

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 SHORT TERM INTEREST RATE FUND

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

Product Type	Unit Trust	Launch Date <sup>2</sup>	9 September 2004
Managers	Fullerton Fund Management Company Ltd	Custodian	The Hongkong and Shanghai Banking Corporation Limited
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio for year ended 31 March 2023 <sup>3</sup>	0.13% - 0.53%

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors who:
  - seek medium-term capital appreciation; and
  - are looking for a broadly diversified fund which invests primarily in fixed income securities and money market instruments with no specific industry or sectoral emphasis.

#### Further information

Refer to Annex 1 (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-term capital appreciation by investing in fixed income securities and money market instruments.
- Distributions (if any) may be declared in our absolute discretion and may reduce the Sub-Fund's NAV. Distributions may be made out of capital. For Classes C1, D1 (US\$-Hedged) and D2 (AUD-Hedged), we intend to declare quarterly distributions. All other classes are accumulating classes.

Refer to the "Basic Information" section and Annex 1 (A and E) of the Prospectus for further information on features of the product.

### Investment Strategy

- The Sub-Fund will invest in Singapore Dollar and foreign currency denominated fixed income securities, of up to 5 years tenure, and money market instruments.
- The foreign currency denominated fixed income securities will be fully hedged back to the Singapore Dollar except for a 1% (from 13 March 2024, 5%) frictional currency limit (to account for possible deviations from a 100% hedge), and will have investment-grade credit ratings of at least BBB- by Standard and Poor's or Baa3 by Moody's (or their respective equivalents). The investments are to be made after analysing historic and expected interest rate movements.
- The Sub-Fund may also invest in FDIs for the purposes of hedging and/or EPM (namely, managing risks) without leveraging the portfolio.

Refer to Annex 1 (B) of the Prospectus for further information on the investment strategy of the product.

### Parties Involved

#### WHO ARE YOU INVESTING WITH?

- The Managers are Fullerton Fund Management Company Ltd.

Refer to the "The Managers" and "The

<sup>1</sup> The Prospectus is available from us or the appointed agents or distributors, or accessible at <https://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 the stated date.

<ul style="list-style-type: none"> <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>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).</b></p>	<p>Refer to the "Risks" section and Annex 1 (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 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> <li>○ Classes which are not expressed in the Sub-Fund's base currency are also subject to exchange rate fluctuations between the class and base currencies. For Classes D (US\$-Hedged), D1 (US\$-Hedged) and D2 (AUD-Hedged), we intend to hedge the relevant class currency (US\$ or AUD) against the base currency of S\$ but this may not be fully hedged.</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 size of the Sub-Fund's portfolio may make it less easy for the Sub-Fund to buy or sell securities in the Singapore fixed income markets.</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 may use FDIs. It may be negatively impacted if the FDIs do not work as anticipated. It 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 risks from distributions out of capital.</b> <ul style="list-style-type: none"> <li>○ The Sub-Fund may make distributions out of its capital (if income is insufficient). This may cause its NAV to fall, and amount to a partial return of your original investment and reduced future returns.</li> </ul> </li> </ul>							
<b>FEES AND CHARGES</b>							
<p><b>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</b>  <b>Payable directly by you (as a percentage of your gross investment amount):</b></p> <table border="1" data-bbox="193 1917 1104 2018"> <tr> <td><b>Preliminary Charge</b></td> <td>Currently up to 3%, Maximum 5%</td> </tr> <tr> <td><b>Realisation Charge</b></td> <td>Currently 0%, Maximum 2%</td> </tr> <tr> <td><b>Switching Fee</b></td> <td>Currently up to 2%, Maximum 2%</td> </tr> </table>	<b>Preliminary Charge</b>	Currently up to 3%, Maximum 5%	<b>Realisation Charge</b>	Currently 0%, Maximum 2%	<b>Switching Fee</b>	Currently up to 2%, Maximum 2%	<p>Refer to the "Fees and Charges" section and Annex 1 (G) of the Prospectus for further information on fees and charges.</p>
<b>Preliminary Charge</b>	Currently up to 3%, 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>	
Class A:	Currently 0.1% p.a.; Maximum 0.2% p.a.
Class B:	Currently 0.2% p.a.; Maximum 0.2% p.a.
Class B1:	Currently up to 0.5% p.a.; Maximum 1.0% p.a.
Class C, C1, D (US\$-Hedged), D1 (US\$-Hedged) and D2 (AUD-Hedged):	Currently 0.5% p.a.; Maximum 1.0% p.a.
Class R:	Currently 0.3% p.a.; Maximum 1.0% p.a.
Class R1:	Currently 0.25% p.a.; Maximum 1.0% p.a.
<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\$15,000 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..

**VALUATIONS AND EXITING FROM THIS INVESTMENT**

**HOW OFTEN ARE VALUATIONS AVAILABLE?**

The Sub-Fund is valued on each Dealing Day. To counter dilution and protect investors' interest, the Sub-Fund may apply a technique known as swing pricing or dilution adjustment as part of its valuation policy. 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 Sub-Fund since your subscription and will need to pay any bank charges, administrative or other fee imposed by the agent or distributor.
- You will usually receive the realisation proceeds within 7 Business Days after your realisation request is received and accepted by us.
- 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.
- Net realisation proceeds that you will receive will be realisation price multiplied by number of Units realised, less any charges. For example:

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

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.

**CONTACT INFORMATION**

**HOW DO YOU CONTACT US?**

If you have any queries or feedback, you may contact us at:

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

Telephone No	: 6808 4688	
Email	: <a href="mailto:info@fullerton.com.sg">info@fullerton.com.sg</a>	

#### APPENDIX: GLOSSARY OF TERMS

<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>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>	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. With effect from 22 July 2015, the NAV will be computed after taking into account any dilution adjustment (which may adjust the NAV upwards or downwards in certain circumstances). Please refer to the Prospectus for details.
<b>p.a.</b>	per annum.
<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.