

# 利安資金投資基金III

## - 利安資金越南基金

### 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](http://www.lionglobalinvestors.com)

新光投信

**Shin Kong Investment Trust**

[www.skit.com.tw](http://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。

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# 利安資金越南基金財務報告

## 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		2,344,133	2,042,592
利息		1,546	3
		<u>2,345,679</u>	<u>2,042,595</u>
減：費用			
審計費		16,450	16,450
託管費		107,418	102,471
管理費		2,591,569	2,514,835
專業費		16,055	15,000
登錄費		40,966	29,649
受託公司費		33,099	32,178
交易費用		90,026	103,473
評價行政費		36,434	33,531
其他費用		142,384	132,300
		<u>3,074,401</u>	<u>2,979,887</u>
淨利 / (支出)		<u>(728,722)</u>	<u>(937,292)</u>
淨投資收益或損失			
已實現淨投資收益/ (損失)		(63,175,151)	53,319,400
已實現現貨合約收益/ (損失)		(82,357)	(65,883)
兌換收益/ (損失)		(498,632)	59,250
		<u>(63,756,140)</u>	<u>53,312,767</u>
稅前總投資利潤/ (虧損)		(64,484,862)	52,375,475
減：所得稅		-	-
期間總利潤/ (虧損)		<u>(64,484,862)</u>	<u>52,375,475</u>

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# 利安資金越南基金財務報告

## 資產負債表 2022年12月31日

	附註	2022 S\$	2021 S\$
<strong>資產</strong>			
投資組合		135,561,319	189,520,368
應收帳款		917,209	947,217
經紀人應付帳款		-	-
定期存款		-	-
現金及銀行存款		13,545,976	10,348,599
<strong>總資產</strong>		<strong>150,024,504</strong>	<strong>200,816,184</strong>
<strong>負債</strong>			
應付款項		414,426	1,349,942
經紀人應收款		36,637	-
<strong>總負債</strong>		<strong>451,063</strong>	<strong>1,349,942</strong>
<strong>權益</strong>			
基金單位持有人資產淨值		<strong>149,573,441</strong>	<strong>199,466,242</strong>

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For the financial year/period ended 31 December 2022

**ANNUAL REPORT**  
**LIONGLOBAL**  
**INVESTMENT FUNDS III**  
**- LIONGLOBAL VIETNAM FUND**  
**- LIONGLOBAL-TIGER BROKERS**  
**MANAGED RESERVES FUND**

**Lion Global Investors Ltd**

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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

CONTENTS

	PAGE
<b>PERFORMANCE OF THE FUNDS</b>	
LIONGLOBAL VIETNAM FUND .....	2
LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND .....	5
<b>DISCLOSURES ON THE FUNDS</b>	
LIONGLOBAL VIETNAM FUND .....	8
LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND .....	11
<b>REPORT OF THE TRUSTEE</b> .....	14
<b>STATEMENT BY THE MANAGER</b> .....	15
<b>INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF LIONGLOBAL INVESTMENT FUNDS III</b> .....	16
<b>STATEMENTS OF TOTAL RETURN</b>	
LIONGLOBAL VIETNAM FUND .....	19
LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND .....	20
<b>STATEMENTS OF FINANCIAL POSITION</b>	
LIONGLOBAL VIETNAM FUND .....	21
LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND .....	22
<b>STATEMENTS OF MOVEMENTS OF UNITHOLDERS' FUNDS</b>	
LIONGLOBAL VIETNAM FUND .....	23
LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND .....	24
<b>STATEMENTS OF PORTFOLIO</b>	
LIONGLOBAL VIETNAM FUND .....	25
LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND .....	30
<b>NOTES TO THE FINANCIAL STATEMENTS</b> .....	31

## PERFORMANCE OF THE FUND

For the financial year ended 31 December 2022

### LIONGLOBAL VIETNAM FUND

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 Vietnam Fund (SGD Class)	Benchmark* Returns (%)
3 months	-15.3	-20.7
6 months	-21.4	-26.6
1 year	-32.1	-45.3
3 years**	4.3	-4.4
5 years**	2.3	-3.4
10 years**	9.3	4.1
Since inception** (2 February 2007)	-1.4	-6.7

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 Vietnam Fund (USD Class)	Benchmark* Returns (%)
3 months	-9.4	-15.2
6 months	-18.5	-23.8
1 year	-31.7	-45.0
3 years**	4.4	-4.3
5 years**	2.2	-3.5
10 years**	8.3	3.2
Since inception** (2 February 2007)	-0.6	-5.9

Source: Morningstar/Lion Global Investors Ltd.

\* Benchmark:

VN Index: Inception – April 2012

FTSE Vietnam Index: From May 2012

\*\* 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 -32.1%, outperforming the benchmark which fell -45.3%, in SGD terms.

The outperformance came from our overweight in Industrials and underweight in Real Estate. In Industrials, our exposure in utilities related companies helped as their earnings are expected to be more resilient in the face of slowing global demand. Tourism related stocks also performed relatively better on higher foreign tourist arrivals after Vietnam reopened its borders in early 2022. For Real Estate, several stocks fell on concerns that the government's investigation on irregularities in bond issuance may impact the sector's ability to refinance borrowings. Our underweight in Materials and Consumer Staples hurt performance. In Materials, prices for certain raw materials used for the technology sector remained high because of supply shortages. In Consumer Staples, share prices of companies selling consumer necessities fell less compared to the broader market as their earnings were expected to be more stable.

The overall Vietnamese market held up well initially but started to correct in late March 2022. This was triggered by news that senior executives at a few property companies have been arrested for fraud. High inflation and rising interest rates were also contributing factors as these conditions are not supportive of domestic and global demand. Margin calls on retail investors exacerbated the market correction.

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

Vietnam's Gross Domestic Product (GDP) is expected to grow 6.2% in 2023 based on consensus estimates, although there could be risk to the downside. This compares with preliminary GDP release of 8% for 2022. Growth should be driven by services as manufacturing will likely slow on the weaker global outlook. Consensus still expects a trade surplus in 2023 even in a challenging export environment. Together with recovering tourism, a current account surplus is therefore forecasted for Vietnam. The Vietnamese Dong is expected to appreciate marginally in 2023 after the strong US dollar last year that was driven by investors' flight to safety. Inflation pressures remain and full year inflation is forecast at 3.9% in 2023 compared to preliminary release of 3.3% for 2022. After raising policy rates by 200 basis points (bps) in 2022, the State Bank of Vietnam is still expected to raise interest rates as inflation pressures remain in the near term. Consensus expects a 50 bps hike.

In terms of portfolio strategy, our investment approach will continue to focus on fundamental research and bottom-up stock picking. This should enable us to identify companies that will benefit from Vietnam's attractive medium to long term economic growth potential. We will at the same time be cognizant of macro and non-fundamental factors that could impact stock prices in the short term. Our portfolio's stock holdings reflect this approach.

While still growing, exports are expected to slow in 2023 on a high base and because of weakening demand in developed markets. This should be mitigated by China's reopening which should be positive for economic activity in Vietnam and for inbound tourism. The property sector will probably remain weak until new rules are put in place to regulate capital raising activities. Consumption should be uneven because low-income families will likely still be impacted by elevated inflation and a slower economy, while mid and high-income consumers should be able to continue to support local spending. Despite near-term uncertainties, we believe Vietnam's medium to longer term growth potential is still solid given its relatively low economic base, supportive demographics, and openness to foreign investments. With the market correction last year, valuations of many companies are now undemanding. Therefore, we will take the opportunity to add or initiate new positions as prices come within our entry price range. The portfolio is currently overweight consumption, energy, banking, industrials, information technology and tourism.

Key concerns are elevated inflation, higher interest rates, the expected economic slowdown in USA, and the potential negative impact on costs from the conflict in Europe.

As of 20 February 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.

## PERFORMANCE OF THE FUND

For the financial period from 8 November 2021 (date of inception) to 31 December 2022

### LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND

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-Tiger Brokers Managed Reserves Fund (USD Class A)	Benchmark* Returns (%)
3 months	0.5	1.0
6 months	0.8	1.6
1 year	0.8	1.8
Since Inception** (8 November 2021)	0.8	1.6

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

Time Period	Fund Returns (%)	
	LionGlobal-Tiger Brokers Managed Reserves Fund (HKD Class A)	Benchmark* Returns (%)
3 months	-0.1	1.0
6 months	0.2	1.6
1 year	0.3	1.8
Since Inception** (8 November 2021)	0.3	1.8

Source: Morningstar/Lion Global Investors Ltd.

\* Benchmark:

United States 3 Month Government Bill

\*\*Returns of more than 1 year are annualised.

## REVIEW

For the period ended 31 December 2022, the Fund returned 0.8%, while the benchmark US Treasury 3-month Bill Yield returned 1.8% in USD terms.

We started the year 2022 with a historically high US inflation print of 7.5%, coupled with a tight US labor market and strong wage pressures. US Federal Reserve (Fed) guided that its hiking cycle this time will be different from the previous cycle in 2018, removing the guidance of “gradual and measured pace” adopted during the previous hiking cycle. While this led the market to price in 7 times of 25 basis points (bps) rate hikes in 2022, the market subsequently priced in even more hikes as the Russian-Ukraine war since late-February 2022 aggravated cost-push inflation, commodity shortage and supply-chain issues globally. After hiking rates by 25 bps in March 2022 and 50bps in May 2022, Fed took a bigger step to hike rates by 75bps in June 2022, after the June 2022 release of US headline Consumer Price Index (CPI) which grew 8.6% over the previous year, justifying a stance of “raising rates expeditiously to curb inflation”.

During 2nd half of 2022, US inflationary pressures remain intense, with year-on-year CPI staying above 8% during 3rd quarter of 2022 before decelerating in the 4th quarter of 2022. Continuing its policy of hiking rates expeditiously to curb inflation, Fed did another 3 jumbo hikes (75 bps) in 2nd half of 2022 before slowing down to 50bps in December 2022 after the November 2022 CPI slowed to 7.1% over a year ago.

In total, Fed Funds Rate increased by 4.25% to 4.5% and the US Treasury (UST) curve bear flattened, with the 2-year UST yield increasing 3.7% to 4.43% and the 10-year UST yield increasing 2.37% to 3.88%.

## STRATEGY AND OUTLOOK

In the US, consumer spending has started to slow, along with weaker Purchasing Managers' Index (PMI), weighed down by declines in new orders and production. The labor market remains tight though employment report points to moderating labor demand and some chance of cooling wage inflation.

In Europe, consumer spending is not breaking despite high inflation and weak confidence as government measures and subsidies have helped to shield consumers from the higher energy prices. Mild winter weather, a wider array of suppliers, efforts to reduce demand, and with gas reserves still nearly full, this means that the worst of Europe's energy crisis and the damaging impact on European industry is behind us.

In China, the economy will bear short-term pain for long-term gain as the government has made an abrupt exit from Zero-COVID-19. Economic activities could see a significant recovery in 2nd quarter of 2023, or even as soon as March 2023, much earlier than previously expected by the markets. The authorities are unlikely to reimpose controls despite a spike in infections as the government prioritises economic recovery in 2023.

Consolidating the above, although weak PMI survey data suggests that global growth could stall in early 2023, a reopening bounce in China is building, which could provide a material global demand lift, pushing the risk of a global recession to the 2nd half of 2023 or early 2024.

We start 2023 with high level of interest rates which are beneficial to the Fund. US inflation has slowed for 3 consecutive months, giving Federal Reserve the reason to slow down the pace of rate hikes. The outlook for investment-grade (IG) credits is favorable at the start of 2023. Technical factors are healthy as investors put cash to work while IG yields above 5% present good entry points as a good asset allocation instrument against fall in equities or other risky assets.

The Fund maintains its strategy of receiving yield accrual by having exposure to a diversified portfolio of investment-grade credits and sovereign bills. With Fed Funds expected to stay at near current levels, the Fund will continue to benefit by accruing at current levels of yield.

As of 20 February 2023.

**DISCLOSURES ON THE FUND<sup>1</sup>***For the financial year ended 31 December 2022***LIONGLOBAL VIETNAM FUND****1. DISTRIBUTION OF INVESTMENTS AS AT 31 DECEMBER 2022**

	<b>Fair Value</b>	<b>Percentage of</b>
	<b>\$</b>	<b>total net assets</b>
		<b>attributable to</b>
		<b>unitholders</b>
		<b>%</b>
a) <u>By Asset Class</u>		
Equities	135,561,319	90.6
Cash and other net assets	14,012,122	9.4
<b>Net assets attributable to unitholders</b>	<b>149,573,441</b>	<b>100.0</b>
b) <u>By Credit Rating of Debt Securities</u>		
Not applicable		
c) <u>By Derivative Type</u>		
Total net realised losses from financial derivatives at the end of the financial year were \$82,357.		

<sup>1</sup> As required by the Code on Collective Investment Schemes

## 2. TOP 10 HOLDINGS

### As at 31 December 2022

	Fair Value \$	Percentage of total net assets attributable to unitholders %
Vinhomes Joint Stock Company	13,843,302	9.3
Masan Group Corporation	12,838,108	8.6
FPT Corporation	11,672,529	7.8
Vingroup Joint Stock Company	10,996,917	7.4
Hoa Phat Group Joint Stock Company	10,214,972	6.8
Mobile World Investment Corporation	9,121,290	6.1
Joint Stock Commercial Bank for Foreign Trade of Vietnam	8,114,515	5.4
Vietnam Dairy Products Joint Stock Company	7,246,449	4.8
Refrigeration Electrical Engineering Corporation	6,993,375	4.7
Sacombank	6,717,149	4.5

### As at 31 December 2021

	Fair Value \$	Percentage of total net assets attributable to unitholders %
Vinhomes Joint Stock Company	25,608,502	12.8
Hoa Phat Group Joint Stock Company	21,061,603	10.6
Masan Group Corporation	20,454,319	10.3
Mobile World Investment Corporation	18,808,909	9.4
Vietnam Dairy Products Joint Stock Company	14,464,094	7.3
FPT Corporation	12,231,857	6.1
Digiworld Corporation	10,584,159	5.3
Vincom Retail Joint Stock Company	8,315,076	4.2
Joint Stock Commercial Bank for Foreign Trade of Vietnam	8,310,955	4.2
Vingroup Joint Stock Company	8,116,240	4.1

## 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 Sub-Fund to financial derivative instruments or embedded financial derivative instruments will not exceed 100% of the net asset value of the Sub-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

Nil

## 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 Sub-Fund.

## 10. SUPPLEMENTAL INFORMATION ON UNDERLYING SUB-FUNDS

Not applicable

## DISCLOSURES ON THE FUND<sup>1</sup>

For the financial period from 8 November 2021 (date of inception) to 31 December 2022

### LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND

#### 1. DISTRIBUTION OF INVESTMENTS AS AT 31 DECEMBER 2022

	Fair Value US\$	Percentage of total net assets attributable to unitholders %
a) <u>By Asset Class</u>		
Funds	15,713,293	92.3
Cash and other net assets	1,314,264	7.7
<b>Net assets attributable to unitholders</b>	<b>17,027,557</b>	<b>100.0</b>
b) <u>By Credit Rating of Debt Securities</u>		
Not applicable		
c) <u>By Derivative Type</u>		
Total net realised gains from financial derivatives at the end of the financial period were US\$170,323.		

#### 2. TOP 10 HOLDINGS

As at 31 December 2022

	Fair Value US\$	Percentage of total net assets attributable to unitholders %
LionGlobal New Wealth Series - LionGlobal USD Enhanced Liquidity Fund USD Class I	15,713,293	92.3

<sup>1</sup> As required by the Code on Collective Investment Schemes



**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 Sub-Fund to financial derivative instruments or embedded financial derivative instruments will not exceed 100% of the net asset value of the Sub-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 Statements of Portfolio.

**7. BORROWINGS**

Nil

**8. SOFT DOLLAR COMMISSION RECEIVED BY THE MANAGERS**

The soft dollar commissions from various brokers for the financial period 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 Sub-Fund.

**10. SUPPLEMENTAL INFORMATION ON UNDERLYING SUB-FUNDS<sup>2</sup>**
**LionGlobal New Wealth Series - LionGlobal USD Enhanced Liquidity Fund**

	<b>31 December 2022</b>
a) Ratio of expenses to average net assets	0.39%
b) Turnover ratios	141%
c) Top 10 holdings	

**As at 31 December 2022**

	<b>Fair Value US\$</b>	<b>Percentage of total assets %</b>
MAS Bill Series 84 ZCP due 17/03/2023	1,478,333	3.7
MAS Bill Series 28 ZCP due 20/01/2023	892,981	2.2
Cindai Capital Limited 0% due 08/02/2023	846,702	2.1
Abu Dhabi National Energy Company 3.625% due 12/01/2023	799,654	2.0
ADCB Finance (Cayman) Limited Series EMTN 4.5% due 06/03/2023	797,064	2.0
Mitsubishi UFJ Financial Group Inc. 2.527% due 13/09/2023	772,575	1.9
MAS Bill Series 84 ZCP due 20/01/2023	744,151	1.9
MAS Bill Series 84 ZCP due 10/02/2023	742,320	1.8
MAS Bill Series 84 ZCP due 17/02/2023	741,701	1.8
QNB Finance Limited Series EMTN 5.6% due 23/12/2023	599,991	1.5

<sup>2</sup> Based on latest available audited financial statements.

## REPORT OF THE TRUSTEE

*For the financial year/period ended 31 December 2022*

The Trustee is under a duty to take into custody and hold the assets of the sub-funds of LionGlobal Investment Funds III (the “Fund”), namely LionGlobal Vietnam Fund and LionGlobal-Tiger Brokers Managed Reserves Fund (collectively referred to as the “Sub-Funds”) 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 Sub-Funds during the financial year/period covered by these financial statements, set out on pages 19 to 55, 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/period ended 31 December 2022*

In the opinion of Lion Global Investors Limited, the accompanying financial statements set out on pages 19 to 55, comprising the Statements of Total Return, Statements of Financial Position, Statements of Movements of Unitholders' Funds, Statements of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial positions and the portfolio holdings of the sub-funds of LionGlobal Investment Funds III (the "Fund"), namely LionGlobal Vietnam Fund and LionGlobal-Tiger Brokers Managed Reserves Fund (collectively referred to as the "Sub-Funds") as at 31 December 2022, and the financial performance and movements in unitholders' funds for the financial year/period 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 Sub-Funds 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 INVESTMENT FUNDS III

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

### **Our Opinion**

In our opinion, the accompanying financial statements of the sub-funds of LionGlobal Investment Funds III (the "Fund"), namely LionGlobal Vietnam Fund and LionGlobal-Tiger Brokers Managed Reserves Fund (collectively referred to as the "Sub-Funds") 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 Sub-Funds as at 31 December 2022, and the financial performance and movements of unitholders' funds for the financial year/period ended on that date.

### *What we have audited*

The financial statements of the Sub-Funds comprise:

- the Statements of Total Return for the financial year/period ended 31 December 2022;
- the Statements of Financial Position as at 31 December 2022;
- the Statements of Movements of Unitholders' Funds for the financial year/period ended 31 December 2022;
- the Statements of Portfolio as at 31 December 2022;
- 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 Sub-Funds 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 INVESTMENT FUNDS III

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

### **Other Information**

The Sub-Funds' 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 and, 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 Sub-Funds' 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 Sub-Funds or to cease the Sub-Funds' operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Sub-Funds' 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 INVESTMENT FUNDS III

*(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 Sub-Funds' 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 Sub-Funds' 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 Sub-Funds 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

# STATEMENTS OF TOTAL RETURN

For the financial year ended 31 December 2022

	Note	LionGlobal Vietnam Fund	
		2022	2021
		\$	\$
<b>Income</b>			
Dividends		2,344,133	2,042,592
Interest on cash and bank balances		1,546	3
		<u>2,345,679</u>	<u>2,042,595</u>
<b>Less: Expenses</b>			
Audit fee		16,450	16,450
Custodian fees	11	107,418	102,471
Management fee	11	2,591,569	2,514,835
Professional fees		16,055	15,000
Registration fee	11	40,966	29,649
Trustee fee	11	33,099	32,178
Transaction costs		90,026	103,473
Valuation and administration fees	11	36,434	33,531
Miscellaneous expenses		142,384	132,300
		<u>3,074,401</u>	<u>2,979,887</u>
<b>Net expense</b>		<u>(728,722)</u>	<u>(937,292)</u>
<b>Net gains or losses on value of investments and financial derivatives</b>			
Net (losses)/gains on investments		(63,175,151)	53,319,400
Net losses on foreign exchange spot contracts		(82,357)	(65,883)
Net foreign exchange (losses)/gains		(498,632)	59,250
		<u>(63,756,140)</u>	<u>53,312,767</u>
<b>Total (deficit)/return for the financial year before income tax</b>		<u>(64,484,862)</u>	<u>52,375,475</u>
<b>Less: Income tax</b>	3	-	-
<b>Total (deficit)/return for the financial year</b>		<u>(64,484,862)</u>	<u>52,375,475</u>

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



# STATEMENTS OF TOTAL RETURN

For the financial period from 8 November 2021 (date of inception) to 31 December 2022

		LionGlobal-Tiger Brokers Managed Reserves Fund
		For the financial period from 8 November 2021 (date of inception) to 31 December 2022 US\$
	Note	
<b>Income</b>		
Interest on cash and bank balances		20,782
<b>Less: Expenses</b>		
Audit fee		10,874
Custodian fees	11	120
Management fee	11	91,523
Less: Management fee rebate	11	(51,863)
Professional fees		5,406
Registration fee	11	12,437
Trustee fee	11	7,063
Valuation and administration fees	11	7,063
Preliminary expenses		14,218
Transaction costs		169
Miscellaneous expenses		19,283
		116,293
<b>Net expense</b>		(95,511)
<b>Net gains or losses on value of investments and financial derivatives</b>		
Net gains on investments		460,870
Net losses on foreign exchange spot contracts		(11,991)
Net gains on foreign exchange forward contracts		182,314
Net foreign exchange losses		(352,060)
		279,133
<b>Total return for the financial period before income tax</b>		183,622
<b>Less: Income tax</b>	3	-
<b>Total return for the financial period</b>		183,622

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

## STATEMENTS OF FINANCIAL POSITION

As at 31 December 2022

	Note	LionGlobal Vietnam Fund	
		2022	2021
		\$	\$
<b>ASSETS</b>			
Portfolio of investments		135,561,319	189,520,368
Receivables	4	917,209	947,217
Cash and cash equivalents	6	13,545,976	10,348,599
<b>Total assets</b>		<u>150,024,504</u>	<u>200,816,184</u>
<b>LIABILITIES</b>			
Payables	7	414,426	1,349,942
Due to brokers	5	36,637	-
<b>Total liabilities</b>		<u>451,063</u>	<u>1,349,942</u>
<b>EQUITY</b>			
Net assets attributable to unitholders	8	<u>149,573,441</u>	<u>199,466,242</u>

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

**STATEMENTS OF FINANCIAL POSITION***As at 31 December 2022*

		<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>
	<b>Note</b>	<b>2022 US\$</b>
<b>ASSETS</b>		
Portfolio of investments		15,713,293
Receivables	4	20,423
Cash and cash equivalents	6	1,336,094
<b>Total assets</b>		<u>17,069,810</u>
<b>LIABILITIES</b>		
Payables	7	42,253
<b>Total liabilities</b>		<u>42,253</u>
<b>EQUITY</b>		
Net assets attributable to unitholders	8	<u>17,027,557</u>

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

# STATEMENTS OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the financial year ended 31 December 2022

	Note	LionGlobal Vietnam Fund	
		2022	2021
		\$	\$
<b>Net assets attributable to unitholders at the beginning of the financial year</b>		199,466,242	144,420,986
<b>Operations</b>			
Change in net assets attributable to unitholders resulting from operations		(64,484,862)	52,375,475
<b>Unitholders' contributions/(withdrawals)</b>			
Creation of units		76,572,954	126,327,565
Cancellation of units		(61,980,893)	(123,657,784)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		14,592,061	2,669,781
Total (decrease)/increase in net assets attributable to unitholders		(49,892,801)	55,045,256
<b>Net assets attributable to unitholders at the end of the financial year</b>	8	149,573,441	199,466,242

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

**STATEMENTS OF MOVEMENTS OF UNITHOLDERS' FUNDS**

*For the financial period from 8 November 2021 (date of inception) to 31 December 2022*

		LionGlobal-Tiger Brokers Managed Reserves Fund
		For the financial period from 8 November 2021 (date of inception) to 31 December 2022 US\$
	Note	
<b>Net assets attributable to unitholders at the beginning of the financial period</b>		-
<b>Operations</b>		
Change in net assets attributable to unitholders resulting from operations		183,622
<b>Unitholders' contributions/(withdrawals)</b>		
Creation of units		92,801,731
Cancellation of units		(75,957,796)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		16,843,935
Total increase in net assets attributable to unitholders		17,027,557
<b>Net assets attributable to unitholders at the end of the financial period</b>	8	17,027,557

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

# STATEMENTS OF PORTFOLIO

As at 31 December 2022

## LIONGLOBAL VIETNAM FUND

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
<b>By Industry (Primary)</b>			
<b>QUOTED EQUITIES</b>			
<b>REAL ESTATE</b>			
Vinhomes Joint Stock Company	5,069,402	13,843,302	9.3
Vingroup Joint Stock Company	3,592,915	10,996,917	7.4
Vincom Retail Joint Stock Company	1,857,182	2,778,766	1.8
Kinh Bac City Development Share Holding Corporation	1,519,173	2,091,531	1.4
		<u>29,710,516</u>	<u>19.9</u>
<b>CONSUMER, NON-CYCLICAL</b>			
Masan Group Corporation	2,426,478	12,838,108	8.6
Vietnam Dairy Products Joint Stock Company	1,673,782	7,246,449	4.8
Thai Nguyen International Hospital Joint Stock Company	1,121,400	2,229,715	1.5
Saigon Beer Alcohol Beverage Corporation	198,100	1,880,973	1.3
		<u>24,195,245</u>	<u>16.2</u>

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

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
<b>By Industry (Primary) (continued)</b>			
<b>QUOTED EQUITIES (continued)</b>			
<b>FINANCIAL</b>			
Joint Stock Commercial Bank for Foreign Trade of Vietnam	1,782,916	8,114,515	5.4
Sacombank	5,247,600	6,717,149	4.5
Military Commercial Joint Stock Bank	3,168,318	3,082,241	2.1
Vietnam Technological & Commercial Joint Stock Bank	1,500,000	2,205,939	1.5
Bao Viet Holdings	221,590	587,459	0.4
Lien Viet Post Joint Stock Commercial Bank	31,583	23,538	*
SSI Securities Corporation	55	56	*
		<u>20,730,897</u>	<u>13.9</u>
<b>INDUSTRIAL</b>			
Refrigeration Electrical Engineering Corporation	1,719,250	6,993,375	4.7
Airports Corporation of Vietnam	1,349,800	6,496,531	4.3
Vietjet Aviation Joint Stock Company	543,500	3,385,754	2.3
Viettel Construction Joint Stock Corporation	490,000	1,404,974	0.9
		<u>18,280,634</u>	<u>12.2</u>
<b>TECHNOLOGY</b>			
FPT Corporation	2,668,068	11,672,529	7.8
Digiworld Corporation	2,599,344	5,582,419	3.7
		<u>17,254,948</u>	<u>11.5</u>

\* denotes amount less than 0.1%

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

	Holdings at 31 December 2022	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
<b>By Industry (Primary) (continued)</b>			
<b>QUOTED EQUITIES (continued)</b>			
<b>BASIC MATERIALS</b>			
Hoa Phat Group Joint Stock Company	9,975,231	10,214,972	6.8
Hoa Sen Group	3,004,320	1,974,103	1.3
		<u>12,189,075</u>	<u>8.1</u>
<b>CONSUMER, CYCLICAL</b>			
Mobile World Investment Corporation	3,737,294	<u>9,121,290</u>	<u>6.1</u>
<b>ENERGY</b>			
PetroVietnam Technical Services Corporation	1,783,500	2,171,344	1.5
Vietnam National Petroleum Group	447,500	807,038	0.5
		<u>2,978,382</u>	<u>2.0</u>
<b>UTILITIES</b>			
Petrovietnam Power Corporation	1,816,070	<u>1,100,332</u>	<u>0.7</u>
<b>Portfolio of investments</b>		135,561,319	90.6
<b>Other net assets</b>		14,012,122	9.4
<b>Net assets attributable to unitholders</b>		<u>149,573,441</u>	<u>100.0</u>

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 %
<b>By Industry (Summary)</b>		
Real Estate	19.9	23.1
Consumer, Non-cyclical	16.2	18.1
Financial	13.9	11.1
Industrial	12.2	8.2
Technology	11.5	11.4
Basic Materials	8.1	11.8
Consumer, Cyclical	6.1	9.4
Energy	2.0	0.7
Utilities	0.7	1.2
	<hr/>	<hr/>
<b>Portfolio of investments</b>	90.6	95.0
<b>Other net assets</b>	9.4	5.0
	<hr/>	<hr/>
<b>Net assets attributable to unitholders</b>	100.0	100.0
	<hr/>	<hr/>

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

	Fair value at 31 December 2022 \$	Percentage of total net assets attributable to unitholders at	
		31 December 2022 %	31 December 2021 %
By Geography (Secondary)			
Vietnam	135,561,319	90.6	95.0
Portfolio of investments	135,561,319	90.6	95.0
Other net assets	14,012,122	9.4	5.0
Net assets attributable to unitholders	149,573,441	100.0	100.0

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

# STATEMENTS OF PORTFOLIO

As at 31 December 2022

## LIONGLOBAL-TIGER BROKERS MANAGED RESERVES FUND

	Holdings at 31 December 2022	Fair value at 31 December 2022 US\$	Percentage of total net assets attributable to unitholders at 31 December 2022 %
<b>QUOTED FUNDS</b>			
LionGlobal New Wealth Series - LionGlobal USD Enhanced Liquidity Fund USD Class I	15,441,522	15,713,293	92.3
<b>Portfolio of investments</b>		15,713,293	92.3
<b>Other net assets</b>		1,314,264	7.7
<b>Net assets attributable to unitholders</b>		17,027,557	100.0

Information on investment portfolio by industry and geographical segments is not presented as the Sub-Fund is a feeder into another investment fund, which invests primarily in a portfolio of high quality debt instruments.

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

**NOTES TO THE FINANCIAL STATEMENTS***For the financial year/period 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 Investment Funds III (the “Fund”) is a Singapore domiciled umbrella fund constituted by a Deed of Trust dated 8 December 2006 together with its Supplemental Deeds thereon (hereafter referred to as “Trust Deed”) between Lion Global Investors Limited (the “Manager”) and RBC Dexia Trust Services Singapore Limited (being the trustee prior to 1 July 2011) and/or HSBC Institutional Trust Services (Singapore) Limited (being the trustee with effect from 1 July 2011) (the “Trustee”). The Trust Deed is governed by the laws of the Republic of Singapore.

The sub-funds under LionGlobal Investment Funds III (the “Fund”) as at 31 December 2022 included in these financial statements are LionGlobal Vietnam Fund and LionGlobal-Tiger Brokers Managed Reserves Fund (collectively referred to as the “Sub-Funds”).

**(1) LionGlobal Vietnam Fund**

The investment objective of LionGlobal Vietnam Fund is to provide medium to long-term capital appreciation. LionGlobal Vietnam Fund offers two classes of units, namely SGD Class and USD Class. The management fee rate is 1.5% per annum.

The Sub-Fund is single priced and may suffer a reduction in value as a result of the transaction costs incurred in the purchase and sale of its underlying investments and the spread between the buying and selling prices of such investments caused by subscriptions, redemptions and/or switching in and out of the Sub-Fund. This is known as “dilution”. In order to counter this and to protect unitholders’ interests, with effect from 29 August 2022, the Manager applied a technique known as “dilution adjustment” or “swing pricing” as part of its daily valuation policy. This means that in certain circumstances, the Manager makes adjustments in the calculations of the net asset value per unit, to counter the impact of dealing and other costs on occasions when these are deemed to be significant.

The dilution adjustment depends upon the net value of subscriptions, switching and redemptions received by the Sub-Fund for each dealing day. The Manager therefore reserves the right to make a dilution adjustment where the Sub-Fund experiences a net cash movement which exceeds a threshold of the previous dealing day’s net asset value.

## 1. GENERAL (continued)

### (1) LionGlobal Vietnam Fund (continued)

Any dilution adjustment as at the last dealing day of the financial year end will be disclosed under Note 8 Units in Issue. During the financial year ended 31 December 2022, the Sub-Fund did not reach the swing threshold and no swing pricing has been applied.

### (2) LionGlobal-Tiger Brokers Managed Reserves Fund

The investment objective of LionGlobal-Tiger Brokers Managed Reserves Fund is to preserve capital, enhance income and provide a high level of liquidity by investing in a portfolio of debt instruments and short-term money market instruments. The portfolio will be broadly diversified with no target industry or sector. LionGlobal-Tiger Brokers Managed Reserves Fund offers four classes of units, namely USD Class A, HKD Class A, USD Class I and HKD Class I. As at 31 December 2022, USD Class I and HKD Class I have not inceptioned. The management fee rate for Class A and Class I is 0.5% and 0.25% per annum respectively.

During the financial period ended 31 December 2022, the Manager has at its own discretion, chosen to rebate to LionGlobal-Tiger Brokers Managed Reserves Fund a management fee rebate.

## 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/period are measured at their fair values using the marked-to-market method, and the resultant gains and losses are taken up in the Statements 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 are included in the Statements of Total Return in the financial year/period 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 Statements 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 Sub-Funds utilise 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.

**2. SIGNIFICANT ACCOUNTING POLICIES (continued)**

(e) Basis of valuation of investments (continued)

The quoted market price used for investments in underlying funds held by the Sub-Funds is the published price of the underlying funds at the close of trading on the reporting date.

(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 Statements 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.

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

## (i) Functional and presentation currency

## (1) LionGlobal Vietnam Fund

Subscriptions and redemptions of the units in LionGlobal Vietnam Fund are denominated in Singapore Dollar and United States Dollar. The primary activities of the Sub-Fund are listed in Note 1.

The performance of the Sub-Fund is measured and reported to the investors in Singapore Dollar. In addition, the Sub-Fund's activities are substantially based in Singapore and expenses are predominantly denominated 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 Sub-Fund's functional and presentation currency is the Singapore Dollar.

## (2) LionGlobal-Tiger Brokers Managed Reserves Fund

Subscriptions and redemptions of the units in LionGlobal-Tiger Brokers Managed Reserves Fund are denominated in United States Dollar and Hong Kong Dollar. The primary activities of the Sub-Fund are listed in Note 1.

The performance of the Sub-Fund is measured and reported to the investors in United States Dollar. Although the Sub-Fund's activities are substantially based in Singapore, the majority of the Sub-Fund's investments and expenses are predominantly in United States Dollar. Therefore, the Manager considers the United States Dollar as the currency which most faithfully represents the economic effects of the underlying transactions, events and conditions. The Sub-Fund's functional and presentation currency is the United States 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 Statements of Total Return. Translation differences on non-monetary financial assets and liabilities such as equities are also recognised in the Statements of Total Return within the net gain or loss on investment.

(k) Offsetting financial instruments

Financial assets and liabilities are offset and the net amount reported in the Statements of Financial Position when there is a legally enforceable right to offset the recognised amounts and there is an intention to settle on a net basis or realise the asset and settle the liability simultaneously. The legally enforceable right must not be contingent on future events and must be enforceable in the normal course of business and in the event of default, insolvency or bankruptcy of the Sub-Funds or the counterparty.

(l) Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes: (a) restricted activities, (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors, (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

## 2. SIGNIFICANT ACCOUNTING POLICIES (continued)

### (l) Structured entities (continued)

The Sub-Funds consider their investment in the other funds ("Investee Fund") to be investment in unconsolidated structured entities. The Sub-Funds invest in each Investee Fund whose objectives range from achieving short to long term capital growth and whose investment strategy does not include the use of leverage. The Investee Fund is managed by a related or third party asset managers and apply various investment strategies to accomplish their respective investment objectives. The Investee Fund finances their operations by issuing redeemable shares which are puttable at the holder's option and entitles the holder to a proportional stake in the respective fund's net assets. The Sub-Funds hold redeemable shares in each of its Investee Fund.

The change in fair value of the Investee Fund is included in the Statements of Total Return in "Net gains/losses on investments".

## 3. INCOME TAX

The Sub-Funds have been approved by the Monetary Authority of Singapore (MAS) for the Enhanced-Tier Fund ("ETF") Tax Incentive Scheme under Section 13U of the Income Tax Act 1947 and the relevant Regulations. Subject to certain conditions being met on an annual basis, the Sub-Funds may enjoy Singapore corporate income tax exemption on "specified income" derived from "designated investments" for the life of the Sub-Funds. The tax exemption does not apply in the year when the relevant conditions are not met. Losses from "designated investments" are correspondingly disregarded. The terms "specified income" and "designated investments" are defined in the relevant income tax Regulations.

## 4. RECEIVABLES

	<b>LionGlobal Vietnam Fund</b>	
	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Amount receivable for creation of units	713,388	797,509
Dividends receivable	161,487	99,187
Other receivables	42,334	50,521
	<u>917,209</u>	<u>947,217</u>

#### 4. RECEIVABLES (continued)

	LionGlobal- Tiger Brokers Managed Reserves Fund
	2022
	US\$
Amount receivable for creation of units	1,999
Other receivables	18,424
	<u>20,423</u>

#### 5. DUE TO BROKERS

	LionGlobal Vietnam Fund	
	2022	2021
	\$	\$
Purchases awaiting settlement	<u>(36,637)</u>	<u>-</u>

#### 6. CASH AND CASH EQUIVALENTS

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

#### 7. PAYABLES

	LionGlobal Vietnam Fund	
	2022	2021
	\$	\$
Amount payable for cancellation of units	185,180	1,061,466
Amount due to the Manager	197,072	248,715
Amount due to the Trustee	5,632	6,470
Amount due to the Custodian	279	351
Amount due to the Registrar	1,200	6,450
Other payables	25,063	26,490
	<u>414,426</u>	<u>1,349,942</u>

7. PAYABLES (continued)

	<b>LionGlobal- Tiger Brokers Managed Reserves Fund</b>
	<b>2022</b>
	<b>US\$</b>
Amount payable for cancellation of units	15,862
Amount due to the Manager	7,366
Amount due to the Trustee	3,297
Amount due to the Registrar	774
Other payables	14,954
	<u>42,253</u>

8. UNITS IN ISSUE

	<b>LionGlobal Vietnam Fund</b>	
	<b>2022</b>	<b>2021</b>
	<b>Units</b>	<b>Units</b>
Units at beginning of the financial year	169,246,954	169,533,673
Units created	76,201,047	119,862,190
Units cancelled	<u>(58,534,930)</u>	<u>(120,148,909)</u>
Units at end of the financial year	186,913,071	169,246,954
of which, units denominated in		
- USD	<u>93,091,294</u>	<u>78,159,295</u>

	<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>	
	<b>For the financial period from 8 November 2021 (date of inception) to 31 December 2022</b>	
	<b>USD Class A</b>	<b>HKD Class A</b>
	<b>Units</b>	<b>Units</b>
Units at beginning of the financial period	-	-
Units created	81,140,290	9,635,643
Units cancelled	<u>(65,425,492)</u>	<u>(7,821,179)</u>
Units at end of the financial period	15,714,798	1,814,464

# 8. UNITS IN ISSUE (continued)

	<b>LionGlobal Vietnam Fund</b>	
	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Net assets attributable to unitholders	149,573,441	199,466,242
Net asset value per unit	0.800	1.178

	<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>	
	<b>USD Class A</b>	<b>HKD Class A</b>
	<b>2022</b>	<b>2022</b>
	<b>US\$</b>	<b>HK\$</b>
Net assets attributable to unitholders	15,860,909	9,105,629
Net assets attributable to unitholders (US\$ equivalent)	15,860,909	1,166,648
Net asset value per unit	1.0092	5.0183
Net asset value per unit (US\$ equivalent)	1.0092	0.6429

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.

	<b>LionGlobal Vietnam Fund</b>	
	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Net assets attributable to unitholders per unit per the financial statements	0.800	1.178
Effect for movement in the net asset value between the last dealing date and the end of reporting period	*	-
Net assets attributable to unitholders per unit for issuing/redeeming units	0.800	1.178

\* denotes amount less than \$0.001

## 8. UNITS IN ISSUE (continued)

	LionGlobal-Tiger Brokers Managed Reserves Fund	
	USD Class A	HKD Class A
	2022 US\$	2022 HK\$
Net assets attributable to unitholders per unit per the financial statements	1.0092	5.0183
Effect of preliminary expenses	*	(0.0002)
Effect for movement in the net asset value between the last dealing date and the end of reporting period	*	(0.0001)
Net assets attributable to unitholders per unit for issuing/redeeming units	1.0092	5.0180

\* denotes amount less than US\$0.0001

## 9. FINANCIAL RISK MANAGEMENT

The Sub-Funds' activities expose them to a variety of market risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Sub-Funds' overall risk management programme seeks to minimise potential adverse effects on the Sub-Funds' financial performance. The Sub-Funds 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 Sub-Funds at any time as part of the overall financial risk management to reduce the Sub-Funds' risk exposures.

The Sub-Funds' assets principally consist of equity securities and funds. They are held in accordance with the published investment policies of the Sub-Funds. 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 asset's value.

## 9. FINANCIAL RISK MANAGEMENT (continued)

### (a) Market risk (continued)

The Sub-Funds' investments are substantially dependent on changes in market prices. The Manager monitors the Sub-Funds' 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 Sub-Funds. Guidelines are set to reduce the Sub-Funds' 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 Sub-Funds. The Manager is closely monitoring the development of the COVID-19 pandemic and its related impact.

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

### (i) Price risk

#### **LionGlobal Vietnam Fund**

The Sub-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 Sub-Fund's beta was 0.90 (2021: 0.94) which was calculated based on the daily returns over the preceding 12 months for the Sub-Fund and its benchmark (2021: based on the daily returns over the preceding 12 months for the Sub-Fund and its benchmark).

**9. FINANCIAL RISK MANAGEMENT (continued)**(a) Market risk (continued)(i) Price risk (continued)**LionGlobal Vietnam Fund (continued)**

The table below summarises the impact of increases/decreases from the Sub-Fund's underlying investments in equities on the Sub-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 Sub-Fund's investments moved according to the beta.

Sub-Fund	Benchmark	Impact of 12% (2021: 8%) movement in benchmark on net assets attributable to the unitholders	
		2022	2021
		\$	\$
LionGlobal Vietnam Fund	FTSE Vietnam Index	14,640,622	14,251,932

**LionGlobal-Tiger Brokers Managed Reserves Fund**

The Sub-Fund does not hold any equities as at 31 December 2022. Hence, no sensitivity analysis on price risk has been presented as price risk primarily results from exposure to volatility of equities prices.

(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 funds that invest 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 Sub-Funds' portfolio investments accordingly. However, the effects of changes in interest rates on the Sub-Funds' portfolio may not be quantified as the relationship between interest rates and the value of the equity securities is indirect. Other than cash and cash equivalents which are subjected to an insignificant interest rate risk, the Sub-Funds' financial assets and liabilities are largely non-interest bearing. The Sub-Funds are not subjected to significant risk due to fluctuations in the prevailing levels of market interest rates.



## 9. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk

The Sub-Funds have monetary financial assets/liabilities denominated in currencies other than their functional currency and the Sub-Funds may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between their functional currency and such other currencies. The Sub-Funds 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 Sub-Funds' exposure to key currencies at the end of the financial year/period. Monetary and non-monetary items have been taken into account for the analysis.

### LionGlobal Vietnam Fund

As at 31 December 2022	VND \$	USD \$	SGD \$	Others \$	Total \$
<b>Assets</b>					
Portfolio of investments	135,561,319	-	-	-	135,561,319
Receivables	161,487	393,946	361,776	-	917,209
Cash and cash equivalents	11,366,656	532,676	1,645,912	732	13,545,976
<b>Total assets</b>	<b>147,089,462</b>	<b>926,622</b>	<b>2,007,688</b>	<b>732</b>	<b>150,024,504</b>
<b>Liabilities</b>					
Payables	-	130,749	283,677	-	414,426
Due to brokers	36,637	-	-	-	36,637
<b>Total liabilities</b>	<b>36,637</b>	<b>130,749</b>	<b>283,677</b>	<b>-</b>	<b>451,063</b>
<b>Net financial assets</b>	<b>147,052,825</b>	<b>795,873</b>	<b>1,724,011</b>	<b>732</b>	
<b>Net currency exposure</b>	<b>147,052,825</b>	<b>795,873</b>	<b>1,724,011</b>	<b>732</b>	

## 9. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

### LionGlobal Vietnam Fund (continued)

As at 31 December 2021	VND \$	USD \$	SGD \$	Others \$	Total \$
<b>Assets</b>					
Portfolio of investments	189,520,368	-	-	-	189,520,368
Receivables	99,187	319,684	528,346	-	947,217
Cash and cash equivalents	6,998,323	2,733,543	615,951	782	10,348,599
<b>Total assets</b>	<b>196,617,878</b>	<b>3,053,227</b>	<b>1,144,297</b>	<b>782</b>	<b>200,816,184</b>
<b>Liabilities</b>					
Payables	-	611,237	738,705	-	1,349,942
<b>Total liabilities</b>	<b>-</b>	<b>611,237</b>	<b>738,705</b>	<b>-</b>	<b>1,349,942</b>
<b>Net financial assets</b>	<b>196,617,878</b>	<b>2,441,990</b>	<b>405,592</b>	<b>782</b>	
<b>Net currency exposure</b>	<b>196,617,878</b>	<b>2,441,990</b>	<b>405,592</b>	<b>782</b>	

### LionGlobal-Tiger Brokers Managed Reserves Fund

As at 31 December 2022	HKD US\$	USD US\$	SGD US\$	Total US\$
<b>Assets</b>				
Portfolio of investments	-	15,713,293	-	15,713,293
Receivables	77	17,384	2,962	20,423
Cash and cash equivalents	3,886	1,331,815	393	1,336,094
<b>Total assets</b>	<b>3,963</b>	<b>17,062,492</b>	<b>3,355</b>	<b>17,069,810</b>
<b>Liabilities</b>				
Payables	1,862	25,288	15,103	42,253
<b>Total liabilities</b>	<b>1,862</b>	<b>25,288</b>	<b>15,103</b>	<b>42,253</b>
<b>Net financial assets/(liabilities)</b>	<b>2,101</b>	<b>17,037,204</b>	<b>(11,748)</b>	
<b>Net currency exposure</b>	<b>2,101</b>	<b>17,037,204</b>	<b>(11,748)</b>	

## 9. FINANCIAL RISK MANAGEMENT (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

Equity/mutual 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 Sub-Funds' net asset value has been included in the price risk sensitivity analysis.

The Sub-Funds' 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 Sub-Funds.

As of 31 December 2022 and 2021, the Sub-Funds' exposure to foreign currency fluctuations with respect to the monetary assets/liabilities is not considered to be significant except for the currency presented in the table below which shows the Sub-Funds' sensitivity to exchange rate movements on significant monetary assets/liabilities denominated in foreign currencies, should those currencies increase by a reasonable possible shift with all other variables held constant. This sensitivity analysis is not presented separately should the currency decrease as it is the reversal of the impact disclosed below.

	Impact of increase in FX rates on net assets			
	Reasonable possible FX movement		attributable to the unitholders	
	2022 %	2021 %	2022 \$	2021 \$
<b>LionGlobal Vietnam Fund</b>				
- VND	5	5	574,575	354,876

### **LionGlobal-Tiger Brokers Managed Reserves Fund**

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

## 9. FINANCIAL RISK MANAGEMENT (continued)

### (b) Liquidity risk

Liquidity risk is the risk of loss arising from the inability of the Sub-Funds to meet their obligations as and when they fall due without incurring unacceptable cost or losses.

The Sub-Funds are exposed to daily redemption of units in the Sub-Funds. They therefore invest the majority of their assets in investments that are traded in an active market and can be readily disposed of.

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

#### **LionGlobal Vietnam Fund**

<b>As at 31 December 2022</b>	<b>Less than 3 months \$</b>	<b>3 months- 1 year \$</b>	<b>1-5 years \$</b>	<b>Above 5 years \$</b>
Payables	414,426	-	-	-
Due to brokers	36,637	-	-	-

<b>As at 31 December 2021</b>	<b>Less than 3 months \$</b>	<b>3 months- 1 year \$</b>	<b>1-5 years \$</b>	<b>Above 5 years \$</b>
Payables	1,349,942	-	-	-

#### **LionGlobal-Tiger Brokers Managed Reserves Fund**

<b>As at 31 December 2022</b>	<b>Less than 3 months US\$</b>	<b>3 months- 1 year US\$</b>	<b>1-5 years US\$</b>	<b>Above 5 years US\$</b>
Payables	42,253	-	-	-

## 9. FINANCIAL RISK MANAGEMENT (continued)

### (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.

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 Sub-Funds may also enter into derivatives to manage their exposures to currency risk and price risk, including foreign exchange forward contracts and options. Hence, the Sub-Funds are also exposed to the risk that their derivatives held with counterparties may not be recoverable in the event of any default by the parties concerned. The Manager minimises the Sub-Funds' 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 Sub-Funds' 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.

## 9. FINANCIAL RISK MANAGEMENT (continued)

(c) Credit risk (continued)

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

**LionGlobal Vietnam Fund**

	<b>Credit rating ##</b>	<b>Source of credit rating</b>
--	-----------------------------	------------------------------------

**As at 31 December 2022****Custodian**

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
---	-----	-----

**Bank**

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
---	-----	-----

	<b>Credit rating ##</b>	<b>Source of credit rating</b>
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**As at 31 December 2021****Custodian**

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
---	-----	-----

**Bank**

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
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## 9. FINANCIAL RISK MANAGEMENT (continued)

### (c) Credit risk (continued)

#### LionGlobal-Tiger Brokers Managed Reserves Fund

	Credit rating ##	Source of credit rating
<b>As at 31 December 2022</b>		

#### **Custodian**

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
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#### **Bank**

The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
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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 Sub-Funds' capital is represented by the net assets attributable to unitholders. The Sub-Funds strive to invest the subscriptions of redeemable participating units in investments that meet the Sub-Funds' investment objectives while maintaining sufficient liquidity to meet unitholders' redemptions.

### (e) Fair value estimation

The Sub-Funds classify 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).

## 9. FINANCIAL RISK MANAGEMENT (continued)

### (e) Fair value estimation (continued)

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

#### LionGlobal Vietnam Fund

As at 31 December 2022	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<b>Assets</b>				
Portfolio of investments				
- Quoted equities	135,561,319	-	-	135,561,319

As at 31 December 2021	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
<b>Assets</b>				
Portfolio of investments				
- Quoted equities	189,520,368	-	-	189,520,368

#### LionGlobal-Tiger Brokers Managed Reserves Fund

As at 31 December 2022	Level 1	Level 2	Level 3	Total
	US\$	US\$	US\$	US\$
<b>Assets</b>				
Portfolio of investments				
- Quoted funds	15,713,293	-	-	15,713,293

Investments whose values are based on quoted market prices in active markets, and therefore classified within Level 1, comprise active listed equities and open-ended investment funds. The Sub-Funds do not adjust the quoted price for these instruments.

Investments in open-ended investment funds whose net asset value is struck daily, price information published and readily available, and units are subscribed and redeemed on demand at the published prices are classified within Level 1.

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



**10. INTEREST IN UNCONSOLIDATED STRUCTURED ENTITIES**

The Sub-Funds' investment in the Investee Fund is subject to the terms and conditions of the Investee Sub-Funds' offering documentation and are susceptible to market price risk arising from uncertainties about future values of the Investee Fund. The Manager makes investment decisions after extensive due diligence of the Investee Fund, its strategy and the overall quality of the Investee Fund's manager. The Investee Fund in the investment portfolio is managed by portfolio managers who are compensated by the respective Investee Fund for their services. Such compensation generally consists of an asset based fee and is reflected in the valuation of the Sub-Funds' investments in each of the Investee Fund.

The Sub-Funds have right to request redemption of its investments in Investee Fund on a daily basis.

The exposure to investments in the Investee Fund at fair value is disclosed under the Statements of Portfolio. These investments are included within "Portfolio of investments" in the Statements of Financial Position.

The Sub-Funds' holding in the Investee Fund, as a percentage of the Investee Fund's total net asset value, will vary from time to time dependent on the volume of subscriptions and redemptions at the Investee Fund level. It is possible that the Sub-Funds may, at any point in time, hold a majority of an Investee Fund's total units in issue.

The Sub-Funds' maximum exposure to loss from its interests in the Investee Fund is equal to the total fair value of their investments in the Investee Fund.

Once the Sub-Funds have disposed of their shares in the Investee Fund, the Sub-Funds cease to be exposed to any risk from it.

# 11. RELATED PARTY TRANSACTIONS

Management fee is paid to the Manager and management fee rebate is received from the Manager, while trustee fee is paid to the Trustee. These fees paid or payable by the Sub-Funds shown in the Statements 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/period between the Sub-Funds and related parties at terms agreed between the parties and within the provisions of the Trust Deed:

	<b>LionGlobal Vietnam Fund</b>		<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>
	<b>2022</b>	<b>2021</b>	<b>For the financial period from 8 November 2021 (date of inception) to 31 December 2022</b>
	<b>\$</b>	<b>\$</b>	<b>US\$</b>
Transaction fees charged by the Trustee	1,949	1,741	169
Registration fee charged by a related company of the Trustee	40,966	29,649	12,437
Valuation and administration fees charged by the Trustee	36,434	33,531	7,063
Bank service fees charged by a bank which is a related company of the Trustee	77,463	9,032	16,778
Custodian fees charged by a related company of the Trustee	107,418	102,471	120
Cash transfer fees charged by a related company of the Trustee	14,612	73,446	11

## 12. FINANCIAL RATIOS

	<b>LionGlobal Vietnam Fund</b>	
	<b>2022</b>	<b>2021</b>
	<b>%</b>	<b>%</b>
Expense ratio <sup>1</sup>	1.73	1.71
Portfolio turnover ratio <sup>2</sup>	9	11
	<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>	
	<b>For the financial period from 8 November 2021 (date of inception) to 31 December 2022</b>	
	<b>%</b>	
Expense ratio <sup>1</sup> (annualised) (excluding preliminary expenses, and including underlying fund expense ratio)		0.54
Expense ratio <sup>1</sup> (annualised) (including preliminary expenses, and including underlying fund expense ratio)		0.57
Portfolio turnover ratio <sup>2</sup>		106

- <sup>1</sup> The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the Sub-Funds' expense ratios at 31 December 2022 were based on total operating expenses divided by the average net asset value for the year/period. 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 Sub-Funds do not pay any performance fee. The average net asset value is based on the daily balances.

Total operating expenses and average net asset value are as follows:

	<b>LionGlobal Vietnam Fund</b>	
	<b>2022</b>	<b>2021</b>
	<b>\$</b>	<b>\$</b>
Total operating expenses	2,984,375	2,874,954
Average net asset value	172,291,109	168,308,666

## 12. FINANCIAL RATIOS (continued)

	<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>
	<b>For the financial period from 8 November 2021 (date of inception) to 31 December 2022 US\$</b>
Total operating expenses (annualised) (excluding preliminary expenses)	90,872
Total operating expenses (annualised) (including preliminary expenses)	105,090
Average net asset value	50,948,873
Weighted average of the underlying funds' expense ratio (%)	0.36

- <sup>2</sup> The portfolio turnover ratios are calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratios was based on the lower of the total value of purchases or sales of the underlying investments divided by the average daily net asset value as follows:

	<b>LionGlobal Vietnam Fund</b>		<b>LionGlobal-Tiger Brokers Managed Reserves Fund</b>
	<b>2022 \$</b>	<b>2021 \$</b>	<b>For the financial period from 8 November 2021 (date of inception) to 31 December 2022 US\$</b>
Lower of the total value of purchases or sales of the underlying investments	15,793,419	17,972,957	53,758,611
Average daily net asset value	172,291,109	168,308,666	50,948,873

## 13. COMPARATIVES

The prior year comparative figures for LionGlobal-Tiger Brokers Managed Reserves Fund are not presented as this is the first set of annual financial statements prepared since 8 November 2021 (date of inception).

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