

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 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.

## Schroder International Opportunities Portfolio - Schroder Asian Income (the “Fund”)

Product Type	Unit Trust	Launch Date	21 October 2011
Manager	Schroder Investment Management (Singapore) 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 the year ended 31 December 2022	Class SGD A Dis / Class AUD Hedged A Dis / Class USD Hedged A Dis / Class GBP Hedged A Dis / Class EUR Hedged A Acc / Class USD Hedged A Acc: 1.43% to 1.45% Class SGD W Dis: 1.35% <sup>2</sup>

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- seek income and medium to long term capital growth; and
- understand the risks associated with investing in Asian equities and Asian fixed income securities.

**Further Information**  
Refer to the “Investment objective, focus and approach” section of Appendix 8 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 provide income and capital growth over the medium to longer term by investing primarily (i.e. approximately two-thirds of its assets) in Asian equities<sup>3</sup> (including real estate investment trusts) and Asian fixed income securities.

The Manager currently intends to declare distributions at a variable percentage per annum, of the NAV per Unit to Holders of each of the Distribution Classes on a monthly basis on such date as determined by the Manager. No distributions will be made for Class EUR Hedged A Acc and Class USD Hedged A Acc which are Accumulation Classes.

Refer to the “Basic Information” section of the Prospectus and the “Investment objective, focus and approach” and “Distribution Policy” sections of Appendix 8 of the Prospectus for further information on features of the product.

#### Investment Strategy

The Fund will actively allocate between Asian equities, Asian fixed income securities, cash and other permissible investments to achieve its objective. The Fund will use a cyclical approach to asset allocation where the asset mix will be adjusted according to the four phases of the economic cycle – recovery,

Refer to the “Structure of the Trust” section of the Prospectus and

<sup>1</sup> The Prospectus is available for collection from Schroder Investment Management (Singapore) Ltd or any of its appointed distributors during usual office hours or accessible at <http://www.schroders.com.sg>.

<sup>2</sup> The expense ratio is annualised for the financial period from 9 March 2022 to 31 December 2022.

<sup>3</sup> This could include companies that are listed in Australia and/or New Zealand.

expansion, slowdown and recession – based on a combination of fundamental and quantitative factors such as asset class valuation, macroeconomic data and liquidity. Cash will be treated as a separate asset class and will be deployed if necessary to limit downside risk during adverse market conditions.

In addition to active asset allocation, the Fund will also perform active security selection for its investments in Asian equities, Asian fixed income and other permissible investments. For the Asian equities portfolio, the Fund intends to focus on companies that are able to create true shareholder value, have a strong and stable earnings stream and have a strong sustainable dividend yield. For the Asian fixed income portfolio, the Fund intends to select securities that deliver attractive yield and capital growth taking into account both fundamental and technical views such as valuation, demand/supply conditions and liquidity. The Fund will also perform duration management based on the Manager's interest rate views.

*the "Investment objective, focus and approach" section of Appendix 8 of the Prospectus for further information on the investment strategy of the Fund.*

#### Parties Involved

##### WHO ARE YOU INVESTING WITH?

- The Fund is a sub-fund of Schroder International Opportunities Portfolio.
- The Manager is Schroder Investment Management (Singapore) Ltd.
- The Trustee is HSBC Institutional Trust Services (Singapore) Limited.
- The custodian is The Hongkong and Shanghai Banking Corporation Limited.

*Refer to the "Basic Information", "The Managers" and "The Trustee and the Custodian" sections of the Prospectus 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 may rise or fall. These risk factors may cause you to lose some or all of your investment and your principal may be at risk:**

*Refer to the "Risks, Financial Derivative Instruments, Risk Management Process and Supplementary Information" section for further information on risks of the product.*

#### Market and Credit Risks

##### You are exposed to market risk in Asia.

- The value of investments by the Fund may go up and down due to changing economic, political or market conditions, or due to an issuer's individual situation.

##### You are exposed to credit risk.

- The Fund is subject to the risk that some issuers of debt securities and other investments made by the Fund may not make payments on such obligations. Further, an issuer may suffer adverse changes in its financial condition that could lower the credit quality of a security, leading to greater volatility in the price of the security and in the value of the Fund. A change in the quality rating of a security can also affect the security's liquidity and make it more difficult to sell.

#### Liquidity Risks

There is no secondary market for the Fund. All redemption requests should be submitted to the Manager or its appointed agents.

#### Product-Specific Risks

##### You are exposed to investment grade, below investment grade and unrated debt securities risk.

- There is a risk that investment grade securities that the Fund invests in may be downgraded due to adverse market conditions. If there is a down-grading of the credit rating of a security or an issuer relating to a security that the Fund invests in, the value of the Fund may be adversely affected.
- The Fund may invest in debt securities below investment grade which are

generally accompanied by a higher degree of counterparty risk, credit risk and liquidity risk than higher rated, lower yielding securities.

- Investment in unrated debt securities may be subject to risks similar to those associated with below investment grade debt securities.

**You are exposed to equity risk.**

- The Fund may invest in stocks and other equity securities and their derivatives which are subject to market risks that historically have resulted in greater price volatility than that experienced by bonds and other fixed income securities. The Fund may also invest in convertible instruments which may be converted into equity. When the price of the underlying equity exceeds the conversion price, the convertible instrument generally behaves more like an equity and will be more sensitive to changes in equity securities. When the price of the underlying equity is lower than the conversion price, the convertible instrument generally behaves more like a bond and will be more sensitive to changes in interest rates and in credit spreads.

**You are exposed to risks relating to distributions.**

- The Manager has the absolute discretion to determine whether a distribution is to be declared. The Manager also reserves the right to review and make changes to the distribution policy from time to time. Where the income generated by the Fund is insufficient to pay distributions as declared, the Manager may at its discretion (with the Trustee's consent) make such distributions out of the capital of the relevant Class(es). Where distributions are paid out of the capital of the relevant Class(es), the NAV of the relevant Class(es) will be reduced.

**You are exposed to emerging markets and frontier risk.**

- Emerging markets, and especially frontier markets, generally carry greater political, legal, counterparty and operational risk.

**You are exposed to financial derivatives risk. The Fund may use financial derivatives.**

- The use of futures, options, warrants, forwards, swaps or swap options involves increased risk. The Fund's ability to use such instruments successfully depends on the Manager's ability to accurately predict movements in stock prices, interest rates, currency exchange rates or other economic factors and the availability of liquid markets. If the Manager's predictions are wrong, or if the financial derivatives do not work as anticipated, the Fund could suffer greater losses than if the Fund had not used the financial derivatives.

## 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	Cash Units (applicable to all Classes) and SRS Units (applicable only to Class SGD A Dis): – Currently up to 5% (maximum 5%)
Realisation Charge	– Currently nil (maximum 4%)
Switching Fee	– Currently 1% (maximum of 1% and minimum of S\$5 for Class SGD A Dis or AUD 5 for Class AUD Hedged A Dis or USD 5 for Class USD Hedged A Dis and Class USD Hedged A Acc or GBP 5 for Class GBP Hedged A Dis or EUR 5 for Class EUR Hedged A Acc) – Currently nil (maximum of 1% and minimum of S\$5) for Class SGD W Dis <sup>4</sup>

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

You should check with the agent or distributor through whom you subscribe for shares of the Fund whether they impose other fees and charges not included in the Prospectus.

**Payable by the Fund from invested proceeds**

The Fund will pay the following fees and charges to the Manager and Trustee:

<sup>4</sup> No switching of this Class is allowed unless permitted by the Manager at its absolute discretion.

Management Fee (per annum)	– Currently 1.25% (maximum 1.75%)
(a) Retained by Manager	– (a) 35% to 100% of Management Fee
(b) Paid by Manager to financial adviser (trailer fee)	– (b) 0% to 65% <sup>5</sup> of Management Fee
Trustee Fee (per annum)	– Currently not more than 0.05% (currently not subject to any minimum amount) – Maximum 0.25%

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

The NAV per Unit of each Class of the Fund is published on the Manager's website at <http://www.schroders.com.sg> one (1) Business Day after the relevant Dealing Day and is also available directly from the Manager.

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

You may at any time during the life of the Fund request in writing (a "Realisation Request") to realise all or any Units held by you, subject to the minimum holding and the minimum realisation amount requirements as mentioned in the Prospectus. The Realisation Request must specify the Units in the relevant Class to be realised.

The realisation proceeds are paid to you within seven (7) Business Days (or such other period as may be prescribed or permitted by the Monetary Authority of Singapore from time to time) following the receipt of the Realisation Request by the Manager.

Your realisation price is determined as follows:

- If you submit the Realisation Request on or before 5 pm on a Dealing Day, you will be paid a price based on the NAV of the relevant Class on that Dealing Day.
- If you submit the Realisation Request after 5 pm on a Dealing Day, you will be paid a price based on the NAV of the relevant Class on the next Dealing Day.

The sale proceeds that you will receive will be the realisation price multiplied by the number of units realised, less any applicable Duties and Charges. An example is as follows:

1,000 Units	x	\$1.100 <sup>#</sup>	=	\$1,100 <sup>#</sup>
Number of units realised		Notional realisation price (NAV per Unit)		Realisation proceeds

<sup>#</sup> In AUD, EUR, GBP, SGD or USD, as the case may be.

The example above is on the assumption that there are no Duties and Charges payable.

If applicable to you as provided in the trust deed of the Fund, you may cancel your subscription for Units by giving written notice or by submitting the cancellation form to the Manager or its distributors within 7 calendar days from the date of your subscription. However, you will have to take the risk of any price changes in the NAV of the relevant Class since the time of your subscription.

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

For enquiries, please contact

### Schroder Investment Management (Singapore) Ltd

138 Market Street, #23-01, CapitaGreen  
Singapore 048946 Tel: +65 6534 4288  
Website: [www.schroders.com.sg](http://www.schroders.com.sg)

Distributor

The Manager

<sup>5</sup> Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Manager.

## APPENDIX: GLOSSARY OF TERMS

**“Accumulation Class”** refers to a Class which accumulates its income so that the income is reflected in the price of Units in that Class.

**“AUD”** means Australian dollar.

**“Business Day”** means any day (other than a Saturday or a Sunday or a gazetted public holiday) on which commercial banks in Singapore are open for business (or such other day as may from time to time be determined by the Manager with the approval of the Trustee).

**“Class”** means any class of Units in the Fund which may be designated as a class distinct from another class in the Fund as may be determined by the Manager from time to time.

**“Dealing Day”** in relation to Units of the Fund, is each Business Day after the Commencement Date in relation to the Fund and without prejudice to the generality of the foregoing, if on any day which would otherwise be a Dealing Day in relation to Units of the Fund, the recognised stock exchange or exchanges on which the authorised investment or other property comprised in, and having in aggregate values amounting to at least fifty per cent (50%) of the value (as of the immediately preceding Valuation Point) of the Fund are quoted, listed or dealt in is or are not open for normal trading, the Manager may determine that such day shall not be a Dealing Day in relation to Units of the Fund.

**“Distribution Classes”** means Class SGD A Dis, Class SGD W Dis, Class AUD Hedged A Dis, Class USD Hedged A Dis and Class GBP Hedged A Dis.

**“Duties and Charges”** means all stamp and other duties, taxes, governmental charges, brokerage, bank charges, transfer fees, registration fees and other duties and charges whether in connection with the constitution of the deposited property of the Fund or the increase or decrease of the deposited property of the Fund or the creation, issue, sale, exchange or purchase of Units or the sale or purchase of authorised investments or otherwise, which may have become or may be payable in respect of or prior to or upon the occasion of the transaction or dealing in respect of which such duties and charges are payable but does not include commission payable to agents on sales and repurchases of Units.

**“EUR”** means Euro.

**“GBP”** means British Pound.

**“Holder”** means a holder of Units.

**“Launch Date”** in this products highlights sheet only, means the inception date of the relevant Class with the earliest inception date.

**“NAV”** means net asset value.

**“SGD”** or **“S\$”** means Singapore dollar.

**“Unit”** means one undivided share of the Fund or any Class in respect of which the Unit is issued.

**“USD”** means United States dollar.

**“Valuation Point”** of the Fund in relation to any Dealing Day means the close of business of the last relevant market or such other time or additional time or date determined by the Manager with the approval of the Trustee.