

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the Prospectus before deciding whether to purchase units in the product. 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.

## FULLERTON DYNAMIC STRATEGIES FUND – BALANCED

(the "Sub-Fund"), a sub-fund of Fullerton Fund

Product Type	Unit Trust	Launch Date	17 April 2013 <sup>2</sup>
Managers	Fullerton Fund Management Company Ltd	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for year ended 31 March 2019 <sup>3</sup>	2.33%

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors who:
  - seek medium to long-term capital appreciation; and
  - are comfortable with the risks of a fund which invests about 50% in fixed income and 50% in equities and is exposed to various asset classes (including equities, fixed income, money market, cash, commodities and alternatives) primarily in collective investment schemes and other investment funds (including ETFs, REITs and other permissible investments).

Further information  
Refer to Annex 7 (A and K) of the Prospectus for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a sub-fund of an umbrella unit trust constituted in Singapore. The Sub-Fund aims to provide you with returns through medium to long-term capital appreciation by investing into various asset classes.
- Distributions (if any) may be declared in our absolute discretion and may reduce the Sub-Fund's NAV.

Refer to the "Basic Information" section and Annex 7 (A and D) of the Prospectus for further information on features of the product.

### Investment Strategy

- The Sub-Fund will invest primarily in collective investment schemes and other investment funds (including ETFs, REITs and other permissible investments), whether actively or passively managed, for exposure to various asset classes, including equities, fixed income, money market, cash, commodities and alternatives (including, without limitation, listed and over-the-counter FDIs).
- The Sub-Fund may also invest directly in securities (including but not limited to equities, units of business trusts, bonds and convertible bonds) in accordance with its investment objective and asset allocation strategy, as we deem appropriate.
- The long-term strategic percentage mix (or neutral asset allocation) for the Sub-Fund is 50% fixed income and 50% equities. We may, from time to time and at our sole discretion, vary the percentage of the NAV of the Sub-

Refer to Annex 7 (B) of the Prospectus for further information on the investment strategy of the product.

<sup>1</sup> The Prospectus is available from us or the appointed agents or distributors, or accessible at <http://www.fullertonfund.com>.

<sup>2</sup> This refers to the earliest launched class that is offered under the Prospectus.

<sup>3</sup> Figures relate to classes that have been incepted as at 31 March 2019.

<p>Fund that is exposed to the various underlying investments, including the percentage allocation stated above.</p> <ul style="list-style-type: none"> <li>• We may use or invest in FDIs for hedging, EPM, optimising returns or a combination of all three objectives.</li> <li>• The Sub-Fund may also invest in other Authorised Investments.</li> </ul>	
<b>Parties Involved</b>	
<p><b>WHO ARE YOU INVESTING WITH?</b></p> <ul style="list-style-type: none"> <li>• The Managers are Fullerton Fund Management Company Ltd.</li> <li>• The Trustee is HSBC Institutional Trust Services (Singapore) Limited.</li> <li>• The Custodian is The Hongkong and Shanghai Banking Corporation Limited.</li> </ul>	<p>Refer to the "The Managers" and "The Trustee and Custodian" sections of the Prospectus for further information on their roles and responsibilities, and what happens if they become insolvent.</p>
<b>KEY RISKS</b>	
<p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b>  <b>The value of the product and its distributions may rise or fall. These risk factors may cause you to lose some or all of your investment (including initial principal investment). You should note that the NAV of the Sub-Fund has potential for high volatility due to its investment policies or portfolio management techniques.</b></p>	<p>Refer to the "Risks" section and Annex 7 (H) of the Prospectus for further information on risks of the product.</p>
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li>• <b>You are exposed to equity market risk.</b> <ul style="list-style-type: none"> <li>○ Generally, equities have greater volatility than fixed income securities.</li> </ul> </li> <li>• <b>You are exposed to the risk of interest rate fluctuations.</b> <ul style="list-style-type: none"> <li>○ Generally, the price of fixed income securities rises when interest rate falls and vice versa. The longer the term of a fixed income instrument, the more sensitive it will be to interest rate fluctuations.</li> </ul> </li> <li>• <b>You are exposed to credit risk.</b> <ul style="list-style-type: none"> <li>○ The issuer of securities, counterparties and custodians to transactions may default on their obligations.</li> </ul> </li> <li>• <b>You are exposed to currency risk.</b> <ul style="list-style-type: none"> <li>○ Changes in currencies and exchange control regulations may affect your investment. Changes in foreign exchange rates, which may not be fully hedged, may affect the Sub-Fund's income. Hedging will not eliminate all the risk of loss due to currency fluctuations.</li> </ul> </li> <li>• <b>You are exposed to political, regulatory and legal risks.</b> <ul style="list-style-type: none"> <li>○ The Sub-Fund may be affected by international political developments, changes in government and taxation policies, restrictions on foreign investment and currency repatriation, and other developments in the laws and regulations of countries in which it may invest.</li> </ul> </li> </ul>	
<b>Liquidity Risks</b>	
<ul style="list-style-type: none"> <li>• <b>The Sub-Fund is not listed and you can redeem only on Dealing Days through us or the appointed agents or distributors.</b></li> <li>• The Sub-Fund may face difficulties in unwinding or offsetting its investments due to insufficient buyers or market disruption. In exceptional circumstances, the Sub-Fund's investments in underlying funds or trusts may not be readily redeemable.</li> </ul>	
<b>Product-Specific Risks</b>	
<ul style="list-style-type: none"> <li>• <b>You are exposed to derivatives risk.</b> <ul style="list-style-type: none"> <li>○ The Sub-Fund and its underlying funds may use FDIs. They may be negatively impacted if the FDIs do not work as anticipated. They may suffer greater losses than if FDIs are not used. FDIs are exposed to counterparty, regulatory and other risks.</li> </ul> </li> <li>• <b>You are exposed to the risk of investing in other funds or ETFs.</b> <ul style="list-style-type: none"> <li>○ The Sub-Fund may heavily invest in one or a very small number of</li> </ul> </li> </ul>	

- investment funds, which could result in large gains or losses.
- The trading price of an ETF may differ from its NAV.
- **You are exposed to commodities risk.**
  - Prices of commodity equities and futures are influenced by various macroeconomic factors (e.g. climatic and geopolitical conditions; changing supply and demand relationships; disease and other natural phenomena; agricultural, trade, fiscal, monetary and exchange control programmes and policies of governments; government intervention in certain markets) and other unforeseeable events.

**FEES AND CHARGES**

**WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?**

Payable directly by you (as a percentage of your gross investment amount):

<b>Preliminary Charge</b>	Currently up to 5%, Maximum 5%
<b>Realisation Charge</b>	Currently 0%, Maximum 2%
<b>Switching Fee</b>	Currently up to 2%, Maximum 2%

Payable by the Sub-Fund from invested proceeds to us, the Trustee and other parties (as a percentage of the Sub-Fund's NAV):

<b>Management Fee</b>	Currently 1.2% p.a., Maximum 1.5% p.a.
Class A and B:	
<i>Out of the Management Fee:</i>	<i>Retained by us: 40% to 100%. Paid by us to agents or distributors (trailer fee): 0% to 60%<sup>4</sup>.</i>
<b>Trustee Fee</b>	Currently not more than 0.1% p.a., Maximum 0.25% p.a., Minimum S\$12,000 p.a..
<b>Other fees and charges</b>	Each of the registrar fee, valuation fee, audit fee, custody and transaction fees and other fees and charges may amount to or exceed 0.1% p.a..

Payable by the Sub-Fund to the underlying funds:

<b>Preliminary charge</b>	Ranging from 0% to 5%
<b>Realisation charge</b>	Ranging from 0% to 5%
<b>Switching fee</b>	Ranging from 0% to 2%

Payable out of the underlying funds:

<b>Management fee</b>	Ranging from 0% p.a. to 2% p.a.
<b>Other fees (which may include but are not limited to fees paid to the trustee, depositary or custodians; legal fees; audit fees; fund administration fees and transfer agency fees)</b>	Each fee ranging from 0% p.a. to 0.5% p.a.
<b>Performance fee (if any)</b>	Ranging from 0% to 25%

- Other expenses may be charged to the Sub-Fund and underlying funds.

**VALUATIONS AND EXITING FROM THIS INVESTMENT**

**HOW OFTEN ARE VALUATIONS AVAILABLE?**

The Sub-Fund is valued on each Dealing Day. The issue and realisation prices of Units are quoted on a forward pricing basis and will generally be available within 2 Business Days after the relevant Dealing Day from us or our authorised agents, and may also be published on Bloomberg daily.

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

- You can exit the Sub-Fund on any Dealing Day by submitting a realisation form to us, either directly or through the agent or distributor from whom you subscribed for your Units.
- First-time investors may cancel subscription of Units within 7 calendar days from date of subscription by submitting the Notice on Cancellation Form. You may do so without incurring the preliminary charge and fees stated above. However, you will be exposed to price changes in the NAV of the

Refer to the "Fees and Charges" section and Annex 7 (G) of the Prospectus for further information on fees and charges.

Refer to the "Realisation of Units" and "Obtaining Prices of Units" sections of the Prospectus for further information on valuation and exiting from the product.

<sup>4</sup> Your agent or distributor is required to disclose to you the amount of trailer fee it receives from us.

<p>Sub-Fund since your subscription and will need to pay any bank charges, administrative or other fee imposed by the agent or distributor.</p> <ul style="list-style-type: none"> <li>You will usually receive the realisation proceeds within 7 Business Days after your realisation request is received and accepted by us.</li> <li>If you submit the realisation form by 5pm on a Dealing Day, you will be paid a price based on the NAV per Unit of the relevant class as at the Valuation Point. If submitted after 5pm on a Dealing Day, your form will be treated as having been received on the next Dealing Day.</li> <li>Net realisation proceeds that you will receive will be realisation price multiplied by number of Units realised, less any charges. For example: <table style="margin-left: 40px; border-collapse: collapse;"> <tr> <td style="padding-right: 10px;">1,000 Units</td> <td></td> <td style="padding-right: 10px;">S\$1.05000</td> <td></td> <td style="padding-right: 10px;">S\$1,050.00</td> </tr> <tr> <td>Number of Units realised</td> <td style="text-align: center;">x</td> <td>Realisation Price</td> <td style="text-align: center;">=</td> <td>Gross realisation proceeds</td> </tr> <tr> <td>S\$1,050.00</td> <td></td> <td>S\$0.00</td> <td></td> <td>S\$1,050.00</td> </tr> <tr> <td>Gross realisation proceeds</td> <td style="text-align: center;">-</td> <td>Realisation Charge</td> <td style="text-align: center;">=</td> <td>Net realisation proceeds</td> </tr> </table> </li> </ul>	1,000 Units		S\$1.05000		S\$1,050.00	Number of Units realised	x	Realisation Price	=	Gross realisation proceeds	S\$1,050.00		S\$0.00		S\$1,050.00	Gross realisation proceeds	-	Realisation Charge	=	Net realisation proceeds	
1,000 Units		S\$1.05000		S\$1,050.00																	
Number of Units realised	x	Realisation Price	=	Gross realisation proceeds																	
S\$1,050.00		S\$0.00		S\$1,050.00																	
Gross realisation proceeds	-	Realisation Charge	=	Net realisation proceeds																	

**CONTACT INFORMATION**

<p><b>HOW DO YOU CONTACT US?</b>          If you have any queries or feedback, you may contact us at:          Telephone No : 6808 4688          Email : <a href="mailto:info@fullerton.com.sg">info@fullerton.com.sg</a></p>	
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**APPENDIX: GLOSSARY OF TERMS**

<b>Authorised Investments</b>	The definition of Authorised Investments is set out in Clause 1.1 of the trust deed relating to the Sub-Fund. Relating to this, you should also consider the definitions of Quoted Investment, Unquoted Investment, Investment and Cash as stated in that clause.
<b>Business Day</b>	Every day (other than a Saturday, Sunday or public holiday) on which commercial banks are open for business in Singapore or any other day as the Managers and the Trustee may agree in writing.
<b>Dealing Day</b>	In connection with the issuance, cancellation and realisation of Units, means every Business Day in Singapore.
<b>EPM</b>	Efficient portfolio management.
<b>ETFs</b>	Exchange traded funds.
<b>FDIs</b>	Financial derivative instruments, which may include (but not limited to) options on securities, over-the-counter options, interest rate swaps, credit default swaps, futures, currency forwards, contract for difference, credit derivatives or structured notes such as credit-linked notes, equity-linked notes and index-linked notes.
<b> Holders</b>	Holders of Units.
<b>NAV</b>	(a) In relation to the Sub-Fund, the value of all assets of the Sub-Fund less liabilities or, as the context may require, of a Unit of the Sub-Fund, determined in accordance with the provisions of the trust deed relating to the Sub-Fund. (b) In relation to any other fund, means the net asset value of that fund.
<b>p.a.</b>	per annum.
<b>REITs</b>	Real estate investment trusts.
<b>S\$</b>	Singapore dollar.
<b>Units</b>	Units in the Sub-Fund.
<b>Valuation Day</b>	The relevant Dealing Day or such other day as we may determine (with the prior approval of the Trustee) upon one month's prior notice of the change being given to the Holders.
<b>Valuation Point</b>	The close of business of the last relevant market to close on the relevant Valuation Day on which the NAV of the Sub-Fund or class of its Units is to be determined for a Dealing Day (or such other time as we may determine), subject to the Trustee's prior approval and (if required by the Trustee) providing notice to the Holders.