

Unit Trust Model Portfolio

Conservative Portfolio

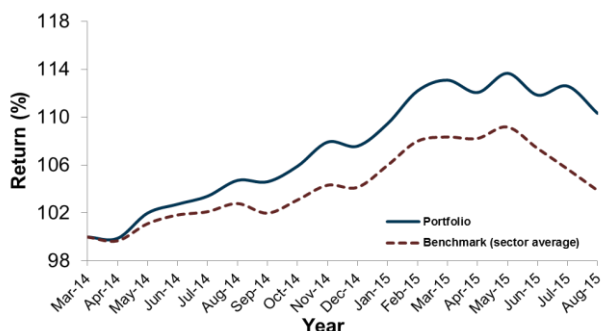
Aug 2015

By Phillip Securities Research (Singapore)

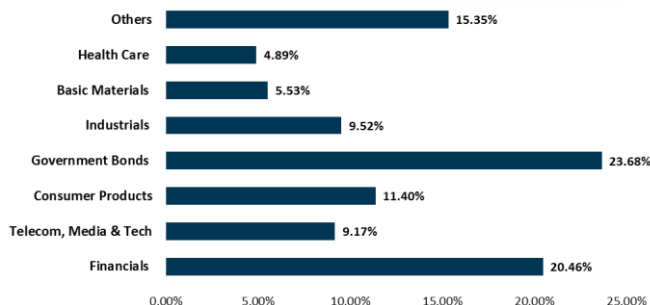
Investment Objective

The Conservative Model Portfolio is design with a primary objective of assuring the safety of the principal by minimizing the downside risk but at the same time achieving long-term capital appreciation of the portfolio as well, consistent with prudent investment management, through investing in multiple asset classes and geographies. The Model Portfolio will comprise an actively managed basket of funds investing in equities, fixed income, property and commodities related securities in global markets.

Cumulative Performance Chart*



Sector Allocation[^]



* Source: FE Holdings and PSR. The above performance figures are net of all fees but include the reinvestment of dividends as at 31 Aug 2015. Investment returns are NOT guaranteed. Past performance is not indicative of future performance.

[^] Source: FE Holdings and PSR. Sector and Geographical allocations are as at 31 Aug 2015 and are subject to change without notice.

Performance Overview

Return since inception	10.32%
Return (1 Year)	5.34%
Sharpe Ratio (1 year annualized)	0.37
Volatility (1 year annualized)	4.99%

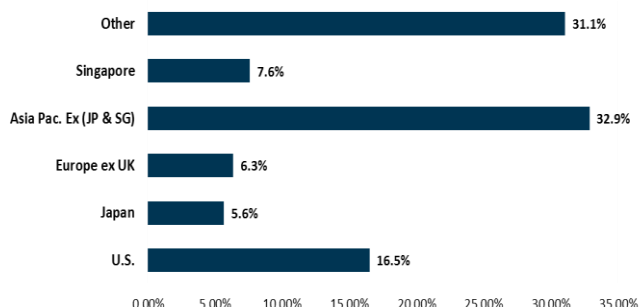
Portfolio Holdings

✓ UOB United SGD	25%
✓ Templeton Total Return (USD)	25%
✓ UOB United Emerging Markets Bond	10%
✓ Fidelity America	10%
✓ Templeton European	5%
✓ First State Dividend Advantage	15%
✓ Lion Global Japan Growth (hedged)	5%
✓ First State Regional China	5%

Portfolio Commentary

- ✓ The Portfolio returned -2.02% for the month of August.
- ✓ Global equities sank in August mainly on the back of lacklustre manufacturing data from China.
- ✓ Despite several rounds of stimulus measures in the form of interest rate cuts and funding injections into the Chinese equity markets from the Chinese government, investor sentiment in the Chinese market remained muted.
- ✓ The performance of Japanese companies continued to strengthen amid stronger corporate governance and increased profit margins, underpinned by aggressive monetary policy from BOJ.
- ✓ The US economy posted an annualised growth of 3.7% q-o-q, accompanied by a robust labour and housing market.
- ✓ In the Eurozone, unemployment rate dipped downwards in July coupled with the bailout agreement for Greece that has put a hold on the Greek debt crisis, showing signs of an ongoing economic recovery.
- ✓ The rout in the global markets has somewhat eased expectations of a US rate hike in September, despite a stronger position in the US economy.
- ✓ Valuations of global IG corporate bonds are fairly valued, with the potential tightening of the US monetary policy remaining as the key risk.
- ✓ Valuations of US HY corporate bonds continued to underperform other asset classes in developed markets.

Geographical Allocation[^]



Investment Information

Inception Date:	April 2014
Underlying Instrument:	Unit Trusts/ Mutual Funds
Base Currency:	SGD

Investment Amount

Recommended Initial Investment:	SGD 20,000
Closure:	No minimum time commitment
Fees:	Applicable fees apply

General Disclaimer

The information provided herein is intended for general circulation and/or discussion purposes only. It should not be construed as an offer or solicitation for the subscription, purchase or sale of the securities, and specifically funds, mentioned herein. No actions should be taken without first viewing the details in a fund's prospectus. Past performance is not necessarily indicative of future returns. Investments in unit trusts are subjected to investment risks, including the possible loss of the principle amount invested. Investors should note that the value of the units and income from the fund may rise as well as decline. Investors should also note that there are limitations whenever performance is stated or comparison is made to another unit trust or index for any specific period as no funds or indices are directly comparable.

Whilst we have taken all reasonable care to ensure that the information contained in this publication is accurate, it does not guarantee the accuracy or completeness of this publication. Any advice contained in this publication is made only on a general basis and is subject to change without notice. We have not given any consideration to and have not made any investigation of the investment objectives, financial situation or particular needs of any specific person or group of persons as we are not in possession of any such information. Accordingly, no warranty whatsoever is given and no liability whatsoever is accepted for any loss arising whether directly or indirectly as a result of any person or group of persons acting on such information and advice. Unit trusts are not obligations of, deposits in, or guaranteed by, Phillip Securities Pte Ltd or any of its affiliates.

It does not take into account the specific investment objectives, financial situation or particular needs of any particular person.

Without prejudice to the generality of the foregoing, please seek advice from a financial adviser regarding the suitability of any investment product taking into account your specific investment objectives, financial situation or particular needs before you make a commitment to purchase the investment product. In the event that you choose not to seek advice from a financial adviser, you should consider whether the product in question is suitable for you. This does not constitute an offer or solicitation to buy or sell or subscribe for any security or financial instrument or to enter into a transaction or to participate in any particular trading or investment strategy.

DISCLOSURE OF INTEREST

Statement pursuant to section 36 of the Financial Advisers Act. Phillip Securities Pte Ltd and its directors and employees may have interest in the securities recommended herein from time to time, and its associates and connected persons may also have positions from time to time. Opinions and views expressed in this report are subject to change without notice.

PhillipCapital is a group of companies who together offer a full range of quality and innovative financial services to retail, corporate and institutional customers. Member companies in Singapore include Phillip Securities Pte Ltd, Phillip Securities Research Pte Ltd, Phillip Financial Pte Ltd, Phillip Futures Pte Ltd, Phillip Trading Pte Ltd, Phillip Capital Management (S) Ltd, CyberQuote Pte Ltd, International Factors (Singapore) Ltd and ECICS Ltd.

Information on any and all independent PhillipCapital members and the respective financial services they offer can be obtained through the following website – www.phillip.com.sg. Members can otherwise be identified by their authorised use of PhillipCapital brand name along with their own name in their documentation and literature.

Past performance figures as well as any projection or forecast used in this publication, are not necessarily indicative of future or likely performance of any investment products. No actions should be taken without first viewing the details in a fund's prospectus.

Directors and employees may have interest in the securities recommended herein from time to time, and its associates and connected persons may also have positions from time to time. Any unit trusts mentioned in the above newsletter is not intended for U.S. citizens.