



輝立資本管理有限公司  
PHILLIP CAPITAL MANAGEMENT (S) LTD

A member of PhillipCapital

Co. Reg. No. 199905233W

23 May 2019

Dear Unitholder,

**PHILLIP ASIA PACIFIC GROWTH FUND (THE "FUND")**  
**- TERMINATION OF THE FUND**

We, Phillip Capital Management (S) Ltd, the manager of the Fund, would like to inform you of our intention to terminate the Fund on or around 23 August 2019 (the "**Termination Date**").

As at 2 May 2019, the net asset value of the deposited property of the Fund was S\$5.40 million. As the net asset value of the Fund has fallen below S\$10 million, the costs of operating the Fund will have a greater negative impact (i.e. higher expense ratio) on the Fund than it would on a unit trust with a larger net asset value. Therefore, we believe that it is in the interest of unitholders of the Fund to terminate the Fund.

Under Clause 39.4 of the Trust Deed constituting the Fund dated 24 July 1995, as amended, modified and supplemented from time to time (the "**Deed**"), we may terminate the Fund if the net asset value of the Fund is less than S\$10 million. We are exercising the right to terminate the Fund by giving you 3 months' notice in writing of the termination of the Fund.

As a result of the impending termination of the Fund, please note that units in the Fund will no longer be offered for subscription with effect from 23 May 2019. The final deduction for any regular savings plan in respect of the subscription of units in the Fund will be for the month of May 2019.

In view of the termination of the Fund, we offer you a number of options for your consideration:-

**Option 1: Switching of units**

You may switch your units in the Fund to units in any other unit trust managed by us including the Phillip Singapore Real Estate Income Fund and the Phillip Money Market Fund (the "**PCM Funds**"), subject to the provision on switching of units as set out in the Deed and the relevant trust deeds of such PCM Funds. Please refer to the prospectus of the relevant PCM Fund for full details.

The Phillip Singapore Real Estate Income Fund's investment objective is to achieve medium to long term capital appreciation and a regular stream of income by mainly investing, directly and/or indirectly, in real estate investment trusts ("**REITs**") listed in Singapore, including warrants, bonds and convertible bonds issued by the REITs. The Phillip Singapore Real Estate Income Fund will primarily invest in REITs listed in Singapore. It may also invest up to a maximum amount of 10% of its assets into REITs listed outside Singapore.

The Phillip Money Market Fund's investment objective is to preserve principal value and maintain a high degree of liquidity while producing returns comparable to that of Singapore dollar savings deposits. The Phillip Money Market Fund will invest primarily in short term, high quality money market instruments and debt securities. Such investments may include government and corporate bonds, commercial bills and deposits with financial institutions.

i) Fees and charges and expense ratios

	<b>Phillip Asia Pacific Growth Fund</b>	<b>Phillip Singapore Real Estate Income Fund (Class A SGD)</b>	<b>Phillip Money Market Fund (Class A)</b>
<b>Management Fee</b>	1.25% p.a.	1.20% p.a.	0.45% p.a.
<b>Trustee fee, transfer agency and fund administration fees</b>	Currently 0.2% p.a. Maximum 0.4% p.a., subject always to a minimum of S\$25,000 p.a.	Currently 0.04% p.a. Maximum 0.12% p.a.	Currently not more than 0.03% p.a. Maximum 0.035% p.a.
<b>Expense Ratio</b>	1.67% p.a. (as of 30 June 2018)	1.37% p.a. (as of 30 September 2018)	0.48% p.a. (as of 31 December 2018)

ii) Performance history (as at 30 April 2019)

<b>Total Returns</b>	<b>Phillip Asia Pacific Growth Fund</b>	<b>Phillip Singapore Real Estate Income Fund (Class A SGD)</b>	<b>Phillip Money Market Fund (Class A)</b>
1 year	-2.71%	7.08%	1.23%
3 years (cumulative returns)	10.75%	27.66%	2.97%
5 years (cumulative returns)	8.47%	40.89%	4.31%
3 years (average annual compounded returns)	3.46%	8.48%	0.98%
5 years (average annual compounded returns)	1.64%	7.10%	0.85%
10 years (average annual compounded returns)	3.21%	N.A.	0.74%
Since Inception (inception date)	3.34% (23 Nov 1995)	9.41% (19 Sep 2011)	1.06% (16 Apr 2001)

Note: Fund performance is calculated on a single pricing basis, taking into account any subscription or redemption charges, with any income or net dividends reinvested.

**Fund performance is not necessarily indicative of its future performance.**

If you would like to switch your units in the Fund to units in the PCM Funds, please bring this letter to any of our approved distributors on any business day before 26 July 2019, 3.30pm, and we will waive the switching fee normally applicable to such switches of units. Please note that if you switch your units in the Fund to units in any PCM Fund which is denominated in a different currency from your units in the Fund, the proceeds derived from

the redemption of your units in the Fund will be converted to the denominated currency of the units in the new PCM Fund at the prevailing exchange rate as determined by us.

### **Option 2: Realisation of units**

You may also choose to realise your units in the Fund on any business day before 26 July 2019, 3.30pm, by submitting a realisation form obtainable from us or our approved distributors. Upon acceptance of your realisation request, your units in the Fund will be realised at the prevailing net asset value determined in accordance with the provisions of the Deed.

Please note that the relevant distributors may impose their own deadlines which are stricter than the abovementioned deadlines as set out in Option 1 and Option 2, and you should check with your distributor for details.

### **Option 3: No further action to be taken**

No further action is required from you if you choose not to effect a free switch of your units in the Fund to units in any of the PCM Funds, or to realise your units in the Fund.

Upon the termination of the Fund, the investments of the Fund will be sold and termination proceeds will be paid to you after the provision of all fees, costs, charges, expenses, claims and demands incurred, made or apprehended by the Trustee of the Fund in connection with or arising out of the termination of the Fund have been deducted in accordance with Clause 41 of the Deed.

If you had invested in the Fund using cash, a cheque in the amount representing your share of the realisation/termination proceeds will be mailed to your address (as it appears in the register of holders of the Fund) after the Termination Date.

If you had invested in the Fund using SRS monies, monies representing your share of the realisation/termination proceeds will be credited to your SRS account accordingly after the Termination Date. Please encash your cheque upon receipt as any termination proceeds unclaimed by you within 12 months may be paid by the Trustee to the Singapore Courts (after deduction of any expenses it may incur) pursuant to Clause 41.4 of the Deed.

We thank you for your continued support and investment and we look forward to continually serving you.

Please contact Mr. Martin Chong / Mr. Tan Teck Leng at (65) 6230 8133 or [pcm@phillip.com.sg](mailto:pcm@phillip.com.sg) should you have any queries.

Yours faithfully,



Jeffrey Lee Chay Khieng  
Managing Director & Chief Investment Officer  
Phillip Capital Management (S) Ltd