

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- 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 if you 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.

LION-CHINA MERCHANTS EMERGING ASIA SELECT INDEX ETF (the “Fund”)

SGX counter name (SGX stock code)	<u>USD Class Units</u> Lion-CM EM Asia S\$ (stock code: EAA)	SGX-ST Listing Date	11 December 2024
Product Type	Exchange-Traded Fund The Units are Excluded Investment Products.	Designated Market Maker	Phillip Securities Pte Ltd
Manager	Lion Global Investors Limited	Underlying Reference Asset	iEdge Emerging Asia Select 50 Index (the “Index”)
Expense Ratio for FYE 31 December 2023	Not Available.	Traded Currencies	<u>USD Class Units</u> SGD
		Board Lot Size	1 Unit

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- seek an ‘index-based’ approach to investing in the 50 largest and most tradable companies (i) domiciled in Emerging Asia countries; and (ii) listed in Emerging Asia countries or the US Exchanges, and is designed to provide access to growth in these Emerging Asia countries (i.e. India, Indonesia, Thailand and Malaysia);
- believe that the Index will increase in value; and
- are comfortable with the volatility and risks of an equity fund.

Please note your investment in the Fund is at risk and you may not get back the principal sum invested.

Further Information

Refer to the “Key Information” section 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 as a unit trust in Singapore that seeks to replicate as closely as possible, before expenses, the performance of the Index using a direct investment policy of investing in all, or substantially all, of the underlying Index Securities. The Index is compiled and calculated by Singapore Exchange Limited (the “Index Provider”). The Index aims to track the 50 largest and most tradable companies (i) domiciled in Emerging Asia countries; and (ii) listed in Emerging Asia countries or the US Exchanges, and is designed to provide access to growth in these Emerging Asia countries (i.e. India, Indonesia, Thailand and Malaysia).

Distributions, if any, will be determined by us. We may but currently do not intend to make distributions for the Fund.

The base currency of the Fund is USD and the Fund will issue Units denominated in USD (for USD Class Units).

The Fund’s net asset value may have higher volatility as a result of its narrower investment focus on Emerging Asia countries, when compared to funds investing in developed markets.

Refer to the “Investment Objective”, “Investment Policy of the Fund” and “Distribution Policy” sections of the Prospectus and Appendices I and II of the Prospectus for further information on the features of the product.

¹ The Prospectus is available for collection at Lion Global Investors Limited, 65 Chulia Street, #18-01 OCBC Centre, Singapore 049513 from Monday to Friday (9am to 6pm) or website: www.lionglobalinvestors.com.

<ul style="list-style-type: none"> ○ You are exposed to Foreign Exchange Risk. <ul style="list-style-type: none"> ○ As the securities invested into may be denominated in currencies other than USD, any fluctuation in the exchange rate of such currencies against the base currency of the Fund (i.e. USD) may have an impact on the income of the Fund and affect the value of the Units. In addition, as the base currency of the Fund is in USD, foreign currency exchange rate movements may affect the returns to investors in Singapore (who purchase the USD Class Units traded in SGD on the SGX-ST), and investors may be exposed to exchange rate risks. ○ Currently, we do not intend to hedge the foreign currency exposure of the Fund. In the event any such foreign currency exposure is hedged, we will adopt a passive hedging strategy. 	
Liquidity Risks	
<ul style="list-style-type: none"> ○ The secondary market may be illiquid. <ul style="list-style-type: none"> ○ You can sell your Units on the SGX-ST. However, you may not be able to find a buyer on the SGX-ST when you wish to sell your Units. While the Fund intends to appoint at least one market maker to assist in creating liquidity for investors, liquidity is not guaranteed and trading of Units on the SGX-ST may be suspended in certain situations. ○ If the Units are delisted from the SGX-ST or if the CDP is no longer able to act as the depository for the Units listed on the SGX-ST, the Fund may be terminated and Units will be redeemed in accordance with the termination provisions in the Trust Deed. ○ Redemption through Participating Dealers. <ul style="list-style-type: none"> ○ You can only redeem Units through Participating Dealers if you are a client of the relevant Participating Dealer, subject to such terms and conditions as may be imposed. A redemption application shall only be made or accepted in respect of Units constituting an Application Unit size of 200,000 Units or such higher number of Units in multiples of 1,000 Units. If you do not hold an Application Unit size, you may only realise the value of your Units by selling your Units on the SGX-ST. 	
Product Specific Risks	
<ul style="list-style-type: none"> ○ You are exposed to Single Region/Concentration Risk. <ul style="list-style-type: none"> ○ The Fund is subject to concentration risk as a result of tracking the performance of a single geographical region (i.e. Emerging Asia). Where the Fund invests in a few select countries, it will be exposed to fluctuations in the economies of these countries, and the market, currency, political, social environment and other risks related specifically to these countries, which may affect the market price of its investments in these countries. Exposure to a limited number of countries also increases the potential volatility of the Fund due to the increased concentration risk as they are less diversified compared to exposure to global markets. In particular, the Fund may have a large exposure (in excess of 50%) to companies domiciled in India, based on the weightage of the Index Securities to India as a result of price movements or corporate actions between the Index review dates. ○ You are exposed to Emerging Markets Risk. <ul style="list-style-type: none"> ○ Securities of companies domiciled in emerging markets are less liquid and more volatile than those domiciled in more developed stock markets and this may result in greater price volatility. Emerging markets may not have fully developed custodian and settlement services and therefore investments in such markets are subject to a greater degree of risk. There may also be state regulations governing the outward remittance by foreign investors of their share of net profits and dividends and the repatriation of their investments in a foreign currency. ○ You are exposed to Tracking Error Risk. <ul style="list-style-type: none"> ○ Factors such as the fees and expenses of the Fund, imperfect correlation between the Fund's assets and the Index Securities constituting the Index, rounding of share prices, changes to the Index, transaction costs incurred by the Fund and costs to the Fund for complying with various new or existing regulatory policies may affect our ability to achieve close correlation with the performance of the Index. This risk may be heightened during times of increased market volatility or other unusual market conditions. The Fund's returns may therefore deviate from the Index and there is no assurance that the Fund will be able to fully track the performance of the Index. 	<p>Refer to Appendix II of the Prospectus for further information on the sector requirements of the constituent securities of the Index.</p>

- Index-tracking ETFs that track indices with significant weight in Emerging Asia markets may experience higher tracking error than other index-tracking ETFs that do not track such indices as the Emerging Asia markets are more volatile and less liquid. In addition, capital gains tax on India securities and different settlement cycles of the Index Securities in Emerging Asia markets are factors that could increase the tracking error. We expect the Fund would experience a tracking error of around 5% or more, which is higher than other index-tracking ETFs.
- The Fund is not actively managed.
 - The Fund invests in the Index Securities included in the Index and is not actively managed. We do not attempt to select stocks individually in order to outperform the market or to take defensive positions in declining markets.

FEES AND CHARGES

WHAT ARE THE FEES AND CHARGES FOR THIS INVESTMENT?

There are fees and charges payable by Participating Dealers (for Primary Market transactions) in respect of the Fund as set out in the Prospectus. Participating Dealers shall also bear all transaction costs, Duties and Charges and other expenses and charges which are subject to change from time to time without prior notice. For investors who have purchased or redeemed Units through Participating Dealers, the fees and charges paid by the Participating Dealers may be borne by investors in full or in part, depending on the relevant Participating Dealer.

Refer to the “Fees, Charges and Expenses” section of the Prospectus for further information on fees and charges.

Fees and Charges Payable by Investors Dealing in Units on the SGX-ST (Secondary Market)

Subscription/Redemption fee	Nil
Brokerage	Market rates. You will have to bear brokerage fees charged by your stockbrokers.
Clearing fee and SGX access fee	Currently the clearing fee and SGX access fee for trading Units on the SGX-ST is at the rate of 0.0325% and 0.0075% of the traded value [#] and subject to the prevailing GST.

[#] Subject to change at SGX-ST’s discretion.

Fees and Charges Payable by the Fund

Manager's fee	Currently 0.80% p.a of the Net Asset Value of the Fund. Maximum 0.99% p.a of the Net Asset Value of the Fund. The Manager’s fee is retained by the Manager as the Manager does not pay any trailer fees with respect to the Fund.
Trustee's fee	Currently 0.02% per annum on the first US\$80 million of the Net Asset Value of the Fund, 0.015% per annum on the next US\$320 million of the Net Asset Value of the Fund, and 0.01% on the balance above US\$400 million of the Net Asset Value of the Fund. Maximum 0.25% per annum of the Net Asset Value of the Fund, subject to a yearly minimum fee of US\$6,000 per annum.
Custodian fee	The Custodian Fee payable is subject to agreement between the Manager and the Custodian and may exceed 0.10% of the Net Asset Value of the Fund depending on, amongst others, the size of the Fund.
Other fees and charges	Other fees and charges include fund administration and valuation fees, legal fees, audit fees, transaction fees, accounting fees, licensing fees, transaction processing and cash processing fees. Such fees and charges are subject to agreement with the relevant parties and may amount to or exceed 0.10% of the Net Asset Value of the Fund, depending on the proportion each fee or charge bears to the Net Asset Value of the Fund.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

If you have questions concerning your investment in the Fund, you may call us at telephone number (65) 6417 6900.

Website: www.lionglobalinvestors.com

Email: contactus@lionglobalinvestors.com

APPENDIX: GLOSSARY OF TERMS

“Application”	means an application by a Participating Dealer to the Registrar and us for the creation or redemption of Units, in accordance with the procedures for creation and redemption of Units set out in the Operating Guidelines and the terms of the Trust Deed.
“Application Basket”	means a portfolio of Index Securities which constitute the Index Basket fixed by us at the start of business on the relevant Dealing Day and/or the cash equivalent of the Index Securities where applicable for the purpose of the creation and redemption of Units in an Application Unit size, notified on the relevant date by us in accordance with the Operating Guidelines for Applications.
“Application Unit”	means 200,000 Units or such higher number of Units in multiples of 1,000 Units or such other number of Units from time to time determined by us (with prior written notice to the Trustee and the Participating Dealers).
“ATM”	means automated teller machines.
“Authority”	means the Monetary Authority of Singapore or its successors.
“Business Day”	means a day on which (a) the SGX-ST and the Relevant Exchanges are open for normal trading, and (b) the Index is compiled and published or such other day or days as may from time to time be determined by us and the Trustee.
“CDP”	means The Central Depository (Pte) Limited or any successor thereof established by the SGX-ST as a depository company which operates a central depository system for the holding and transfer of book-entry securities.
“Code”	means the Code on Collective Investment Schemes issued by the Authority (as may be amended from time to time).
“Dealing Day”	means each Business Day during the continuance of the Fund and/or such other day or days as we may from time to time determine with the prior approval of the Trustee, provided that (i) if on such day the stock exchange(s) in Singapore or India does not carry out valuation or dealing or (ii) if such day is an Excluded Day, such day shall not be a Dealing Day unless the Manager and the Trustee otherwise agree.
“Deposited Property”	means all the assets (including cash, if any) for the time being held or deemed to be held upon the trusts of the Trust Deed for the account of the Fund or Class (as the case may be) excluding any amount for the time being standing to the credit of the Distribution Account (as defined in the Trust Deed).
“Direct Replication Strategy”	using a direct Replication Strategy, the Fund will invest in substantially all the Index Securities in substantially the same weightings (i.e. proportions) as the Index.
“Emerging Asia”	means India, Indonesia, Thailand and Malaysia, or as stated in the Index methodology.
“Excluded Day”	means the eve of a trading holiday in either Singapore, United States of America or Thailand.
“GST”	means goods and services tax.
“Index Business Day”	means every weekday (except for such weekday(s) as may from time to time be determined by the Index Provider).
“Index Securities”	means any securities which are for the time being constituent securities of the Index.

"Index Trading Day"	means a day on which the SGX-ST, all of the relevant exchanges in Emerging Asia and the US Exchanges are open for trading.
"Issue Price"	means the price at which Units may be issued, determined in accordance with the Trust Deed.
"Notice on the Sale of Investment Products"	means MAS Notice SFA 04-N12: Notice on the Sale of Investment Products (as may be amended from time to time).
"Notice on Recommendations on Investment Products"	means MAS Notice FAA-N16: Notice on Recommendations on Investment Products (as may be amended from time to time).
"Participating Dealer"	means a broker or dealer which has entered into a Participation Agreement in form and substance acceptable to us and the Trustee.
"Permissible Investment"	means such investment as may be permitted to be made by the Fund under the Code and (for so long as Units of the Fund are Excluded Investment Products and prescribed capital markets products) the Notice on the Sale of Investment Products, the Notice on Recommendations on Investment Products or the Securities and Futures (Capital Markets Products) Regulations 2018 issued, or as may be permitted to invest in, by the Authority.
"Rebalance Implementation Day"	means the fourth Tuesday of March and September of each year. If the Rebalance Implementation Day is not an Index Trading Day, the results will be implemented on the next Index Trading Day. Constituent changes will be effective on the Index Business Day immediately following the Rebalance Implementation Day. The Index Provider may determine such other dates for rebalancing and implementation (with prior written notice to us). Regular index rebalancing schedule can be obtained through the website of the Index Provider at: https://www.sgx.com/indices/products/EMASIAUN .
"Relevant Exchanges"	means the stock exchanges on which the Index Securities are listed and/or traded, and a "Relevant Exchange" means any one of them.
"Representative Sampling Strategy"	using a Representative Sampling Strategy, the Fund will hold a representative sample of a portfolio of Securities selected by us using quantitative analytical models in a technique known as "portfolio sampling". Where a representative sampling strategy is employed, Securities that are not constituents of the Index may be held by the Fund. Such Securities will be expected to have a high level of correlation or a similar valuation or market capitalisation as the relevant Index Securities.
"Security(ies)"	<p>means any unit or interest in a collective investment scheme, share, stock, debenture, loan stock, bond, security, commercial paper, acceptance, depository receipt, trade bill, treasury bill, instrument or note of, or issued by or under the guarantee of, any body, whether incorporated or unincorporated, or of any government or local government authority or supranational body, whether paying interest or dividends or not and whether fully-paid, partly paid or nil paid and includes (without prejudice to the generality of the foregoing):-</p> <ul style="list-style-type: none"> (A) any right, option or interest (howsoever described) in or in respect of any of the foregoing, including units in any Unit Trust; (B) any certificate of interest or participation in, or temporary or interim certificate for, receipt for or warrant to subscribe or purchase, any of the foregoing; (C) any instrument commonly known or recognised as a security;

	<p>(D) any receipt or other certificate or document evidencing the deposit of a sum of money, or any rights or interests arising under any such receipt, certificate or document; and</p> <p>(E) any bill of exchange and any promissory note,</p> <p>provided that each of such Securities falling within paragraphs (A) to (E) of this definition shall be a Permissible Investment under the Code.</p>
“SGX-ST”	means the Singapore Exchange Securities Trading Limited or its successors.
“Trust Deed”	means the Trust Deed constituting the Fund, as may be amended, supplemented or restated from time to time.
“Unit”	means one undivided share in the Deposited Property or the portion of the Deposited Property attributed to the relevant Class.
“Unit Trust”	means any arrangement made for the purpose, or having the effect, of providing facilities for the participation by persons, as beneficiaries under a trust, in profits or income arising from the acquisition, holding, management or disposal of securities or any other property whatsoever or in respect of any such arrangement which offers more than one class of units to participating persons (each representing a separate portfolio acquiring, holding, managing or disposing as aforesaid) means each such class of units.
“Unitholder”	means a holder of Units.
“US Exchanges”	means the New York Stock Exchange, Nasdaq, or such other exchanges in the United States of America.