

利安資金新馬基金 年度財務報告

(中文簡譯本)

2022年12月31日

利安資金管理公司

Lion Global Investors Limited

www.lionglobalinvestors.com

新光投信

Shin Kong Investment Trust

www.skit.com.tw

本基金財務報告內容如與英文版財務報告有任何歧異，以英文版財務報告為主。

本基金財務報告簡譯本僅供投資人參考用。

警語：本基金財務報告（簡譯本）僅供投資人參考，不代表對行情之預測或研判，投資人應自負風險。本基金經主管機關核准，惟不表示本基金絕無風險。本公司以往之經理績效，不保證各基金之最終投資收益；本公司除盡善良管理人之注意義務外，不負責各基金之盈虧，亦不保證最低收益，投資人申購前應詳閱各基金公開說明書。

利安資金新馬基金財務報告

總投資報酬表

2022年01月01日至2022年12月31日

	附註	2022 S\$	2021 S\$
收入			
股利		679,741	756,353
利息		19	-
		<u>679,760</u>	<u>756,353</u>
減：費用			
審計費		15,750	15,750
託管費		2,060	2,519
管理費		217,954	247,054
專業費		8,276	16,929
登錄費		14,556	15,339
受託公司費		8,000	8,001
交易費用		31,790	48,479
評價行政費		8,000	8,001
其他費用		8,977	11,577
		<u>315,363</u>	<u>373,649</u>
淨利		<u>364,397</u>	<u>382,704</u>
淨投資收益或損失			
已實現淨投資收益/ (損失)		(2,039,015)	644,312
已實現現貨合約收益/ (損失)		(3,847)	(3,635)
兌換收益/ (損失)		(3,812)	(4,762)
		<u>(2,046,674)</u>	<u>635,915</u>
稅前總投資利潤/ (虧損)		<u>(1,682,277)</u>	<u>1,018,619</u>
減：所得稅		<u>(2,457)</u>	<u>(3,236)</u>
期間總利潤/ (虧損)		<u>(1,684,734)</u>	<u>1,015,383</u>

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利安資金新馬基金財務報告

資產負債表
2022年12月31日

	附註	2022 S\$	2021 S\$
資產			
投資組合		18,090,954	20,703,505
應收帳款		12,151	23,574
經紀人應付帳款		-	-
衍生性金融商品公平價值		-	-
現金及銀行存款		173,047	71,031
總資產		18,276,152	20,798,110
負債			
應付款項		52,619	75,953
經紀人應收款		-	-
衍生性金融商品公平價值		-	-
總負債		52,619	75,953
權益			
基金單位持有人資產淨值		18,223,533	20,722,157

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For the financial year ended 31 December 2022

ANNUAL REPORT LIONGLOBAL SINGAPORE/MALAYSIA FUND

Lion Global Investors Ltd

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OCBC Centre, Singapore 049513

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DIRECTORY

Manager

Lion Global Investors Limited
65 Chulia Street #18-01
OCBC Centre
Singapore 049513

Directors of Lion Global Investors Limited

Mr Khor Hock Seng (Chairman)
Mr Teo Joo Wah (Chief Executive Officer)
Mr Ronnie Tan Yew Chye
Ms Chong Chuan Neo

Trustee/Registrar

HSBC Institutional Trust Services (Singapore) Limited
10 Marina Boulevard,
Marina Bay Financial Centre, Tower 2,
#48-01
Singapore 018983

Custodian

The Hongkong and Shanghai Banking Corporation Limited
1 Queen's Road
Central, Hong Kong

Independent Auditor

PricewaterhouseCoopers LLP
7 Straits View, Marina One
East Tower, Level 12
Singapore 018936

LIONGLOBAL SINGAPORE/MALAYSIA FUND

PERFORMANCE OF THE FUND

For the financial year ended 31 December 2022

Past performance is not necessarily indicative of future performance. Cumulative returns for the Fund are calculated up to 31 December 2022 in SGD terms, based on single pricing, with dividends reinvested net of all charges payable upon reinvestment.

Time Period	Fund Returns (%)	
	LionGlobal Singapore/ Malaysia Fund (SGD Class)	Benchmark* Returns (%)
3 months	3.7	4.9
6 months	3.6	3.6
1 year	-8.2	-8.7
3 years**	-1.6	-3.5
5 years**	-2.5	-2.3
10 years**	-0.4	0.3
Since Inception** (21 May 1987)	4.9	4.3

Past performance is not necessarily indicative of future performance. Cumulative returns for the Fund are calculated up to 31 December 2022 in USD terms, based on single pricing, with dividends reinvested net of all charges payable upon reinvestment.

Time Period	Fund Returns (%)	
	LionGlobal Singapore/ Malaysia Fund (USD Class)	Benchmark* Returns (%)
3 months	10.9	12.3
6 months	7.5	7.5
1 year	-7.7	-8.3
3 years**	-1.5	-3.4
5 years**	-2.6	-2.4
10 years**	-1.3	-0.6
Since Inception** (30 June 2004)	5.1	6.1

Source: Morningstar/Lion Global Investors Ltd.

* Benchmark:

OCBC Composite Index: Since inception – August 1998

MSCI Singapore: From September 1998 – December 1999

50% MSCI Singapore + 50% MSCI Malaysia : From January 2000

** Returns of more than 1 year are annualised.

The Fund's net asset value may have a higher volatility as a result of its narrower investment focus on a limited geographical market, when compared to funds investing in global or wider regional markets.

REVIEW

For the year ended 31 December 2022, the Fund returned -8.2%, while the benchmark 50% Morgan Stanley Capital International (MSCI) Singapore and 50% MSCI Malaysia returned -8.7% in SGD terms.

With COVID-19 lockdowns abating and restrictions being gradually removed, both Singapore and Malaysia started the year with optimism. There were signs of inflation initially, but these were largely treated as transitory. The optimism over re-opening recovery was short-lived, however, when Russia invaded Ukraine, driving up commodity prices and disrupting supply chains further. This, together with pent-up demand, drove inflation to levels not seen since the 1980s, causing central banks, including Bank Negara and Monetary Authority of Singapore, to tighten monetary policies and raised interest rates aggressively. Concerns over slowing growth and volatility ensued, resulting in markets correcting. Malaysia also saw Anwar Ibrahim appointed as the 10th Prime Minister after an initial hung election created some uncertainty before it was resolved after Anwar managed to garner enough seats to form the government.

Financials sector in Singapore and Malaysia did well on loan growth recovery and higher interest rates while Technology stocks underperformed as sentiment soured on rate hikes. Healthcare in Malaysia also underperformed on normalizing gloves demand post COVID-19. For the Fund, our holdings in Sembcorp Industries in Singapore and LGMS and ITMax System in Malaysia and our underweight in SEA Limited contributed to performance while our Technology related stocks Grand Venture, Greatech, Pentamaster and TDCX detracted from performance.

The Fund's net asset value may have a higher volatility as a result of its narrower investment focus on a limited geographical market, when compared to funds investing in global or wider regional markets.

STRATEGY AND OUTLOOK

In 2023, we expect Singapore and Malaysia to be resilient against the backdrop of elevated inflation, rising interest rates and slowing global growth and potential recession globally. Although 2023 Gross Domestic Product (GDP) for Singapore and Malaysia may slow from 2022 due to the slower global growth environment and some of the re-opening effects dissipate, they are still expected to grow 2% and 4% year-over-year respectively (based on Bloomberg estimates). Some of the tailwinds from re-opening will continue, especially international tourism and travel. China's re-opening should also boost tourism in Singapore and Malaysia as China accounted for around 19% and 11% of Singapore and Malaysia's foreign visitor arrivals before the pandemic respectively. Domestic consumption growth should continue to drive economic growth as wage increases and improved labour market are supporting household incomes. Although trade growth may be impacted from global recession concerns, China's re-opening and recovery of her economy may help cushion the global trade slowdown as exports to China accounted for 17% and 12% of Singapore and Malaysia's GDP in 2021 respectively according to Maybank Research. The reconfiguration of manufacturing supply chains and friend-shoring of production bases are also expected to benefit both Singapore and Malaysia and result in more Foreign Direct Investments (FDI).

Tighter monetary conditions and interest rate hikes, which are headwinds to the markets, are still expected especially in the 1st half of 2023 as inflation remains elevated. However, there are signs that inflation may be peaking which should provide central banks some breathing space to moderate their tightening pace some time in 2023.

Thus, we are positive on companies in Singapore and Malaysia that are beneficiaries of domestic consumption growth and more FDIs into the region. We are also favourable to companies that should benefit from the expected increase in travel and tourism especially with China opening up. We remain invested in selective companies in the Consumer, Technology and Clean Energy sectors that are expected to capture some of the secular trends of rising middle income, adoption of technology and clean energy transition.

The key uncertainties to the markets are inflation pressures remaining higher for longer resulting in more rate hikes and tighter monetary conditions, potential recession or even stagflation, some major credit events or fallout, geo-politics, worsening US-China tensions and domestic politics. Another pandemic or COVID mutation resulting in new waves of serious infections remains a risk as well.

As of 16 January 2023.

The Fund's net asset value may have a higher volatility as a result of its narrower investment focus on a limited geographical market, when compared to funds investing in global or wider regional markets.

DISCLOSURES ON THE FUND¹*For the financial year ended 31 December 2022***1. DISTRIBUTION OF INVESTMENTS AS AT 31 DECEMBER 2022**

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
a) <i>By Asset Class</i>		
Equities and Fund	18,090,954	99.3
Cash and other net assets	132,579	0.7
Net assets attributable to unitholders	<u>18,223,533</u>	<u>100.0</u>

b) *By Credit Rating of Debt Securities*

Not applicable

c) *By Derivative Type*

Total net realised losses from financial derivatives at the end of the financial year were \$3,847.

¹ As required by Code on Collective Investment Schemes

2. TOP 10 HOLDINGS
As at 31 December 2022

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
DBS Group Holdings Limited	2,083,400	11.4
Oversea-Chinese Banking Corporation [#]	1,511,514	8.3
Public Bank Berhad	1,362,724	7.5
United Overseas Bank Limited	1,320,591	7.2
CIMB Group Holdings Berhad	1,054,408	5.8
Malayan Banking Berhad	718,559	3.9
Sea Limited ADR	671,169	3.7
Singapore Telecommunications Limited	570,026	3.1
Petronas Chemicals Group Berhad	408,480	2.3
Keppel Corporation Limited	387,684	2.1

As at 31 December 2021

	Fair Value	Percentage of
	\$	total net assets
		attributable to
		unitholders
		%
DBS Group Holdings Limited	2,358,738	11.4
Oversea-Chinese Banking Corporation [#]	1,651,837	8.0
Public Bank Berhad	1,394,725	6.7
Sea Limited ADR	1,310,127	6.3
United Overseas Bank Limited	1,272,800	6.1
Malayan Banking Berhad	722,065	3.5
CIMB Group Holdings Berhad	721,953	3.5
Petronas Chemicals Group Berhad	530,265	2.6
Wilmar International Limited	498,456	2.4
Singapore Telecommunications Limited	479,312	2.3

[#] Ultimate holding company of the Manager

3. GLOBAL EXPOSURE

The global exposure relating to derivative instruments is calculated using the commitment approach by converting the derivative positions into equivalent positions in the underlying assets embedded in those derivatives.

The global exposure of the Fund to financial derivative instruments or embedded financial derivative instruments will not exceed 100% of the net asset value of the Fund at any time.

4. COLLATERAL

Nil

5. SECURITIES LENDING OR REPURCHASE TRANSACTIONS

Nil

6. INVESTMENT IN OTHER UNIT TRUSTS, MUTUAL FUNDS AND COLLECTIVE INVESTMENT SCHEMES

Please refer to Statement of Portfolio.

7. BORROWINGS

Nil

8. SOFT DOLLAR COMMISSION RECEIVED BY THE MANAGERS

The soft dollar commissions from various brokers for the financial year were utilised on research and advisory services, economic and political analyses, portfolio analyses, market analyses, data and quotation analyses and computer hardware and software used for and in support of the investment process of fund managers. Goods and services received were for the benefit of the scheme and there was no churning of trades. These brokers also execute trades for other funds managed by the managers. The trades are conducted on best available terms and in accordance with best practices.

9. OTHER MATERIAL INFORMATION

There is no other material information that will adversely impact the valuation of the Fund.

10. SUPPLEMENTAL INFORMATION ON UNDERLYING SUB-FUNDS

Not applicable

REPORT OF THE TRUSTEE

For the financial year ended 31 December 2022

The Trustee is under a duty to take into custody and hold the assets of LionGlobal Singapore/Malaysia Fund (the "Fund") in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting year and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Fund during the financial year covered by these financial statements, set out on pages 12 to 36, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
HSBC INSTITUTIONAL TRUST SERVICES (SINGAPORE) LIMITED

Authorised signatory

28 March 2023

STATEMENT BY THE MANAGER

For the financial year ended 31 December 2022

In the opinion of Lion Global Investors Limited, the accompanying financial statements set out on pages 12 to 36, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial position and the portfolio holdings of LionGlobal Singapore/Malaysia Fund (the "Fund") as at 31 December 2022, and the financial performance and movements in unitholders' funds for the financial year then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of
LION GLOBAL INVESTORS LIMITED

TEO JOO WAH
CEO

28 March 2023

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF LIONGLOBAL SINGAPORE/MALAYSIA FUND

(Constituted under a Trust Deed in the Republic of Singapore)

Our Opinion

In our opinion, the accompanying financial statements of the LionGlobal Singapore/Malaysia Fund (the "Fund") are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial position and portfolio holdings of the Fund as at 31 December 2022, and the financial performance and movements of unitholders' funds for the financial year ended on that date.

What we have audited

The financial statements of the Fund comprise:

- the Statement of Total Return for the financial year ended 31 December 2022;
- the Statement of Financial Position as at 31 December 2022;
- the Statement of Movements of Unitholders' Funds for the financial year ended 31 December 2022;
- the Statement of Portfolio as at 31 December 2022; and
- the notes to the financial statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF LIONGLOBAL SINGAPORE/MALAYSIA FUND

(Constituted under a Trust Deed in the Republic of Singapore)

Other Information

The Fund's Manager (the "Manager") is responsible for the other information. The other information comprises all sections of the annual report, but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information. In doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Fund or to cease the Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Fund's financial reporting process.

Auditor's responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF LIONGLOBAL SINGAPORE/MALAYSIA FUND

(Constituted under a Trust Deed in the Republic of Singapore)

Auditor's responsibilities for the Audit of the Financial Statements (continued)

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants

Singapore, 28 March 2023

STATEMENT OF TOTAL RETURN
For the financial year ended 31 December 2022

	Note	2022 \$	2021 \$
Income			
Dividends		679,741	756,353
Interest on cash and bank balances		19	-
		<u>679,760</u>	<u>756,353</u>
Less: Expenses			
Audit fee		15,750	15,750
Custodian fees	9	2,060	2,519
Management fee	9	217,954	247,054
Professional fees		8,276	16,929
Registration fee	9	14,556	15,339
Trustee fee	9	8,000	8,001
Transaction costs		31,790	48,479
Valuation and administration fees	9	8,000	8,001
Miscellaneous expenses		8,977	11,577
		<u>315,363</u>	<u>373,649</u>
Net income		<u>364,397</u>	<u>382,704</u>
Net gains or losses on value of investments and financial derivatives			
Net (losses)/gains on investments		(2,039,015)	644,312
Net losses on foreign exchange spot contracts		(3,847)	(3,635)
Net foreign exchange losses		(3,812)	(4,762)
		<u>(2,046,674)</u>	<u>635,915</u>
Total (deficit)/return for the financial year before income tax		(1,682,277)	1,018,619
Less: Income tax	3	(2,457)	(3,236)
Total (deficit)/return for the financial year		<u>(1,684,734)</u>	<u>1,015,383</u>

The accompanying notes form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION*As at 31 December 2022*

	Note	2022 \$	2021 \$
ASSETS			
Portfolio of investments		18,090,954	20,703,505
Receivables	4	12,151	23,574
Cash and cash equivalents	5	173,047	71,031
Total assets		18,276,152	20,798,110
LIABILITIES			
Payables	6	52,619	75,953
Total liabilities		52,619	75,953
EQUITY			
Net assets attributable to unitholders	7	18,223,533	20,722,157

The accompanying notes form an integral part of these financial statements.

STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS*For the financial year ended 31 December 2022*

	Note	2022 \$	2021 \$
Net assets attributable to unitholders at the beginning of the financial year		20,722,157	21,135,258
Operations			
Change in net assets attributable to unitholders resulting from operations		(1,684,734)	1,015,383
Unitholders' contributions/(withdrawals)			
Creation of units		147,614	183,631
Cancellation of units		(961,504)	(1,612,115)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		(813,890)	(1,428,484)
Total decrease in net assets attributable to unitholders		(2,498,624)	(413,101)
Net assets attributable to unitholders at the end of the financial year	7	18,223,533	20,722,157

The accompanying notes form an integral part of these financial statements.

STATEMENT OF PORTFOLIO
As at 31 December 2022

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
By Industry (Primary)			
QUOTED EQUITIES AND FUND			
FINANCIAL			
DBS Group Holdings Limited	61,421	2,083,400	11.4
Oversea-Chinese Banking Corporation [#]	124,098	1,511,514	8.3
Public Bank Berhad	1,036,040	1,362,724	7.5
United Overseas Bank Limited	43,016	1,320,591	7.2
CIMB Group Holdings Berhad	597,081	1,054,408	5.8
Malayan Banking Berhad	271,266	718,559	3.9
Hong Leong Bank Berhad	47,336	296,320	1.6
Singapore Exchange Limited	24,900	222,855	1.3
RHB Bank Berhad	112,098	197,617	1.1
Novo Tellus Alpha Acquisition	40,800	180,744	1.0
Credit Bureau Asia Limited	99,200	91,760	0.5
Novo Tellus Alpha Acquisition Warrants 31/12/2029	20,400	1,020	*
		9,041,512	49.6
COMMUNICATIONS			
Sea Limited ADR	9,618	671,169	3.7
Singapore Telecommunications Limited	221,800	570,026	3.1
Telekom Malaysia Berhad	143,200	235,442	1.3
TIME dotCom Berhad	146,000	217,819	1.2
Digi.Com Berhad	143,700	175,011	1.0
Axiata Group Berhad	117,798	110,827	0.6
Grab Holdings Limited	17,244	74,471	0.4
		2,054,765	11.3

* denotes amount less than 0.1%

[#] Ultimate holding company of the Manager

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL SINGAPORE/MALAYSIA FUND

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
By Industry (Primary) (continued)			
QUOTED EQUITIES AND FUND (continued)			
INDUSTRIAL			
Keppel Corporation Limited	53,400	387,684	2.1
Singapore Airlines Limited	41,200	227,836	1.3
Dialog Group Berhad	276,200	206,033	1.1
Supercomnet Technologies Berhad	394,300	188,484	1.0
Malaysia Airports Holdings Berhad	88,200	176,165	1.0
Singapore Technologies Engineering Limited	48,900	163,815	0.9
ITMAX System Berhad	363,300	157,073	0.9
Sembcorp Industries	40,300	136,214	0.7
Pentamaster Corporation Berhad	83,300	112,356	0.6
Grand Venture Technology Limited	153,400	77,467	0.5
		1,833,127	10.1
CONSUMER, NON-CYCLICAL			
Wilmar International Limited	64,500	268,965	1.5
IHH Healthcare Berhad	122,500	231,993	1.3
PPB Group Berhad	38,900	206,559	1.1
Kuala Lumpur Kepong Berhad	22,783	155,107	0.8
IOI Corporation Berhad	125,300	154,509	0.8
Nestle (Malaysia) Berhad	2,500	106,565	0.6
Sime Darby Plantation Berhad	66,677	94,401	0.5
Farm Fresh Berhad	57,400	28,137	0.2
		1,246,236	6.8

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL SINGAPORE/MALAYSIA FUND

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
By Industry (Primary) (continued)			
QUOTED EQUITIES AND FUND (continued)			
REAL ESTATE			
CapitaLand Integrated Commercial Trust REIT	170,049	346,900	1.9
CapitaLand Investment Limited	89,400	330,780	1.8
Ascendas Real Estate Investment Trust	92,828	254,349	1.4
City Developments Limited	13,300	109,459	0.6
UOL Group Limited	13,800	92,736	0.5
Mapletree Commercial Trust	37,600	62,792	0.4
CDL Hospitality Trusts	2,114	2,642	*
		<u>1,199,658</u>	<u>6.6</u>
BASIC MATERIALS			
Petronas Chemicals Group Berhad	156,000	408,480	2.3
Press Metal Aluminium Holdings Berhad	238,000	353,626	1.9
Scientex Berhad	144,420	141,589	0.8
		<u>903,695</u>	<u>5.0</u>
TECHNOLOGY			
Genetech Technology Berhad	313,100	227,839	1.3
Venture Corporation Limited	10,000	170,600	0.9
Nanofilm Technologies International Limited	95,300	132,467	0.7
Inari Amertron Berhad	157,400	125,081	0.7
CTOS Digital Berhad	255,700	110,552	0.6
LGMS Berhad	240,000	82,573	0.5
		<u>849,112</u>	<u>4.7</u>

* denotes amount less than 0.1%

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL SINGAPORE/MALAYSIA FUND

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
By Industry (Primary) (continued)			
QUOTED EQUITIES AND FUND (continued)			
CONSUMER, CYCLICAL			
Genting Malaysia Berhad	318,900	261,189	1.4
MR D.I.Y. Group M Berhad	147,000	89,515	0.5
		<u>350,704</u>	<u>1.9</u>
ENERGY			
Yinson Holdings	219,520	162,415	0.9
Mooreast Holdings Limited	648,000	104,976	0.6
Yinson Holdings Warrants 31/12/2049	26,880	3,765	*
		<u>271,156</u>	<u>1.5</u>
FUNDS			
Lion-Phillip S-REIT ETF	212,400	191,160	1.0
UTILITIES			
Tenaga Nasional Berhad	51,100	149,829	0.8
TOTAL QUOTED EQUITIES AND FUND		<u>18,090,954</u>	<u>99.3</u>
Portfolio of investments		18,090,954	99.3
Other net assets		132,579	0.7
Net assets attributable to unitholders		<u>18,223,533</u>	<u>100.0</u>

* denotes amount less than 0.1%

The accompanying notes form an integral part of these financial statements.

	Percentage of total net assets attributable to unitholders at	
	31 December 2022 %	31 December 2021 %
By Industry (Summary)		
Financial	49.6	43.3
Communications	11.3	13.1
Industrial	10.1	10.5
Consumer, Non-cyclical	6.8	12.2
Real Estate	6.6	5.8
Basic Materials	5.0	5.7
Technology	4.7	3.9
Consumer, Cyclical	1.9	1.6
Energy	1.5	1.2
Funds	1.0	1.1
Utilities	0.8	1.5
	<hr/>	<hr/>
Portfolio of investments	99.3	99.9
Other net assets	0.7	0.1
	<hr/>	<hr/>
Net assets attributable to unitholders	100.0	100.0
	<hr/>	<hr/>

The accompanying notes form an integral part of these financial statements.

LIONGLOBAL SINGAPORE/MALAYSIA FUND

	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at	
		31 December 2022 %	31 December 2021 %
By Geography (Secondary)			
Singapore	9,788,392	53.7	56.3
Malaysia	8,302,562	45.6	43.6
Portfolio of investments	18,090,954	99.3	99.9
Other net assets	132,579	0.7	0.1
Net assets attributable to unitholders	18,223,533	100.0	100.0

The accompanying notes form an integral part of these financial statements.

NOTES TO THE FINANCIAL STATEMENTS

For the financial year ended 31 December 2022

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. GENERAL

LionGlobal Singapore/Malaysia Fund (the “Fund”) is a unit trust constituted by a Deed of Trust dated 15 April 1987 together with its Supplemental Deeds thereon (hereafter referred to as “Trust Deed”) between Lion Global Investors Limited (the “Manager”) and British and Malayan Trustees Limited (being the trustee prior to 1 January 2012) and/or HSBC Institutional Trust Services (Singapore) Limited (being the trustee with effect from 1 January 2012) (the “Trustee”). The Trust Deed is governed by the laws of the Republic of Singapore.

The Fund is a unit trust under the Central Provident Fund Investment Scheme.

Subscriptions and redemptions of the Fund are denominated in Singapore Dollar and United States Dollar. Investors may subscribe in United States Dollar at the applicable rate of exchange from Singapore Dollar.

2. SIGNIFICANT ACCOUNTING POLICIES

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial assets at fair value through profit or loss and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 “Reporting Framework for Investment Funds” (“RAP 7”) issued by the Institute of Singapore Chartered Accountants.

(b) Recognition of income

Dividend income is recognised when the right to receive payment is established.

Interest income is recognised on a time proportion basis using the effective interest method.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)(c) Financial derivatives

Financial derivatives are entered into for the purposes of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provisions of the Trust Deed.

Financial derivatives outstanding at the end of the financial year are measured at their fair values using the marked-to-market method, and the resultant gains and losses are taken up in the Statement of Total Return.

(d) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net change in the fair value of investments is included in the Statement of Total Return in the financial year in which they arise.

(iii) Derecognition

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sales of investments are computed on the basis of the difference between the weighted average cost and selling price gross of transaction costs, and are taken up in the Statement of Total Return.

(e) Basis of valuation of investments

The fair value of financial assets and liabilities traded in active markets is based on quoted market prices at the close of trading on the reporting date. The Fund utilises the last traded market price for both financial assets and financial liabilities where the last traded price falls within the bid-ask spread. In circumstances where the last traded price is not within the bid-ask spread, the Manager will determine the point within the bid-ask spread that is most representative of fair value.

The quoted market price used for investments in underlying funds held by the Fund is the published price of the underlying fund at the close of trading on the report date.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)(f) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(g) Due from and due to brokers

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash at banks and on hand which are subject to an insignificant risk of changes in value.

(i) Payables

Payables are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

(j) Foreign currencies

(i) Functional and presentation currency

Subscriptions and redemptions of the units in the Fund are denominated in Singapore Dollar and United States Dollar. The primary activity of the Fund is to invest in equity and debt securities (including real estate investment trusts) that are listed on the stock exchanges of Singapore and Malaysia.

The performance of the Fund is measured and reported to the investors in Singapore Dollar. In addition, the Fund's activities are substantially based in Singapore and expenses are predominantly in Singapore Dollar. Therefore, the Manager considers the Singapore Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Fund's functional and presentation currency is the Singapore Dollar.

2. SIGNIFICANT ACCOUNTING POLICIES (continued)(j) Foreign currencies (continued)

(ii) Transactions and balances

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation of monetary assets and liabilities denominated in foreign currencies at the closing rates at the reporting date are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are also recognised in the Statement of Total Return within the net gain or loss on investments.

3. INCOME TAX

The Fund was granted the status of Designated Unit Trust ("DUT") in Singapore. The Trustee of the Fund will ensure that the Fund fulfills its reporting obligations under the DUT Scheme.

Under the DUT Scheme, subject to certain conditions and reporting obligations being met, certain income of the DUT fund is not taxable in accordance with sections 35(12) and 35(12A) of the Income Tax Act 1947. Such income includes:

- (a) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (b) interest (other than interest for which tax has been deducted under section 45 of the Income Tax Act 1947);
- (c) dividends derived from outside Singapore and received in Singapore;
- (d) gains or profits derived from foreign exchange transactions, transactions in futures contracts, transactions in interest rate or currency forwards, swaps or option contracts and transactions in forwards, swaps or option contracts relating to any securities or financial index;
- (e) discount, prepayment fee, redemption premium and break cost from qualifying debt securities issued during the prescribed period; and
- (f) distributions from foreign unit trusts derived from outside Singapore and received in Singapore.

3. INCOME TAX (continued)

	2022	2021
	\$	\$
Singapore income tax	2,457	2,865
Overseas income tax	-	371
Total income tax	<u>2,457</u>	<u>3,236</u>

The Singapore income tax represents tax deducted at source for Singapore sourced dividends. The overseas income tax represents tax deducted at source on dividends derived from outside Singapore.

4. RECEIVABLES

	2022	2021
	\$	\$
Amount receivable for creation of units	218	-
Dividends receivable	7,941	18,784
Other receivables	3,992	4,790
	<u>12,151</u>	<u>23,574</u>

5. CASH AND CASH EQUIVALENTS

The cash and cash equivalents are placed with a financial institution which is a related company of the Trustee.

6. PAYABLES

	2022	2021
	\$	\$
Amount payable for cancellation of units	-	17,556
Amount due to the Manager	17,915	19,973
Amount due to the Trustee	9,042	8,104
Amount due to the Custodian	223	272
Amount due to the Registrar	1,200	6,433
Other payables	24,239	23,615
	<u>52,619</u>	<u>75,953</u>

7. UNITS IN ISSUE

	2022	2021
	Units	Units
Units at beginning of the financial year	8,082,249	8,637,334
Units created	61,484	71,212
Units cancelled	<u>(400,319)</u>	<u>(626,297)</u>
Units at end of the financial year	<u>7,743,414</u>	<u>8,082,249</u>
of which, units denominated in		
- USD	<u>768,442</u>	<u>767,777</u>
	2022	2021
	\$	\$
Net assets attributable to unitholders	18,223,533	20,722,157
Net asset value per unit	<u>2.353</u>	<u>2.563</u>

A reconciliation of the net assets attributable to unitholders per unit per the financial statements and the net assets attributable to unitholders per unit for issuing/redeeming units at the reporting date is presented below:

	2022	2021
	\$	\$
Net assets attributable to unitholders per unit per the financial statements	2.353	2.563
Effect of movement in the net asset value between the last dealing date and the end of the reporting period	<u>*</u>	<u>-</u>
Net assets attributable to unitholders per unit for issuing/redeeming units	<u>2.353</u>	<u>2.563</u>

* denotes amount less than \$0.001

8. FINANCIAL RISK MANAGEMENT

The Fund's activities expose it to a variety of market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. The Fund may use financial futures contracts, options and/or currency forward contracts subject to the terms of the Trust Deed to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Fund at any time as part of the overall financial risk management to reduce the Fund's risk exposures.

The Fund's assets principally consist of investment in equity securities. They are held in accordance with the published investment policies of the Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve their investment objectives.

The following is a summary of the main risks and risk management policies:

(a) Market risk

Market risk is the risk of loss to the value of financial investments because of changes in market conditions like interest and currency rate movements and volatility in security prices. External factors such as changes in economic environment, consumption patterns and investor's expectation contribute to market risk which may have a significant impact on the asset's value.

The Fund's investments are substantially dependent on changes in market prices. The Manager monitors the Fund's investments closely so as to assess changes in fundamentals and valuation. Although the Manager makes reasonable efforts in the choice of investments, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the asset value of the Fund. Guidelines are set to reduce the Fund's risk exposures to market volatility such as diversifying the portfolio by investing across various geographies/industries.

COVID-19 pandemic continues to evolve and develop. The situation is dynamic with various cities and countries around the world responding in different ways to address the pandemic. As a result of the COVID-19 pandemic, global financial markets have experienced significant volatility. Given the extent of the crisis, it is difficult to estimate the impact or duration of the volatility on the portfolio of the Fund. The Manager is closely monitoring the development of the COVID-19 pandemic and its related impact.

The Fund's market risk is affected primarily by changes in three components: changes in actual market prices, interest rate volatilities and foreign exchange movements.

8. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(i) Price risk

The Fund’s sensitivity to the market is measured using its beta, a ratio that describes how the expected return of a portfolio is correlated to the return of the financial market as a whole. The daily fund price movement is measured against the daily price movement of the benchmark to derive the beta.

As at 31 December 2022, the Fund’s beta was 0.92 (2021: 0.91) which was calculated based on the daily returns over the preceding 12 months for the Fund and its benchmark (2021: based on the daily returns over the preceding 12 months for the Fund and its benchmark).

The table below summarises the impact of increases/decreases from the Fund’s underlying investments in equities on the Fund’s net assets attributable to the unitholders as at 31 December 2022 and 2021. The analysis was based on the assumptions that the index components within the benchmark index increased/decreased by a reasonable possible shift, with all variables held constant and that the fair value of the Fund’s investments moved according to the beta.

Fund	Benchmark	Impact of 8% (2021: 5%) movement in benchmark on net assets attributable to the unitholders	
		2022 \$	2021 \$
LionGlobal Singapore/ Malaysia Fund	50% MSCI Singapore Index + 50% MSCI Malaysia Index	1,331,494	942,009

(ii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

Investment fund that invests in equity securities may be subject to interest rate risk as any interest rate change may affect the equity risk premium though at varying degrees. To manage this risk, the Manager analyses how interest rate changes may affect different industries and securities and then seeks to adjust the Fund’s portfolio investments accordingly. However, the effects of changes in interest rates on the Fund’s portfolio may not be quantified as the relationship between interest rates and the value of the equity securities is indirect. Hence, no separate sensitivity analysis has been presented.

8. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk

The Fund has monetary financial assets/liabilities denominated in currencies other than Singapore Dollar and the Fund may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Singapore Dollar and such other currencies. The Fund may enter into foreign currency contracts designed to either hedge some or all of this exposure, or alternatively increase exposure to preferred foreign currencies.

The tables below summarise the Fund's exposure to key currencies at the end of the financial year. Monetary and non-monetary items have been taken into account for the analysis.

As at 31 December 2022	MYR \$	USD \$	SGD \$	Total \$
Assets				
Portfolio of investments	8,302,562	745,640	9,042,752	18,090,954
Receivables	7,941	219	3,991	12,151
Cash and cash equivalents	260	7,096	165,691	173,047
Total assets	8,310,763	752,955	9,212,434	18,276,152
Liabilities				
Payables	-	223	52,396	52,619
Total liabilities	-	223	52,396	52,619
Net financial assets	8,310,763	752,732	9,160,038	
Net currency exposure	8,310,763	752,732	9,160,038	

8. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)(iii) Currency risk (continued)

As at 31 December 2021	MYR \$	USD \$	SGD \$	Total \$
Assets				
Portfolio of investments	9,046,370	1,425,452	10,231,683	20,703,505
Receivables	2,700	-	20,874	23,574
Cash and cash equivalents	13,988	7,607	49,436	71,031
Total assets	9,063,058	1,433,059	10,301,993	20,798,110
Liabilities				
Payables	-	454	75,499	75,953
Total liabilities	-	454	75,499	75,953
Net financial assets	9,063,058	1,432,605	10,226,494	
Net currency exposure	9,063,058	1,432,605	10,226,494	

Equity fund investments are non-monetary financial assets and are exposed to both currency risk and price risk. As these financial assets are non-monetary, no separate sensitivity analysis has been performed to analyse currency risk. The impact of currency risk arising from these financial assets on the Fund's net asset value has been included in the above price risk sensitivity analysis.

The Fund's monetary assets/liabilities are measured for their sensitivity to exchange rate movements based on the balance of the monetary assets/liabilities, forecasted exchange rate movements and the net asset value of the Fund.

As of 31 December 2022 and 2021, the Fund's exposure to foreign currency fluctuations with respect to the monetary assets/liabilities is not considered to be significant and hence no sensitivity analysis on foreign currency risk has been presented.

8. FINANCIAL RISK MANAGEMENT (continued)

(b) Liquidity risk

Liquidity risk is the risk of loss arising from the inability of the Fund to meet its obligation as and when they fall due without incurring unacceptable cost or losses.

The Fund is exposed to daily redemption of units. It therefore invests the majority of its assets in investments that are traded in active market and can be readily disposed of.

The tables below analyse the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the reporting date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

As at 31 December 2022	Less than 3 months \$	3 months- 1 year \$	1-5 years \$	Above 5 years \$
Payables	52,619	-	-	-

As at 31 December 2021	Less than 3 months \$	3 months- 1 year \$	1-5 years \$	Above 5 years \$
Payables	75,953	-	-	-

(c) Credit risk

Credit risk is the risk that counterparty will fail to perform contractual obligations, either in whole or in part, under a contract.

Concentrations of credit risk are minimised primarily by:

- ensuring counterparties, together with the respective credit limits, are approved,
- ensuring that transactions are undertaken with a large number of counterparties, and
- ensuring that the majority of transactions are undertaken on recognised exchanges.

8. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

All transactions in listed securities are settled/paid upon delivery using approved brokers. The risk of default is considered minimal, as delivery of securities is only made once the broker has received payment. Payment is made on a purchase once the securities have been received by the broker. The trade will fail if either party fails to meet its obligation.

Credit risk also arises from cash and cash equivalents and assets held with financial institutions.

The Fund may also enter into derivatives to manage its exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Fund is also exposed to the risk that its derivatives held with counterparties may not be recoverable in the event of any default by the parties concerned. The Manager minimises the Fund's credit risk by undertaking transactions with banks that are part of banking groups with good credit ratings assigned by Standard and Poor's ("S&P") or Moody's.

For purposes of impairment assessment, the Fund's assets which are measured at amortised cost are considered to have low credit risk as they are not due for payment at the end of the reporting period and there has been no significant increase in the risk of default on the receivables since initial recognition. Accordingly, for the purpose of impairment assessment for these receivables, the loss allowance is measured at an amount equal to 12-month expected credit losses ("ECL"). The ECL for these assets as at the end of the reporting period is not significant.

The tables below summarise the credit rating of bank and custodian in which the Fund's assets are held as at 31 December 2022 and 2021.

	Credit rating ##	Source of credit rating
As at 31 December 2022		
<u>Custodian</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
<u>Bank</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P

8. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

	Credit rating ^{##}	Source of credit rating
As at 31 December 2021		
<u>Custodian</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
<u>Bank</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P

The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

The credit ratings are based on the Long-Term Issuer Ratings published by the rating agency.

^{##} Group credit ratings are presented for unrated subsidiaries.

(d) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholders' redemptions.

(e) Fair value estimation

The Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

8. FINANCIAL RISK MANAGEMENT (continued)

(e) Fair value estimation (continued)

The following tables analyse within the fair value hierarchy the Fund's financial assets and liabilities (by class) measured at fair value at 31 December 2022 and 2021:

As at 31 December 2022	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Portfolio of investments				
- Quoted Equities and Fund	18,090,954	-	-	18,090,954

As at 31 December 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
Assets				
Portfolio of investments				
- Quoted Equities and Fund	20,703,505	-	-	20,703,505

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, comprise actively listed equities and exchange-traded funds. The Fund does not adjust the quoted price for these instruments.

The assets and liabilities included in the Statement of Financial Position except portfolio of investments are carried at amortised cost; their carrying values are reasonable approximation of fair value.

9. RELATED PARTY TRANSACTIONS

Management fee is paid to the Manager, while trustee fee is paid to the Trustee. These fees paid or payable by the Fund shown in the Statement of Total Return and in the respective notes to the financial statements are on terms set out in the Trust Deed.

In addition to the related party information shown elsewhere in the financial statements, the following significant transactions took place during the financial year between the Fund and related parties at terms agreed between the parties and within the provisions of the Trust Deed:

	2022	2021
	\$	\$
Brokerage on purchases and sales of investments charged by a related party of the Manager	2,748	9,369
Transaction fees charged by the Trustee	2,388	1,217
Registration fee charged by a related company of the Trustee	14,556	15,339
Valuation and administration fees charged by the Trustee	8,000	8,001
Custodian fees charged by a related company of the Trustee	2,060	2,519
Bank service fees charged by a bank which is a related company of the Trustee	2,950	1,112
Cash transfer fees charged by a related company of the Trustee	348	2,164

10. FINANCIAL RATIOS

	2022	2021
	%	%
Expense ratio ¹	1.50	1.51
Portfolio turnover ratio ²	<u>19</u>	<u>32</u>

¹ The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the expense ratio at 31 December 2022 was based on total operating expenses of \$283,573 (2021: \$325,170) divided by the average net asset value of \$18,949,708 (2021: \$21,481,514) for the financial year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.

² The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of \$3,678,718 (2021: purchases of \$6,834,590) divided by the average daily net asset value of \$18,949,708 (2021: \$21,481,514).

DISCLAIMER

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