

Prepared on 11 Apr 2022

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of the ILP Sub-Fund and complements the Product Summary.
- It is important to read the Product Summary before deciding whether to purchase the ILP Sub-Fund. If you do not have a copy, please contact us to ask for one.
- You should not invest in the ILP Sub-Fund if you do not understand it or are not comfortable with the accompanying risks.

**Nikko AM Shenton Short Term Bond (RP)**  
**Nikko AM Shenton Short Term Bond (SP)**  
(invests in Nikko AM Shenton Short Term Bond Fund S\$)

<b>Product Type</b>	ILP Sub-Fund <sup>1</sup>	<b>Launch Date</b>	5 Jan 2006
<b>Units in the ILP Sub-Fund are Excluded Investment Products<sup>2</sup></b>	Yes	<b>Custodian</b>	BNP Paribas Securities Services, operating through its Singapore branch <sup>3</sup>
<b>Manager</b>	Nikko Asset Management Asia Limited	<b>Dealing Frequency</b>	Every Business Day
<b>Capital Guaranteed</b>	No	<b>Expense Ratio for the financial year ended 30 June 2021</b>	RP: 2.58% SP: 2.08%
<b>Name of Guarantor</b>	N.A.		

**SUB-FUND SUITABILITY**

**WHO IS THE SUB-FUND SUITABLE FOR?**

The ILP Sub-Fund is only suitable for investors who:

- seek an investment that seek to preserve their investment and provides a potentially higher income
- yield compared to the Singapore Interbank Offer Rate (SIBOR);
- seek exposure to short-term bonds and money market instruments; and
- are willing and able to accept that their principal will be at risk.

The ILP Sub-Fund does not distribute income and where applicable will re-invest any income received from Nikko AM Shenton Short Term Bond Fund SGD (the “Underlying Fund”).

Further Information

Please refer to the Underlying Fund’s Prospectus for further information on Sub-Fund suitability.

**KEY FEATURES OF THE SUB-FUND**

**WHAT ARE YOU INVESTING IN?**

- You are investing in an ILP Sub-Fund that feeds 100% into the Underlying Fund, a unit trust constituted in Singapore that seeks preservation of capital and liquidity and consistent with this objective, to outperform the SIBOR by investing in a diversified portfolio of good quality, short- term bonds and money market instruments.
- The base currency of the Underlying Fund is SGD.
- You should note that the Units are Excluded Investment Products and prescribed capital markets products, and that the Underlying Fund is subject to the investment restrictions prescribed under the Notice on the Sale of Investment Products and Notice on

Please refer to the Underlying Fund’s Prospectus for further information on the Sub-Fund.

<sup>1</sup> For ILP sub-funds that feed 100% into an underlying CIS fund, some of the information provided below could be similar to the underlying CIS fund.

<sup>2</sup> In order for units in the ILP sub-fund to be classified as Excluded Investment Products, the investment objectives and investment focus of the ILP sub-fund, and investment approach of the manager have to be stated in the product summary:

(a) to invest only in deposits or other Excluded Investment Products; and

(b) not to engage in securities lending or repurchase transactions for the ILP sub-fund.

The definition of “Excluded Investment Product” can be found in Annex 1 to the Notice on Recommendations on Investment Products [Notice No. FAA-N16] at <https://www.mas.gov.sg/regulation/notices/notice-faa-n16>.

<sup>3</sup> With effect from 1 October 2022 (or such other date as may be determined from time to time), BNP Paribas, operating through its Singapore branch.

Recommendations on Investment Products issued by the MAS and the Securities and Futures (Capital Markets Products) Regulations 2018.	
<b>Investment Strategy</b>	
<ul style="list-style-type: none"> <li>The Underlying Fund undertakes an active approach to managing the trade-off between its liquidity needs and return. Through prudent duration management and careful credit selection, the Underlying Fund provides yield enhancement to fixed deposit returns.</li> <li>There is no target industry or sector and the Underlying Fund is not country-specific.</li> </ul>	Please refer to the Underlying Fund's Prospectus for further information on the Sub-Fund.
<b>Parties Involved</b>	
<b>WHO ARE YOU INVESTING WITH?</b> <ul style="list-style-type: none"> <li>The Underlying Fund is an Underlying Sub-Fund of Nikko AM Shenton Short Term Bond Funds.</li> <li>The Managers are Nikko Asset Management Asia Limited.</li> <li>The Trustee is BNP Paribas Trust Services Singapore Limited.</li> <li>The Custodian is BNP Paribas Securities Services, operating through its Singapore branch (with effect from 1 October 2022 (or such other date as may be determined from time to time), BNP Paribas, operating through its Singapore branch).</li> </ul>	Please refer to the Underlying Fund's Prospectus on the role and responsibilities of these entities and what happens if they become insolvent.
<b>KEY RISKS</b>	
<b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b> <p>The value of the product and its dividends or coupons may rise or fall. These risk factors may cause you to lose some or all of your investment:</p>	Please refer to the Underlying Fund's Prospectus for further information on the risks of the Sub-Fund.
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li><b>You are exposed to market risk in the global markets.</b> The price of securities comprised in the portfolio of the Underlying Fund and the Units, and the income from them, may be influenced by political and economic conditions, changes in interest rates, the earnings of the corporations whose securities are comprised in the portfolio, and the market's perception of the securities.</li> <li><b>You are exposed to interest rate and credit risks.</b> Investments in debt securities are subject to interest rate fluctuations and credit risks, such as risk of default by the issuer, and are subject to adverse changes in general economic conditions, the financial condition of the issuer, or both, or an unanticipated rise in interest rates, which may impair the issuer's ability to make payments of interest and principal, resulting in a possible default by the issuer.</li> <li><b>You are exposed to currency risk.</b> As investments of the Underlying Fund may be denominated in foreign currencies other than the base currency of the Underlying Fund or the Class Currency of the relevant Class within the Underlying Fund, fluctuations in the exchange rates of these foreign currencies may have an impact on the value of the Units of the Underlying Fund.</li> <li><b>You are exposed to currency hedged Class risk.</b> For currency hedged Classes, the Managers may engage in currency hedging transactions to reduce exchange rate fluctuations between the Class Currency of the relevant hedged Class and the base currency of the Underlying Fund.</li> </ul>	
<b>Liquidity Risks</b>	
<b>You are exposed to liquidity risks The ILP Sub-Fund is not listed and you can redeem only on Business Days. There is no secondary market for the ILP Sub-Fund. All realisation requests should be to Singapore Life Ltd.</b>	
<b>Product-Specific Risks</b>	

- **You are exposed to foreign securities risk.** The investments of the Underlying Fund may be affected by political instability, exchange controls, changes in taxation, foreign investment policies and other restrictions and controls.
- **You are exposed to derivatives risk. The Managers may invest in financial derivative instruments (“FDIs”) for the purposes of hedging and/or efficient portfolio management.** As at the date of registration of the Prospectus, the Managers only use FDIs for purposes of hedging and/or efficient portfolio management. Derivatives involve risks different from, and in some cases, greater than, the risks presented by more traditional investments. Some of the risks associated with derivatives are market risk, management risk, credit risk, liquidity risk, moratorium risk, capital control risk, tax risk and leverage risk. **The Underlying Fund may invest into Underlying Sub-Funds which use or invest in FDIs, and it is possible that the Underlying Fund’s NAV may be subject to volatility due to the Underlying Fund’s or the relevant Underlying Sub-Fund’s usage or investment in FDIs.**
- **You should be aware that your investment in the Underlying Fund may be exposed to other risks of an exceptional nature from time to time.**

Please refer to the Underlying Fund’s Prospectus for further details on the product specific risks.

### FEES AND CHARGES

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

Payable directly by you  
 There is currently no Switching Fee for fund switching. Sales and/or Surrender Charges may be applicable as described in the relevant Product Summary. However, Singapore Life Ltd. reserves the right to review and amend the Fees and Charges.

Refer to the Fees and Charges Section of the Product Summary for further information of the fees and charges of this investment.

Payable by the ILP Sub-Fund from invested proceeds

Annual Management Charge	RP: 2.40% SP: 1.90%
Annual Trustee’s Fee	Current: below 0.05% p.a.; Maximum: 0.1% p.a.
Other Substantial Fees/Charges:	As of 30 June 2021 (audited): SGD Class Nil

### VALUATIONS AND EXITING FROM THIS INVESTMENT

#### HOW OFTEN ARE VALUATIONS AVAILABLE?

All ILP Sub-Funds will be priced based on the frequency of the fund manager’s pricing. The fund prices are available at Singapore Life Ltd. website at [www.singlife.com](http://www.singlife.com)

Refer to the Pricing of Units & Dealing Deadline, Fund Switching, Withdrawal /Surrender and Free Look sections of the Product Summary for further information.

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

- You can exit the ILP Sub-Fund by submitting a request for withdrawal or fund switching (i.e. switches) to Singapore Life Ltd.
- If your Policy is newly incepted, you may cancel the Policy by giving us written notice of cancellation provided that such notice of cancellation is received by Singapore Life Ltd. at its Registered Office within the free-look period, which is fourteen (14) days from the date on which you receive the Policy.
  - Upon cancellation of the Policy, Singapore Life Ltd. will sell all units allocated to the Policy at the next appropriate ILP Sub-Fund valuation date and will pay all sums received upon such sale to you on or before the settlement date. No increase in market value of the units allocated to the Policy shall be payable to you. No interest shall accrue or be payable on any sums payable to you pending payment. Any applicable Fees and Credit Card Charges deducted from the Policy will be refunded to you and the exit fee will be waived.
- For subsequent withdrawal/surrender or fund switching, Singapore Life Ltd. must receive your applications by 12 noon (Singapore Time) for the withdrawal/surrender or switches to be based on the same working day’s price and currency conversion (if required). Applications received after 12 noon (Singapore Time) will be allocated using the next working day’s price and currency conversion. For partial/full withdrawal, exit fee may be applicable.

- The ILP Sub-Fund will have a single “dealing” price used for all switches and withdrawals/surrenders. There is no bid/offer spread, except where the fund house imposes a charge on the Underlying Fund.
- The ILP Sub-Fund will be priced based on the frequency of the fund manager’s pricing policy. As units are cancelled using a forward price, the unit price for all switching and withdrawal of units will not be available at the time of receiving your application.

The cut-off time stated is correct as at the time of print. Singapore Life Ltd. reserves the right to change the cut-off time by giving you thirty (30) days’ prior notice or any such shorter period of notice as Singapore Life Ltd. may agree with the relevant authorities.

- The Withdrawal Amount you will receive as part of a subsequent withdrawal is illustrated as follows:

Assuming:

Units redeemed = 1,000 Units; Unit Price = S\$2

Policyholder withdraws in Year 2 with a Surrender Value of 20% of the Net Asset Value (“NAV”) redeemed:

NAV redeemed = 1,000 Units x S\$2 = S\$2,000

Withdrawal Amount = Surrender Value x NAV = 20% of S\$2,000= S\$400.

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

**Singapore Life Ltd.**

4 Shenton Way, #01-01 SGX Centre 2, Singapore 068807

**Email:** [cs\\_life@singlife.com](mailto:cs_life@singlife.com)

**Website:** [www.singlife.com](http://www.singlife.com)

**Hotline:** 6827 9933

## APPENDIX: GLOSSARY OF TERMS

<b>Business Day</b>	means any day (other than Saturdays, Sundays and public holidays) on which banks and other financial institutions in Singapore are generally open for business.
<b>Class</b>	means any class within the Underlying Fund which is established pursuant to the provisions of the Deed and which may be denominated in Singapore dollars or US dollars or such other currency as the Managers may from time to time determine.
<b>Class Currency</b>	means the currency of denomination of a Class.
<b>CPF</b>	means the Central Provident Fund.
<b>Dealing Day</b>	in relation to the subscription and realisation of Units means a Business Day or such other day as provided in the Deed.
<b>Deed</b>	means the trust deed of the Underlying Fund as may be amended or modified from time to time.
<b>Excluded Investment Product</b>	is as defined in the Notice on the Sale of Investment Products and the Notice on Recommendations on Investment Products issued by the MAS.
<b>Holder</b>	in relation to a Unit, means the person for the time being entered in the register of holders of the Fund as the holder of that Unit and includes persons so entered as Joint Holders (as defined in the Deed).
<b>Launch Date</b>	for the purposes of this Product Highlights Sheet only, means the inception date of the ILP Sub-Fund.
<b>Prescribed Capital Markets Product</b>	is as defined in the Securities and Futures (Capital Markets Products) Regulations 2018

<b>NAV</b>	means net asset value.
<b>RMB</b>	means the lawful currency of the People’s Republic of China.
<b>SGD</b>	means the lawful currency of the Republic of Singapore.
<b>SRS</b>	the scheme referred to by the Ministry of Finance as the Supplementary Retirement Scheme or such other scheme as shall replace or supersede the Supplementary Retirement Scheme from time to time.
<b>Underlying Fund</b>	Nikko AM Shenton Short Term Bond Fund S\$.
<b>Unit</b>	means the nature of the interest issued to investors, being an undivided share in the relevant deposited property for the Fund which includes a fraction of a Unit.
<b>USD</b>	means the lawful currency of the United States of America.