

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.

**NikkoAM-StraitsTrading MSCI China Electric Vehicles and Future  
Mobility ETF (the “Sub-Fund”)  
a sub-fund of the Nikko AM Asia Limited VCC (the “Company”)**

<b>SGX counter name (SGX stock code)<sup>2</sup></b>	<u>SGD Share Class</u> Primary Currency: NikkoAM-STC CN EV S\$ (stock code: EVS) Secondary Currency: NikkoAM-STC CN EV US\$ (stock code: EVD)	<b>SGX-ST Listing Date</b>	20 January 2022
<b>Product Type</b>	Exchange Traded Fund The Shares are Excluded Investment Products	<b>Designated Market Makers</b>	Flow Traders Asia Pte. Ltd. and Phillip Securities Pte Ltd
<b>Issuer / Company</b>	Nikko AM Asia Limited VCC	<b>Underlying Reference Asset</b>	MSCI China All Shares IMI Future Mobility Top 50 Index
<b>Manager</b>	Nikko Asset Management Asia Limited		
<b>Expense Ratio (for Exchange-traded Funds)</b>	0.70% p.a. <sup>3</sup>	<b>Traded Currencies</b>	SGD Share Class: SGD and USD
		<b>Board Lot Size</b>	1 Share

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors who:
  - seek long term capital growth;
  - believe that the Index will increase in value;
  - are willing and able to accept that their principal will be at risk; and
  - seek an “index-based” approach to investing in Chinese companies listed in US, Hong Kong and China, and other markets from time to time, that are expected to derive significant revenues from energy storage technologies, autonomous vehicles, shared mobility and new transportation methods.

**You should consult your financial advisers if in doubt about whether this product is suitable for you.**

#### Further Information

Refer to Appendix I of the Prospectus for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in an exchange traded fund constituted in Singapore that aims to replicate as closely as possible, before expenses, the performance of the Index.
- The Index is compiled and calculated by MSCI and aims to track the performance of Chinese companies listed in US, Hong Kong and China, and other markets from time to time, that are expected to derive significant revenues from energy storage technologies, autonomous vehicles, shared mobility and new transportation methods. The Index is reviewed and rebalanced quarterly.

Refer to Appendix I of the Prospectus for further information on features of the product.

The published figures for the value of the Index, a description of the Index methodology and latest information is available

<sup>1</sup> The Prospectus is available for collection at the Manager’s business address at 12 Marina View, #18-02, Asia Square Tower 2, Singapore 018961 during usual business hours or accessible at [www.nikkoam.com.sg](http://www.nikkoam.com.sg).

<sup>2</sup> Subject to change by the SGX-ST from time to time.

<sup>3</sup> Audited expense ratio for the financial year ended 31 December 2023.

<ul style="list-style-type: none"> <li>• Unlike “actively managed” unit trusts and mutual funds, the Manager does not attempt to outperform the Index nor does it seek temporary defensive positions when markets decline or appear overvalued by some standards.</li> <li>• Distributions, if any, will be determined by the Manager. Currently, no distributions will be made for the SGD Share Class.</li> <li>• The base currency of the Sub-Fund is SGD and the Sub-Fund will issue Shares denominated in SGD (for SGD Share Class).</li> </ul>	<p>at <a href="https://www.msci.com/index-methodology">https://www.msci.com/index-methodology</a>.</p>
<b>Investment Strategy</b>	
<ul style="list-style-type: none"> <li>• The Sub-Fund will seek to achieve its investment objective by investing all, or substantially all, of its assets in securities which are for the time being constituent securities of the Index (“<b>Index Securities</b>”) in substantially the same weightings as reflected in the Index (i.e. using a full replication strategy). The Manager may in its absolute discretion adopt a representative sampling strategy instead of a full replication strategy. Representative sampling is a strategy of investing in a representative sample of securities in the Index which have a similar investment profile as that of the Index. The Manager may invest in certain securities that are not included in the Index (“<b>non-Index Securities</b>”) but have aggregate characteristics (such as yield and duration) similar to those of the Index.</li> <li>• The Sub-Fund is designed for investors who seek an “index-based” approach to investing in Chinese companies listed in US, Hong Kong and China, and other markets from time to time, in a cost effective and easy to access manner.</li> <li>• The Manager will rebalance the Sub-Fund’s portfolio of investments from time to time to reflect any changes to the composition of, or the weighting of securities in the Index of the Sub-Fund with a view to minimising tracking error of such Sub-Fund’s overall returns relative to the performance of its Index. Such rebalancing may be in the form of investments in non-Index Securities (if representative sampling is adopted).</li> </ul>	<p>Refer to Appendix I of the Prospectus setting out the description of the investment strategy of the Sub-Fund.</p>
<b>Parties Involved</b>	
<p><b>WHO ARE YOU INVESTING WITH?</b></p> <ul style="list-style-type: none"> <li>• The issuer/Company is <b>Nikko AM Asia Limited VCC</b></li> <li>• The Manager is <b>Nikko Asset Management Asia Limited</b>.</li> <li>• The Investment Advisor is <b>Straits Investment Management Pte. Ltd.</b></li> <li>• The Custodian is <b>DBS Trustee Limited</b>.</li> </ul>	<p>Refer to Sections II and III of the Prospectus for further information on the role and responsibilities of these entities and what happens if they become insolvent.</p>
<b>KEY RISKS</b>	
<p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b></p> <p><b>You should be aware that the price of Shares can go down as well as up. The value of the product and its dividends or coupons may rise or fall. The following are key risk factors that may cause you to lose some or all of your investment:</b></p>	<p>Refer to Section IX of the Prospectus for further information on risks of the product.</p>
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li>• <b>Shares may trade at prices other than NAV</b> <ul style="list-style-type: none"> <li>○ The secondary market price of Shares may sometimes trade above or below the NAV per Share. This deviation is dependent on various factors but will be accentuated when there is a large imbalance between market supply and demand for Shares on the SGX-ST. There is a risk that you may not be able to buy or sell at a price close to the NAV per Share.</li> </ul> </li> <li>• <b>You are exposed to market risk</b> <ul style="list-style-type: none"> <li>○ The price of securities comprised in the portfolio of the Sub-Fund and the Shares, and the income from them, may be influenced by political and economic conditions, changes in interest rates, the earnings of the</li> </ul> </li> </ul>	

<p>corporations whose securities are comprised in the portfolio and the market's perception of the securities.</p>	
<p><b>Liquidity Risks</b></p>	
<ul style="list-style-type: none"> <li>• <b>You are exposed to the liquidity risk</b> <ul style="list-style-type: none"> <li>○ The extent of market liquidity is dependent on the size and state of the markets and therefore affects the Sub-Fund's ability to acquire or dispose of securities at the price and time it so desires.</li> </ul> </li> <li>• <b>You should be aware there is a minimum creation and redemption size</b> <ul style="list-style-type: none"> <li>○ Shares will only be issued or redeemed in-kind at the Company's discretion in Creation Unit or Redemption Unit aggregations (currently 500,000 Shares, and multiples thereof) or in cash at a minimum of 50,000 Shares (or such other higher number of Shares in multiples of 1,000) by or through Participating Dealers.</li> <li>○ If you do not hold the minimum redemption number of Shares (i.e. 50,000 Shares), you will only be able to realise the value of your Shares by selling your Shares on the SGX-ST at the prevailing trading price of the Shares.</li> <li>○ However, do note that the Participating Dealers are under no obligation to redeem your Shares.</li> </ul> </li> <li>• <b>Trading in Shares on SGX-ST may be suspended or even delisted</b> <ul style="list-style-type: none"> <li>○ You will not be able to purchase or sell Shares on the SGX-ST during any period that the SGX-ST suspends trading in the Shares. Subject to the provisions of the CIS Code, the creation and redemption of Shares will also be suspended if the trading of Shares on the SGX-ST is suspended.</li> <li>○ The Sub-Fund may not be able to continue to meet the requirements necessary to maintain the listing of Shares on the SGX-ST. The Sub-Fund may be terminated if Shares are delisted from the SGX-ST.</li> </ul> </li> </ul>	<p>Refer to Sections IX and XIII of the Prospectus for situations in which trading of Shares may be suspended.</p>
<p><b>Product-Specific Risks</b></p>	
<ul style="list-style-type: none"> <li>• <b>You are exposed to tracking error risk</b> <ul style="list-style-type: none"> <li>○ Changes in the NAV of the Sub-Fund are unlikely to replicate exactly changes in the Index due to various factors, especially if the Sub-Fund invests in securities that are non-Index Securities or invests in those Index Securities with different weighting from that of the Index. The Sub-Fund's returns may therefore deviate from those of the Index.</li> </ul> </li> <li>• <b>Risk associated with the investment strategy of the Sub-Fund/Lack of discretion of Manager to adapt to market changes</b> <ul style="list-style-type: none"> <li>○ Unlike "actively managed" unit trusts and mutual funds, in its management of the Sub-Fund, the Manager does not attempt to outperform the Index nor does it seek temporary defensive positions when markets decline or appear overvalued by some standards. Accordingly, a fall in the Index may result in a corresponding fall in the NAV of the Sub-Fund.</li> </ul> </li> <li>• <b>You are exposed to currency risk</b> <ul style="list-style-type: none"> <li>○ As the investments of the Sub-Fund may be denominated in currencies other than its base currency, fluctuations of the exchange rate of such currencies against the base currency of the Sub-Fund may have an impact on the investments and income of the Sub-Fund and affect the value of the Shares. The Manager reserves the discretion to hedge, whether fully, partially or not at all, the foreign currency exposure of the Sub-Fund depending on the prevailing foreign exchange rates, and in the event no hedging or partial hedging is made, the value of the Sub-Fund may be affected.</li> </ul> </li> <li>• <b>You are exposed to PRC market risk</b> <ul style="list-style-type: none"> <li>○ Investing in the securities markets in the PRC is subject to the risks of investing in emerging markets generally and the risks specific to the PRC market. Many of the PRC economic reforms are unprecedented or experimental and are subject to adjustment and modification which may not always have a positive effect on investments in listed securities.</li> </ul> </li> <li>• <b>You are exposed to risks relating to investing in Autonomous and Electric Vehicle Companies</b></li> </ul>	

<ul style="list-style-type: none"> <li>○ Autonomous &amp; Electric Vehicle companies typically face intense competition and potentially rapid product obsolescence. Many of these companies are also heavily dependent on intellectual property rights and may be adversely affected by loss or impairment of those rights. There can be no assurance these companies will be able to successfully protect their intellectual property to prevent the misappropriation of their technology, or that competitors will not develop technology that is substantially similar or superior to such companies' technology.</li> <li>● <b>You are exposed to risks related to investing in Automobiles Industry</b> The automobiles industry can be highly cyclical, and companies in the industry may suffer periodic operating losses. The industry can be significantly affected by labor relations and fluctuating component prices. The automobile industry is also heavily dependent on components supplied by various third-party producers. Consequently, any delay in or shortage of such components or parts globally will have an adverse impact on automobile manufacturers and could adversely affect the NAV of the Sub-Fund.</li> </ul> <p><b>You should be aware that your investment in the Sub-Fund may be exposed to other risks of an exceptional nature from time to time.</b></p>	
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**FEES AND CHARGES**

<p><b>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</b></p> <p><u>Payable directly by you</u></p> <ul style="list-style-type: none"> <li>● <b>For purchase and sale of Shares on the SGX-ST using cash or SRS monies</b> <ul style="list-style-type: none"> <li>○ If you deal on the SGX-ST, you will typically not bear any costs related to the creation and redemption of Shares. However, you will need to pay brokers' commissions, clearing fees and other costs associated with dealing on the SGX-ST. These amounts are subject to your individual agreement with, and are paid directly by you to, your broker, the CDP and your other service providers (including SRS operators).</li> </ul> </li> <li>● <b>For subscription and/or redemption of Shares in cash by or through Participating Dealers</b> <ul style="list-style-type: none"> <li>○ Duties and Charges of up to 0.50% of the subscription or redemption amount (as the case may be) will be payable to the Sub-Fund. Normal brokerage and other fees apply.</li> </ul> </li> <li>● <b>For subscription and/or redemption of Shares in-kind by or through Participating Dealers</b> <ul style="list-style-type: none"> <li>○ Transaction fee for each creation or redemption request is currently S\$ 800 per request (Maximum: S\$ 5,000 per request). Normal brokerage and other fees apply.</li> </ul> </li> </ul> <p><u>Payable by the Sub-Fund from invested proceeds</u></p> <ul style="list-style-type: none"> <li>● The Sub-Fund will have to pay the following fees and charges out of its assets:</li> </ul> <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 20%; padding: 5px;"><b>Management Fee</b></td> <td style="padding: 5px;">0.50% per annum of the Sub-Fund Asset; Maximum: 1.00% per annum of the Sub-Fund Asset. The Management Fee is retained by the Manager as the Manager does not pay any trailer fees with respect to the Sub-Fund.</td> </tr> <tr> <td style="padding: 5px;"><b>Other Fees and Charges</b></td> <td style="padding: 5px;">Other fees and charges, including inter alia Custodian, Registrar and Fund Administration fees may each amount to or exceed 0.10% per annum, depending on the proportion that each fee or charge bears to the Sub-Fund Asset.  Based on the audited accounts for the year ended 31 December 2023, the transaction costs and Index licence fee amounted to approximately 0.11% and 0.15% of the Sub-Fund Asset respectively.</td> </tr> </table> <ul style="list-style-type: none"> <li>● The Company intends to cap the total expense ratio of the Sub-Fund at 0.70% per annum of the Sub-Fund Asset. Any fees and expenses that are payable by the Sub-Fund in excess of 0.70% per annum of the Sub-Fund Asset will be borne by the Manager and not the Sub-Fund.</li> </ul>	<b>Management Fee</b>	0.50% per annum of the Sub-Fund Asset; Maximum: 1.00% per annum of the Sub-Fund Asset. The Management Fee is retained by the Manager as the Manager does not pay any trailer fees with respect to the Sub-Fund.	<b>Other Fees and Charges</b>	Other fees and charges, including inter alia Custodian, Registrar and Fund Administration fees may each amount to or exceed 0.10% per annum, depending on the proportion that each fee or charge bears to the Sub-Fund Asset.  Based on the audited accounts for the year ended 31 December 2023, the transaction costs and Index licence fee amounted to approximately 0.11% and 0.15% of the Sub-Fund Asset respectively.	<p>Refer to Appendix I of the Prospectus for further information on fees and charges.</p>
<b>Management Fee</b>	0.50% per annum of the Sub-Fund Asset; Maximum: 1.00% per annum of the Sub-Fund Asset. The Management Fee is retained by the Manager as the Manager does not pay any trailer fees with respect to the Sub-Fund.				
<b>Other Fees and Charges</b>	Other fees and charges, including inter alia Custodian, Registrar and Fund Administration fees may each amount to or exceed 0.10% per annum, depending on the proportion that each fee or charge bears to the Sub-Fund Asset.  Based on the audited accounts for the year ended 31 December 2023, the transaction costs and Index licence fee amounted to approximately 0.11% and 0.15% of the Sub-Fund Asset respectively.				

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

- You may contact our approved distributors listed on our website at [www.nikkoam.com.sg](http://www.nikkoam.com.sg) or call Nikko Asset Management Asia Limited at 1800 535 8025.

## APPENDIX: GLOSSARY OF TERMS

CDP	means The Central Depository (Pte) Limited.
CIS Code	means the Code on Collective Investment Schemes issued by the Monetary Authority of Singapore pursuant to the Securities and Futures Act 2001, as may be amended, modified, or supplemented from time to time by the Monetary Authority of Singapore.
Class	means SGD Share Class (denominated in SGD).
Creation Unit	means a multiple of 500,000 Shares or of such other number of Shares as may be determined by the Company from time to time
Dealing Day	means any day (other than a Saturday, Sunday or gazetted public holiday) on which commercial banks are open for business in Singapore, Hong Kong and PRC and the SGX-ST is open for normal trading (other than a day on which trading on the SGX-ST is scheduled to close prior to its regular weekday closing time) and the Index is compiled and published and/or such other day or days as the Company may from time to time determine.
Excluded Investment Products	means any capital markets products that belong to a class of capital markets products listed in the Schedule to the Securities and Futures (Capital Markets Products) Regulations 2018.
Index	means the MSCI China All Shares IMI Future Mobility Top 50 Index or such other index as the Sub-Fund may track from time to time.
Index Securities	means any securities which are for the time being constituent securities of the Index.
NAV	means net asset value.
non-Index Securities	means securities that are not included in the Index.
Participant Agreement	means an agreement entered into between the Company and a Participating Dealer setting out, <i>inter alia</i> , the arrangements in respect of the issue, redemption, switching and cancellation of Shares.
Participating Dealer	means any participant who is a broker or dealer or such other person as may be approved by the Company and who has entered into a Participant Agreement in form and substance acceptable to the Company.
Participating Shares	means the participating shares in the capital of the Company or in respect of a particular Sub-Fund, as the case may be, issued subject to and in accordance with the Act and the Constitution and having the rights and subject to the restrictions provided for in the Constitution, and as may be further described in this Prospectus. For the avoidance of doubt, if the Company has constituted one or more Sub-Funds, the Participating Shares of each Sub-Fund participate only in the assets and liabilities of that particular Sub-Fund as a collective investment scheme segregated from any other Sub-Fund or Sub-Funds
PRC	means the People's Republic of China.
prescribed capital markets products	shall have the meaning as set out in the Securities and Futures (Capital Markets Products) Regulations 2018, as the same may be modified, amended or revised from time to time.
Redemption Unit	means a multiple of 500,000 Shares or of such other number of Shares as may be determined by the Company from time to time.
SGD or Singapore dollars	means the lawful currency of Singapore.

SGX-ST	means the Singapore Exchange Securities Trading Limited or any successor thereto.
Shares	means the shares in the capital of the Company or the Participating Shares in respect of a particular Sub-Fund, as the case may be, and includes any Class thereof.
SRS	means Supplementary Retirement Scheme.
Sub-Fund Asset(s)	means an asset of the Company in respect of or attributable to or allocated or held by the Company for the purpose of a Sub-Fund.
USD or United States dollars	means the lawful currency of the United States of America.