fund is limited (i.e. up to the Maturity Date of that Class) and the time horizon of the Fund is limited (i.e. up to the Maturity Date of the last remaining Class or Classes, as the case may be). Investors should have regard to the fixed time horizon of the relevant Class or the Fund in deciding whether investment in the Fund is suitable for them. Neither the income nor the capital of the Fund is guaranteed. Investors may not recoup the original amount invested in the relevant Class or Fund at the Maturity Date. You should consult your financial advisers if in doubt whether this product is suitable for you.

Further Information

Refer to "Product Suitability" of the Prospectus for further information on product suitability.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

- You are investing in a unit trust constituted in Singapore that aims to generate income over its tenure and return the initial investment upon maturity by investing in a portfolio of bonds and other debt securities from issuers in the Asia-Pacific region and Emerging Markets. The Fund may also invest in bonds and other debt securities in the developed markets. The Fund is not a capital guaranteed or capital protected product.
- Each Class of the Fund will operate for a fixed period (the "tenure"). Each Class' tenure is intended to be one year from its Commencement Date, and to terminate on its Maturity Date. The Manager shall determine the start date and period of the Initial Offer Period for each Class. The Fund has commenced on 19 August 2021, and will mature and terminate on the Maturity Date of the last remaining Class (or Classes, as the case may be).

Refer to "Basic Information" and "Structure, Investment Objective, Focus and Approach" of the Prospectus for further information on features of the product.

¹ The Prospectus is available for collection at Eastspring Investments (Singapore) Limited, 10 Marina Boulevard #32-01 Marina Bay Financial Centre Tower 2 Singapore 018983, during business hours or accessible at www.eastspring.com.sg.

² For redemptions only. Please note Units of a Class of the Fund can only be purchased during the Initial Offer Period of that Class (please check with the relevant appointed distributor for details on the Initial Offer Period).

Investment Strategy

- As at the inception of the Fund, at least 80% of the NAV of the Fund will be invested in investment grade bonds, while not more than 20% of its NAV will be invested in non-investment grade bonds. The average credit rating of the portfolio will be at least BBB (investment grade), following the rating of international credit rating agencies such as Standard & Poor's, Moody's or Fitch Ratings. The allocation between investment grade bonds and non-investment grade bonds may change over the tenure of the Fund.
- The Fund will invest in USD-denominated bonds issued in the Asia Pacific region and Emerging Markets. The Manager intends to buy and hold the securities with active monitoring during the product tenure. There may be portfolio turnover should there be material credit developments which impact default risks of a bond or debt security or if there are more attractive investment opportunities.
- In respect of a Class, the Fund may be substantially invested in liquid assets (including fixed deposits, short-term bills, government bonds, money market funds and cash) during the two months prior to the relevant Maturity Date of that Class. The Fund may also be fully invested or held in liquid assets during times of adverse market conditions or if the Manager otherwise considers it in the best interest of the Fund.
- Additionally, the Fund may employ derivatives for hedging or efficient portfolio management purposes.
- The Manager applies a "top-down" investment approach through economic and market analysis to establish interest rate and credit allocation strategy
- This is complemented with a "bottom-up" credit selection process, which involves the research and analysis of bond issuers, to identify value opportunities and manage credit risks.

Refer to "Structure, Investment Objective, Focus and Approach" of the Prospectus for further information on the investment strategy of the product.

Parties Involved

WHO ARE YOU INVESTING WITH?

- The Fund is constituted under Eastspring Investments Unit Trusts
- The Manager of the Fund is Eastspring Investments (Singapore) Limited
- The Trustee is HSBC Institutional Trust Services (Singapore) Limited
- The Custodian is The Hongkong and Shanghai Banking Corporation Limited
- The counterparty for the currency management services of the hedged Classes of the Fund is The Hong Kong and Shanghai Banking Corporation Limited

Refer to "Basic Information", "The Manager", "The Trustee and Custodian" and "Insolvency of the Parties" for further information on the role and responsibilities of these entities and what happens if they become insolvent.

KEY RISKS

WHAT ARE THE KEY RISKS OF THIS INVESTMENT?

The value of the product and its dividends or coupons (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:

Refer to "Risks" of the Prospectus for further information on risks of the product.

Market and Credit Risks

- **You are exposed to interest rate and credit risks.** The Fund invests in bonds which are subject to interest rate fluctuations and credit risks, such as risk of default by issuers.
- **You are exposed to counterparty risks.** The Fund will be exposed to the credit risk on counterparties with which it trades and any default by such a counterparty could result in substantial losses to the Fund.
- **You are exposed to currency risks.** The Fund is denominated in US dollars. As the Fund may invest in securities which are denominated in other currencies, fluctuations in the exchange rates between the US dollar and these other currencies may affect the income and value of the Fund. You may also be exposed to additional exchange rate risks if your reference currency is the Singapore dollar.

Liquidity Risks

- **The Fund is not listed and you can realise your Units only on Business Days.** There is no ready secondary market for the Fund. All realisation requests should be submitted in the manner set out in the Prospectus.
- **You are exposed to liquidity risks of the Fund's investments and your realisation request may be deferred or suspended.** The Fund may have investments which have high liquidity risks (for example, low trading volumes) and may incur substantial losses if it is unable to sell these investments at opportune times or prices. Under certain circumstances (not limited to the liquidity of the underlying investments in the Fund) as detailed in the Prospectus, your realisation request may be deferred or suspended.

Product-Specific Risks

- **You are exposed to emerging markets risks.** The Fund may invest in emerging markets which generally carry greater political, legal, tax and regulatory risks than more developed markets.
- **You are exposed to the risks from the Fund investing in bonds below investment grade or are unrated.** In particular high yield bonds may subject the Fund to higher credit/default risks, volatility and liquidity risks than investment grade bonds.
- **You are exposed to derivatives risks.** The Fund may use derivative instruments for efficient portfolio management and/or hedging purposes. Derivatives involve risks different from, and, in some cases, greater than, the risks presented by more traditional securities investments. Some of the risks associated with derivatives are market risk, management risk, credit risk, liquidity risk, operational risk and leverage risk.
- **You are exposed to risk of different yields / income.** Each Class will have a different Commencement Date and Maturity Date, and Classes which are incepted first may purchase securities at the prevailing time which may not have the same yield or income as the securities purchased by Classes which are commenced subsequently. This may affect the yield / income of a Class of the Fund, and the performance of a Class may be significantly different from the performance of another Class which is launched prior to or subsequent to the first-mentioned Class.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

Payable directly by you

You will need to pay the following fees and charges as a percentage of your gross investment sum:

Initial Sales Charge	Up to 1% (maximum 2%)
Realisation Charge*	1%
Transactions Adjustment ³	Up to 0.5%
Switching Fee	Not applicable, no switching allowed

* The realisation charge will be paid into and form part of the deposited property of the Fund. If you hold your Units until the relevant Maturity Date, the realisation charge does not apply.

Appointed distributors may (depending on the specific nature of services provided) impose other fees and charges not disclosed here. Please check with the relevant appointed distributor for further details.

Payable by the Fund from invested proceeds

The Fund will pay the following fees and charges to the different parties:

Management Fee*	Class A USD and Class A SGD (hedged): Up to 0.5% p.a. (maximum 2% p.a.) Class I USD: Up to 0.25% p.a. (maximum 2% p.a.) <u>Class A USD and Class A SGD (hedged)</u> (a) 35% to 70% ⁴ of Management Fee (b) 30% to 65% ⁵ of Management Fee
(a) Retained by Manager (b) Paid by Manager to financial advisers/distributors (trailer fee)	
Trustee's Fee	Below 0.06% per annum (maximum 0.2% p.a.) (subject to minimum fee of US\$15,000 per annum)
Custodian Fee	Currently below 0.15% p.a., depending on number and volume of transactions
Valuation Fee	Up to 0.04% per annum
Registrar's Fee	More than 0.1% per annum if the Fund's total asset under management is less than US\$10 million, plus transactional fees

*The Management Fee of Classes of the Fund may subsequently be reduced by the Manager in its sole discretion at any time after the relevant Class' Commencement Date. You should check with the agent or distributor through whom you subscribe for Units of the Fund whether they impose other fees and charges not included in the Prospectus.

³ The Manager does not intend to but may, in its discretion, impose a Transactions Adjustment in respect of any subscriptions for Class A₁ USD, Class A₁ SGD (hedged) and Class I₁ USD Units.

⁴ The Management Fee is retained by the Manager, as may be agreed between the parties.

⁵ This range may change from time to time without prior notice depending on the agreement between (i) the Manager and (ii) the relevant financial adviser/distributor. Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Manager.

Refer to "Fees and Charges" of the Prospectus for further information on fees and charges.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

The indicative issue and realisation price per Unit (NAV per Unit) of the Fund will be available from www.eastspring.com.sg normally one Business Day after each relevant Dealing Day.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- If you are a first-time investor in the Fund, you will have the right to cancel your subscription within 7 calendar days from the date of your subscription without incurring the sales charge or realisation charge stated above. However, you will have to take the risk for any price changes in the NAV of the Fund.

Refer to “Cancellation of Subscription by New Investors”, “Realisation of Units” and “Obtaining Prices of Units” of the Prospectus for further information on valuation and exiting from the product.

On Maturity Date

- Each Class of the Fund will terminate on its Maturity Date. If you hold your Units in the relevant Class until its Maturity Date, you will receive the net proceeds from the liquidation of investments attributable to that Class, in proportion to your unitholding in that Class. You should note that no realisation charge will be imposed in respect of the Units of any Class if such Units are held to the relevant Maturity Date.
- You will normally receive the termination proceeds within 5 Business Days of the Maturity Date. On the Maturity Date of a Class, the Fund may still hold bonds attributable to that Class which have defaulted. The recovery process of these bonds may extend beyond the Maturity Date and may or may not be successful. If successful, the Trustee will distribute the proceeds from recovery based on the number of Units held by holders of that Class in accordance with the provisions of the trust deed of the Fund.

Exiting during the tenure of the relevant Class

- On any other Business Day during the tenure of the relevant Class, you can exit the Fund by submitting a signed written instruction or realisation form to the Manager or the appointed distributor from whom you purchased your Units. Please note a realisation charge will be imposed on such redemptions. A Transactions Adjustment may also be imposed on the realisation of Units in any Class.
- Partial realisations of Class A SGD (hedged) and Class A USD Units are subject to minimum holding requirements. Your realisation price is determined as follows (please note that appointed distributors may impose a different cut-off time):
 - If you submit your realisation request to the appointed distributor by 3.00 p.m. Singapore time on a Business Day, the realisation price will be based on the NAV per Unit at the close of business on that Business Day.
 - If you submit your realisation request after 3.00 p.m. Singapore time or on a day which is not a Business Day, the realisation price will be based on the NAV per Unit at the close of business of the next Business Day.
- You will normally receive the realisation proceeds within seven Business Days from the date the Manager receives and accepts your realisation request.
- The realisation proceeds that you will receive will be the realisation price multiplied by the number of Units sold, less any charges. Currently, a 1% realisation charge is imposed and a Transactions Adjustment of up to 0.5% may be imposed. An example is as follows:

e.g.	US\$10.100	-	US\$0.101	-	US\$0.0505	=	US\$9.9485
	Realisation Price		Realisation		Transactions		Realisation Price net
	(= NAV per Unit)		Charge of 1%		Adjustment		of Realisation Charge
					of 0.5%		and Transactions
							Adjustment
	US\$9.9485	x	500 Units			=	US\$4,974.25
	Realisation Price net		Realisation				Net Realisation
	of Realisation Charge		Request				Proceeds
	and Transactions						
	Adjustment						

CONTACT INFORMATION

HOW DO YOU CONTACT US?

You may contact Eastspring Investments (Singapore) Limited at (65) 6349 9711 or visit our appointed distributors listed on www.eastspring.com.sg.

APPENDIX: GLOSSARY OF TERMS

Asia Pacific region	means the region including but not limited to the following countries: Japan, Korea, Taiwan, Hong Kong, Philippines, Thailand, Malaysia, Singapore, Indonesia, China, India, Pakistan, Australia and New Zealand.
Business Day	means any day other than Saturday, Sunday or gazetted public holiday on which commercial banks in Singapore are generally open for business, or where the context expressly requires, any day other than Saturday, Sunday or gazetted public holiday on which commercial banks in Singapore or elsewhere are generally open for business, or any other day as the Manager and the Trustee may agree in writing.
Commencement Date	means, in respect of a Class, the next Business Day after the close of a Class' Initial Offer Period or such other date as the Manager may determine.
Dealing Day	means each Business Day in Singapore and the US.
Emerging Markets	means the region including but not limited to the following countries: Brazil, Chile, China, Columbia, Czech Republic, Egypt, Hungary, India, Indonesia, Korea, Malaysia, Mexico, Morocco, Peru, Philippines, Poland, Qatar, Russia, South Africa, Taiwan, Thailand, Turkey and the United Arab Emirates.
Initial Offer Period	means an initial offer period within 12 months from the date of the Prospectus, which shall start from such date and be for such period as may be determined by the Manager.
Maturity Date	means, in respect of a Class, the first Business Day one year after its Commencement Date unless otherwise determined by the Manager with not less than one month's notice to the Trustee and the relevant holders of the change in the date of maturity of that Class.
NAV	means Net Asset Value.
Transactions Adjustment	means, in relation to the issue (or realisation) of a Unit of a Class, an adjustment of up to such amount (if any) as the Manager determines represents the duties and charges which would have been payable in purchasing (or selling) the investments constituting the relevant deposited property for the account of the Fund, in connection with the issue (or realisation) of that Unit.