

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- It is important to read the Prospectus before deciding whether to purchase units in the product. If you do not have a copy, please contact us. Our contact information is listed on page 4 of this Product Highlights Sheet.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

CIMB FTSE ASEAN 40 (THE “FUND”)

SGX counter name (SGX stock code):		SGX-ST Listing Date:	
Primary currency counter (US\$)	CIMBASEAN40 100US\$ (M62)	Primary currency counter (US\$)	21 September 2006
Secondary currency counter (S\$)	CIMBASEAN40 100S\$D (QS0)	Secondary currency counter (S\$)	15 June 2012
Product Type	Exchange-Traded Fund	Designated Market Maker	CIMB Bank Berhad
Manager	CIMB-Principal Asset Management (S) Pte. Ltd.	Underlying Reference Asset (The “Index”)	FTSE/ASEAN 40 Index
Traded Currencies²	US dollars (US\$) (primary currency) and Singapore dollars (S\$) (secondary currency)	Expense Ratio	0.80% (for the financial year ended 31 December 2016)

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The Fund is only suitable for investors who:

- want capital growth and regular income in the form of dividends³
- believe that the FTSE/ASEAN 40 Index will increase in value; and
- are comfortable with the greater volatility and risks of an equity fund.

Further Information

Refer to the Sections “Investment Objective” and “Investment Policy of the Fund” on Pages 10 and 11 of the Prospectus for further information to determine if this product is suitable for you.

¹The Prospectus is available for collection at the Manager’s office at 50 Raffles Place, #22-03A Singapore Land Tower, Singapore 048623, from Monday to Friday during usual business hours, or accessible at www.cimbtf.com.

² For more information on dual currency trading, please refer to: <http://www.sgx.com/dualcurrency>.

³ Such dividend distributions (paid in US\$) are not guaranteed and are made in the Manager’s discretion. The Manager currently intends to pay out income distribution of the Fund to Unitholders annually and there is currently no income reinvestment service for the Fund.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

- You are investing in an Exchange Traded Fund constituted in Singapore that aims to track the FTSE/ASEAN 40 Index by using either a Replication or Representative Sampling Strategy. Please refer to the “Investment Strategy” Section below for more details.
- The Index is maintained by FTSE and represents the 40 largest companies (ranked by market capitalisation) listed on the stock exchanges of Indonesia, Thailand, Malaysia, Singapore and the Philippines.

More information on the FTSE/ASEAN 40 Index can be found on FTSE’s website at www.ftserussell.com

Investment Strategy

In order to achieve the investment objective, the Fund may use either of the following methods:

- Replication Strategy:** The Fund will invest in Index Securities in substantially the same weightings as the Index.
- Representative Sampling Strategy:** The Fund will hold a representative sample of a portfolio of securities selected by the Manager. The Manager will seek to construct the portfolio of the Fund so that, in the aggregate, its capitalisation, industry and fundamental investment characteristics perform like those of the Index.

Refer to the Section “Investment Policy of the Fund” on Pages 10 and 11 of the Prospectus for full information on the investment policy of the Fund.

Parties Involved

WHO ARE YOU INVESTING WITH?

- The manager of the Fund is CIMB-Principal Asset Management (S) Pte. Ltd.
- The Trustee and the Registrar is DBS Trustee Limited.
- The Custodian is State Street Bank and Trust Company.

Refer to the Section “Management and Administration” on Pages 12 to 15 of the Prospectus on the role and responsibilities of these entities.

KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>The value of the Fund and its dividends may rise or fall. These risk factors may cause you to lose some or all of your investment:</p>	<p>Refer to the Sections “Risk Factors” on Pages 34 to 39 and “Risk Factors Relating to the Index” on Page 39 of the Prospectus for further information on risks of the product.</p>
Market and Credit Risks	
<ul style="list-style-type: none"> • Market prices for units in the Fund (“Units”) may be different from their Net Asset Value (“NAV”) <ul style="list-style-type: none"> ▪ The price of Units (in US\$ for the primary currency counter or S\$ for the secondary currency counter) traded on the SGX-ST will depend, amongst other factors, on market supply and demand, as well as the prevailing financial market, corporate, economic and political conditions, and their price may be different from the NAV of the Fund, which is denominated in the base currency/primary currency of US dollars, or the Singapore dollar equivalent of the NAV of the Fund. • You are exposed to Foreign Exchange Risk <ul style="list-style-type: none"> ▪ As the Fund’s investments are in securities listed on the stock exchanges of Indonesia, Thailand, Malaysia, Singapore and the Philippines such that a substantial portion of the revenue and income of the Fund may be received in Indonesian Rupiah (IDR), Thai Baht (THB), Malaysian Ringgit (MYR), Singapore Dollars (S\$) and the Philippine Peso (PHP), any fluctuation in the exchange rate of the Fund’s base currency/primary currency of US Dollar against the IDR, THB, MYR, S\$ and PHP will affect the Net Asset Value of the Fund, which is denominated in US Dollars. • You are exposed to Emerging Market Risk <p>The Fund invests in securities listed on the stock exchanges Indonesia, Thailand, Malaysia and the Philippines, which are considered to be emerging markets as compared to Singapore. Emerging markets risks include, but are not limited to: generally less liquid and less efficient securities markets; generally greater price volatility; exchange rate fluctuations and exchange controls; imposition of restrictions on the repatriation of funds or other assets; less publicly available information about issuers; etc.</p> 	
Liquidity Risks	
<ul style="list-style-type: none"> • Investors may generally not create or redeem Units directly with the Manager. They can only do so through the Participating Dealers, who are under no obligation to do so on behalf of any investor. • The secondary market may be illiquid. <ul style="list-style-type: none"> ▪ You can sell your Units on the SGX. However, you may 	<p>Refer to the Section “Creation and Redemption by Participating Dealers” on Pages 21 to 28 of the Prospectus for details of how the Participating Dealers</p>

<p>not be able to find a buyer on the SGX-ST when you wish to sell your Units. Although there is a market maker for the Fund who assists in creating liquidity for investors, liquidity is not guaranteed and trading of Units on the SGX-ST may be suspended in various situations.</p> <ul style="list-style-type: none"> ▪ If the Units are delisted from the SGX-ST or if the CDP is no longer able to act as the depository for the Units listed on the SGX-ST, the Fund may be terminated and Units will be redeemed in accordance with the termination provisions in the Trust Deed. 	<p>create and redeem Units with the Manager.</p> <p>Refer to the Section “Trading in Units on the SGX-ST may be suspended” on Page 38 of the Prospectus for situations in which trading of Units may be suspended.</p>
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Product-Specific Risks

<ul style="list-style-type: none"> • The Fund’s investment in securities may be concentrated in certain types of stocks or industries <ul style="list-style-type: none"> ▪ If the Index comprises securities that are concentrated in a particular group of stocks, industry, or group of industries, the Fund may be more susceptible to any single economic, market, political or regulatory occurrence, and be subject to considerable price volatility. • The Fund is passively managed. <ul style="list-style-type: none"> ▪ The Fund is not actively managed. It invests in the securities in the Index and does not attempt to select stocks individually or to take defensive positions in declining markets. • The Fund may not be able to track the performance of the Index perfectly. <ul style="list-style-type: none"> ▪ Factors such as the fees and expenses of the Fund, imperfect correlation between the Fund’s assets and the securities constituting the Index, rounding of share prices, changes to the Index and regulatory policies may affect the Manager’s ability to achieve close correlation with the performance of the Index. 	
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FEES AND CHARGES

<p>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</p> <p><u>Payable by the Fund from invested proceeds:</u></p> <table border="1" style="width: 100%;"> <tr> <td style="width: 30%;">Manager’s fee</td> <td>Up to 2% of Net Asset Value per annum; Currently 0.65% of Net Asset Value per annum</td> </tr> </table> <p>The fees of the Trustee, Custodian, Registrar, Index Provider and Auditors are borne by the Manager and are not charged to the Fund.</p> <p><u>Payable directly by you:</u></p> <p>For purchases and sales on the SGX-ST: Normal brokerage and other fees apply. Please contact your broker for further details.</p>	Manager’s fee	Up to 2% of Net Asset Value per annum; Currently 0.65% of Net Asset Value per annum	
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CONTACT INFORMATION

<p>HOW DO YOU CONTACT US?</p> <p>Investors may contact the Manager at tel: +65 6210-8488 or email: etf@cimb.com.</p>	
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