Deutsche
Asset Management

Deutsche Asset Management (Asia) Limited
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5 February 2018

Dear Unitholder,

NOTICE OF CHANGES
DEUTSCHE PREMIER SELECT TRUST

We, Deutsche Asset Management (Asia) Limited, the managers of Deutsche Premier Select Trust (the "**Trust**"), are writing to inform you of upcoming changes that affect the Trust.

1. Re-designation of existing Units to "Class A Units" and reduction of annual management fee

We intend to establish new classes of units in the Trust and will accordingly, re-designate the existing units in the Trust as "Class A Units" with effect from 5 February 2018. Please note that the assets of the Trust are not segregated in respect of each class but are pooled and invested as a single fund.

We also intend to reduce the annual management fee for the re-designated Class A Units from 1% p.a. of the Value (as defined in the Deed) to 0.6% p.a. of the Value with effect from 3 April 2018.

These changes do not affect your investment in the Trust and no action is required from you.

2. Change in investment objective, focus and approach (with effect from 3 April 2018)

Currently, the investment objective of the Trust is to achieve long term capital appreciation through investment in a diversified portfolio of securities which are not prohibited under the CPF Investment Scheme ("**CPFIS**"). The Trust is a balanced portfolio investing in global equity and fixed income markets, with no specific target for a particular industry or sector. The investments of the Trust will be made directly or through investments in other collective investment schemes. Presently, the Trust intends to invest in the following underlying funds (the "**Existing Underlying Funds**"):

(a) Deutsche Singapore Equity Fund;
(b) Deutsche Lion Bond Fund (up to 55% of its Value);
(c) Deutsche Asia Premier Trust (up to 50% of its Value);
(d) DWS Global Equity Focus Fund (up to 40% of its Value); and
(e) SPDR Gold ETF, an exchange-traded fund that is 100% exposed to gold commodities (up to 10% of its Value).

We intend to change the investment objective of the Trust to remove the restriction on investing only in securities not prohibited under the CPFIS, as the Trust is no longer included under the CPFIS and will not be subject to the investment guidelines imposed under the CPFIS with effect from 3 April 2018.

We also intend to change the investment focus and approach of the Trust by divesting from the Existing Underlying Funds and investing into other schemes.

The new investment objective, focus and approach of the Trust is set out in the Appendix attached to this letter. We have also set out details on the new underlying funds (including their managers, their investment objectives, focus and approach, and their fees and charges) in the Appendix. As the new underlying funds are predominantly exchange traded funds, the Trust may become subject to different types of risks, which we will elaborate in the replacement prospectus for the Trust which will be lodged with the Monetary Authority of Singapore. We encourage you to obtain a copy of the replacement prospectus for further information.

In the interest of the Trust and to reduce volatility, we intend to divest from the Existing Underlying Funds and invest into the new underlying funds over a period of time starting from 3 April 2018.

3. Change of "Business Day" definition (with effect from 3 April 2018)

With the change in investment objective, focus and approach of the Trust, the definition of "Business Day" for the Trust will change. With effect from 3 April 2018, "Business Day" will be amended to mean "any day (other than a Saturday, Sunday or public holiday) on which commercial banks are open for business in Singapore, **London, Luxembourg and Frankfurt**." *(Amendments are in bold and underlined)*

4. New provisions on consequential losses and Force Majeure Events (with effect from 3 April 2018)

A new provision will be included in the trust deed (as amended) constituting and relating to Trust (the "**Deed**") to provide that, to the extent not prohibited by any applicable law or regulatory requirement, the Trustee and the Managers shall at all times not be liable for indirect, special or consequential loss or damage (including without limitation, loss of profits) or punitive damages arising under or in connection with the Deed, whether in contract, in tort, by law or otherwise.

A new provision will also be included in the Deed to provide that neither the Trustee nor the Managers shall be liable or responsible for any loss of or damage to any documents in their possession or for any failure to fulfil its respective duties under the Deed or for any loss, damage, claim, cost or expense resulting from or caused by or directly or indirectly due to a Force Majeure Event.

"**Force Majeure Event**" will be defined as any event due to any cause beyond the reasonable control of the Trustee or the Managers (as the case may be), including but not limited to restrictions on convertibility or transferability, requisitions, involuntary transfers, unavailability of any system, third party electronic transmission or other electronic systems disruption or failure, sabotage, storm, tempest, typhoon, earthquake, accident, fire, flood, explosion, toxicity, radioactivity, acts of God, act of any government or other competent authority, hostilities (whether war be declared or not), act of terrorism, riot, civil commotion, strikes or industrial action of any kind, insurrection, rebellion or other cause, whether similar or not, which is beyond the control of the relevant party.

Unless otherwise stated, the terms defined in the Deed have the same meanings when used in this notice.

NO FURTHER ACTION IS REQUIRED ON YOUR PART IF YOU CHOOSE TO CONTINUE TO HOLD YOUR UNITS IN THE TRUST.

You may redeem or switch your units into any other unit trust managed by us, by submitting a duly-signed redemption or switch request (as the case may be) to us or through the distributor from whom you originally subscribed for your units. Upon receipt of your request, your units will be redeemed or switched (as the case may be) at the prevailing price as determined in accordance with the Deed. No redemption charge or switching fee will be imposed.

To exercise your options, please bring this letter to the relevant distributor **before 5:00pm (Singapore time) on any Business Day between 5 February 2018 to 2 April 2018 (dates inclusive)**, and you will be assisted. A Business Day, in this case, means any day other than a Saturday, Sunday or public holiday on which commercial banks are open for business in Singapore.

Additional information for CPF investors:

If you had subscribed for your units using CPF monies, please note that you will not have the option of switching your units into another unit trust managed by us as the unit trusts managed by us are currently not included under the CPFIS. Instead, you have the option of using the proceeds from the redemption of your units in the Trust to subscribe, at no charge, to any other unit trust included under the CPFIS ("**CPFIS Included Scheme**"). This is provided that such other CPFIS Included Scheme is authorised under section 286 of the Securities and Futures Act and is offered by the distributor through whom you originally subscribed for your units in the Trust. Further, please note that if you had subscribed for your units using CPF Special Account monies, you will only be able to switch your units to another CPFIS Included Scheme that is included under CPF Investment Scheme – Special Account.

To exercise this option, please bring this letter to the relevant distributor **before 5:00pm (Singapore time) on any Business Day between 5 February 2018 to 2 April 2018 (dates inclusive)**, and you will be assisted.

Please note that your subscription for units in the other CPFIS Included Scheme will be subject to the requirements, dealing days and terms of that CPFIS Included Scheme.

If you choose to redeem your units and (if applicable) subscribe for units in another CPFIS Included Scheme per the option above, **between 5 February 2018 to 2 April 2018 (dates inclusive)**, any CPF agent bank charges arising from the redemption and subscription will be borne by us. Do note that we will not bear these charges if you exercise the options outside of those dates.

Please effect (as applicable) your redemption, switch or subscription through the distributor from whom you originally subscribed for your units in the Trust. If you did not subscribe through a distributor, you may approach us for further assistance.

A replacement prospectus for the Trust will be lodged with the Monetary Authority of Singapore and amendments will be made to the Deed on or about 5 February 2018 to reflect the relevant changes stated above. A copy of the replacement prospectus and the amended Deed may be obtained from us or your relationship manager upon request.

If you have any queries on your investment in the Trust, you may contact us at (65) 6538 5550 during normal business hours.

Yours sincerely,

SHARON TAN
Regional Head of Client Service, Asia Pacific ex-Japan and Head of Intermediary Sales, Singapore & Hong Kong

VICTORIA SHIGEHIRA SHARPE
Director of Deutsche Asset Management (Asia) Limited

This letter is not to be construed as the making of any offer or invitation to subscribe for units in any fund. You should read the prospectus of the relevant fund before deciding whether to invest. Copies of the relevant prospectus are available and may be obtained from us or our authorised distributors. You may wish to seek advice from a financial adviser before making a commitment to invest in any fund. If you choose not to seek advice from a financial adviser, you should consider the suitability of the relevant fund. Any past performance, prediction, projection or forecast is not necessarily indicative of future performance. The value of units in a fund and the income accruing to the units, if any, may fall or rise.

APPENDIX

1. Investment objective of the Trust

The investment objective of the Trust is to achieve long term capital appreciation through investment in a diversified portfolio of securities.

2. Investment focus and approach of the Trust

(a) The Trust will invest into global equity and Singapore fixed income markets. The Trust may invest in collective investment schemes (including exchange traded funds) and/or directly in securities, fixed income and money market instruments, deposits and/or other investments.

(b) The Trust currently intends to invest:

(i) more than 70% of its Value in db x-trackers II Singapore Government Bond UCITS ETF (DR) ("**SGB-ETF**"); and

(ii) less than 30% of its Value in db x-trackers MSCI World Index UCITS ETF (DR) ("**MSCI-ETF**").

Although the intention is to maintain these allocations, we intend to adopt a static allocation of the Trust's investments in each of the underlying funds and re-adjust the investments at least on a semi-annual basis. Due to this approach and due to the impact of periodical subscriptions and redemptions of units of the Trust on the Value of the Trust, the specific percentage investment into each underlying fund may vary from time to time and in particular, the Trust's investments into MSCI-ETF may at times, amount to or exceed 30% of the Value of the Trust.

The Trust may hold up to 5% of its Value in cash.

The Trust currently does not intend to use financial derivatives or to engage in securities lending or repurchase transactions.

Please note that the Value of the Trust is likely to have a high volatility due to its investment policy or portfolio management techniques.

(c) **SGB-ETF** is a recognised scheme under the Securities and Futures Act (Cap. 289) ("**SFA**"). It is a sub-fund of db x-trackers II, an investment company incorporated under the laws of the Grand Duchy of Luxembourg as a *société d'investissement à capital variable*. db x-trackers II is registered in the Grand Duchy of Luxembourg as an undertaking for collective investment pursuant to Part I of the Luxembourg law of 17 December 2010 relating to undertakings for collective investment, as may be amended, and qualifies as an undertaking for collective investment in transferable securities ("**UCITS**") under article 1(2) of the European Parliament and Council Directive 2009/65/EC of 13 July 2009 on the co-ordination of laws, regulations and administrative provisions relating to undertakings for collective investment in transferable securities as may be amended (the "**UCITS Directive**") and may therefore be offered for sale in each member state of the European Union, subject to registration.

<u>Management of SGB-ETF</u>

SGB-ETF is managed by the management company, Deutsche Asset Management S.A. ("**DAMSA**"). DAMSA has been established under the laws of the Grand Duchy of Luxembourg, and is authorised and subject to the supervision of the *Commission de Surveillance du Secteur Financier of Luxembourg* ("**CSSF**"). It has been managing collective investment schemes or discretionary funds since 1987.

DAMSA has delegated the investment management of SGB-ETF to Deutsche Asset Management Investment GmbH ("**DAMG**"), who are also the sub-managers of the Trust and whose details are described in paragraph 4.1 of the prospectus for the Trust (the "**Prospectus**").

DAMG has appointed Deutsche Asset Management (UK) Limited ("**DAMUK**") to act as the sub-portfolio manager for SGB-ETF. DAMUK is a limited liability company incorporated under the laws of England and Wales. It is authorised and regulated by the Financial Conduct Authority ("**FCA**") in the conduct of its designated investment business (as defined in the FCA Handbook). It has been managing collective investment schemes or discretionary funds since 2004.

Investment objective, focus and approach of SGB-ETF

The investment objective of SGB-ETF is to reflect the performance of the Citi Singapore Government Bond Index (the "**Reference Index**" under this sub-paragraph (c)). The Reference Index is denominated in SGD and aims to represent the performance of fixed-rate, local currency sovereign debt issued by the Singapore government.

SGB-ETF adopts a Direct Investment Policy, which means that it may carry out its investment objective by investing in a portfolio of transferable securities or other eligible assets that may comprise all (or, on an exceptional basis, a substantial number of) the constituents of the Reference Index, an optimised sample of the constituents of the Reference Index, or unrelated transferable securities or other eligible assets.

Direct Investment Policy provides for the possibility to enter into securities lending agreements but does not currently provide for the possibility to enter into margin lending transactions or repurchase agreements (and/or reverse repurchase agreements), buy-sell or sell-buy back transactions or total return swaps as covered by Regulation (EU) 2015/2365 of the European Parliament and of the Council of 25 November 2015 on transparency of securities financing transactions and of reuse and amending Regulation (EU) No 648/2012.

SGB-ETF may from time to time invest temporary cash balances (such as subscription proceeds which are pending investment or any other temporary cash balances) in financial derivative instruments ("**FDIs**") to gain market exposure and to seek to reduce tracking error.

SGB-ETF may not hold every constituent or the exact weighting of a constituent in the Reference Index but instead may seek to gain exposure to the Reference Index by using optimisation techniques and/or by investing in securities that are not part of the Reference Index. The types of securities in which SGB-ETF may invest include American depositary receipts, global depositary receipts and/or non-voting depositary receipts.

The extent to which SGB-ETF uses optimisation techniques will partly depend on the nature of the constituents of the Reference Index. For example, it may use optimisation techniques and may be able to provide a return similar to that of the Reference Index by investing in a sub-set of the constituents of the Reference Index. Use of these investment techniques, the implementation of which is subject to a number of investment restrictions, may not produce the intended results.

Use of FDIs by SGB-ETF

SGB-ETF may use FDIs and/or transferable securities which relate to the Reference Index or constituents of the Reference Index, which may include FDIs which are expected to generate a risk and return profile similar to that of the Reference Index, a constituent of the Reference Index or a sub-set of constituents of the Reference Index. The FDIs which SGB-ETF may invest in include futures, options, swaps, credit default swaps, contracts for differences, forwards including non-deliverable forwards. SGB-ETF may also invest in depositary receipts, certificates, exchange traded funds, mortgage-backed securities, funds or P-notes, and money market instruments.

SGB-ETF may invest up to 100% of its net asset value in FDIs in accordance with the UCITS Directive. However, SGB-ETF is subject to a maximum single counterparty risk exposure of

10% of its net asset value in relation to its OTC swap transaction(s) and/or efficient portfolio management transactions.

SGB-ETF may therefore use FDIs for hedging, efficient portfolio management and/or investment purpose.

Volatility of SGB-ETF

SGB-ETF has a medium risk grading, which means that it is exposed to capital losses either because the asset classes to which SGB-ETF are exposed have a medium intrinsic volatility and/or because some strategies are implemented to ensure that its investors will get back their original investment or capital.

(d) **MSCI-ETF** is a sub-fund of Concept Fund Solutions plc ("**Concept Fund**"), an investment company with variable capital incorporated and authorised by the Central Bank of Ireland ("**Central Bank**") as an undertaking for collective investment in transferable securities pursuant to the European Communities (Undertakings for Collective Investment in Transferable Securities) Regulations, 2011 (S.I. No. 352 of 2011) as amended and as may be further amended, supplemented or consolidated from time to time.

Management of MSCI-ETF

Concept Fund has appointed Deutsche Asset Management S.A. ("**DAMSA**") to provide certain investment related services to it. DAMSA has been established under the law of the Grand Duchy of Luxembourg, and is authorised and subject to the supervision of the CSSF. It has been managing collective investment schemes or discretionary funds since 1987.

DAMSA has appointed Deutsche Asset Management Investment GmbH ("**DAMG**"), who are also the sub-managers of the Trust and whose details are described in paragraph 4.1 of the Prospectus, to act as sub-investment manager and carry out certain investment management functions for MSCI-ETF.

DAMG has appointed Deutsche Asset Management (UK) Limited (the "**Sub-Portfolio Manager**" under this sub-paragraph (d)) to act as the sub-portfolio manager and carry out certain investment management functions for MSCI-ETF. The Sub-Portfolio Manager is a limited liability company incorporated under the laws of England and Wales. It is authorised and regulated by the FCA in the conduct of its designated investment business (as defined in the FCA Handbook). It has been managing collective investment schemes or discretionary funds since 2004.

Investment objective, focus and approach of MSCI-ETF

The investment objective of MSCI-ETF is to track the performance before fees and expenses of the MSCI Total Return Net World Index (the "**Reference Index**" under this sub-paragraph (d)). The Reference Index is designed to reflect the performance of the shares of certain companies in various developed countries. The companies making up the Reference Index are large and medium sized companies based on the combined value of a company's readily available shares as compared to other companies.

In order to seek to achieve the investment objective, MSCI-ETF will adopt a Direct Investment Policy, which in the case of MSCI-ETF, means that it will aim to replicate or track, before fees and expenses, the performance of the Reference Index by holding a portfolio of equity securities that comprises all or a representation of the securities comprised in the Reference Index (the "**Underlying Securities**"), as determined by the Sub-Portfolio Manager. MSCI-ETF is managed according to a passive approach.

The Underlying Securities are listed or traded on certain markets and exchanges, with the Underlying Securities being bought by MSCI-ETF from any broker or counterparty who trades on these markets and exchanges.

MSCI-ETF will generally invest all (or, on an exceptional basis, a substantial part) of its total assets in the Underlying Securities of the Reference Index in a similar proportion as the Reference Index as determined by the Sub-Portfolio Manager, subject to the concentration limits applicable to MSCI-ETF. The Sub-Portfolio Manager may also invest in equity securities which are not constituents of the Reference Index where the Sub-Portfolio Manager determines that such securities would achieve a risk and return profile similar to that of the Reference Index, a constituent of the Reference Index or a sub-set of constituents of the Reference Index.

MSCI-ETF may invest in ancillary liquid assets which will include secured and/or unsecured deposits.

The investments and liquid assets that MSCI-ETF may hold on an ancillary basis will, together with any fees and expenses, be valued by the administrator on each valuation day in order to determine the net asset value of MSCI-ETF in accordance with the rules applicable to MSCI-ETF.

Use of FDIs by MSCI-ETF

MSCI-ETF may invest in FDIs subject to the conditions and limits laid down by the Central Bank for efficient portfolio management purposes. It may use FDIs which relate to the Reference Index or constituents of the Reference Index, which may include FDIs which are expected to generate a risk and return profile similar to that of the Reference Index, a constituent of the Reference Index or a sub-set of constituents of the Reference Index. The FDIs which MSCI-ETF may use include futures, contracts for difference ("CFDs"), currency forwards and non-deliverable forwards ("**NDFs**"). Futures and CFDs may be used in order to equitise cash balances pending investment of subscription proceeds or other cash balances held by MSCI-ETF to seek to reduce tracking error.

Currency forwards and NDFs may be used to hedge currency exposures. MSCI-ETF may use CFDs and futures as an alternative to direct investment in the constituents of the Reference Index in order to avail of the related cost or liquidity advantages of FDIs which may, in certain circumstances, be available over the direct investment in the constituents of the Reference Index. MSCI-ETF may also use American depository receipts and global depository receipts to gain exposure to equity securities instead of using physical securities in circumstances where, due to local restrictions or quota limitations, it is not possible to hold these directly or where it is otherwise advantageous to MSCI-ETF to do so.

MSCI-ETF's global exposure (as prescribed in the Central Bank (Supervision and Enforcement) Act 2013 (Section 48(1)) (Undertaking for Collective Investment in Transferable Securities) Regulation 2015, as amended, and related guidance issued by the Central Bank as amended, supplemented, consolidated or otherwise modified from time to time (the "**UCITS Regulations**")) relating to FDIs must not exceed its net asset value. Investment in FDIs are subject to the conditions and limits laid down by the Central Bank.

Position exposure to the underlying assets of FDIs, including embedded FDIs in transferable securities or money market instruments, when combined where relevant with positions resulting from direct investments, may not exceed the investment limits set out in the UCITS Regulations. (This provision does not apply in the case of index based FDIs provided the underlying index is one which meets with the criteria set out in the UCITS Regulations.)

Please note that the net asset value of MSCI-ETF is likely to have a high volatility due to its investment policy or portfolio management techniques.

3. **Fees and charges payable by the Trust in respect of the underlying funds are as follows:**

(a) In respect of the underlying funds (each of which the Trust intends or may invest 30% or more of its Value), the fees and charges are shown in the tables below:

Fees and charges payable by the Trust in respect of investments in SGB-ETF

Upfront Subscription Sales Charge *(payable to the distributor of SGB-ETF, which is a maximum percentage calculated on the basis of the net asset value of the relevant class of SGB-ETF)*	The higher of (i) S$15,000 per subscription request; and (ii) 3.00%.
Redemption Charge *(payable to the distributor of SGB-ETF, which is a maximum percentage calculated on the basis of the net asset value of the relevant class of SGB-ETF)*	The higher of (i) S$15,000 per redemption request; and (ii) 3.00%.
Primary Market Transaction Costs[1]	Applicable
All-in Fee comprising of:	
- Management Company Fee *(or management fee payable to the management company of SGB-ETF)*	Up to 0.10% p.a. of the net asset value
- Fixed Fee *(payable to the fixed fee agent, which covers the depositary fee, administration agent fee, the registrar, transfer agent and listing agent fee and certain other administrative expenses of SGB-ETF)*	0.10% p.a. of the net asset value
Financial Transaction Taxes *(taxes arising from the sale, purchase or transfer of the underlying investments of SGB-ETF)*	SGB-ETF will bear any financial transaction taxes that may be payable by it.
Any other substantial fees or charges (i.e., 0.1% or more of the net asset value of SGB-ETF)	Currently nil

Fees and charges payable by the Trust in respect of investments in MSCI-ETF

Preliminary Charge *(payable to the distributor of MSCI-ETF, which is a maximum percentage calculated on the basis of the initial issue price or net asset value of the relevant class of MSCI-ETF)*	The higher of (i) USD 20,000 per subscription request; and (ii) 3.00%.
Repurchase Charge *(or realisation charge payable to the distributor of MSCI-ETF, which is a maximum percentage calculated on the basis of the net asset value of the relevant class of MSCI-ETF)*	Up to 3.00%

[1] Primary Market Transaction Costs means in relation to subscriptions or redemptions on the primary market, costs which may be charged to authorised participants, which may include: part or all of any transaction costs; all stamp and other duties; taxes; governmental charges; brokerage; bank charges; foreign exchange spreads; interest; custodian charges (relating to sales and purchases); transfer fees' registration fees and other duties and charges whether in connection with the original acquisition or increase of the asset of the fund or the creation, issue, sale, conversion or redemption of shares of the fund or the sale or purchase of investments or otherwise which may have become or may be payable in respect of or prior to or in connection with or arising out of or upon the occasion of the transaction or dealing in respect of which such duties and charges are payable. For the avoidance of doubt, this may include a provision for the difference between the price at which assets are valued for the purpose of calculating the net asset value and the estimated or actual price at which such assets shall be bought as a result of a subscription or sold as a result of a redemption. It shall not include any commission payable to agents on the sales and purchases of shares of the fund or any commission, taxes, charges or costs which may have been taken into account in ascertaining the net asset value of the shares of the fund.

All-in-Fee comprising of: - Investment Manager fee *(payable to the investment manager of MSCI-ETF)* - Platform Fee *(payable to the platform fee arranger to finance the payment of the platform costs (i.e. fees and expenses payable to the depositary and the administrator, and other administration expenses of MSCI-ETF)*	 Up to 0.09% p.a. of the net asset value Up to 0.10% p.a. of the net asset value
Primary Market Transaction Costs[2]	Applicable
Transaction Costs[3]	Applicable

The investments by the Trust into each of the underlying funds disclosed in the tables above are expected to take place through the secondary market. Thus, it is expected that there will be no preliminary charges, redemption charges or Primary Market Transaction Costs payable by the Trust. However, there may be transactional charges associated with these investments made through the secondary market.

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[2] Same meaning as set out in the footnote above.

[3] Transaction Costs means any costs and expenses incurred in respect of (i) the buying and selling of portfolio securities and financial instruments, (ii) the entering into of any financial derivative instruments, (iii) the use of efficient portfolio management techniques, and (iv) the granting of security interests, including but not limited to brokerage fees and commission, interest or taxes payable in respect of the above.