

EASTSPRING INVESTMENTS UNIT TRUSTS

- GLOBAL TECHNOLOGY FUND
- PAN EUROPEAN FUND
- ASIAN BALANCED FUND
- DRAGON PEACOCK FUND
- GLOBAL BASICS FUND
- GLOBAL BALANCED FUND
- ASIAN INFRASTRUCTURE EQUITY FUND
- SINGAPORE SELECT BOND FUND
- SINGAPORE ASEAN EQUITY FUND

ANNUAL REPORTS

FOR THE YEAR ENDED 31 DECEMBER 2016

AUDITED FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2016



EASTSPRING INVESTMENTS UNIT TRUSTS

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EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL TECHNOLOGY FUND

Included under the CPF Investment Scheme – Ordinary Account

Structure

Eastspring Investments Unit Trusts - Global Technology Fund (the “Fund”) is organised as a feeder fund which feeds into the Luxembourg-domiciled Eastspring Investments – Global Technology Fund (“GT Underlying Fund”). The investment manager and sub-manager of the GT Underlying Fund is the Manager and the UK-domiciled Henderson Global Investors Limited respectively.

Investment Objective

The investment objective of the Fund is to maximise long-term total returns through investment in equities and equity-related securities of companies around the world with innovative products, processes or services. These investments include, but are not restricted to, those companies whose provision or use of technology give them a strategic advantage in the market. The Manager intends to achieve this investment objective by investing all or substantially all of the assets of the Fund into the GT Underlying Fund which shares the same investment objective.

Manager’s Commentary

Fund Performance

Over the review period, the Fund posted a positive return of 8.1% (bid-to-bid basis) while its benchmark returned 14.3%.

Market Background

Technology outperformed the wider market in 2016. Whilst the 2015 had been driven by the strong performance of Facebook, Amazon, Netflix and Alphabet, 2016 proved more skewed to perceived “value” names. Semiconductors proved an area of strength, largely driven by M&A and it became apparent that the trends in Artificial Intelligence and Autonomous Driving would likely have a favourable outlook for industry growth. We remain focused on finding growing companies with strong competitive advantages that trade on attractive valuations.

Factors Affecting Performance

Semiconductors and internet holdings contributed positively to performance while software and information technology (IT) services detracted.

At the stock level, Micron performed well. Our thesis on Micron was that a historically very fragmented memory industry had consolidated to three players (which includes Samsung) and a slower Moore’s Law cadence would result in a more restrained supply side, leading to better pricing and margins. Nokia also performed well. 2016 had proved difficult given a pause in wireless capex spending which has impacted sales. However, having met with the management of Nokia recently we increased our position. We view Nokia as being attractively valued and as having a strong management team. We believe current weakness is a cyclical weakness as opposed to structural. Elsewhere, Cavium performed well as the company announced a major design win in the networking chip space.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL TECHNOLOGY FUND

Red Hat is an open source software support company. The stock has underperformed. It was affected by the delayed deals on a number of defence-related contracts and also the departure of its Chief Financial Officer to another company as a Chief Executive Officer. The former seems reasonable given a pause in spending around the US presidential election and while management change is never good, it is understandable given he is moving to a CEO role. We believe Red Hat has a strong position in Linux and looks relatively attractively valued on cash flow metrics. Chinese e-commerce company Alibaba underperformed during the month of December 2016, having performed very strongly earlier in 2016, while Qualcomm also underperformed.

Key Changes to the Portfolio

We initiated a position in Xilinx, a fabless semiconductor design company. The company has a strong franchise in wireless chips, artificial intelligence and autonomous driving.

Outlook

The long-term drivers of technology remain intact as the sector continues to take share versus the old economy, driven by demographics and innovation. The relative valuation of the sector is attractive, especially given the balance sheet strength. We will continue to focus on bottom-up powerful secular themes and growth at a reasonable price.

Note:

- (1) The above commentary is provided by Henderson Global Investors Limited, except for the fund performance.*
- (2) Please note that the securities mentioned are included for illustration purposes only. It should not be considered a recommendation to purchase or sell such securities. There is no assurance that any security discussed herein will remain in the portfolio of the Fund at the time you receive this document or that security sold has not been repurchased. The securities discussed do not represent the Fund's entire portfolio and in the aggregate may represent only a small percentage of the Fund's portfolio holdings.*

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL TECHNOLOGY FUND

Fund Performance

(As at 31 December 2016)

Fund/Benchmark	3 months %	6 months %	1 year %	3 years %	5 years %	10 years %	Since inception*
			(average annual compounded return)				
Eastspring Investments Unit Trusts - Global Technology Fund	3.9	19.5	8.1	11.7	14.3	5.4	0.2
MSCI AC World Information Technology Index*	5.0	20.8	14.3	15.1	16.6	6.7	2.1

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

* From inception to 30 November 2008, the Fund was benchmarked against FTSE World information Technology Index and from 1 December 2008, the Fund was benchmarked against the MSCI AC World Information Technology Index. The two series are chain-linked to derive the longer period benchmark returns. From 1 December 2008 to 30 April 2012, the Sub-Fund was benchmarked against MSCI AC World Information Technology Index on a gross dividend basis. With effect from 1 May 2012, the benchmark returns will be on a net dividend basis. The two series are chain-linked to derive the longer period benchmark returns.

There has been no dividend distribution since the inception of the Fund.

+ 4 May 2001

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL TECHNOLOGY FUND

Schedule of Investments

(As at 31 December 2016)

Number of Shares	Investment Funds	Market Value SGD	% of Net Assets***
	<u>Luxembourg</u>		
	Eastspring Investments - Global Technology Fund		
11,126,555	Class Cs	129,702,252	99.95
Total Investments		129,702,252	99.95
Other Net Assets		64,560	0.05
Total Net Assets Attributable to Unitholders		129,766,812	100.00

*** Any differences in the percentage of the Net Asset figures are the result of roundings.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL TECHNOLOGY FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

The Eastspring Investments Unit Trusts - Global Technology Fund invests SGD 129,702,252 equivalent to 99.95% of its net asset value attributable to unitholders, in Eastspring Investments - Global Technology Fund Class Cs.

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil

Related Party Transactions

The Fund invests SGD 129,702,252 equivalent to 99.95% of its net asset value, in Eastspring Investments - Global Technology Fund. Some directors of the Eastspring Investments (Luxembourg) S.A., the Management Company of the Eastspring Investments, are also directors of Eastspring Investments (Singapore) Limited.

Refer to Note 11 of “Notes to the Financial Statements”.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL TECHNOLOGY FUND

(As at 31 December 2016)

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	10,106,839
Redemptions	12,243,601

Annualised Expense Ratio**

1.70% (2015: 1.72%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the Fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio of 0.97% (2015: 0.99%).*

The calculation of the Fund’s expense ratio at 31 December 2016 was based on total operating expenses of SGD 857,436 (2015: SGD 847,446) divided by the average net asset value of SGD 117,384,067 (2015: SGD 116,204,057) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds’ Manager.

Turnover Ratio

5.59% (2015: 8.05%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of SGD 6,564,000 (2015: SGD 9,353,000) divided by the average daily net asset value of SGD 117,384,067 (2015: SGD 116,204,057).

Soft Dollar Commission

The Investment Manager and/or Sub-Investment Managers are authorised to effect transactions through brokers whereby the broker agrees to use a proportion of the commission earned on such transactions to discharge the broker’s own costs or the costs of third parties in providing certain services to the Investment Manager and/or Sub-Investment Managers. The services which can be paid for under such arrangements are those permitted under the rules of the relevant regulatory authority namely those that relate to the execution of transactions on behalf of customers or the provision of investment research to the Investment Manager and/or Sub-Investment Managers.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS – GLOBAL TECHNOLOGY FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value USD	% of Net Assets***
Apple Inc	7,993,728	8.56
Facebook Inc	5,904,818	6.32
Microsoft Corp	5,844,799	6.26
Alphabet Inc Class A	4,844,821	5.19
Alphabet Inc Class B	4,082,562	4.37
Samsung Electronics Co Limited	3,712,018	3.98
VISA Inc	3,689,302	3.95
Intel Corp	3,483,578	3.73
Cisco Systems Inc	3,393,827	3.63
Tencent Holding	3,230,271	3.46

Top 10 Holdings

(As at 31 December 2015)

	Market Value USD	% of Net Assets***
Apple Inc	6,285,280	6.89
Microsoft Corporation	6,068,167	6.65
Alphabet Inc Class C	5,181,840	5.68
Facebook Inc	5,020,952	5.51
VISA Inc	3,964,626	4.35
Alphabet Inc Class A	3,929,771	4.31
CISCO Systems Inc	3,509,066	3.85
Mastercard Inc	2,995,022	3.28
Samsung Electronics Company Limited	2,726,212	2.99
Tencent Holdings Limited	2,537,128	2.78

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

Annualised Expense Ratio**

0.97% (2015: 0.99%)

** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

Turnover Ratio

42.71% (2015: 46.54%)

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

Included under the CPF Investment Scheme – Ordinary Account

Structure

Eastspring Investments Unit Trusts - Pan European Fund (the “Fund”) is organised as a feeder fund which feeds into the Luxembourg-domiciled Eastspring Investments – Pan European Fund (“PE Underlying Fund”). The investment manager and sub-manager of the PE Underlying Fund is the Manager and the UK-domiciled M&G Investment Management Limited respectively.

Investment Objective

The investment objective of the Fund is to maximise long-term total return by investing in equity and equity-related securities of companies, which are incorporated, or have their area of primary activity, in Europe (including United Kingdom). The Fund may also invest in depository receipts, including American Depository Receipts (ADRs) and Global Depository Receipts (GDRs), debt securities convertible into common shares, preference shares and warrants. The Manager intends to achieve this investment objective by investing all or substantially all of the assets of the Fund into the PE Underlying Fund which shares the same investment objective.

Manager's Commentary

Fund Performance

For the full year 2016, the Fund rose 0.3% in Singapore dollar terms (bid-to-bid basis) while its benchmark index gained 1.4%. The Fund's underperformance was at 1.2%.

Market Background

European equity markets experienced a difficult start to 2016, where ongoing concerns over global growth knocked sentiment and markets moved almost in tandem with fluctuations in the price of oil.

The mood then improved from the middle of February 2016 onwards, amid well-received European central bank action, waning fears over a slowing Chinese economy, more buoyant commodities pricing and easing concerns over the banking sector. As we moved through the first half of 2016, though, investor focus came to be dominated by the UK's referendum on membership of the European Union, and the subsequent vote to leave. Extreme volatility, particularly within continental European and UK markets, followed the UK electorate's 'Brexit' decision, before an element of calm eventually returned.

Attention then became dominated by speculation over the US presidential elections, ending with the surprise victory by Donald Trump. His win sparked a significant shift in investor sentiment, as the possibility that the president-elect will introduce protectionist trade policies and boost infrastructure spending while reducing taxes and regulation saw US stock markets hit record highs. This newfound investor confidence also boosted European markets as we moved through the end of the year, amid a positive outlook for growth and inflation, as well as broadly supportive earnings development.

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

In this environment, investors became increasingly willing to take on risk, and more cyclical sectors, including materials and industrials, outperformed. The strongest sector for the period was energy, in light of the improving oil price, while the more defensive telecommunication, healthcare and utilities sectors lagged the wider market. Our underweight in both energy and materials dragged on relative returns, while the overweight in industrials, as well as underweights in consumer staples, telecoms and utilities, and were supportive.

Factors Affecting Performance

The Fund's largest contributor to performance for the year ending 31 December 2016 was German sportswear manufacturer Adidas AG, its shares having performed well for an extended period in light of ongoing positive operational developments, including record sales in its football division. Its share price dipped in November 2016 after the company announced that it would be taking one-off expenses to make investments for further growth and restructure the Reebok brand, which we see as positive for the long-term health of the business.

Other supportive holdings included Norwegian oil & gas producer Statoil ASA, whose shares benefited from improvement in the oil price, and UK-listed addiction cessation drug maker Indivior PLC. The company has delivered ongoing operational success, with its shares further boosted after winning a court case that confirmed the validity of its Suboxone drug patent.

On the downside, the Fund's greatest laggard for the period under review was British building supplies retailer Travis Perkins Plc, whose shares declined along with other housebuilding-related UK businesses following the referendum 'leave' vote. The vote also affected UK-listed retailer WH Smith, as investors focused on perceived difficulties in the company's domestic operations.

Other laggards included multinational pharmaceutical company Novo Nordisk, where pricing pressures in the US had forced it to downgrade its expectations of sales and operating profit growth, and Italian global banking and financial services company UniCredit SpA. Italian banks have had difficulties on the back of asset quality concerns – with fears related to banks being forced to further clean up their balance sheets – and other regulatory uncertainties. Near the end of the period, UniCredit's shares rose sharply following news that it would raise 13bn and cut 14,000 jobs to restore its financial health, but this was not enough to recoup earlier losses.

Key Changes to the Portfolio

We added seven new positions during the period under review, starting with Swedish multinational 'fast fashion' retailer H&M. H&M is ranked as the world's second-largest clothing retailer, with a strong brand, a unique supply chain and global production scale.

We added CTS Eventim AG, Europe's market leader in ticketing and live entertainment, as well as the aforementioned Novo Nordisk. A stable growth company, Novo Nordisk is the world's leading supplier of diabetes care and insulin products, benefiting from massive scale and robust distribution networks.

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

We also bought shares in German luxury clothing retailer Hugo Boss, Denmark's second-largest insurance company Topdanmark, and the world's number two supplier of industrial gases Linde.

Finally, we invested in AkzoNobel, a Dutch-listed manufacturer of decorative paints, performance coatings and speciality chemicals. We believe this is a quality cyclical company with a strong brand, excellent distribution networks and, as the largest coating and painting company globally, scale advantages that make it difficult to compete with.

Conversely, we closed the positions in UK-based oil & gas explorer Tullow Oil Plc, Spanish discount retailer Distribuidora Internacional de Alimentación (Dia), and UK-listed banking group Barclays.

Outlook

We are now seeing a shift in investor sentiment from stability towards cyclical areas of the market and financials, at the expense of the more defensive utilities, telecoms and consumer staples sectors. The surprise win by Donald Trump in the US elections seems to have accelerated this change in mood, and 'value' now appears to be coming into favour over quality.

In current market conditions there could be an expectation that a quality-biased portfolio will struggle, but the Fund's quality focus has not precluded it from taking advantage of the recent rotation into value. This is because 'quality' is by no means limited to the defensive, stable, bond proxy-type stocks that attracted so much investor attention. We identify quality across sectors, investing in companies with a proven track record of value creation over the business cycle, irrespective of whether they are cyclical, defensive or financials. Given the nature of the businesses in which we invest, and the balanced construction of our portfolio, we believe the Fund is well positioned to take advantage of the current shift in investor sentiment.

Note:

- (1) The above commentary is provided by M&G Investments Management Limited, except for the Fund performance.*
- (2) Please note that the securities mentioned are included for illustration purposes only. It should not be considered a recommendation to purchase or sell such securities. There is no assurance that any security discussed herein will remain in the portfolio of the Fund at the time you receive this document or that security sold has not been repurchased. The securities discussed do not represent the Fund's entire portfolio and in the aggregate may represent only a small percentage of the Fund's portfolio holdings.*

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months	6 months	1 year	3 years	5 years	10 years	Since inception ⁺
	%	%	%	%	%	(%)	%
(average annual compounded return)							
Eastspring Investments Unit Trusts - Pan European Fund	1.5	8.2	0.3	1.9	8.2	-1.2	1.4
MSCI Europe Index *	5.5	12.7	1.4	1.3	8.6	0.1	2.9

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

* The benchmark of the Fund has been changed from the FTSE World Europe (including UK) Index to MSCI Europe Index with effect from 1 January 2012 as the Manager is of the view that the MSCI index is more relevant in measuring the performance of the Fund with its peers. This change in benchmark will be applied retrospectively. From 1 January 2012 to 30 April 2012, the Fund was benchmarked against MSCI Europe Index on a gross dividend basis. With effect from 1 May 2012, the benchmark returns will be on a net dividend basis. The two series are chain-linked to derive the longer period benchmark returns.

There has been no dividend distribution since the inception of the Fund.

⁺ 4 May 2001

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

Schedule of Investments

(As at 31 December 2016)

Number of Shares	Investment Funds	Market Value SGD	% of Net Assets***
	<u>Luxembourg</u>		
	Eastspring Investments -		
3,757,089	Pan European Fund Class Cs	53,531,009	99.86
Total Investments		53,531,009	99.86
Other Net Assets		76,787	0.14
Total Net Assets Attributable to Unitholders		53,607,796	100.00

*** Any differences in the percentage of the Net Asset figures are the result of roundings.

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil.

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

The Fund invests SGD 53,531,009 equivalent to 99.86% of its net asset attributable to unitholders, in Eastspring Investments - Pan European Fund Class Cs.

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil.

Related Party Transactions

The Fund invests SGD 53,531,009 equivalent to 99.86% of its net asset attributable to unitholders, in Eastspring Investments - Pan European Fund. Some directors of the Eastspring Investments (Luxembourg) S.A., the Management Company of the Eastspring Investments, are also directors of Eastspring Investments (Singapore) Limited.

Refer to Note 11 of “Notes to the Financial Statements”.

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	7,262,273
Redemptions	10,852,009

EASTSPRING INVESTMENTS UNIT TRUSTS – PAN EUROPEAN FUND

(As at 31 December 2016)

Annualised Expense Ratio**

1.70% (2015: 1.77%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the Fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio of 0.85% (2015: 0.90%).*

The calculation of the Fund’s expense ratio at 31 December 2016 was based on total operating expenses of SGD 454,873 (2015: SGD 489,638) divided by the average net asset value of SGD 53,422,351 (2015: SGD 55,957,560) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds’ Manager.

Turnover Ratio

7.51% (2015: 19.16%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of SGD 4,013,000 (2015: SGD 10,722,000) divided by the average daily net asset value of SGD 53,422,351 (2015: SGD 55,957,560).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS – PAN EUROPEAN FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value USD	% of Net Assets***
Sap SE	2,164,028	5.42
Nestle SA	2,112,837	5.30
Amadeus IT Holding	1,891,661	4.74
ING Groep	1,781,309	4.47
Novo Nordisk	1,778,423	4.46
DSV	1,754,546	4.40
WH Smith PLC	1,717,847	4.31
Statoil Asa Nok2.5	1,716,073	4.30
Glaxosmithkline P	1,429,568	3.58
Hiscox Ltd	1,384,877	3.47

Top 10 Holdings

(As at 31 December 2015)

	Market Value USD	% of Net Assets***
British American	2,850,136	5.98
Nestle SA	2,507,357	5.26
DSV	2,216,233	4.65
Reckitt Benckiser	2,188,493	4.59
Hiscox Ltd	2,068,993	4.34
Bayer AG	2,023,231	4.24
Amadeus IT Holding	1,960,021	4.11
Glaxosmithkline P	1,927,174	4.04
Travis Perkins PLC	1,899,469	3.98
Sap SE	1,884,588	3.95

*** Any differences in the percentage of the Net Asset figures are the result of roundings.

Annualised Expense Ratio**

0.85% (2015: 0.90%)

** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

Turnover Ratio

28.65% (2015: 21.37%)

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

Included under the CPF Investment Scheme – Ordinary Account and Special Account

Structure

The Eastspring Investment Unit Trusts - Asian Balanced Fund (the “Fund”) is organised as a feeder fund which feeds into the Luxembourg - domiciled Eastspring Investments – Asian Equity Income Fund for its equity participation and Eastspring Investments - US High Investment Grade Bond Fund (“Eastspring Investments - US HIG Bond Fd”) and Eastspring Investments – US Investment Grade Bond Fund (“Eastspring Investments - US IG Bond Fd”) for its bond participation. The investment manager of Eastspring Investments - Asian Equity Income Fund, Eastspring Investments - US HIG Bond Fd and Eastspring Investments - US IG Bond Fd is the Manager. The investment sub-manager of the Eastspring Investments - US HIG Bond Fund and Eastspring Investments - US IG Bond Fund is PPM America, Inc.

Investment Objective

The investment objective of the Fund is to maximise total return in the medium to long term by investing in a portfolio comprising equities of companies in the Asian ex-Japan region, and quality corporate bonds and other fixed income securities issued in the United States market.

Manager’s Commentary

Fund Performance

For 2016, the Eastspring Investments Unit Trusts - Asian Balanced Fund returned 6.7% (bid-to-bid basis in SGD terms); underperforming the composite benchmark by 66 basis points. Since inception on 24 February 2003, the Fund has returned 5.4% per annum (bid-to-bid basis in SGD terms); underperforming the composite benchmark return of 6.8% per annum.

Market Background

2016 was characterised by political upheaval and divergence in central bank policies; with bouts of market volatility throughout much of the year. Markets during Q1 2016 were mixed, with falling oil prices and fears over global growth denting investor sentiment. However, as the year progressed, increasingly positive economic data points and a reversal in the oil price led to the building anticipation of a rate rise by the US Federal Reserve (Fed) although this anticipation was somewhat dampened around the time of the “Brexit” vote. The unexpected result of June 2016’s referendum on the UK’s future membership of the European Union saw a sell-off in equity markets around the world, although the bounce back was swift and extended into Q3 2016 where a combination of positive corporate earnings announcements and ongoing central bank stimulus measures spurred markets higher. The conclusion of the US presidential election – with a largely unexpected victory for Donald Trump – changed the dynamics of the markets in Q4 2016. The Fed raised rates in December 2016, off the back of President Trump’s reflationary policy stance combined with already positive US economic data. World equity markets rallied, initially cyclical areas of the market and then more broadly across sectors towards the end of 2016. Uncertainty remained, however, around President Trump’s policy agenda; including his protectionist policies which had weighed on sentiment in export-led economies of Asia and Emerging Markets. Fixed income assets, particularly longer duration, interest-rate sensitive assets underperformed in Q4 2016. US High Yield Bonds ended the year as the best performing fixed income asset globally.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

Factors Affecting Performance

The Fund benefited from positive equities stock selection within the underlying Eastspring Investments – Asian Equity Income Fund, especially during Q4 2016. Negative security selection during Q2 2016, however, was a drag on performance. Positive stock selection within the underlying bond funds, Eastspring Investments – US High Investment Grade Bond Fund and Eastspring Investments – US Investment Grade Bond Fund, also contributed to returns although the Fund's preference for higher quality investment grade bonds dragged on relative performance near the end of the year when lower quality issues rallied.

Key Changes to the Portfolio

In 2016, the Fund has moved to an overweight position in equity whilst bringing down the exposure to bonds.

Outlook

As a team we have been highlighting the improvement in cyclical and earnings momentum globally during 2016 amid a backdrop of continued monetary accommodation which has supported equities and credit outperformance. As such, we have been close to maximum overweight equities for most of 2H 2016 as the cyclical recovery theme reasserts itself over negative geopolitical uncertainty. The signs of economic recovery and rising inflationary pressures show no signs of abating at the moment as the recovery broadens out across regions and sectors. While we note that short term equity sentiment is now a tad over optimistic, the growth momentum and reasonable equity valuations keep us bullish on Equities.

Looking forward, we remain vigilant to some key risks: 1) disorderly unwind of high private sector leverage in China and Emerging Markets, 2) a more hawkish than expected shift of US monetary policy, 3) rising European political risk premia, and 4) rising US-China tensions.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months	6 months	1 year	3 years	5 years	10 years	Since inception*
	%	%	%	%	%	%	%
(average annual compounded return)							
Eastspring Investments Unit Trusts - Asian Balanced Fund	2.0	8.7	6.7	4.8	4.4	2.5	5.4
Composite Benchmark 50% MSCI AC Asia Pacific ex Japan Index 30% The BofA Merrill Lynch U.S. Corporates, A2 Rated and above Index (formerly known as Merrill Lynch US Corporates A-AAA rated (adjusted for A- credits)) 20% The BofA Merrill Lynch U.S. Corporates, BBB3-A3 Rated Index (formerly known as Merrill Lynch US Corporates BBB – A rated)*	1.8	8.7	7.4	7.0	6.9	4.4	6.8

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

* The BofA Merrill Lynch U.S. Corporates, A2 Rated and above Index was formerly known as Merrill Lynch US Corporates A-AAA rated (adjusted for A- credits) and The BofA Merrill Lynch U.S. Corporates, BBB3-A3 Rated Index was formerly known as Merrill Lynch US Corporates BBB – A rated.

On 1 October 2008, the equity component of the composite benchmark of the Asian Balanced Fund was changed from MSCI AC Far East Free ex Japan Index to MSCI AC Asia ex Japan Index. The change was to better reflect the investment objective and focus of the Fund as the MSCI AC Asia ex Japan Index covers India in addition to the countries in the MSCI Far East Fr ex Japan Index.

On 1 May 2012, the MSCI AC Asia ex Japan Index was changed from a gross dividend basis to a net dividend basis as the NAV of the Fund is reflected on a net dividend basis.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

On 23 May 2016, the equity component of the composite benchmark was changed from MSCI AC Asia ex Japan Index to MSCI AC Asia Pacific ex Japan Index due to the change in the Fund's equity Underlying Entity whose benchmark is the MSCI AC Asia Pacific ex Japan Index.

These series are chain-linked to derive the longer period benchmark returns.

There has been no dividend distribution since the inception of the Fund.

+ 24 February 2003

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

Schedule of Investments

(As at 31 December 2016)

Number of Shares	Investment Funds	Market Value SGD	% of Net Assets***
	<u>Luxembourg</u>		
	Eastspring Investments		
29,838,472	- Asian Equity Income Fund Class D	548,242,964	57.58
	Eastspring Investments		
10,370,462	- US High Investment Grade Bond Fund Class D	250,097,978	26.26
	Eastspring Investments		
5,312,059	- US Investment Grade Bond Fund Class D	154,092,915	16.18
Total Investments		952,433,857	100.02
Other Net Liabilities		(221,588)	(0.02)
Total Net Assets Attributable to Unitholders		952,212,269	100.00

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

The Eastspring Investments Unit Trusts - Asian Balanced Fund invests SGD 548,242,964, SGD 250,097,978 and SGD 154,092,915 equivalent to 57.58%, 26.26% and 16.18% of its net asset value attributable to unitholders in Eastspring Investments - Asian Equity Income Fund Class D, Eastspring Investments - US High Investment Grade Bond Fund Class D and Eastspring Investments - US Investment Grade Bond Fund Class D respectively.

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil

Related Party Transactions

The Eastspring Investments Unit Trusts - Asian Balanced Fund invests SGD 548,242,964, SGD 250,097,978 and SGD 154,092,925 equivalent to 57.58%, 26.26% and 16.18% of its net asset value attributable to unitholders in Eastspring Investments - Asian Equity Income Fund, Eastspring Investments - US High Investment Grade Bond Fund and Eastspring Investments - US Investment Grade Bond Fund respectively. Some directors of the Eastspring Investments (Luxembourg) S.A., the Management Company of the Eastspring Investments, are also directors of Eastspring Investments (Singapore) Limited.

Refer to Note 11 of "Notes to the Financial Statements".

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN BALANCED FUND

(As at 31 December 2016)

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	17,256,543
Redemptions	64,879,711

Annualised Expense Ratio**

1.46% (2015: 1.46%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). This is the sum of the Fund's expense ratio and the weighted average of the underlying funds' unaudited expense ratio of 0.06% (2015: 0.07%).*

The calculation of the Fund's expense ratio at 31 December 2016 was based on total operating expenses of SGD 12,869,290 (2015: SGD 13,946,120) divided by the average net asset value of SGD 922,564,196 (2015: SGD 1,001,470,866) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds' Manager.

Turnover Ratio

65.56% (2015: 17.09%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of SGD 604,792,716 (2015: SGD 171,170,924) divided by the average daily net asset value of SGD 922,564,196 (2015: SGD 1,001,470,866).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS - ASIAN EQUITY INCOME FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value USD	% of Net Assets***
Taiwan Semiconductor Manufacturing	29,329,200	4.27
Australia and New Zealand Banking Group	26,244,481	3.82
Tencent Holdings Limited	24,082,770	3.51
Westpac Banking Corp	22,971,215	3.35
China Construction Bank	19,577,676	2.85
China Mobile Ltd	17,770,463	2.59
Insurance Australia Group	16,873,934	2.46
Industrial & Commercial Bank of China	15,668,993	2.28
CK Hutchison Holdings Ltd	15,301,923	2.23
Bank of China Ltd - H	14,819,324	2.16

Top 10 Holdings#

(As at 31 December 2015)

	Market Value USD	% of Net Assets***
Samsung Electronics Co Limited	38,310,961	6.19
Taiwan Semiconductor Manufacturing	35,628,378	5.75
China Construction Bank - H	25,838,560	4.17
Tencent Holdings Limited	24,125,270	3.90
China Mobile Ltd	23,279,833	3.76
Bank of China Ltd - H	18,571,188	3.00
Hon Hai Precision Industry Co.	17,809,297	2.88
Hyundai Motor Co	17,442,612	2.82
Infosys Ltd	14,336,281	2.32
The Wharf (Holdings) Limited	13,924,615	2.25

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS - ASIAN EQUITY INCOME FUND

Annualised Expense Ratio**

0.06% (2015: 0.08%#)

*** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.*

Turnover Ratio

40.28% (2015: 35.69%#)

During the year, the fund had a restructuring of its underlying fund from Asian Equity Fund Class D to Asian Equity Income Fund Class D. The comparatives disclosed above relate to the previous underlying fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

Structure

The Eastspring Investments Unit Trusts - Dragon Peacock Fund (the “Fund”) is a fund organised as a direct investment portfolio. For efficient portfolio management purposes, a Mauritian entity, Dragon Peacock Investments Limited has been established to hold all the investments of the Fund in China and/or India (except such investments which the Manager determines should be held directly by the Fund). The Trustee remains responsible for the safe custody of the assets of the Fund held through the Mauritian entity. The Mauritian entity is expected to be governed by the provisions of the India-Mauritius Double Taxation Avoidance Treaty and the China-Mauritius Double Taxation Avoidance Treaty. If it is no longer beneficial to invest through the Mauritian entity, the Fund may elect to invest directly in China and/or India.

Investors should note that the net asset value of this Fund is likely to have a high volatility due to its concentration of investment in two countries.

Investment Objective

The investment objective of the Fund is to maximize long-term total return by investing primarily in equity and equity-related instruments of corporations, which are incorporated in, or listed in, or operating principally from, or carrying on significant business in, or derive substantial revenue from, or whose subsidiaries, related or associated corporations derive substantial revenue from, the People’s Republic of China (PRC) and the Republic of India (India).

Effective 31 May 2016, the Fund has been placed under the CPF Investment Scheme (CPFIS) List B funds as it no longer satisfies the CPF Board’s prevailing admission criteria for CPFIS List A funds.

Manager’s Commentary

Performance

In 2016, the Fund gained 5.3% (bid-to-bid basis), beating its benchmark by 3.3%.

Market Background

It was mixed picture as Chinese equities closed the year in positive territory while Indian equities were in the red. Several domestic and global developments affected the markets. For the full year 2016, the MSCI China Index rose 1% in USD terms while the MSCI India Index fell 1.4%¹. Both underperformed the MSCI All-Country Asia-Pacific ex-Japan index.

In China, lingering uncertainties over the renminbi and capital controls dampened sentiment at the start of the year but continued monetary easing by the People’s Bank of China triggered a rebound. Notable events in 2016 included China’s State Council giving the green light to the Shenzhen-Hong Kong Stock Connect scheme that would allow investors to buy stocks on each other’s bourses. China also unveiled its 13th Five-Year Plan for 2016-2020 at the annual National People’s Congress. Highlights include a GDP growth target of 6.5%-7%, the first time the government is adopting a range, rather than a hard target.

¹ *Bloomberg, as of 31 December 2016.*

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

In India, uncertainty ahead of the Union Budget announcement and weak December (2015) quarter earnings triggered a sell-off in January (2016). The passing of the Insolvency and Bankruptcy Bill and approval of the Goods and Services Tax Bill by India's Upper House of Parliament gave markets a fillip. The former was seen as the Modi government's most significant reform-to-date. As 2016 drew to a close, the biggest worry on the domestic front was the likely hit on corporate earnings from demonetisation.

Factors Affecting Performance

Stock selection boosted relative performance over the year. Stock picks in consumer discretionary, healthcare and financials were the main contributors.

Overweights in Geely Automobile Holdings Limited ("Geely"), Cairn India Limited ("Cairn") and Bharat Petroleum Corporation Limited helped relative performance.

Geely's main businesses include the research, development, manufacture and sales of automobiles and automobile components. Geely's stock price has seen a steady rise in the second half of 2016, buoyed by solid sales of its new car models both in China and outside which has exceeded the company's sales forecast.

Cairn, an oil and gas exploration company saw its stock price rise as crude oil prices strengthened. In addition, the company announced plans to invest INR300 billion over the next three years to raise its oil and gas production by an additional 100,000 barrels per day.

An underweight in Alibaba Group Holdings Limited ("Alibaba"), non-exposure to State Bank of India and an off-benchmark holding in Aditya Birla Fashion and Retail Limited weighed down relative performance.

E-commerce giant Alibaba's share price had risen in the second half of the year helped by a stellar 1Q FY17 results that beat estimates. However the portfolio manager preferred to hold other more attractively valued Chinese information technology stocks and only bought into Alibaba in December 2016 after a price correction. Nonetheless the portfolio manager continues to underweight the stock.

Aditya Birla Fashion and Retail ("ABFRL"), erstwhile Pantaloon Fashion & Retail Ltd ("Pantaloon"), is India's largest apparel company after its merger with Madura, a former subsidiary of parent Aditya Birla Nuvo. ABFRL's share price witnessed profit booking earlier in the year, after having rallied ahead of the merger effected in January 2016. Also, the stock sentiment soured later in the year on fears that the demonetisation will hurt the nascent recovery visible in discretionary spending in India. Madura has a strong brands business and had grown its revenues at a 25% compounded annual growth rate over the past 10 years, while Pantaloon's profit margins recently reached a 11 quarter high.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

Key Changes to the Portfolio

In 2016, the Fund initiated new positions in Alibaba Group Holdings Limited, Cipla Limited and Bharti Airtel Limited among others.

The Fund also completely exited China United Network Communications Group Co Limited, State Bank of India, ICICI Bank and AAC Technologies Pte Ltd.

Outlook

China's efforts to implement promised reforms and the possibility of continued monetary easing are factors to watch. Investors will continue to monitor China's balancing act of undertaking reforms while trying to rein in credit expansion and sustain economic growth. Mild easing is likely to continue in China as policymakers aim to mitigate property and debt risks.

India's economic recovery appears to be on a strong footing to achieve its potential real GDP growth aided by lower interest rates and a thrust on investments. Also, India is poised to harness the relatively lower commodities' price dividend, especially oil. A stimulus through investments and not subsidies should yield a better quality and sustainable growth in the long term.

Please note that the securities mentioned are included for illustration purposes only. It should not be considered a recommendation to purchase or sell such securities. There is no assurance that any security discussed herein will remain in the portfolio of the fund at the time you receive this document or that security sold has not been repurchased. The securities discussed do not represent the fund's entire portfolio and in the aggregate may represent only a small percentage of the fund's portfolio holdings.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months %	6 months %	1 year %	3 years %	5 years %	10 years %	Since inception*
			(average annual compounded return)				
Eastspring Investments Unit Trusts - Dragon Peacock Fund	0.6	12.7	5.3	8.0	7.9	3.3	8.5
Composite Benchmark 50% MSCI China Index 50% MSCI India Index	-1.9	9.2	2.0	7.7	8.9	3.7	11.0

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

There has been no dividend distribution since the inception of the Fund.

* 18 June 2004

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil.

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil.

Related Party Transactions

In the normal course of the business of the Trust, trustee fees, valuation fees and management fees have been paid or are payable to the Trustee and the Manager respectively as noted in the Statement of Total Return.

Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	17,423,411
Redemptions	82,526,496

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

(As at 31 December 2016)

Annualised Expense Ratio**

1.65% (2015: 1.66%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the Fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio of 0.04% (2015: 0.05%).*

The calculation of the expense ratio at 31 December 2016 was based on total operating expenses of SGD 15,086,858 (2015: SGD 17,211,878) divided by the average net asset value of SGD 934,629,220 (2015: SGD 1,068,417,707) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds’ Manager.

Turnover Ratio

48.36% (2015: 61.70%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of SGD 451,940,252 (2015: SGD 659,183,410) divided by the average daily net asset value of SGD 934,629,220 (2015: SGD 1,068,417,707).

Soft Dollar Commission

The soft dollar arrangements may include specific advice as to the advisability of dealing in, or as to the value of any investments, research and advisory services, economic and political analyses, portfolio analyses including valuation and performance measurements, market analyses data and quotation services, computer hardware and software or any other information facilities to the extent that they are used to support the investment decision making process, the giving of advice, the conduct of research or analysis, or analysis of trade execution, and custodial service in relation to the investments managed for clients.

Soft dollar arrangements have been undertaken by the Manager in respect of Eastspring Investments Unit Trusts - Dragon Peacock Fund. The soft dollar arrangements relate essentially to the use of analytical tool provided by a broker, ITG Hong Kong Limited (“ITG HK”) for the purpose of assessing and monitoring the efficiency of trade execution. The Manager also uses an execution management system provided by ITG HK. This system enhances current equity order management workflows by increasing functionality with regard to live market data, pre and post-trade execution analytics and access to broker algorithm trading strategies. The said broker has also executed trades for other schemes managed by the Manager.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

(As at 31 December 2016)

Soft Dollar Commission (continued)

Soft-dollar commissions/arrangements shall not include travel, accommodation, entertainment, general administrative goods and services, general office equipment or premises, membership fees, employees' salaries or direct money payment.

The Manager confirms that the goods and services received were for the benefits of the funds, trades were executed at the best available terms, taking into account the relevant market at the time for transactions of the kind and size concerned, and there was no churning of trades.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Dragon Peacock Investment Ltd	467,063,273	47.97
Tencent Holdings Ltd	63,909,472	6.56
China Construction Bank Corporation	45,970,175	4.72
Industrial and Commercial Bank of China Ltd	35,559,682	3.65
China Mobile Ltd	35,481,632	3.64
Ping An Insurance Group Co of China Ltd	24,856,334	2.55
Alibaba Group Holding Ltd	24,636,039	2.53
Geely Automobile Holdings Ltd	23,873,312	2.45
Baidu Inc	23,301,019	2.39
China Petroleum & Chemical Corp	22,238,828	2.28

Top 10 Holdings

(As at 31 December 2015)

Restated

	Market Value SGD	% of Net Assets***
Dragon Peacock Investment Ltd	480,506,308	48.62
China Mobile Ltd	59,171,920	5.99
Tencent Holdings Ltd	57,095,817	5.78
China Construction Bank	38,378,563	3.88
Industrial and Commercial Bank of China Ltd	38,033,140	3.85
Ping An Insurance Group Co of China Ltd	32,255,631	3.26
Travelsky Technology Ltd	23,563,145	2.38
China Pacific Insurance Group Co Ltd	21,474,569	2.17
Baidu Inc	19,737,121	2.00
China Unicom Hong Kong Ltd	19,640,132	1.99

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – DRAGON PEACOCK FUND

Schedule of Investments

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Country		
People's Republic of China	348,882,311	35.83
Hong Kong	150,655,971	15.48
Republic of Mauritius	467,063,275	47.97

	Market Value SGD	% of Net Assets***
Industry		
Automotive	23,873,312	2.45
Banks	105,598,622	10.85
Computer software	29,474,225	3.03
E-Commerce	37,885,556	3.89
Electronics	27,721,413	2.85
Energy	7,837,201	0.81
Food	19,387,825	2.00
Funds	467,063,275	47.97
Insurance	41,130,843	4.22
Media	87,210,491	8.95
Mining	18,715,835	1.92
Oil and gas	22,238,828	2.28
Property	10,391,162	1.07
Retail	23,844,641	2.45
Telecom services	35,481,632	3.64
Utility - Water	8,746,696	0.90

	Market Value SGD	% of Net Assets***
Asset Class		
Equities	966,601,557	99.28
Other net current assets	7,055,591	0.72

*** Any differences in the percentage of the Net Asset figures are the result of roundings.

EASTSPRING INVESTMENTS – DRAGON PEACOCK INVESTMENTS LIMITED

Top 10 Holdings

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Infosys Ltd	54,088,829	11.58
Larsen & Toubro Ltd	26,939,519	5.77
LIC Housing Finance Ltd	24,636,926	5.27
Housing Development Finance Corp Ltd	23,990,457	5.14
Tata Motors Ltd Class A	23,316,965	4.99
Dr Reddy's Laboratories Ltd	23,254,710	4.98
Cipla Ltd	22,109,792	4.73
Bank of Baroda	21,059,528	4.51
Bharti Airtel Ltd	20,786,595	4.45
Bharat Petroleum Corp Ltd	18,872,674	4.04

Top 10 Holdings

(As at 31 December 2015)

Restated

	Market Value SGD	% of Net Assets***
Infosys Ltd	71,153,033	14.81
Housing Development Finance Corp Ltd	35,203,656	7.33
Coal India Ltd	28,016,991	5.83
Tata Motors Ltd Class A	25,670,173	5.34
LIC Housing Finance Ltd	21,466,145	4.47
Bharat Petroleum Corp Ltd	21,052,291	4.38
Bank of Baroda	20,893,957	4.35
Larsen & Toubro Ltd	20,316,813	4.23
Dr Reddy's Laboratories Ltd	19,987,880	4.16
Tata Consultancy Services Ltd	19,216,200	4.00

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

Annualised Expense Ratio**

0.08% (2015: 0.10%)

** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

Turnover Ratio

51.20% (2015: 37.54%)

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

Structure

Eastspring Investments Unit Trusts - Global Basics Fund (the “Fund”) is organised as a feeder fund, which feeds into Sterling Class A shares of the M&G Investment Funds (1) – M&G Global Basics Fund (“M&G Global Basics Fund”), domiciled in the United Kingdom.

The investment manager of the M&G Global Basics Fund is the UK-domiciled M&G Investment Management Limited.

The Manager is currently offering three Classes of Units in the Fund, namely, SGD Class, USD Class and Euro Class. There are no material differences between the three Classes save for the difference in the base currency of each Class. Units of the SGD Class shall hereinafter be referred to as “Eastspring Investments Unit Trusts - Global Basics Fund SGD Class”, Units of the USD Class shall hereinafter be referred to as “Eastspring Investments Unit Trusts - Global Basics Fund USD Class” and Units of the Euro Class shall hereinafter be referred to as “Eastspring Investments Unit Trusts - Global Basics Fund Euro Class”.

Investors should note that the Eastspring Investments Unit Trusts - Global Basics Fund USD Class and Eastspring Investments Unit Trusts - Global Basics Fund Euro Class may be subject to foreign exchange risk and currency conversion costs. In addition, a separate Net Asset Value per Unit (denominated in the relevant base currency), which may differ as a consequence of the aforesaid variable factors will be calculated for each Class.

Investment Objective

The investment objective of the Fund is to invest wholly or mainly in companies operating in basic industries (‘primary’ and ‘secondary’ industries) and also in companies that service these industries. The Fund may also invest in other global equities. The sole aim of the Fund is long-term capital growth. The Manager intends to achieve this investment objective by investing all or substantially all of the assets of the Fund into the M&G Global Basics Fund which shares the same investment objective.

Manager’s Commentary

Fund Performance

For the full year 2016, on a bid-to-bid basis, Eastspring Investments Unit Trusts - Global Basics Fund SGD Class rose 12.4% and underperformed its benchmark by 0.2%. Eastspring Investments Unit Trusts - Global Basics Fund USD Class rose 10.4% and underperformed its benchmark by 0.1%. Eastspring Investments Unit Trusts - Global Basics Fund Euro Class rose 13.8% and underperformed its benchmark by 0.1%.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

Market Background

For many equity markets, January 2016 brought the worst start to a new year in quite some time. Investors were unnerved by evidence of a China-led slowdown in global economic growth and a collapse in the oil price. ‘Peak-pessimism’ was reached in mid-February 2016, after which share prices and the oil price began to recover as central banks announced further action to boost growth. Towards the end of June 2016, victory for the ‘Leave’ side in the UK referendum on membership of the European Union caused shockwaves globally, including a steep decline in the value of sterling. However, stockmarkets quickly brushed off the result, rallying sharply in July 2016.

There was a significant shift in investor sentiment during the final quarter of 2016. Following Donald Trump’s victory in the US presidential election, expectations that taxes and regulations would be cut, giving the US economy a boost, became more prevalent. This contributed to a major switch out of bonds into equities, resulting in several major stockmarket indices hitting all-time highs.

For the year 2016 as a whole, the energy sector was the standout performer, benefiting from Organization of the Petroleum Exporting Countries’ decision in late November 2016 to cut production. Materials rallied sharply as well, as companies accelerated their restructuring plans. Conversely, defensive sectors – particularly the healthcare sector, which came under pressure on fears over drug pricing – lagged the overall market.

Factors Affecting Performance

Fund performance benefited from an overweight position in mining companies (particularly precious metals stocks such as Hochschild Mining and Barrick Gold) and the underweight in consumer services stocks. The share price of Hochschild Mining, a UK-listed miner with assets in South America, rose over the course of 2016. Alongside higher silver prices, Hochschild Mining benefited from better-than-expected operational performance as well as an improvement in the political situation in Argentina with the election of President Mauricio Macri.

We invested in Barrick Gold at the start of 2016 as an insurance against an increasingly uncertain market environment. This proved to be a timely move as gold prices climbed during the early part of the year.

Other positions that added value included Scotts Miracle-Gro and Umicore, a global materials technology and recycling group. Scotts Miracle-Gro’s share price rallied, boosted by optimism about the potential growth from its investments in hydroponics businesses. Meanwhile, Umicore benefited from higher precious metal prices.

Conversely, the Fund’s underweight position in energy detracted, as did a holding in Irish food ingredients company Kerry Group. Investors expressed concerns about a squeeze on the company’s profit margins going forward, if it is unable to pass on the full impact of higher input costs.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

Other holdings that held back performance over the year included Symrise and Hutchison China Meditech. Shares in Symrise slipped as investors downgraded earnings estimates on fears the company will suffer from increased cost pressures, as commodity prices have firmed. Symrise is a global supplier of fragrances, flavourings, ingredients for cosmetics and nutritional supplements. Its products are widely used by food manufacturers and pharmaceutical companies, whose shares lagged the market in 2016.

Key Changes to the Portfolio

Early in the year, we added a number of positions in stocks which looked set to benefit from a rise in the gold price as we sought to hedge against numerous risks. These investments significantly outperformed and, in order to lock-in profits, some positions were reduced and some were closed.

We also added US-based Matthews International Corporation, which provides a variety of products for cemeteries and funeral homes, including caskets and cremation equipment. The company is benefiting from the trend for pre-arranged funerals and we see the stock as a play on an aging population.

Shares in agricultural logistics company Bunge Ltd were purchased in the second quarter. We regard Bunge Ltd as a well-managed, cash-generative, geographically diverse business with a strong balance sheet.

We sold medical device manufacturer GI Dynamics Inc. One of the company's products has failed, as yet, to receive approval from the US Food and Drug Administration and fundamentals have deteriorated.

There were two purchases during the third quarter – Newmont Mining and Raytheon. Newmont Mining, a US gold mining firm, re-joined the Fund as we increased the weight of the fund's 'gold basket', given continuing uncertainty about the global economy. Raytheon is a US-based global defence company which specialises in defence and cyber security. The company is a pure play on defence and government-related end-markets, with two-thirds of its business coming from the US and one-third from the rest of the world.

At the same time, we closed positions in Weir. UK-listed provider of engineering products to the oil & gas industries, Weir, has seen its share price climb on the back of the rally in the oil price.

In the fourth quarter, newcomers included Alphabet (parent company of Google) and pharmaceutical business Roche. We favour Google for its ability to gather and manage large volumes of data, which should help it to compete in multiple disciplines, including map technology (autonomous vehicles) and 'cloud' computing. Roche is one of the principal players in oncology, with a strong focus on research and development; recent share price weakness allowed us to establish a position at an attractive price.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

At the same time, we closed the position in Umicore, a global materials technology and recycling group, as we believe its valuation has become stretched. We also took advantage of the share price strength in luxury hotels owner and operator Hong Kong & Shanghai Hotels to exit the holding.

Outlook

We remain concerned about the backdrop faced by the equity market, particularly geopolitical and economic risks. Specifically, in Europe, there are a number of concerns around 'Brexit', as well as forthcoming elections in other countries and the health of some of the banks. We also have worries about weak economic growth in the region.

Further afield, the possibility for the Chinese economy to slow and a potential devaluation of its currency are also at the forefront of investors' minds.

The Fund's cash position remains at slightly elevated levels, as we look for opportunities to add to existing holdings and introduce new companies which fulfil our quality, growth and valuation criteria, and which are likely to benefit from one or more of themes we are currently focused on: an ageing population, infrastructure, the environment and safety and security.

Note:

- (1) The above commentary is provided by M&G Investments Management Limited, except for the Fund performance.*
- (2) Please note that the securities mentioned are included for illustration purposes only. It should not be considered a recommendation to purchase or sell such securities. There is no assurance that any security discussed herein will remain in the portfolio of the Fund at the time you receive this document or that security sold has not been repurchased. The securities discussed do not represent the Fund's entire portfolio and in the aggregate may represent only a small percentage of the Fund's portfolio holdings.*

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months	6 months	1 year	3 years	5 years	10 years	Since inception*
	%	%	%	%	%	%	%
(average annual compounded return)							
Eastspring Investments Unit Trusts - Global Basics Fund SGD Class	3.9	13.6	12.4	2.9	3.2	0.4	2.3
FTSE Global Basics Composite Index SGD*	6.4	12.5	12.6	7.0	10.2	4.3	5.5
Eastspring Investments Unit Trusts - Global Basics Fund USD Class	-2.0	5.8	10.4	-1.6	1.0	1.0	2.3
FTSE Global Basics Composite Index USD*	0.5	4.8	10.6	2.3	7.9	4.9	6.0
Eastspring Investments Unit Trusts - Global Basics Fund Euro Class	4.5	11.5	13.8	7.5	5.3	N.A.	2.5
FTSE Global Basics Composite Index Euro*	7.0	10.4	13.9	11.9	12.4	N.A.	8.0

Source: Eastspring Investments (Singapore) Limited.

The return is calculated on a bid-to-bid basis with net income reinvested, if any. The return for Eastspring Investments Unit Trusts - Global Basics Fund SGD Class is calculated in S\$, the return for Eastspring Investments Unit Trusts - Global Basics USD Class is calculated in US\$ and the return for Eastspring Investments Unit Trusts - Global Basics Fund Euro Class is calculated in Euro.

* The FTSE Global Basics Composite Index is a customised benchmark which is derived by combining all the sector indices of the FTSE World Index save for the media, IT, telecommunications, financials and healthcare sector indices.

There has been no dividend distribution since the inception of the Fund.

+ SGD Class: 18 October 2005

USD Class: 11 September 2006

Euro Class: 6 May 2008

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

Schedule of Investments

(As at 31 December 2016)

Number of Shares	Investment Funds	Market Value SGD	% of Net Assets***
	<u>Great Britain</u>		
	M&G Investment Funds (1)		
	- Global Basics Fund Net Accumulation		
1,119,273	Shares in Sterling Class A	24,805,763	99.60
Total Investments		24,805,763	99.60
Other Net Assets		99,269	0.40
Total Net Assets Attributable to Unitholders		24,905,032	100.00

*** Any differences in the percentage of the Net Asset figures are the result of roundings.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil.

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

The Fund invests SGD 24,805,763 equivalent to 99.60% of its net asset attributable to unitholders, in M&G Global Basics Fund Net Accumulation Shares in Sterling Class A.

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil

Related Party Transactions

The Fund invests SGD 24,805,763 equivalent to 99.60% of its net asset attributable to unitholders, in M&G Global Basics Fund Net Accumulation Shares in Sterling Class A.

Refer to Note 11 of “Notes to the Financial Statements”.

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	243,136
Redemptions	3,992,362

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BASICS FUND

(As at 31 December 2016)

Annualised Expense Ratio**

1.81% (2015: 1.77%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the Fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio of 1.66% (2015: 1.67%).*

The calculation of the Fund’s expense ratio at 31 December 2016 was based on total operating expenses of SGD 37,074 (2015: SGD 29,714) divided by the average net asset value of SGD 24,670,775 (2015: SGD 29,600,952) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds’ Manager.

Turnover Ratio

0.12% (2015: 0.19%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of SGD 28,955 (2015: SGD 56,832) divided by the average daily net asset value of SGD 24,670,775 (2015: SGD 29,600,952).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil

Pre-determined payouts

The Fund does not offer pre-determined payouts.

M & G GLOBAL BASICS FUND
NET ACCUMULATION SHARES IN STERLING CLASS A SHARES

Top 10 Holdings

(As at 31 December 2016)

	Market Value GBP	% of Net Assets***
Microsoft Corp	107,851,484	5.26
Johnson & Johnson	83,914,539	4.10
Symrise Ag	76,946,431	3.76
Ansell	73,642,678	3.59
PZ Cussons Plc	69,602,497	3.40
Kerry Group Plc Class A	67,107,341	3.28
Scotts Miracle-Gro Co Class A	66,834,737	3.26
Kirin Holdings Co Ltd	63,330,560	3.09
United Parcel Service Class B	63,153,266	3.08
Rockwell Automation Inc	54,384,332	2.65

Top 10 Holdings

(As at 31 December 2015)

	Market Value GBP	% of Net Assets***
Microsoft Corp	101,435,199	5.57
Symrise	94,924,086	5.21
Kerry	89,988,208	4.94
Scotts Miracle	89,724,880	4.92
Ansell	79,339,027	4.35
United Technologies Corp	71,698,894	3.93
United Parcel Service	68,553,837	3.76
PZ Cussons Plc	63,418,948	3.48
Johnson & Johnson	62,723,387	3.44
Hongkong & Shanghai Hotels	55,313,084	3.04

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

Annualised Expense Ratio**

1.67%^ (2015: 1.68%)

** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

^ For the period 28 February 16 to 31 August 2016 Source: M&G Securities Limited

Turnover Ratio***

37.80%# (2015: 32.00%)

*** The Portfolio Turnover Rate (PTR) is a ratio that reflects the volume of trading within each sub-fund over the course of a 12 month period. The PTR is calculated by taking the sum of all transactions in securities less the sum of all transactions in the sub-fund's shares and is expressed as a percentage of the sub-fund's average net asset value.

For the period 31 December 2015 to 31 December 2016. Source: M&G Securities Limited

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BALANCED FUND

Structure

The Eastspring Investments Unit Trusts - Global Balanced Fund (the “Fund”) is organized as a feeder fund which feeds into the United Kingdom – domiciled M&G Investment Funds (1) – M&G Global Basics Fund (“M&G Global Basics Fund”) for its equity participation and the Singapore – domiciled Legg Mason Western Asset Global Bond Trust (“LMWAGBT”)* for its bond participation.

The investment manager of the M&G Global Basics Fund is the UK – domiciled M&G Investment Management Limited and the investment manager of the LMWAGBT is the Singapore incorporated Western Asset Management Company Pte Ltd (“WAMC Pte Ltd”).

The investment sub-managers of the LMWAGBT are Western Asset Management Company (“WAMC”) and Western Asset Management Company Limited (WAMCL). WAMC manages the North America, South America and Central America portfolio of debt securities of the LMWAGBT and WAMCL manages the Europe, UK, Scandinavia, Middle East and Japan portfolio of debt securities of the LMWAGBT.

** Formerly known as Legg Mason Global Bond Trust (“LMGBT”). With effect from 1 April 2011, the name of Legg Mason Global Bond Trust (“LMWAGBT”) has changed to Legg Mason Western Asset Global Bond Trust and in addition, Legg Mason Asset Management Singapore Pte Ltd retired as investment manager and be replaced by Western Asset Management Company Pte Ltd.*

Investment Objective

The investment objective of the Fund is to maximise total return in the medium to long term by investing primarily in a portfolio comprising global equities and high quality debt securities of major global bond markets.

Manager’s Commentary

Fund Performance

For 2016, the Eastspring Investments Unit Trusts - Global Balanced Fund returned 7.5% (bid-to-bid basis in SGD terms); underperforming its composite benchmark which returned 9.0%.

Market Background

2016 was characterised by political upheaval and divergence in central bank policies; with bouts of market volatility throughout much of the year. Markets during Q1 2016 were mixed, with falling oil prices and fears over global growth denting investor sentiment. However, as the year progressed, increasingly positive economic data points and a reversal in the oil price led to the building anticipation of a rate rise by the US Federal Reserve (Fed) although this anticipation was somewhat dampened around the time of the “Brexit” vote. The unexpected result of June 2016’s referendum on the UK’s future membership of the European Union saw a sell-off in equity markets around the world, although the bounce back was

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BALANCED FUND

swift and extended into Q3 2016 where a combination of positive corporate earnings announcements and ongoing central bank stimulus measures spurred markets higher. The conclusion of the US presidential election – with a largely unexpected victory for Donald Trump – changed the dynamics of the markets in Q4 2016. The Fed raised rates in December 2016, off the back of President Trump's reflationary policy stance combined with already positive US economic data. World equity markets rallied, initially cyclical areas of the market and then more broadly across sectors towards the end of 2016. Uncertainty remained, however, around President Trump's policy agenda; including his protectionist policies which had weighed on sentiment in export-led economies of Asia and Emerging Markets. Fixed income assets, particularly longer duration, interest-rate sensitive assets underperformed in Q4 2016; with US High Yield Bonds ending the year as the best performing fixed income asset globally.

Factors Affecting Performance

The Fund feeds into the M&G Global Basics Fund and the LMWAGBT. The Fund's underperformance against the benchmark in 2016 was mainly due to the underperformance of the M&G Global Basics Fund. Performance of the LMWAGBT ended largely flat for 2016.

Whilst oil prices and energy stocks rose during 2016, the M&G Global Basics Fund's underweight position in the energy sector detracted as did a holding in Irish food ingredients company Kerry Group. Investors expressed concerns about a squeeze on the company's profit margins going forward, if it is unable to pass on the full impact of higher input costs. Performance benefited from an overweight position in mining companies (particularly precious metals stocks such as Hochschild and Barrick Gold) and the underweight in consumer services stocks.

Key Changes to the Portfolio

The Fund has generally maintained its allocations of 60% towards global equities and 40% towards global bonds over the review period.

Outlook

Looking ahead, the Fund will continue to maintain its allocations of approximately 60% in global equities and 40% in global bonds.

Equity sub-fund manager – The underlying equity sub-fund manager remains concerned about the backdrop faced by the equity market, particularly geopolitical and economic risks. Specifically, in Europe, there are a number of concerns around 'Brexit', as well as forthcoming elections in other countries and the health of some of the banks. We also have worries about weak economic growth in the region. Further afield, the possibility for the Chinese economy to slow and a potential devaluation of its currency are also at the forefront of investors' minds. The cash position remains at slightly elevated levels, as we look for opportunities to add to existing holdings and introduce new companies which fulfil our quality, growth and valuation criteria, and which are likely to benefit from one or more of themes we are currently focused on: an ageing population, infrastructure, the environment and safety and security.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BALANCED FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months	6 months	1 year	3 years	5 years	Since inception ⁺
	%	%	%	%	%	%
Eastspring Investments Unit Trusts-Global Balanced Fund	0.3	6.0	7.5	3.1	3.1	0.2
Composite Benchmark* 60% FTSE Global Basics Composite Index 40% Citigroup World Government Bond Index ex Japan hedged to S\$	2.4	6.2	9.0	6.4	7.8	3.2

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

* FTSE Global Basics Composite Index is a customised benchmark which is derived by combining all the sector indices of the FTSE World Index save for the media, IT, telecommunications, financials and healthcare sector indices.

From 1 April 2011, the Citigroup World Government Bond Index (S\$) ex Japan has changed to the Citigroup World Government Bond Index ex Japan hedged to SGD, pursuant to a similar change of one of the underlying funds' benchmark.

There has been no dividend distribution since the inception of the Fund.

⁺ 1 October 2007

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BALANCED FUND

Schedule of Investments

(As at 31 December 2016)

Number of Shares	Investment Funds	Market Value SGD	% of Net Assets***
	<u>Great Britain</u>		
	M&G Investment Funds (1)		
	- Global Basics Fund Net		
	Accumulation Shares in		
460,924	Sterling Class A	10,215,171	62.02
	<u>Singapore</u>		
	Legg Mason Western Asset		
4,498,930	Global Bond Trust	6,258,012	38.00
Total Investments		16,473,183	100.02
Other Net Liabilities		(3,611)	(0.02)
Total Net Assets Attributable to Unitholders		16,469,572	100.00

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BALANCED FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil.

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

The Fund invests SGD 10,215,171 equivalent to 62.02% and SGD 6,258,012 equivalent to 38% of its net asset value attributable to unitholders, in M&G Investment Funds (1) - Global Basics Fund Net Accumulation Shares in Sterling Class A and Legg Mason Western Asset Global Bond Trust respectively.

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil

Related Party Transactions

The Fund invests SGD 10,125,171 equivalent to 62.02% of its net asset value attributable to unitholders, in M&G Investment Funds (1) - Global Basics Fund Net Accumulation Shares in Sterling Class A.

Refer to Note 11 of “Notes to the Financial Statements”.

EASTSPRING INVESTMENTS UNIT TRUSTS – GLOBAL BALANCED FUND

(As at 31 December 2016)

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	79,158
Redemptions	2,005,634

Annualised Expense Ratio**

1.65% (2015: 1.65%)

***The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the Fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio of 1.37% (2015: 1.34%).*

The calculation of the Fund’s expense ratio at 31 December 2016 was based on total operating expenses of SGD 47,282 (2015: SGD 59,401) divided by the average net asset value of SGD 16,750,538 (2015: SGD 19,458,819) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds’ Manager.

Turnover Ratio

4.47% (2015: 1.00%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being purchases of SGD 749,201 (2015: SGD 193,844) divided by the average daily net asset value of SGD 16,750,538 (2015: SGD 19,458,819).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

M & G GLOBAL BASICS FUND
NET ACCUMULATION SHARES IN STERLING CLASS A SHARES

Top 10 Holdings

(As at 31 December 2016)

	Market Value GBP	% of Net Assets***
Microsoft Corp	107,851,484	5.26
Johnson & Johnson	83,914,539	4.10
Symrise Ag	76,946,431	3.76
Ansell	73,642,678	3.59
PZ Cussons Plc	69,602,497	3.40
Kerry Group Plc Class A	67,107,341	3.28
Scotts Miracle-Gro Co Class A	66,834,737	3.26
Kirin Holdings Co Ltd	63,330,560	3.09
United Parcel Service Class B	63,153,266	3.08
Rockwell Automation Inc	54,384,332	2.65

Top 10 Holdings

(As at 31 December 2015)

	Market Value GBP	% of Net Assets***
Microsoft Corp	101,435,199	5.57
Symrise	94,924,086	5.21
Kerry	89,988,208	4.94
Scotts Miracle	89,724,880	4.92
Ansell	79,339,027	4.35
United Technologies Corp	71,698,894	3.93
United Parcel Service	68,553,837	3.76
PZ Cussions Plc	63,418,948	3.48
Johnson & Johnson	62,723,387	3.44
Hongkong & Shanghai Hotels	55,313,084	3.04

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

Annualised Expense Ratio**

1.67%^ (2015: 1.68%)

** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

^ For the period 28 February 16 to 31 August 2016 Source: M&G Securities Limited

Turnover Ratio***

37.80%# (2015: 32.00%)

*** The Portfolio Turnover Rate (PTR) is a ratio that reflects the volume of trading within each sub-fund over the course of a 12 month period. The PTR is calculated by taking the sum of all transactions in securities less the sum of all transactions in the sub-fund's shares and is expressed as a percentage of the sub-fund's average net asset value.

For the period 31 December 2015 to 31 December 2016. Source: M&G Securities Limited

LEGG MASON WESTERN ASSET GLOBAL BOND TRUST

Top 10 Holdings

(As at 30 September 2016)^{^^}

	Market Value SGD	% of Net Assets***
US Treasury N/B 1.50% 31/12/2018	34,318,317	9.09
US Treasury N/B 1.00% 15/09/2017	28,148,818	7.45
Government of France OAT 0.25% 25/11/2026	26,771,561	7.09
Buoni Poliennali Del Tes 1.45% 15/09/2022	21,044,313	5.57
US Treasury Bond 4.50% 15/08/2039	20,998,389	5.56
Poland Government Bond Series 726 2.5% 25/07/2026	20,642,246	5.47
TSY INFL IX N/B 0.250% 15/01/2025	20,163,382	5.34
Mex Bonds Desarr Fix RT Series M 7.75% 13/11/2042	17,133,355	4.54
Government of Japan CPI Linked Series 16 1.40% 10/06/2018	17,095,595	4.53
US Treasury Bond 2.875% 15/05/2043	14,970,625	3.96

Top 10 Holdings

(As at 30 September 2015)^{^^}

	Market Value SGD	% of Net Assets***
US Treasury N/B 1.00% 15/09/2017	29,475,881	7.89
US Treasury N/B 0.625% 31/08/2017	27,374,176	7.33
US Treasury N/B 1.50% 31/12/2018	22,458,689	6.01
Buoni Poliennali Del Tes 3.75% 01/05/2021	21,025,389	5.63
US Treasury Bond 4.50% 15/08/2039	20,125,698	5.39
Bonos Y Oblig Del Estado 3.75% 31/10/2018	19,155,757	5.13
Government of Japan CPI Linked Series 16 1.40% 10/06/2018	15,857,768	4.25
US Treasury Bond 3.625% 15/02/2044	14,369,994	3.85
UK Treasury 4.25% 07/12/2040	13,882,338	3.72
US Treasury N/B 1.625% 30/04/2019	13,336,843	3.57

^{^^} The information of the Legg Mason Western Asset Global Bond Trust is disclosed based on information from the fund's latest semi-annual report as at 30 September 2015 and 2016.

*** Any differences in the percentage of the Net Asset figures are the result of roundings.

LEGG MASON WESTERN ASSET GLOBAL BOND TRUST

Annualised Expense Ratio**

0.88% ^{^(2015: 0.83%)}

*** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.*

^ For the period 1 October 2015 to 30 September 2016. Source: Semi-annual Report of Legg Mason Western Asset Global Bond Trust for the financial period ended 30 September 2016.

Turnover Ratio

26.49%[#] (2015: 43.04%)

For the period 1 April 2016 to 30 September 2016. Source: Semi-annual Report of Legg Mason Western Asset Global Bond Trust for the financial period ended 30 September 2016.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

Structure

The Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund (the “Fund”) is organised as a feeder fund which feeds into the Luxembourg – domiciled Eastspring Investments – Asian Infrastructure Equity Fund (“Eastspring Investments – Asian Infrastructure Equity Fund”).

The investment manager of Eastspring Investments – Asian Infrastructure Equity Fund is the Manager.

The Manager is currently offering three Classes of Units in the Fund, namely, SGD Class, USD class and Euro Class. There are no material differences between the three classes save for the difference in the base currency of each Class. Units of the SGD Class shall hereinafter be referred to as the “SGD Class Units”, Units in the USD Class shall hereinafter be referred to as the “USD Class Units” and Units in the Euro Class shall hereinafter be referred to as the “Euro Class Units”.

Investors should note that the USD Class Units and Euro Class Units may be subject to foreign exchange risk and currency conversion costs. In addition, a separate Net Asset Value per Unit (denominated in the relevant base currency), which may differ as a consequence of the aforesaid variable factors will be calculated for each Class.

Investment Objective

The investment objective of the Fund is to maximise long-term capital appreciation by investing primarily in equity and equity-related securities of corporations deriving substantial revenue from, or whose subsidiaries, related or associated corporations are engaged in, infrastructure or related business and are incorporated in, or listed in, or operating principally from the Asia ex-Japan region.

The Fund may also invest in depository receipts including American Depository Receipts (ADRs) and Global Depository Receipts (GDRs), debt securities convertible into common shares, preference shares and warrants.

The Manager intends to achieve this investment objective by investing all or substantially all of the assets of the Fund into the Eastspring Investments - Asian Infrastructure Equity Fund which shares the same investment objective.

Investors should note that “infrastructure” or “infrastructure related” may be capable of wide-ranging interpretation. The Manager has the sole discretion to decide as to what constitute “infrastructure” or “infrastructure related” investments for the purposes of any such investments under the Fund and / or Eastspring Investments - Asian Infrastructure Equity Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

Manager's Commentary

Fund Performance

For the full year 2016, on a bid-to-bid basis, the Fund's SGD Class rose 5.7% and underperformed its benchmark by 1.3%; its USD Class rose 3.8% and underperformed its benchmark by 1.3% and its Euro Class rose 6.9% and underperformed its benchmark by 1.3%.

Market Background

2016 could be said to be a year of two halves. The first half of the year was wrought with heightened risk aversion, focused on the departure of ultra low-interest rates in the US and a possible hard-landing by the Chinese economy; both events caused investors to flee risk assets and embrace defensive ones such as gold and the Japanese currency. The second half was an about-turn on investors' sentiment - a surprising outcome given the major surprises from the UK voting to leave the European Union at a referendum and Donald Trump emerging the winner of the US presidential election. Asian Pacific ex. Japan equities followed the post-correction rallies in the US and Europe higher to close the year moderately higher. EMEA (Europe, the Middle East and Africa) and LATAM (Latin America) were the strongest performing markets by region, followed by US equities and Asia Pacific ex Japan with European equities the laggards.

A consistent focus through the year was central bank action; mood in the market ebbed and flowed as expectations shifted from an early fear of monetary tightening and later to confidence as global economic growth conditions seemed better-than-expected. The US hiked interest rates once, short of the four quarter-point increases predicted in late-2015; the central bank anticipates three more in 2017. The Bank of Japan introduced a new policy framework of targeting the yield curve after its attempts to push the economy out of deflation by moving into negative interest rate territory in January 2016 did not pay off. The European Central Bank extended its programme of quantitative easing but reduced the monthly pace of bond-buying. Most central banks in Asia also adopted accommodative stances in a bid to maintain confidence and spur growth.

Oil price was also a key contributor to volatility in the equity markets. The shade over political infighting within the Organisation of Petroleum Exporting Countries seemed to fade. After multiple failed attempts to resolve the oversupply situation, the group finally surprised investors by agreeing to cut production for the first time in eight years and prompted a sharp recovery in oil prices.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

Factors Affecting Performance

Security selection in China, Thailand and Malaysia were among the larger contributors to relative performance while security selection in Hong Kong and India were among the larger detractors from relative performance. From a sector perspective, security selection in Telecommunication Services and Industrials contributed to relative performance while security selection in Materials and Energy detracted from relative performance.

Overweighting Star Petroleum Refining Co. (SPRC) and PTT were among the larger contributors to relative performance. Overweighting Sinopec Kantons and the zero holding in China Steel Corp. were among the larger detractors from relative performance.

SPRC is an IPO which the Fund subscribed to at launch. The stock rallied circa 40% in 2016. Steady demand growth, wide margins and a healthy balance sheet underpin its fundamentals. Company enjoys a high dividend yield, which will likely be sustained as it nears a cash positive status.

The share price of PTT rallied more than 50% in 2016, helped by strong profit growth owing to oil price rally and lower gas cost. PTT's rapid business expansion and restructuring activities are positive factors for growth outlook.

Disappointing gas pipeline earnings weighed on the share price for Sinopec Kantons. The company is likely to be a beneficiary of China's increasing reliance on imported crude oil and a rising appetite for supplies from teapot refiners as they utilize their crude oil import quotas. The stock is currently trading at below historical valuations and at a discount to global peers.

China Steel Corp. rallied alongside other steel manufacturers, benefitting from the supply side reforms in China. In 2016, China achieved its steel capacity closure target for the year, much ahead of schedule in October 2016.

Key Changes to the Portfolio

Among the notable trades over the period, the Fund added holdings in LG Chem, Chunghwa Telecom Co. and S-Oil Corp; the Fund trimmed holdings in Taiwan Mobile, LG Corp. and SK Innovation.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

Outlook

Our Portfolio Manager believes in Asia's infrastructure story, especially when applied to emerging economies, offers an attractive long-term investment opportunity. This is underpinned by the pace of economic growth, urbanization, and a historical under-investment in infrastructure. The reforms momentum in key Asian markets, and investments, specially in infrastructure is fast becoming the new engine of growth.

The Fund is focused on domestic demand driven investments that are endorsed strongly by local governments.

Our Portfolio Manager believes that the alternative energy theme, including nuclear power, is here to stay.

Note: Please note that the security (or securities) mentioned is(are) included for illustration purposes only. It should not be considered a recommendation to purchase or sell such security (or securities). There is no assurance that any security discussed herein will remain in the portfolio of the Fund at the time you receive this document or that security sold has not been repurchased. The security (or securities) discussed does(do) not represent the Fund's entire portfolio and in the aggregate may represent only a small percentage of the Fund's portfolio holdings.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months	6 months	1 year	3 years	5 years	Since inception*
	%	%	%	%	%	%
(average annual compounded return)						
Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund SGD Class	1.3	7.7	5.7	0.6	2.0	-0.9
MSCI AC Asia ex Japan Custom Index SGD*	0.5	7.0	7.0	2.1	3.2	-0.6
Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund USD Class	-4.4	0.3	3.8	-3.8	-0.2	-1.5
MSCI AC Asia ex Japan Custom Index USD*	-5.1	-0.3	5.1	-2.4	1.0	-1.1
Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund EUR Class	1.9	5.6	6.9	5.1	4.1	3.1
MSCI AC Asia ex Japan Custom Index EUR*	1.1	5.0	8.2	6.7	5.3	3.4

Source: Eastspring Investments (Singapore) Limited.

The return is calculated on a bid-to-bid basis with net income reinvested, if any. The return for Eastspring Investments Unit Trusts – Asian Infrastructure Equity SGD Class is calculated in S\$, the return for Eastspring Investments Unit Trusts - Asian Infrastructure Equity USD Class is calculated in US\$ and return for Eastspring Investments Unit Trusts - Asian Infrastructure Equity EUR Class is calculated in Euro.

* Please note that the benchmark for the Asian Infrastructure Equity Fund was changed from the MSCI AC Asia ex Japan Index to the MSCI AC Asia ex Japan Selected Sectors Index on 1 December 2010 (with the change in benchmark applied retrospectively to better reflect the investment focus and approach of the Fund since its inception). From 1 May 2012 the benchmark was changed from a gross dividend to a net dividend basis as the net asset value of the Fund is reflected on a net dividend basis. With effect from 1 September 2015, the benchmark was changed to the MSCI AC Asia ex Japan Custom Index (derived from the MSCI AC Asia ex Japan Selected Sectors Index with specific country caps applied) as the new benchmark is more appropriate in measuring the performance of the Fund in order to align with its investment focus. The series are chain-linked to derive the longer period benchmark returns.

There has been no dividend distribution since the inception of the Fund.

+ 1 April 2008

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

Schedule of Investments

(As at 31 December 2016)

Number of Shares	Investment Funds	Market Value SGD	% of Net Assets***
	<u>Luxembourg</u>		
	Eastspring Investments - Asian Infrastructure Equity Fund Class C		
1,077,437		15,335,364	99.94
Total Investments		15,335,364	99.94
Other Net Assets		9,749	0.06
Total Net Assets Attributable to Unitholders		15,345,113	100.00

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

The Fund invests SGD 15,335,364 equivalent to 99.94% of its net asset value attributable to unitholders, in Eastspring Investments - Asian Infrastructure Equity Fund Class C.

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil

Related Party Transactions

The Fund invests SGD 15,335,364 equivalent to 99.94% of its net asset value, in Eastspring Investments - Asian Infrastructure Equity Fund Class C. Some directors of the Eastspring Investments (Luxembourg) S.A., the Management Company of the Eastspring Investments, are also directors of Eastspring Investments (Singapore) Limited.

Refer to Note 11 of “Notes to the Financial Statements”.

EASTSPRING INVESTMENTS UNIT TRUSTS – ASIAN INFRASTRUCTURE EQUITY FUND
(As at 31 December 2016)

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	1,285,212
Redemptions	842,427

Annualised Expense Ratio**

1.91% (2015: 1.87%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the Fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio of 0.96% (2015: 0.94%).*

The calculation of the Fund’s expense ratio at 31 December 2016 was based on total operating expenses of SGD 137,428 (2015: SGD 141,795) divided by the average net asset value of SGD 14,537,027 (2015: SGD 15,268,820) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances. The unaudited expense ratio of the underlying funds are obtained from Underlying Funds’ Manager.

Turnover Ratio

6.15% (2015: 9.55%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being sales of SGD 894,286 (2015: purchases of SGD 1,457,502) divided by the average daily net asset value of SGD 14,537,027 (2015: SGD 15,268,820).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS – ASIAN INFRASTRUCTURE EQUITY FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value USD	% of Net Assets***
China Mobile Ltd	1,515,763	5.92
Singapore Telecommunications Ltd	1,324,128	5.17
Reliance Industries Ltd	1,303,521	5.09
Telekomunikasi Indonesia Tbk	1,101,608	4.30
Nan Ya Plastics Corp	998,554	3.90
Formosa Plastics Corp	976,995	3.81
PTT Public Company Limited	943,232	3.68
CK Hutchison Holdings Limited	923,647	3.61
Tenaga Nasional BHD	777,726	3.04
LG Chem Ltd	634,456	2.48

Top 10 Holdings

(As at 31 December 2015)

	Market Value USD	% of Net Assets***
Singapore Telecommunications Ltd	1,614,892	6.49
China Mobile Ltd	1,608,659	6.47
Reliance Industries Ltd	1,355,418	5.45
Nan Ya Plastics Corp	1,075,259	4.32
CK Hutchison Holdings Limited	1,032,205	4.15
Taiwan Mobile	852,438	3.43
Telekomunikasi Indonesia Tbk	831,491	3.34
Formosa Plastics Corp	818,127	3.29
NTPC Limited	810,421	3.26
PTT Public Company Limited	687,553	2.76

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

Annualised Expense Ratio**

0.96% (2015: 0.94%)

** The expense ratio does not include, (where applicable) brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other schemes and tax deducted at source or arising out of income received.

Turnover Ratio

25.67% (2015: 73.07%)

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

Included under the CPF Investment Scheme – Ordinary Account and Special Account

Structure

The Eastspring Investments Unit Trusts - Singapore Select Bond Fund (“the Fund”) is a fund organised as a direct investment portfolio.

The Manager is currently offering two Classes of Units in the Fund, namely, Class A and Class A_D. There are no material differences between the two Classes save that Class A is an accumulation share class whereby no dividends will be declared and paid out whilst in respect of Class A_D, the Manager may at its sole discretion declare and pay out dividends on an annual basis. Units of Class A shall hereinafter be referred to as the “**Class A Units**” and Units of Class A_D shall hereinafter be referred to as the “**Class A_D Units**”.

Investors should note that a separate Net Asset Value per Unit which may differ as a consequence of the aforesaid variable factors will be calculated for each Class.

Investment Objective

The Fund aims to maximise total returns over time by investing primarily in Singapore-dollar denominated debt securities and foreign currency debt securities which will be hedged back into Singapore Dollars.

Manager’s Commentary

Fund Performance

Over the review period, the Fund returned 4.2% (Class A, bid-to-bid basis), outperforming the benchmark return of 3.1%.

Market Background¹

The broad Singapore Dollar (SGD) bond market turned in overall positive returns for 2016 on the back of declines in longer-end Singapore government bond yields.

Singapore Government Securities (SGS) fared well for most of 2016 as yields generally fell in line with global interest rates. This was broadly in reflection of the accommodative monetary policy measures by major central banks in view of turbulent financial market conditions over the period. An intense reach for yield globally amid the low interest rate environment further boosted demand for the asset class. Nevertheless, increased expectations for the US Federal Reserve to raise interest rates in the last quarter of 2016 erased some of the gains. The prospect of looser fiscal policies under a Trump administration also drove US Treasury (UST) yields up.

¹ Source: Bloomberg, 31 December 2016

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

Short-end SGS yields ended the period under review higher, tracking the rise in USTs. A weaker SGD against the USD further weighed on returns. The Monetary Authority of Singapore (MAS) unexpectedly eased the rate of appreciation of the SGD to 0% in April 2016, but kept policy unchanged for the rest of 2016. In the long-end of the curve, muted inflation and growth expectations domestically kept yields anchored. 10 and 30-year yields declined 12 and 30 basis points respectively over the period. In the corporate bond space, SGD credits performed relatively better than the SGS, helped by higher coupon income and resilient investor demand.

Factors Affecting Performance

The Fund benefitted from the overall overweight in corporate bonds as the sector outperformed government bonds over 2016.

Key Changes to Portfolio

The Fund continues to maintain its overweight in corporate credits in view of the more attractive carry in the corporate bond sector.

Outlook

The Fund looks to retain its overweight in corporate bonds for carry as we believe corporate fundamentals remain healthy. Global liquidity is expected to remain flush on the back of easy monetary policy stances from major central banks, and this will support yield seeking behavior.

In contrast, we are less positive on government bonds. Although SGS absolute yields are now off the lows, the curve is still flat relative to its long term history. MAS is expected to be on data-watching mode and maintain its current policy stance given that inflation seems to have bottomed. Nevertheless, flushed domestic liquidity conditions amid a positive supply outlook will continue to be supportive for SGS yields. We expect the SGD nominal effective exchange rate (NEER) to continue to trade at the bottom half of the policy band amid upside risks to USD rates.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months %	6 months %	1 year (%)	3 years (%)	5 years (%)	Since inception* (%)
			(average annual compounded return)			
Eastspring Investments Unit Trusts - Singapore Select Bond Fund Class A	-3.0	-1.0	4.2	4.1	3.6	3.8
Markit iBoxx ALBI Singapore Index	-3.3	-1.8	3.1	2.8	1.9	2.5
Eastspring Investments Unit Trusts - Singapore Select Bond Fund Class A _D	-3.0	-0.8	4.3	4.1	N.A.	2.6
Markit iBoxx ALBI Singapore Index	-3.3	-1.8	3.1	2.8	N.A.	1.4

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

On 30 April 2016, the benchmark for the Singapore Select Bond Fund was changed from HSBC Singapore Local Currency All Bond Index to the Markit iBoxx ALBI Singapore Index as the HSBC index was discontinued on 29 April 2016. The two series will be chain-linked to derive a longer period benchmark return.

Eastspring Investments Unit Trusts – Singapore Select Bond Fund Class A_D has made a distribution payout of 0.0136146 cents per Class A_D unit on 18 November 2016.

* Class A: 8 April 2011

Class A_D: 9 November 2012

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

(As at 31 December 2016)

Exposure to Derivatives

The Fund has the following exposure to derivatives as at 31 December 2016:

	Fair value 31 December 2016 S\$	Percentage of total net assets attributable to unitholders (%)
Forward foreign exchange contracts	(4,128,316)	(0.60)

The unrealised loss at the end of the year was SGD 4,128,316 and realised gain is SGD 1,517,729 for the year.

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

The fund is paying the following cash collateral as at 31 December 2016:

		SGD
The Australia and New Zealand Banking Group	SGD 560,000	560,000
The Hong Kong and Shanghai Banking Corporation	SGD 400,000	400,000
Morgan Stanley	USD 860,000	1,242,442
Citibank	USD 1,116,000	1,612,285
		<u>3,814,727</u>

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

(As at 31 December 2016)

Related Party Transactions

Refer to Note 11 of “Notes to the Financial Statements”.

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	123,802,141
Redemptions	71,717,292

Annualised Expense Ratio**

0.62% (2015: 0.62%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). The calculation of the expense ratio at 31 December 2016 was based on total operating expenses of SGD 4,102,275 (2015: SGD 3,193,231) divided by the average net asset value of SGD 659,394,719 (2015: SGD 513,938,317) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.*

Turnover Ratio

24.02% (2015: 40.18%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being sales of SGD 158,355,830 (2015: SGD 206,513,307) divided by the average daily net asset value of SGD 659,394,719 (2015: SGD 513,938,317).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Government of Singapore 3.5% 01/03/2027	27,150,250	3.96
Government of Singapore 2.875% 01/09/2030	24,022,440	3.50
Singapore Government Bond 2.75% 01/03/2046	16,677,210	2.43
Government of Singapore 3% 01/09/2024	15,646,500	2.28
Republic of Singapore 2.875% 01/07/2029	15,346,800	2.24
Government of Singapore 2.75% 01/07/2023	14,415,800	2.10
Westpac Banking Corp Series EMTN (Regs) (BR) Var 4% 12/08/2027	13,234,000	1.93
Standard Chartered PLC (Regs) (BR) Var 23/01/2026	13,066,646	1.90
Government of Singapore 2.375% 01/06/2025	12,453,750	1.82
Bank of East Asia Ltd Series EMTN Var 13/09/2022	11,614,080	1.69

Top 10 Holdings

(As at 31 December 2015)

	Market Value SGD	% of Net Assets***
Government of Singapore 3% 01/09/2024	26,353,740	4.34
Government of Singapore 2.875% 01/09/2030	23,529,672	3.88
Government of Singapore 2.375% 01/05/2025	19,623,400	3.23
Government of Singapore 3.5% 01/03/2027	16,144,050	2.66
Republic of Singapore 2.875% 01/07/2029	16,078,080	2.65
Government of Singapore 2.75% 01/07/2023	14,245,280	2.35
Westpac Banking Corp Series EMTN (Regs) (BR) Var 4% 12/08/2027	13,017,940	2.15
Standard Chartered PLC (Regs) (BR) Var 23/01/2026	12,225,720	2.02
Singapore Tech Telemedia Series DMTN (Regs) (BR) 4.05% 02/12/2025	12,141,840	2.00
Bank of East Asia Ltd Series EMTN Var 13/09/2022	11,610,860	1.91

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

Schedule of Investments

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Country		
Australia	54,461,940	7.94
Canada	3,640,826	0.53
People's Republic of China	69,101,777	10.07
France	10,172,940	1.48
Great Britain	22,633,053	3.30
Hong Kong	36,736,749	5.36
India	7,299,388	1.06
Indonesia	4,969,820	0.73
Japan	18,908,906	2.76
Malaysia	21,428,802	3.12
Netherlands	6,202,650	0.90
Singapore	402,569,183	58.68
South Korea	10,190,935	1.49
Thailand	4,070,023	0.59
Accrued interest receivable on quoted bonds	6,223,698	0.91

	Market Value SGD	% of Net Assets***
Industry		
Agriculture	11,205,187	1.63
Airlines	4,863,250	0.71
Banks	208,276,815	30.36
Building construction	5,419,315	0.79
Chemical	4,935,350	0.72
Consumer	1,773,439	0.26
Diversified resources	3,459,610	0.50
Electronics	4,436,553	0.65
Energy	4,358,783	0.64
Finance	44,621,207	6.49
Government	187,135,791	27.28
Hotels	3,058,740	0.45
Household	3,584,700	0.52
Industrials	9,978,852	1.45
Insurance	15,822,228	2.31
Investment	11,357,365	1.65
Mining	1,905,108	0.28
Miscellaneous	6,223,083	0.90
Oil and gas	6,282,286	0.91
Real estate	67,496,123	9.83
Real estate investment trusts	35,423,085	5.19
Services	2,429,250	0.35
Telecom services	15,265,970	2.23
Transport	11,843,574	1.73
Transport - Ship	1,231,328	0.18
Accrued interest receivable on quoted bonds	6,223,698	0.91

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE SELECT BOND FUND

Schedule of Investments

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Credit Ratings (by S&P/Moody's)		
AAA	93,354,591	13.59
AA	8,907,650	1.30
Aa2	3,500,915	0.52
AA-	997,520	0.15
A+	26,442,005	3.85
A	5,021,634	0.74
A-	31,041,775	4.52
A1	8,959,921	1.30
A3	11,408,296	1.66
BBB+	116,473,031	16.96
BBB	25,699,370	3.75
BBB-	42,543,734	6.19
BB+	3,096,030	0.45
Baa1	24,603,718	3.59
Baa2	16,227,202	2.37
Baa3	22,098,409	3.23
Ba2	2,691,095	0.39
Not rated	229,320,096	33.45
Accrued interest receivable on quoted bonds	6,223,698	0.91
	Market Value SGD	% of Net Assets***
Asset Class		
Bonds	672,386,992	98.01
Accrued interest receivable on quoted bonds	6,223,698	0.91
Other net current assets	7,394,108	1.08

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

Included under the CPF Investment Scheme – Ordinary Account

Structure

The Eastspring Investments Unit Trusts - Singapore ASEAN Equity Fund (the “Fund”) is a fund organized as a direct investment portfolio.

Investment Objective

The Fund aims to maximise total return in the medium to long term by investing primarily in equities and equity-related securities of companies which are incorporated, quoted or listed in, or have their area of primary activity in Singapore and other ASEAN markets.

Manager’s Commentary

Fund Performance

For the year ended 2016, the Fund posted a net return of 8.5% (bid-to-bid basis), outperforming its customized blended FTSE ST All-Share and FTSE ASEAN (ex-Singapore) Index benchmark which returned 8.2%.

Market Background

Most ASEAN equity markets ended the event busy year with gains. From the fears around slowing Chinese economy at the onset to Brexit to the United States of America’s election outcome and the much anticipated US rate action, markets muddled through a volatile 2016.

Against this backdrop, the Thailand and Indonesia, led the gains this year, almost reversing the losses experienced in 2015; Singapore too ended higher, while the Philippines and Malaysia declined the second consecutive year.

Thailand benefitted from higher oil prices, as energy stocks rallied the most. In Indonesia, continued reforms momentum kept the markets buoyant; Indonesia’s Tax Amnesty program received an overwhelming response.

The Philippines led the decline this year, after hitting new highs in July 2016. The Philippines market sold off on lingering uncertainties around domestic policy and external risks. Nonetheless, growth momentum in the Philippines showed no signs of slowdown with real Gross Domestic Product expanding at 6.9%, 7.0%, and 7.1% respectively in the first three quarters of 2016, largely underpinned by higher capital spending and private consumption.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

Factors Affecting Performance

In 2016, stock selection contributed to the Fund's relative performance; stock selection in Thailand and Indonesia contributed the most. The overweights in Indo Tambangraya Megah, Gajah Tunggal and PTT Pcl were key contributors to relative performance.

On the other hand, the off-benchmark positions in First Phil Holdings and Vista Land and Lifescapes, and the overweight in Bank Rakyat Indonesia were key detractors from relative performance.

Key Changes to the Portfolio

Over 2016, new positions were initiated in Singapore Airlines, Mapletree Industrial Trust, Venture Corporation, and Intouch Holdings as valuation had become more attractive. The Fund locked in profits and exited the positions from Indo Tambangraya Megah and Gajah Tunggal. The Fund took profit in stocks which had done well such as Jardine Matheson Holdings and Bank Mandiri after the positive upward shift in the share price.

Outlook

The Portfolio Manager remains constructive on the outlook for the ASEAN economies. There has been a broader trend of improving macro fundamentals over the last few years, while the structural drivers of growth remain intact in the key markets. Continued reforms momentum and potentially higher investments should yield higher multipliers in the fast-growing ASEAN markets.

We are mindful of internal and external concerns and will continue to monitor the macro situation while maintaining our bottom-up, valuation-driven investment approach.

Note:

Please note that the securities mentioned are included for illustration purposes only. It should not be considered a recommendation to purchase or sell such securities. There is no assurance that any security discussed herein will remain in the portfolio of the Fund at the time you receive this document or that security sold has not been repurchased. The securities discussed do not represent the Fund's entire portfolio and in the aggregate may represent only a small percentage of the Fund's portfolio holdings.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

Fund Performance

(As at 31 December 2016)

Fund / Benchmark	3 months %	6 months %	1 year (%)	3 years (%)	Since inception* (%)
			(average annual compounded return)		
Eastspring Investments Unit Trusts - Singapore Asean Equity Fund	-0.6	4.2	8.5	0.9	1.6
Customised blended FTSE ST All-Share and FTSE ASEAN (ex-Singapore)	-0.1	3.7	8.2	1.8	2.4

Source: Eastspring Investments (Singapore) Limited.

The return is in S\$, and calculated on a bid-to-bid basis with net income reinvested, if any.

There has been no dividend distribution since the inception of the Fund.

The customised benchmark is derived by combining the FTSE ST All-Share Index and the non-Singapore constituents in the FTSE ASEAN index.

** 14 March 2012*

Past performance is not necessarily indicative of the future performance of the Fund.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

(As at 31 December 2016)

Exposure to Derivatives

Nil.

Global exposure

Global derivative exposure is computed using the commitment approach which is calculated as the sum of:

- a) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- b) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- c) The sum of the values of cash collateral received pursuant to :
 - (i) the reduction of exposure to counterparties of OTC financial derivatives; and
 - (ii) EPM techniques relating to securities lending and repurchase transactions, and that are reinvested.

Collateral

Nil for the year ended 31 December 2016.

Securities Lending or Repurchase Transactions

Nil for the year ended 31 December 2016.

Investment in other unit trusts, mutual funds and collective investment schemes

Refer to the Statement of Portfolio in the Financial Statements for investment in other schemes including but not limited to REITs and ETFs.

Borrowings

Nil.

Related Party Transactions

Refer to Note 11 of “Notes to the Financial Statements”.

Total Subscriptions and Redemptions for the year ended 31 December 2016

	SGD
Subscriptions	33,741,225
Redemptions	8,539,943

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

(As at 31 December 2016)

Annualised Expense Ratio**

1.64% (2015: 1.64%)

*** The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). The calculation of the expense ratio at 31 December 2016 was based on total operating expenses of SGD 2,957,324 (2015: SGD 3,059,491) divided by the average net asset value of SGD 180,275,002 (2015: SGD 186,633,261) for the year. The total operating expenses do not include (where applicable) brokerage and other transactions costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Fund does not pay any performance fee. The average net asset value is based on the daily balances.*

Turnover Ratio

38.96% (2015: 27.99%)

The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments, being sales of SGD 70,241,098 (2015: purchases of SGD 52,239,376) divided by the average daily net asset value of SGD 180,275,002 (2015: SGD 186,633,261).

Soft Dollar Commission

Nil for the Fund.

Any other material information that will adversely impact the valuation of the fund

Nil.

Pre-determined payouts

The Fund does not offer pre-determined payouts.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

Top 10 Holdings

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
DBS Group Holdings Ltd	11,016,293	5.52
Overseas Chinese Banking Corp	9,179,518	4.60
Singapore Telecommunications Ltd	8,726,420	4.37
United Overseas Bank Ltd	7,845,901	3.93
PTT PCL	6,367,709	3.19
Bank Rakyat Indonesia Persero Tbk PT	5,571,545	2.79
Jardine Matheson Holdings Ltd	5,334,668	2.67
Siam Commercial Bank PCL	5,282,211	2.64
Hongkong Land Holdings Ltd	4,566,074	2.29
Singapore Technologies Engineering Ltd	4,546,225	2.28

Top 10 Holdings

(As at 31 December 2015)

	Market Value SGD	% of Net Assets***
DBS Group Holdings Ltd	9,273,799	5.80
Singapore Telecommunications Ltd	8,782,677	5.49
United Overseas Bank Ltd	7,771,561	4.86
Overseas Chinese Banking Corp	7,103,184	4.44
Jardine Matheson Holdings Ltd	6,362,462	3.98
Hongkong Land Holdings Ltd	4,730,914	2.96
Bank Rakyat Indonesia Persero Tbk PT	4,527,626	2.83
Public Bank Bhd	3,339,753	2.09
Keppel Corp Ltd	3,172,650	1.98
Bank Mandiri Persero Tbk PT	3,137,758	1.96

Schedule of Investments

(As at 31 December 2016)

Country	Market Value SGD	% of Net Assets***
Hong Kong	14,008,091	7.01
Indonesia	24,768,400	12.40
Malaysia	28,975,432	14.51
Philippines	13,958,649	6.99
Singapore	84,014,631	42.07
Thailand	32,442,483	16.24

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

EASTSPRING INVESTMENTS UNIT TRUSTS – SINGAPORE ASEAN EQUITY FUND

Schedule of Investments

(As at 31 December 2016)

	Market Value SGD	% of Net Assets***
Industry		
Agriculture	2,338,526	1.17
Airlines	1,490,147	0.74
Automobile	1,338,573	0.67
Banks	61,168,379	30.62
Brewery	2,601,340	1.30
Building construction	7,672,681	3.85
Chemical	3,312,980	1.66
Diversified resources	9,579,748	4.80
Educational services	459,688	0.23
Electronics	6,906,187	3.46
Energy	792,953	0.40
Engineering	5,200,015	2.61
Enterprise	1,001,139	0.50
Entertainment	5,056,852	2.52
Finance	3,619,717	1.81
Food	5,386,645	2.69
Hotels	3,381,669	1.69
Investment	2,099,880	1.05
Mining	976,141	0.49
Miscellaneous	830,444	0.41
Oil and gas	8,525,498	4.27
Public utility	5,944,533	2.98
Real estate	26,367,176	13.22
Real estate investment trusts	11,314,459	5.67
Retail	3,023,751	1.51
Shipbuilding	2,743,881	1.37
Telecom services	11,120,654	5.57
Tobacco	1,644,594	0.83
Transport	2,269,436	1.13
	Market Value SGD	% of Net Assets***
Asset Class		
Equities	198,167,686	99.22
Other net current assets	1,559,820	0.78

*** Any differences in the percentage of the Net Asset figures are the result of rounding.

REPORT OF THE TRUSTEE

The Trustee is under a duty to take into custody and hold the assets of Eastspring Investments Unit Trusts (“the Trust”) in trust for the unitholders. In accordance with the Securities and Futures Act (Cap 289), 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 Trust during the year covered by these financial statements, set out on pages 86 to 197 in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of
HSBC Institutional Trust Services (Singapore) Limited

Authorised Signatory

Singapore
17 March 2017

STATEMENT BY THE MANAGER

In the opinion of the directors of Eastspring Investments (Singapore) Limited, the accompanying financial statements set out on pages 86 to 197, 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 position of Eastspring Investments Unit Trusts as at 31 December 2016 and the total return and changes in unitholders' funds for the year then ended in accordance with the recommendations of *Statement of Recommended Accounting Practice 7 "Reporting Framework for Unit Trusts"* issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that Eastspring Investments Unit Trusts will be able to meet its financial obligations as and when they materialise.

For and on behalf of the directors of
Eastspring Investments (Singapore) Limited

Philip James Stockwell
Director

Singapore
17 March 2017

INDEPENDENT AUDITORS' REPORT

Unitholders

Eastspring Investments Unit Trusts

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

Report on the audit of the financial statements

Opinion

We have audited the financial statements of Eastspring Investments Unit Trusts ("the Trust"), which comprise the statement of financial position and statement of portfolio of the Trust as at 31 December 2016, and the statement of total return and statement of movements of unitholders' funds of the Trust for the year then ended, and notes to the financial statements, including a summary of significant accounting policies as set out on pages 86 to 197.

In our opinion, the accompanying financial statements are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 Reporting Framework for Unit Trusts ("RAP 7") 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 Trust as at 31 December 2016 and the financial performance and movements of unitholders' funds of the Trust for the year ended on that date.

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 '*Auditors' responsibilities for the audit of the financial statements*' section of our report. We are independent of the Trust 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. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Other information

Eastspring Investments (Singapore) Limited, the Manager of the Trust ("the Manager"), is responsible for the other information. The other information comprises the Manager's Commentary, Financial Highlights, Financial Highlights of the Underlying Fund, Report of the Trustee and Statement by the Manager ("the Reports"), but does not include the financial statements and our auditors' 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.

INDEPENDENT AUDITORS' REPORT

In connection with our audit of the financial statements, our responsibility is to read the other information identified above 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 RAP 7 issued by the Institute of Singapore Chartered Accountants, and for such internal controls 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 Trust's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Trust or to cease operations of the Trust, or has no realistic alternative but to do so.

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

Auditors' 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 auditors' 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.

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 controls.

INDEPENDENT AUDITORS' REPORT

- Obtain an understanding of internal controls 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 Trust's internal controls.
- 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 use of the going concern basis of accounting by the Manager and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Trust's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' 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 auditors' report. However, future events or conditions may cause the Trust 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 controls that we identify during our audit.

KPMG LLP

*Public Accountants and
Chartered Accountants*

Singapore

17 March 2017

AUDITED FINANCIAL STATEMENTS

For the year ended 31 December 2016

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EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Total Return

Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
Note	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Income				
Interest	–	–	–	–
	–	–	–	–
Less: Expenses				
Audit fees	5,051	6,153	2,351	2,549
Management fees	879,456	871,587	400,533	419,864
Less: Management fees rebate	(146,497)	(145,192)	(14,800)	–
Registration fees	14,769	14,223	15,137	14,789
Trustee fees	46,904	46,485	21,362	22,393
Valuation fees	35,178	34,863	16,021	16,795
Others	22,575	19,327	14,269	13,248
	857,436	847,446	454,873	489,638
Net losses	(857,436)	(847,446)	(454,873)	(489,638)
Net gains/(losses) on value of investments				
Net gains on investments	10,218,009	13,378,775	320,015	5,298,516
Net foreign exchange losses	(7)	–	(7)	–
Net gains on value of investments	10,218,002	13,378,775	320,008	5,298,516
Total return/(deficit) for the year before income tax	9,360,566	12,531,329	(134,865)	4,808,878
Less: Income tax	3	–	–	–
Total return/(deficit) for the year after income tax	9,360,566	12,531,329	(134,865)	4,808,878

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Total Return

Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund		
	Note	2016 S\$	2015 S\$	2016 S\$	2015 S\$
Income					
Interest		–	–	1,212	–
Dividends		–	–	13,969,615	16,509,561
		–	–	13,970,827	16,509,561
Less: Expenses					
Audit fees		38,649	48,522	40,693	48,614
Custody fees		–	–	61,116	69,043
Management fees		11,989,950	13,019,320	14,010,522	16,033,284
Registration fees		15,167	15,870	14,904	17,215
Transaction costs		–	–	1,040,145	1,601,491
Trustee fees		368,922	400,594	373,614	427,554
Valuation fees		276,691	300,446	280,210	320,666
Others		179,911	161,367	305,799	295,339
		12,869,290	13,946,119	16,127,003	18,813,206
Net losses		(12,869,290)	(13,946,119)	(2,156,176)	(2,303,645)
Net gains/(losses) on value of investments					
Net gains/(losses) on investments		72,770,998	(19,485,766)	53,980,605	23,874,665
Net gains/(losses) on foreign exchange		35,038	6,292	(293,861)	261,621
Net gains/(losses) on value of investments		72,806,036	(19,479,474)	53,686,744	24,136,286
Total return/(deficit) for the year before income tax		59,936,746	(33,425,593)	51,530,568	21,832,641
Less: Income tax	3	–	–	(968,601)	(1,150,220)
Total return/(deficit) for the year after income tax		59,936,746	(33,425,593)	50,561,967	20,682,421

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Total Return

Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
Note	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Income				
Interest	–	1	–	–
	–	1	–	–
Less: Expenses				
Audit fees	1,059	(10,946)	704	896
Management fees	–	–	226,184	262,819
Less: Management fees rebate	–	–	(201,608)	(232,508)
Registration fees	12,869	14,101	6,302	9,644
Trustee fees	9,871	11,848	6,702	7,787
Valuation fees	7,403	8,886	5,026	5,840
Others	5,873	5,826	3,972	4,924
	37,075	29,715	47,282	59,402
Net losses	(37,075)	(29,714)	(47,282)	(59,402)
Net gains/(losses) on value of investments				
Net gains/(losses) on investments	2,916,795	(310,316)	1,274,333	21,559
Net gains/(losses) on foreign exchange	2,962	(1,391)	(137)	(26,537)
Net gains/(losses) on value of investments	2,919,757	(311,707)	1,274,196	(4,978)
Total return/(deficit) for the year before income tax	2,882,682	(341,421)	1,226,914	(64,380)
Less: Income tax	3	–	–	–
Total return/(deficit) for the year after income tax	2,882,682	(341,421)	1,226,914	(64,380)

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Total Return

Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund		
	Note	2016 S\$	2015 S\$	2016 S\$	2015 S\$
Income					
Interest		–	–	2,783	6,198
Others		–	–	15,011	7,246
		–	–	17,794	13,444
Less: Expenses					
Audit fees		576	926	24,981	26,700
Custody fees		–	–	152,307	120,515
Management fees		108,930	114,514	3,295,088	2,567,825
Registration fees		6,659	7,125	18,967	18,005
Transaction costs		–	–	3,469	6,490
Trustee fees		5,810	6,108	263,607	205,426
Valuation fees		4,357	4,581	197,705	154,069
Others		11,096	8,540	164,221	100,693
		137,428	141,794	4,120,345	3,199,723
Net losses		(137,428)	(141,794)	(4,102,551)	(3,186,279)
Net gains/(losses) on value of investments and financial derivatives					
Net gains/(losses) on investments		993,665	(789,949)	34,199,919	22,627,539
Net losses on forward foreign exchange contracts		–	–	(2,610,587)	(9,290,819)
Net (losses)/gains on foreign exchange		(2,219)	(3,628)	(172,085)	504,183
Net gains/(losses) on value of investments		991,446	(793,577)	31,417,247	13,840,903
Total return/(deficit) for the year before income tax		854,018	(935,371)	27,314,696	10,654,624
Less: Income tax	3	–	–	–	–
Total return/(deficit) for the year after income tax		854,018	(935,371)	27,314,696	10,654,624

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Total Return

Year ended 31 December 2016

		Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
	Note	2016	2015
		S\$	S\$
Income			
Interest		128	141
Dividend		5,983,416	6,077,328
Others		2	–
		<u>5,983,546</u>	<u>6,077,469</u>
Less: Expenses			
Audit fees		6,581	14,057
Custody fees		65,963	69,984
Management fees		2,699,396	2,799,548
Registration fees		10,591	10,729
Transaction costs		371,991	430,521
Trustee fees		71,984	74,655
Valuation fees		53,988	55,991
Others		48,822	34,456
		<u>3,329,316</u>	<u>3,489,941</u>
Net gains		2,654,230	2,587,528
Net gains/(losses) on value of investments			
Net gains/(losses) on investments		12,194,247	(30,355,496)
Net gains/(losses) on foreign exchange		13,858	(91,134)
Net gains/(losses) on value of investments		<u>12,208,105</u>	<u>(30,446,630)</u>
Total return/(deficit) for the year before income tax		14,862,335	(27,859,102)
Less: Income tax	3	(332,573)	(345,442)
Total return/(deficit) for the year after income tax		<u>14,529,762</u>	<u>(28,204,544)</u>

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Financial Position

As at 31 December 2016

		Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	Note	2016	2015	2016	2015
		S\$	S\$	S\$	S\$
Assets					
Portfolio of investments		129,702,252	122,501,243	53,531,009	57,323,994
Receivables	4	440,632	401,917	284,328	256,762
Cash and bank balances	5	311,203	175,967	180,979	112,510
Total assets		<u>130,454,087</u>	<u>123,079,127</u>	<u>53,996,316</u>	<u>57,693,266</u>

Liabilities

Payables	7	687,275	536,119	388,520	360,869
Total liabilities		<u>687,275</u>	<u>536,119</u>	<u>388,520</u>	<u>360,869</u>

Equity

Net assets attributable to unitholders	9	<u>129,766,812</u>	<u>122,543,008</u>	<u>53,607,796</u>	<u>57,332,397</u>
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		Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	Note	2016	2015	2016	2015
		S\$	S\$	S\$	S\$
Assets					
Portfolio of investments		952,433,857	940,162,780	966,601,557	983,755,607
Receivables	4	971,839	1,082,592	188,223	978,754
Cash and bank balances	5	733,346	2,256,706	9,321,406	4,953,999
Total assets		<u>954,139,042</u>	<u>943,502,078</u>	<u>976,111,186</u>	<u>989,688,360</u>

Liabilities

Payables	7	1,926,773	3,603,387	2,454,038	1,490,094
Total liabilities		<u>1,926,773</u>	<u>3,603,387</u>	<u>2,454,038</u>	<u>1,490,094</u>

Equity

Net assets attributable to unitholders	9	<u>952,212,269</u>	<u>939,898,691</u>	<u>973,657,148</u>	<u>988,198,266</u>
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The accompanying notes form an integral part of these financial statements.

EASTSPRING INVESTMENTS UNIT TRUSTS**Statement of Financial Position**

As at 31 December 2016

	Note	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
		2016 S\$	2015 S\$	2016 S\$	2015 S\$
Assets					
Portfolio of investments		24,805,763	25,673,522	16,473,183	17,181,625
Receivables	4	65,298	48,960	16,265	17,360
Cash and bank balances	5	125,985	101,902	27,685	36,290
Total assets		<u>24,997,046</u>	<u>25,824,384</u>	<u>16,517,133</u>	<u>17,235,275</u>
Liabilities					
Payables	7	92,014	52,808	47,561	66,141
Total liabilities		<u>92,014</u>	<u>52,808</u>	<u>47,561</u>	<u>66,141</u>
Equity					
Net assets attributable to unitholders	9	<u>24,905,032</u>	<u>25,771,576</u>	<u>16,469,572</u>	<u>17,169,134</u>

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Financial Position

As at 31 December 2016

	Note	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
		2016 S\$	2015 S\$	2016 S\$	2015 S\$
Assets					
Portfolio of investments		15,335,364	14,037,993	678,610,690	597,067,974
Receivables	4	45,208	70,072	2,728,255	4,035,477
Cash collateral		–	–	3,814,727	1,797,242
Cash and bank balances	5	44,871	40,052	9,846,052	8,747,700
Financial derivatives at fair value	6	–	–	552,451	406,176
Total assets		15,425,443	14,148,117	695,552,175	612,054,569
Liabilities					
Payables	7	80,330	99,807	4,866,610	1,454,308
Financial derivatives at fair value	6	–	–	4,680,767	3,924,466
Total liabilities		80,330	99,807	9,547,377	5,378,774
Equity					
Net assets attributable to unitholders	9	15,345,113	14,048,310	686,004,798	606,675,795

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

EASTSPRING INVESTMENTS UNIT TRUSTS**Statement of Financial Position**

As at 31 December 2016

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
Note	2016	2015
	S\$	S\$
Assets		
Portfolio of investments	198,167,686	156,135,754
Receivables	4 785,409	1,757,763
Cash and bank balances	5 1,543,635	3,208,262
Total assets	200,496,730	161,101,779
Liabilities		
Payables	7 769,224	1,105,317
Total liabilities	769,224	1,105,317
Equity		
Net assets attributable to unitholders	9 199,727,506	159,996,462

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

EASTSPRING INVESTMENTS UNIT TRUSTS
**Statement of Movements of
Unitholders' Funds**

Year ended 31 December 2016

	Note	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
		2016 S\$	2015 S\$	2016 S\$	2015 S\$
Net assets attributable to unitholders at the beginning of financial year		122,543,008	112,951,274	57,332,397	50,813,885
Operations					
Change in net assets attributable to unitholders resulting from operations		9,360,566	12,531,329	(134,865)	4,808,878
Unitholders' contributions/ (withdrawals)					
Creation of units		10,106,839	12,169,502	7,262,273	14,606,701
Cancellation of units		(12,243,601)	(15,109,097)	(10,852,009)	(12,897,067)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		(2,136,762)	(2,939,595)	(3,589,736)	1,709,634
Distributions	8	–	–	–	–
Total increase/ (decrease) in net assets attributable to unitholders		7,223,804	9,591,734	(3,724,601)	6,518,512
Net assets attributable to unitholders at the end of financial year		<u>129,766,812</u>	<u>122,543,008</u>	<u>53,607,796</u>	<u>57,332,397</u>

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

EASTSPRING INVESTMENTS UNIT TRUSTS
**Statement of Movements of
Unitholders' Funds**
Year ended 31 December 2016

Note	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016 S\$	2015 S\$	2016 S\$	2015 S\$
Net assets attributable to unitholders at the beginning of financial year	939,898,691	1,004,702,298	988,198,266	1,052,102,760
Operations				
Change in net assets attributable to unitholders resulting from operations	59,936,746	(33,425,593)	50,561,967	20,682,421
Unitholders' contributions/ (withdrawals)				
Creation of units	17,256,543	28,307,109	17,423,411	25,895,870
Cancellation of units	(64,879,711)	(59,685,123)	(82,526,496)	(110,482,785)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(47,623,168)	(31,378,014)	(65,103,085)	(84,586,915)
Distributions	8	–	–	–
Total increase/ (decrease) in net assets attributable to unitholders	12,313,578	(64,803,607)	(14,541,118)	(63,904,494)
Net assets attributable to unitholders at the end of financial year	952,212,269	939,898,691	973,657,148	988,198,266

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

EASTSPRING INVESTMENTS UNIT TRUSTS
**Statement of Movements of
Unitholders' Funds**
Year ended 31 December 2016

Note	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016 S\$	2015 S\$	2016 S\$	2015 S\$
Net assets attributable to unitholders at the beginning of financial year	25,771,576	32,769,816	17,169,134	21,513,013
Operations				
Change in net assets attributable to unitholders resulting from operations	2,882,682	(341,421)	1,226,914	(64,380)
Unitholders' contributions/ (withdrawals)				
Creation of units	243,136	347,525	79,158	280,211
Cancellation of units	(3,992,362)	(7,004,344)	(2,005,634)	(4,559,710)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(3,749,226)	(6,656,819)	(1,926,476)	(4,279,499)
Distributions	8	–	–	–
Total decrease in net assets attributable to unitholders	(866,544)	(6,998,240)	(699,562)	(4,343,879)
Net assets attributable to unitholders at the end of financial year	<u>24,905,032</u>	<u>25,771,576</u>	<u>16,469,572</u>	<u>17,169,134</u>

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

EASTSPRING INVESTMENTS UNIT TRUSTS
**Statement of Movements of
Unitholders' Funds**

Year ended 31 December 2016

	Note	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
		2016 S\$	2015 S\$	2016 S\$	2015 S\$
Net assets attributable to unitholders at the beginning of financial year		14,048,310	15,233,915	606,675,795	439,753,426
Operations					
Change in net assets attributable to unitholders resulting from operations		854,018	(935,371)	27,314,696	10,654,624
Unitholders' contributions/ (withdrawals)					
Creation of units		1,285,212	1,599,331	123,802,141	206,298,337
Cancellation of units		(842,427)	(1,849,565)	(71,717,292)	(49,975,610)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units		442,785	(250,234)	52,084,849	156,322,727
Distributions	8	–	–	(70,542)	(54,982)
Total increase/ (decrease) in net assets attributable to unitholders		1,296,803	(1,185,605)	79,329,003	166,922,369
Net assets attributable to unitholders at the end of financial year		<u>15,345,113</u>	<u>14,048,310</u>	<u>686,004,798</u>	<u>606,675,795</u>

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

EASTSPRING INVESTMENTS UNIT TRUSTS
**Statement of Movements of
Unitholders' Funds**

Year ended 31 December 2016

**Eastspring Investments
Unit Trusts – Singapore
ASEAN Equity Fund**

Note	2016	2015
	S\$	S\$

Net assets attributable to unitholders at the beginning of financial year	159,996,462	205,838,374
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Operations

Change in net assets attributable to unitholders resulting from operations	14,529,762	(28,204,544)
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Unitholders' contributions/(withdrawals)

Creation of units	33,741,225	28,967,460
Cancellation of units	(8,539,943)	(46,604,828)

Change in net assets attributable to unitholders resulting from net creation and cancellation of units	25,201,282	(17,637,368)
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Distributions	8	–
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Total increase/(decrease) in net assets attributable to unitholders	39,731,044	(45,841,912)
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Net assets attributable to unitholders at the end of financial year	<u>199,727,506</u>	<u>159,996,462</u>
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The accompanying notes form an integral part of these financial statements.

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio

Year ended 31 December 2016

**Eastspring Investments Unit Trusts
– Global Technology Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (\$)	Percentage of total net assets attributable to unitholders	
			31/12/2016 (%)	31/12/2015 (%)
By Geography* - Primary				
Quoted underlying investment fund				
Luxembourg				
Eastspring Investments:				
- Global Technology Fund Class Cs	11,126,555	129,702,252	99.95	99.97
Portfolio of investments		129,702,252	99.95	99.97
Other net assets		64,560	0.05	0.03
Net assets attributable to unitholders		129,766,812	100.00	100.00

**Eastspring Investments Unit Trusts
– Pan European Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (\$)	Percentage of total net assets attributable to unitholders	
			31/12/2016 (%)	31/12/2015 (%)
By Geography* - Primary				
Quoted underlying investment fund				
Luxembourg				
Eastspring Investments:				
- Pan European Fund Class Cs	3,757,089	53,531,009	99.86	99.99
Portfolio of investments		53,531,009	99.86	99.99
Other net assets		76,787	0.14	0.01
Net assets attributable to unitholders		53,607,796	100.00	100.00

* Geography classification is based on the country of incorporation of the entities/issuers of equity securities.

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

**Eastspring Investments Unit Trusts
– Asian Balanced Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (\$)	Percentage of total net assets attributable to unitholders	
			31/12/2016 (%)	31/12/2015 (%)
By Geography* - Primary				
Quoted underlying investment funds				
Luxembourg				
Eastspring Investments:				
- Asian Equity Income Fund Class D**	29,838,472	548,242,964	57.58	50.47
- US High Investment Grade Bond Fund Class D	10,370,462	250,097,978	26.26	29.68
- US Investment Grade Bond Fund Class D	5,312,059	154,092,915	16.18	19.87
Portfolio of investments		952,433,857	100.02	100.02
Other net liabilities		(221,588)	(0.02)	(0.02)
Net assets attributable to unitholders		952,212,269	100.00	100.00

* Geography classification is based on the country of incorporation of the entities/issuers of equity securities.

** During the year, the fund had a restructuring of its underlying equity fund from Asian Equity Fund Class D to Asian Equity Income Fund Class D. The comparatives disclosed above relate to the previous underlying fund.

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

**Eastspring Investments Unit Trusts
– Global Basics Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (S\$)	Percentage of total net assets attributable to unitholders	
			31/12/2016 (%)	31/12/2015 (%)
By Geography* - Primary				
Quoted underlying investment fund				
Great Britain				
M&G Investment Funds (1)				
- Global Basics Fund Net Accumulation Shares in Sterling Class A	1,119,273	24,805,763	99.60	99.62
Portfolio of investments		24,805,763	99.60	99.62
Other net assets		99,269	0.40	0.38
Net assets attributable to unitholders		24,905,032	100.00	100.00

* *Geography classification is based on the country of incorporation of the entities/issuers of equity securities.*

Eastspring Investments Unit Trusts
– Global Balanced Fund

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (\$)	Percentage of total net assets attributable to unitholders	
			31/12/2016 (%)	31/12/2015 (%)
By Geography* - Primary				
Quoted underlying investment funds				
Great Britain				
M&G Investment Funds (1)				
- Global Basics Fund Net Accumulation Shares in Sterling Class A				
	460,924	10,215,171	62.02	60.39
Singapore				
- Legg Mason Western Asset Global Bond Trust				
	4,498,930	6,258,012	38.00	39.68
Portfolio of investments		16,473,183	100.02	100.07
Other net liabilities		(3,611)	(0.02)	(0.07)
Net assets attributable to unitholders		16,469,572	100.00	100.00

* Geography classification is based on the country of incorporation of the entities/issuers of equity securities.

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

**Eastspring Investments Unit Trusts
– Asian Infrastructure Equity Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (S\$)	Percentage of total net assets attributable to unitholders	
			31/12/2016 (%)	31/12/2015 (%)
By Geography* - Primary				
Quoted underlying investment fund				
Luxembourg				
Eastspring Investments:				
- Asian Infrastructure Equity Fund Class C	1,077,437	15,335,364	99.94	99.93
Portfolio of investments		15,335,364	99.94	99.93
Other net assets		9,749	0.06	0.07
Net assets attributable to unitholders		<u>15,345,113</u>	<u>100.00</u>	<u>100.00</u>

* Geography classification is based on the country of incorporation of the entities/issuers of equity securities.

Eastspring Investments Unit Trusts
– Dragon Peacock Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary			
Quoted shares			
People's Republic of China			
Alibaba Group Holding Ltd	194,200	24,636,039	2.53
Baidu Inc	98,100	23,301,019	2.39
Bank of China Ltd	26,412,300	16,930,279	1.74
China Construction Bank Corporation	41,324,000	45,970,175	4.72
China Merchants Bank Co Ltd	2,107,234	7,138,486	0.74
China Petroleum & Chemical Corp	21,699,500	22,238,828	2.28
China Shenhua Energy Co Ltd H	6,879,500	18,715,835	1.92
Geely Automobile Holdings Ltd	17,290,000	23,873,312	2.45
Guangdong Investments Ltd	4,584,000	8,746,696	0.90
Industrial and Commercial Bank of China Ltd	41,039,820	35,559,682	3.65
JD. Com Inc	360,500	13,249,517	1.36
Ping An Insurance Group Co of China Ltd	3,438,000	24,856,334	2.55
Tencent Holdings Ltd	1,808,000	63,909,472	6.56
Travelsky Technology Ltd	5,909,500	17,948,899	1.85
Want Want China Holdings Ltd	1,952,000	1,807,738	0.19
		348,882,311	35.83

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

Eastspring Investments Unit Trusts
– Dragon Peacock Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted shares (continued)			
Hong Kong			
China Jinmao Holdings Group Ltd	26,682,000	10,391,162	1.07
China Mobile Ltd	2,316,500	35,481,632	3.64
China Pacific Insurance Group Co Ltd	3,228,800	16,274,509	1.67
China Resources Power Holding Co Ltd	7,264,000	16,675,775	1.71
Chow Tai Fook Jewellery Co Ltd	11,496,000	12,702,843	1.31
GCL Poly Energy Holdings Ltd	45,225,000	7,837,201	0.81
Hua Hong Semiconductor Ltd	6,845,000	11,045,638	1.14
Lenovo Group Ltd	13,160,000	11,525,326	1.18
Qinqin Foodstuffs Group Cayman Co Ltd	193,900	95,385	0.01
Stella International Holdings Ltd	4,783,500	11,141,798	1.14
WH Group Ltd	14,965,500	17,484,702	1.80
		<u>150,655,971</u>	<u>15.48</u>

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

**Eastspring Investments Unit Trusts
– Dragon Peacock Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (S\$)	Percentage of total net assets attributable to unitholders 31/12/2016 (%)
By Geography* - Primary (continued)			
Shares			
Republic of Mauritius			
Dragon Peacock Investments Ltd (HTSG- Ordinary Share)	2	2	**
Dragon Peacock Investments Ltd (see Note 15 for schedule of securities)	167,198,498	467,063,273	47.97
		467,063,275	47.97
Portfolio of investments		966,601,557	99.28
Other net assets		7,055,591	0.72
Net assets attributable to unitholders		973,657,148	100.00

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

** denotes amount less than 0.01%

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

EASTSPRING INVESTMENTS UNIT TRUSTS**Statement of Portfolio**

Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	Percentage of total net assets attributable to unitholders	
	31/12/2016	31/12/2015
	(%)	(%)
By Geography* (summary) - Primary		
People's Republic of China	35.83	37.87
Hong Kong	15.48	13.06
Republic of Mauritius	47.97	48.62
Portfolio of investments	99.28	99.55
Other net assets	0.72	0.45
Net assets attributable to unitholders	100.00	100.00

* *Geography classification is based on the country of incorporation/registration of the entities/issuers.*

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio

Year ended 31 December 2016

**Eastspring Investments Unit Trusts
– Dragon Peacock Fund**

	Fair value 31/12/2016 (S\$)	Percentage of total net assets attributable to unitholders	
		31/12/2016 (%)	31/12/2015 (%) Restated
By Industry - Secondary			
Automotive	23,873,312	2.45	1.17
Banks	105,598,622	10.85	10.84
Computer software	29,474,225	3.03	2.38
E-Commerce	37,885,556	3.89	–
Electronics	27,721,413	2.85	0.10
Energy	7,837,201	0.81	0.39
Food	19,387,825	2.00	1.21
Funds	467,063,275	47.97	48.62
Information Technology	–	–	1.69
Insurance	41,130,843	4.22	5.43
Manufacturing	–	–	4.04
Media	87,210,491	8.95	7.78
Mining	18,715,835	1.92	–
Motor	–	–	0.58
Oil and gas	22,238,828	2.28	1.97
Property	10,391,162	1.07	0.32
Real estate	–	–	1.27
Retail	23,844,641	2.45	1.27
Telecom services	35,481,632	3.64	7.98
Transport - Rail	–	–	1.18
Utility - Water	8,746,696	0.90	1.33
Portfolio of investments	966,601,557	99.28	99.55
Other net assets	7,055,591	0.72	0.45
Net assets attributable to unitholders	973,657,148	100.00	100.00

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio
 Year ended 31 December 2016

**Eastspring Investments Unit Trusts
 – Singapore Select Bond Fund**

	Holdings	Fair value	Percentage of total net assets attributable to unitholders
	31/12/2016 (units)	31/12/2016 (S\$)	31/12/2016 (%)
By Geography* - Primary			
Quoted bonds			
Australia			
AusNet Services Holdings Pty Ltd (Regs) FRN 07/09/2076	3,000,000	3,200,340	0.47
Australia & New Zealand Banking Group Series EMTN (Regs) Var 23/03/2027	11,000,000	11,003,410	1.60
Commonwealth Bank Australia (Reg S) Var 20/10/2026	2,800,000	3,943,930	0.57
Commonwealth Bank of Australia Series (Regs) 4.5% 09/12/2025	4,500,000	6,663,386	0.97
Lendlease Group Series EMTN (Regs) 4.5% 26/05/2026	3,800,000	5,419,315	0.79
National Australia Bank Series (Regs) Var 19/05/2028	7,750,000	7,928,289	1.16
Optus Finance Pty Ltd Series EMTN 3.24% 29/09/2022	3,000,000	3,069,270	0.45
Westpac Banking Corp Series EMTN (Regs) (BR) Var 4% 12/08/2027	13,000,000	13,234,000	1.93
		54,461,940	7.94
Canada			
CNOOC Finance 2014 ULC 4.875% 30/04/2044	2,400,000	3,640,826	0.53

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
People's Republic of China			
Azure Orbit International Finance Ltd (Regs) 3.75% 06/03/2023	700,000	1,015,042	0.15
Bank of China (Singapore) Series EMTN (Regs) 2.75% 30/06/2019	1,500,000	1,499,565	0.22
Bank of China Series (Regs) 5% 13/11/2024	4,000,000	6,005,849	0.88
Bank of Communications (Regs) Var 03/10/2024	4,000,000	5,964,270	0.87
BJ State–Owned Ast Hongkong (Regs) 4.125% 26/05/2025	4,500,000	6,484,897	0.94
CCCI Treasure Ltd (Regs) Var Perp	3,000,000	4,350,353	0.63
CDB Leasing Co Ltd Series EMTN (Regs) 4.25% 02/12/2024	4,000,000	5,887,152	0.86
Charming Light Investment Series EMTN (Regs) 5% 03/09/2024	700,000	1,042,893	0.15
China Cinda Finance Series (Regs) 5.625% 14/05/2024	1,400,000	2,184,421	0.32
China Citic Bank International Ltd (Regs) 6% 07/05/2024	700,000	1,068,848	0.16
China Construction Bank Asia Series EMTN (Regs) Var 20/08/2024	5,000,000	7,404,087	1.08
China Overseas Finance (Regs) 3.95% 15/11/2022	5,000,000	7,348,466	1.07

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

Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
People's Republic of China (continued)			
China Overseas Finance (Regs) 5.95% 08/05/2024	1,000,000	1,612,646	0.23
China Overseas Finance KY III (Regs) 6.375% 29/10/2043	1,000,000	1,675,953	0.24
China Overseas Finance Series (Regs) 5.35% 15/11/2042	1,000,000	1,470,907	0.21
Cosco Finance Co Ltd (Regs) 4% 03/12/2022	3,000,000	4,488,676	0.65
Li & Fung Ltd (Reg) (Reg S) 5.25% 29/12/2049	1,400,000	1,773,439	0.26
Minmetals Bounteous Finance (BVI) Ltd (Regs) 4.75% 30/07/2025	1,300,000	1,905,108	0.28
Shenhua Overseas Capital (Regs) 3.875% 20/01/2025	3,000,000	4,358,783	0.64
Sunshine Life Insurance Co Ltd Series 10 Year (Reg) 4.5% 20/04/2026	1,100,000	1,560,422	0.23
		<u>69,101,777</u>	<u>10.07</u>
France			
BNP Paribas Series EMTN (Regs) (BR) Var 03/12/2025	6,000,000	6,117,180	0.89
Societe Generale Series EMTN (Regs) (BR) 4.3% 19/05/2026	4,000,000	4,055,760	0.59
		<u>10,172,940</u>	<u>1.48</u>

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Great Britain			
HSBC Holdings Plc (Reg) Var Perp	2,500,000	3,602,721	0.53
Standard Chartered PLC (Regs) (BR) Var 23/01/2026	12,750,000	13,066,646	1.90
Standard Chartered PLC (Regs) 5.3% 09/01/2043	2,000,000	2,710,946	0.39
Standard Chartered PLC 5.7% 25/01/2022	700,000	1,073,500	0.16
Standard Chartered PLC Series EMTN (Regs) (BR) Var 12/07/2022	1,500,000	2,179,240	0.32
		<u>22,633,053</u>	<u>3.30</u>
Hong Kong			
Bank of East Asia Ltd Series (Regs) Var 20/11/2024	900,000	1,312,017	0.19
Bank of East Asia Ltd Series EMTN Var 13/09/2022	11,500,000	11,614,080	1.69
Bank of East Asia Ltd Series MTN (Regs) (BR) 10/07/2017	1,000,000	1,001,980	0.15
Dah Sing Bank Ltd EMTN (Regs) 29/01/2024	2,000,000	2,986,961	0.44
Dah Sing Bank Ltd Series EMTN (Reg) (Reg S) Var 30/11/2026	2,000,000	2,887,276	0.42
Dah Sing Bank Ltd Series EMTN (Reg) 4.875% 09/02/2022	4,000,000	4,011,540	0.59

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EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio

Year ended 31 December 2016

**Eastspring Investments Unit Trusts
– Singapore Select Bond Fund**

	Holdings	Fair value	Percentage of total net assets attributable to unitholders
	31/12/2016	31/12/2016	31/12/2016
	(units)	(\$)	(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Hong Kong (continued)			
Goodman HK Finance Series EMTN (Regs) 4.375% 19/06/2024	3,000,000	4,415,364	0.64
ICBC Asia Ltd EMTN (Regs) Var 10/10/2023	2,000,000	2,968,772	0.43
Joynote Ltd (BR) 3.408% 20/07/2018	2,000,000	2,032,760	0.30
Sun Hung Kai Properties (Capital) Series EMTN (Regs) 3.625% 16/01/2023	1,000,000	1,468,429	0.21
Sun Hung Kai Properties Ltd (Regs) 3.375% 25/02/2024	400,000	586,629	0.09
Wing Lung Bank Ltd EMTN (Regs) 3.5% 07/11/2022	1,000,000	1,450,941	0.21
		36,736,749	5.36
India			
Adani Transmission Ltd Ser (Reg S) (Reg) 4% 03/08/2026	900,000	1,236,213	0.18
Export-Import Bank India (Regs) (Reg) 3.375% 05/08/2026	800,000	1,087,923	0.16
Ongc Videsh Vankorneft (Reg S) (Reg) 3.75% 27/07/2026	1,600,000	2,212,263	0.32
Reliance Industries Ltd (Regs) 4.875% 10/02/2045	2,000,000	2,762,989	0.40
		7,299,388	1.06

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Indonesia			
Logindo Samudramakmur Tbk (Regs) (Br) 2.93% 03/02/2020	1,000,000	997,520	0.15
Protelindo Finance BV (Regs) 3.25% 27/11/2024	4,000,000	3,972,300	0.58
		<u>4,969,820</u>	<u>0.73</u>
Japan			
Dai-ichi Life Insurance Ser Regs (Reg) Var 29/12/2049 Perp	2,500,000	3,395,045	0.49
Fukoku Mutual Life Insurance Co (Regs) Var Perp	800,000	1,149,912	0.17
Meiji Yasuda Life Insurance Co (Regs) Var 20/10/2045	1,100,000	1,639,721	0.24
Mitsubishi UFJ Financial Group (Reg) 2.757% 13/09/2026	700,000	950,384	0.14
Mizuho Bank Ltd Series EMTN (Reg S) 2.01% 28/10/2019	3,000,000	2,971,680	0.43
Mizuho Financial Group (Reg) 2.839% 13/09/2026	2,500,000	3,412,685	0.50
Mizuho Financial Group Inc (Regs) 4.353% 20/10/2025	3,600,000	5,389,479	0.79
		<u>18,908,906</u>	<u>2.76</u>

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EASTSPRING INVESTMENTS UNIT TRUSTS
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Year ended 31 December 2016

**Eastspring Investments Unit Trusts
– Singapore Select Bond Fund**

	Holdings	Fair value	Percentage of total net assets attributable to unitholders
	31/12/2016	31/12/2016	31/12/2016
	(units)	(\$)	(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Malaysia			
IOI Investment Series EMTN (Reg) 4.375% 27/06/2022	6,590,000	9,688,897	1.41
Malayan Banking Berhad (Regs) Var 29/10/2026	3,500,000	5,017,515	0.73
Malayan Banking Berhad Var Perp	3,000,000	3,096,030	0.45
Malayan Banking EMTN (Regs) Var 20/09/2022	2,500,000	3,626,360	0.53
		21,428,802	3.12
Netherlands			
ABN AMRO Bank NV Series EMTN (Regs) Var 01/04/2026	6,000,000	6,202,650	0.90
Singapore			
AACI REIT MTN Pte Ltd Series MTN (BR) 3.8% 21/05/2019	1,000,000	1,008,110	0.15
AACI REIT MTN Pte Ltd Series MTN (Regs) (BR) 4.35% 05/12/2019	2,000,000	2,018,800	0.29
ARMF Whitesands Pte Ltd 2.635% 29/04/2020	2,750,000	2,716,395	0.40
Ascendas Pte Ltd Series MTN (Regs) (BR) 18/01/2023	5,000,000	5,090,300	0.74

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Singapore (continued)			
Ascendas Real Estate Investment Trust Series MTN (Regs) 2.95% 03/08/2020	2,000,000	2,030,760	0.30
Ascott Real Estate Investment Trust Pte Ltd Series MTN (Regs) (BR) 4.205% 23/11/2022	5,250,000	5,467,350	0.80
Ascott REIT MTN Pte Ltd Ser EMTN (Regs) (BR) 4% 22/03/2024	4,750,000	4,841,533	0.71
Ascott Residence Trust (Regs) Var Perp	8,000,000	8,168,800	1.19
BOC Aviation Pte Ltd Series EMTN (Regs) 3.93% 11/05/2025	7,500,000	7,537,875	1.10
Cambridge MTN Pte Ltd Series MTN (Regs) (BR) 3.5% 05/11/2018	2,750,000	2,767,490	0.40
CapitaLand Ltd Conv (Regs) 1.85% 19/06/2020	12,000,000	11,491,500	1.67
CCT MTN Pte Ltd Series MTN (Regs) (BR) 2.77% 04/07/2022	3,000,000	2,935,605	0.43
City Developments Ltd Series MTN (BR) 3.78% 21/10/2024	3,000,000	3,058,740	0.45
Croesus Retail Trust EMTN (Regs) 4.6% 23/01/2017	1,750,000	1,750,429	0.26
Croesus Retail Trust Ser Emtn (Reg S) (Br) 5% 13/04/2020	4,000,000	4,002,720	0.58
DBS Bank Ltd Series MTN (Regs) (BR) Var 14/02/2023	2,000,000	2,022,080	0.29

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Singapore (continued)			
DBS Bank Ltd Singapore Series MTN (BR) Var 21/02/2022	500,000	501,675	0.07
Ezion Holdings Ltd DMTN (Regs) (BR) 4.6% 20/08/2018	500,000	410,040	0.06
Ezion Holdings Ltd Series MTN (Regs) 4.7% 22/05/2019	750,000	548,715	0.08
Ezion Holdings Ltd Series MTN (Regs) 5.1% 13/03/2020	750,000	495,728	0.07
Ezion Holdings Ltd Series MTN Var (Regs) Perp	250,000	186,885	0.03
Fcot Treasury Pte Ltd Ser Mtn (Reg S) (Br) 2.835% 11/08/2021	500,000	489,387	0.07
First Real Estate Invest MTN 4.125% 22/05/2018	1,000,000	1,008,870	0.15
Government of Singapore 2.375% 01/06/2025	12,500,000	12,453,750	1.82
Government of Singapore 2.75% 01/04/2042	6,900,000	6,957,270	1.01
Government of Singapore 2.75% 01/07/2023	14,000,000	14,415,800	2.10
Government of Singapore 2.875% 01/09/2030	23,600,000	24,022,440	3.50
Government of Singapore 3% 01/09/2024	15,000,000	15,646,500	2.28

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Singapore (continued)			
Government of Singapore 3.375% 01/09/2033	10,600,000	11,492,626	1.67
Government of Singapore 3.5% 01/03/2027	25,000,000	27,150,250	3.96
Housing & Development Board MTN 2.815% 26/07/2021	3,500,000	3,584,700	0.52
Housing & Development Board Ser Mtn (Reg S) (Br) 2.035% 16/09/2026	3,000,000	2,767,170	0.40
Housing & Development Board Series MTN (Regs) (BR) 3.1% 24/07/2024	5,000,000	5,135,950	0.75
Housing & Development Board Series MTN (Regs) 2.545% 04/07/2031	5,000,000	4,630,800	0.67
Housing & Development Board Series MTN 2.088% 30/08/2022	5,000,000	4,872,200	0.71
Housing & Development Brd Ser Mtn (Br) (Reg S) 1.91% 10/08/2023	5,000,000	4,790,100	0.70
IVL Singapore Pte Ltd (Regs) 3.73% 07/10/2025	5,000,000	4,935,350	0.72
Jurong Shipyard Pte Ltd Series EMTN (Regs) 2.95% 10/09/2021	3,250,000	3,025,750	0.44
Keppel Corp Ltd Series MTN (BR) 3.1% 12/10/2020	3,500,000	3,459,610	0.50
Keppel Corp Ltd Series MTN (BR) 3.145% 14/02/2022	1,750,000	1,734,407	0.25

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**Eastspring Investments Unit Trusts
– Singapore Select Bond Fund**

	Holdings 31/12/2016 (units)	Fair value 31/12/2016 (\$)	Percentage of total net assets attributable to unitholders
			31/12/2016 (%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Singapore (continued)			
Keppel Real Estate Investment Trust Pte Ltd Series MTN (Regs) Var Perp	1,500,000	1,547,010	0.23
Keppel Telecom & Transport Series MTN (BR) Step Up 13/08/2019	3,000,000	2,994,900	0.44
Land Transport Authority Series MTN (Regs) (BR) 3.51% 18/09/2030	1,000,000	1,029,190	0.15
Lend Lease Retail Investment Series MTN (Regs) (BR) 3.28% 03/09/2021	5,000,000	4,955,750	0.72
Lippo Malls Indonesia Re Ser Emtn (Reg) (Reg S) Perp	6,000,000	6,003,480	0.88
Lmirt Capital Pte Ltd Series EMTM (Regs) 4.1% 22/06/2020	3,000,000	2,930,610	0.43
Mapletree Commercial Trust EMTN (Regs) (BR) 3.6% 24/08/2020	4,000,000	4,126,760	0.60
Mapletree Commercial Trust Series MTN (Regs) (Br) 2.795% 15/11/2023	3,000,000	2,977,545	0.43
Mapletree Greater China Comm Trust Series EMTN (Br) (Regs) 3.2% 08/09/2021	7,000,000	6,985,790	1.02
Mapletree Greater China Comm Trust Series EMTN (Br) (Regs) 3.43% 09/03/2022	2,000,000	1,993,660	0.29
Mapletree Industrial Trust MTN (BR) 3.75% 08/03/2019	1,500,000	1,546,485	0.23

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**Eastspring Investments Unit Trusts
– Singapore Select Bond Fund**

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Singapore (continued)			
Mapletree Treasury Services EMTN (Regs) Var Perp	7,250,000	7,344,250	1.07
Mapletree Treasury Services MTN 4.45% 07/03/2018	1,000,000	1,035,570	0.15
Mas Bills Series 168 ZCP 25/04/2017	1,000,000	996,540	0.15
NTL Uni of Singapore Series MTN (Regs) 1.81% 01/09/2021	2,500,000	2,429,250	0.35
NTUC Income Insurance (Reg) Var 23/08/2027	7,750,000	8,077,128	1.18
Olam International Ltd EMTN (BR) 6% 25/10/2022	1,500,000	1,516,290	0.22
Oversea-Chinese Banking 4% Perp	11,000,000	11,081,840	1.62
Oversea-Chinese Banking Corp Ltd Series (Regs) 4.25% 19/06/2024	1,700,000	2,486,973	0.36
Oversea-Chinese Banking Corp Ltd Series (Regs) Var 15/10/2024	4,000,000	5,938,974	0.87
Republic of Singapore 2.875% 01/07/2029	15,000,000	15,346,800	2.24
Roxy Pacific Holdings Ltd Series EMTN (Regs) (BR) 4.5% 20/07/2018	2,250,000	2,283,255	0.33
Sabana Sukuk Pte Ltd Series MTN (Regs) (BR) 4.25% 03/04/2019	4,750,000	4,408,665	0.64
Sembcorp Financial Services Series MTN (Regs) (BR) 3.593% 26/11/2026	3,000,000	2,865,510	0.42

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EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio

Year ended 31 December 2016

**Eastspring Investments Unit Trusts
– Singapore Select Bond Fund**

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
Singapore (continued)			
Singapore Airlines Ltd Ser Mtn (Reg S) (Br) 3.13% 17/11/2026	5,000,000	4,863,250	0.71
Singapore Government 2.125% 01/06/2026	9,500,000	9,228,300	1.35
Singapore Government 2.25% 01/08/2036	2,000,000	1,861,800	0.27
Singapore Government Bond 2.75% 01/03/2046	16,500,000	16,677,210	2.43
Singapore Government Bond 3.125% 01/09/2022	9,500,000	10,032,095	1.46
Singapore Tech Telemedia Series DMTN (Regs) (BR) 4.05% 02/12/2025	8,000,000	8,224,400	1.20
Suntec REIT MTN Pte Ltd EMTN (Regs) 3.35% 10/02/2020	1,000,000	1,008,550	0.15
United Overseas Bank Ltd (Regs) Series EMTN Var 11/07/2022	5,750,000	5,786,455	0.84
United Overseas Bank Ltd Series EMTN (Reg S) Var 08/03/2027	3,600,000	5,027,183	0.73
United Overseas Bank Ltd Series MTN (Regs) Var 22/05/2026	6,000,000	6,105,240	0.89
UOL Treasury Services Series MTN (Regs) (Br) 2.5% 20/04/2018	6,500,000	6,536,920	0.95
Viva Industrial Trust MTN Pte Ltd Series MTN (Regs) 4.15% 19/09/2018	2,750,000	2,691,095	0.39
		<u>402,569,183</u>	<u>58.68</u>

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted bonds (continued)			
South Korea			
Export-Import Bank of Korea Series EMTN (Regs) 2.04% 24/07/2018	1,000,000	999,715	0.15
Korea Development Bank Series GMTN (Regs) 2.05% 23/07/2018	2,500,000	2,501,200	0.37
Shinhan Bank Ser Gmtn (Reg) (Reg S) Var 07/12/2026	3,000,000	4,346,105	0.63
Woori Bank Series (Regs) 4.75% 30/04/2024	1,600,000	2,343,915	0.34
		<u>10,190,935</u>	<u>1.49</u>
Thailand			
PTT PCL (Regs) 4.5% 25/10/2042	3,000,000	4,070,023	0.59
Accrued interest receivable on quoted bonds		6,223,698	0.91
Portfolio of investments		678,610,690	98.92
Other net assets		7,394,108	1.08
Net assets attributable to unitholders		<u>686,004,798</u>	<u>100.00</u>

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EASTSPRING INVESTMENTS UNIT TRUSTS**Statement of Portfolio**
Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	Percentage of total net assets attributable to unitholders	
	31/12/2016	31/12/2015
	(%)	(%)
By Geography* (summary) - Primary		
Australia	7.94	3.62
Canada	0.53	0.57
People's Republic of China	10.07	12.76
France	1.48	0.49
Great Britain	3.30	4.07
Hong Kong	5.36	6.37
India	1.06	0.43
Indonesia	0.73	0.81
Japan	2.76	1.29
Malaysia	3.12	2.86
Netherlands	0.90	–
Singapore	58.68	62.52
South Korea	1.49	1.05
Thailand	0.59	0.64
Accrued interest receivable on quoted bonds	0.91	0.94
Portfolio of investments	98.92	98.42
Other net assets	1.08	1.58
Net assets attributable to unitholders	100.00	100.00

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Eastspring Investments Unit Trusts
– Singapore Select Bond Fund

	Fair value 31/12/2016 (S\$)	Percentage of total net assets attributable to unitholders	
		31/12/2016 (%)	31/12/2015 (%)
By Industry - Secondary			
Agriculture	11,205,187	1.63	1.77
Airlines	4,863,250	0.71	–
Banks	208,276,815	30.36	26.46
Building construction	5,419,315	0.79	–
Chemical	4,935,350	0.72	0.82
Consumer	1,773,439	0.26	0.82
Diversified resources	3,459,610	0.50	0.58
Educational services	–	–	0.59
Electronics	4,436,553	0.65	–
Energy	4,358,783	0.64	0.69
Finance	44,621,207	6.49	8.73
Government	187,135,791	27.28	25.79
Hotels	3,058,740	0.45	1.42
Household	3,584,700	0.52	0.58
Industrials	9,978,852	1.45	1.84
Insurance	15,822,228	2.31	1.76
Investment	11,357,365	1.65	1.43
Mining	1,905,108	0.28	0.30
Miscellaneous	6,223,083	0.90	1.28
Oil and gas	6,282,286	0.91	0.64
Real estate	67,496,123	9.83	12.84
Real estate investment trusts	35,423,085	5.19	3.43
Services	2,429,250	0.35	–
Telecom services	15,265,970	2.23	3.15
Transport	11,843,574	1.73	2.02
Transport - Rail	–	–	0.28
Transport - Ship	1,231,328	0.18	0.26
Accrued interest receivable on quoted bonds	6,223,698	0.91	0.94
Portfolio of investments	678,610,690	98.92	98.42
Other net assets	7,394,108	1.08	1.58
Net assets attributable to unitholders	686,004,798	100.00	100.00

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

EASTSPRING INVESTMENTS UNIT TRUSTS

Statement of Portfolio
Year ended 31 December 2016

**Eastspring Investments Unit Trusts
– Singapore ASEAN Equity Fund**

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable
			to unitholders
			31/12/2016
			(%)
By Geography* - Primary			
Quoted investment funds			
Singapore			
Ascendas Real Estate Investment Trust	734,700	1,667,769	0.84
Capitaland Commercial Trust	1,292,900	1,913,492	0.96
Capitamall Trust Real Estate Investment Trust	824,100	1,553,429	0.78
Capitaretail China Trust	1,618,330	2,217,112	1.11
Hutchison Port Holdings Trust	1,716,700	1,078,851	0.54
Mapletree Commercial Trust	1,827,200	2,548,944	1.27
Mapletree Industrial Trust	859,400	1,413,713	0.71
		<u>12,393,310</u>	<u>6.21</u>
Quoted shares			
Hong Kong			
Hongkong Land Holdings Ltd	499,300	4,566,074	2.29
Jardine Matheson Holdings Ltd	66,834	5,334,668	2.67
Jardine Strategic Holdings Ltd	72,681	3,486,075	1.74
Noble Group Ltd	3,654,554	621,274	0.31
		<u>14,008,091</u>	<u>7.01</u>

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

Eastspring Investments Unit Trusts
– Singapore ASEAN Equity Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable
			to unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted shares (continued)			
Indonesia			
Astra International Tbk PT	3,407,600	3,023,751	1.51
Bank Mandiri Persero Tbk PT	1,663,900	2,065,274	1.03
Bank Negara Indonesia Tbk PT	5,399,800	3,199,185	1.60
Bank Rakyat Indonesia Persero Tbk PT	4,450,300	5,571,545	2.79
Bumi Serpong Damai Tbk PT	14,306,500	2,692,402	1.35
First Resources Tbk PT	1,000,300	1,900,570	0.95
Perusahaan Gas Negara Tbk PT	2,591,700	750,374	0.38
Semen Indonesia (Persero) Tbk PT	2,516,900	2,476,290	1.24
Telekomunikasi Indonesia Persero Tbk PT	7,237,800	3,089,009	1.55
		<u>24,768,400</u>	<u>12.40</u>
Malaysia			
Alliance Financial Group Bhd	1,321,700	1,583,413	0.79
Astro Malaysia Holdings Bhd	1,219,400	1,021,029	0.51
Axiata Group Bhd	358,204	544,491	0.27
British American Tobacco Malaysia Bhd	114,500	1,644,594	0.83
CIMB Group Holdings Bhd	2,984,482	4,334,748	2.17
Genting Bhd	636,300	1,639,345	0.82
Genting Malaysia Bhd	2,292,700	3,381,669	1.69
Media Prima Bhd	2,703,200	1,001,139	0.50
Public Bank Bhd	398,670	2,531,855	1.27

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

Eastspring Investments Unit Trusts
– Singapore ASEAN Equity Fund

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable
			to unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted shares (continued)			
Malaysia (continued)			
RHB Bank Bhd	1,548,400	2,348,672	1.18
Sime Darby Bhd	611,090	1,594,074	0.80
SP Setia Bhd	2,161,888	2,179,194	1.09
SP Setia Convertible Preference Shares Bhd	853,774	285,953	0.14
Tenaga Nasional Bhd	637,900	2,855,524	1.43
YTL Corp Bhd	4,066,200	2,029,732	1.02
		<u>28,975,432</u>	<u>14.51</u>
Philippines			
East West Banking Corp	5,362,200	2,889,115	1.44
Energy Development Corp	5,298,200	792,953	0.40
Filinvest Land Inc	27,062,210	1,203,280	0.60
First Gen Corp	4,364,900	2,790,673	1.40
First Philippine Holdings	1,659,060	3,273,738	1.64
Vista Land & Lifescapes Inc	20,916,500	3,008,890	1.51
		<u>13,958,649</u>	<u>6.99</u>

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio
 Year ended 31 December 2016

**Eastspring Investments Unit Trusts
 – Singapore ASEAN Equity Fund**

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable
			to unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted shares (continued)			
Singapore			
Capitaland Ltd	929,300	2,806,486	1.41
City Developments Ltd	199,600	1,652,688	0.83
ComfortDelGro Corp Ltd	918,800	2,269,436	1.13
DBS Group Holdings Ltd	635,311	11,016,293	5.52
Genting Singapore Plc	2,923,200	2,645,496	1.32
Global Logistic Properties Ltd	1,515,700	3,334,540	1.67
Jardine Cycle & Carriage Ltd	32,466	1,338,573	0.67
Keppel Corp Ltd	473,900	2,743,881	1.37
Overseas Chinese Banking Corp	1,029,094	9,179,518	4.60
Overseas Education Ltd	1,242,400	459,688	0.23
Sembcorp Industries Ltd	229,400	653,790	0.33
Singapore Airlines Ltd	154,100	1,490,147	0.74
Singapore Exchange Ltd	284,400	2,036,304	1.02
Singapore Press Holdings Ltd	218,700	772,011	0.38
Singapore Technologies Engineering Ltd	1,407,500	4,546,225	2.28
Singapore Telecommunications Ltd	2,390,800	8,726,420	4.37
United Overseas Bank Ltd	384,603	7,845,901	3.93
UOL Group Ltd	496,382	2,973,328	1.49
Venture Corporation Ltd	85,200	841,776	0.42
Wilmar International Ltd	651,400	2,338,526	1.17
Wing Tai Holdings Ltd	1,226,600	1,950,294	0.98
		71,621,321	35.86

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

EASTSPRING INVESTMENTS UNIT TRUSTS
Statement of Portfolio
 Year ended 31 December 2016

**Eastspring Investments Unit Trusts
 – Singapore ASEAN Equity Fund**

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable
			to unitholders
			31/12/2016
			(%)
By Geography* - Primary (continued)			
Quoted shares (continued)			
Thailand			
Advanced Info Service PCL	265,200	1,572,744	0.79
AP Thailand PCL	7,366,500	2,228,895	1.12
Bangkok Bank PCL	362,300	2,360,522	1.18
Banpu PCL	771,300	578,767	0.29
Banpu Power PCL Foreign	403,685	397,374	0.20
Intouch Holdings PCL	409,300	821,490	0.41
Kasikornbank PCL	355,200	2,543,540	1.27
PTT Exploration & Production PCL	362,455	1,407,415	0.70
PTT Global Chemical PCL	1,303,500	3,312,980	1.66
PTT PCL	424,300	6,367,709	3.19
Siam Cement PCL	148,300	2,967,496	1.49
Siam Commercial Bank PCL	861,400	5,282,211	2.64
Thai Beverage PCL	3,060,400	2,601,340	1.30
		32,442,483	16.24
Portfolio of investments		198,167,686	99.22
Other net assets		1,559,820	0.78
Net assets attributable to unitholders		199,727,506	100.00

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

EASTSPRING INVESTMENTS UNIT TRUSTS**Statement of Portfolio**
Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
	Percentage of total net assets attributable to unitholders	
	31/12/2016	31/12/2015
	(%)	(%)
By Geography* (summary) - Primary		
Hong Kong	7.01	7.39
Indonesia	12.40	15.72
Malaysia	14.51	16.56
Philippines	6.99	7.53
Singapore	42.07	40.22
Thailand	16.24	10.17
Portfolio of investments	99.22	97.59
Other net assets	0.78	2.41
Net assets attributable to unitholders	100.00	100.00

* Geography classification is based on the country of incorporation/registration of the entities/issuers.

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

Eastspring Investments Unit Trusts
– Singapore ASEAN Equity Fund

	Percentage of total net assets attributable to unitholders		
	Fair value	31/12/2016	31/12/2015
	31/12/2016 (S\$)	(%)	(%)
By Industry - Secondary			
Agriculture	2,338,526	1.17	0.94
Airlines	1,490,147	0.74	–
Automobile	1,338,573	0.67	0.79
Banks	61,168,379	30.62	33.11
Brewery	2,601,340	1.30	0.90
Building construction	7,672,681	3.85	1.34
Chemical	3,312,980	1.66	1.59
Diversified resources	9,579,748	4.80	5.71
Educational services	459,688	0.23	0.38
Electronics	6,906,187	3.46	3.04
Energy	792,953	0.40	0.62
Engineering	5,200,015	2.61	2.10
Enterprise	1,001,139	0.50	0.42
Entertainment	5,056,852	2.52	2.34
Finance	3,619,717	1.81	2.05
Food	5,386,645	2.69	1.14
Hotels	3,381,669	1.69	1.45
Investment	2,099,880	1.05	1.51
Mining	976,141	0.49	0.23
Miscellaneous	830,444	0.41	2.36
Oil and gas	8,525,498	4.27	3.92
Power	–	–	0.59
Public utility	5,944,533	2.98	2.93
Real estate	26,367,176	13.22	13.63
Real estate investment trusts	11,314,459	5.67	4.73
Retail	3,023,751	1.51	0.89
Rubber	–	–	0.64

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

EASTSPRING INVESTMENTS UNIT TRUSTS**Statement of Portfolio**

Year ended 31 December 2016

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund		
	Percentage of total net assets		
	Fair value	attributable to unitholders	
31/12/2016	31/12/2016	31/12/2015	
(S\$)	(%)	(%)	(%)
By Industry - Secondary (continued)			
Shipbuilding	2,743,881	1.37	1.98
Telecom services	11,120,654	5.57	6.26
Tobacco	1,644,594	0.83	–
Transport	2,269,436	1.13	–
Portfolio of investments	198,167,686	99.22	97.59
Other net assets	1,559,820	0.78	2.41
Net assets attributable to unitholders	199,727,506	100.00	100.00

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

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

These notes form an integral part of the financial statements.

1 Principal activities

Eastspring Investments Unit Trusts (“the Trust”) is an umbrella unit trust constituted pursuant to the Trust Deed dated 5 April 2001 as amended by the subsequent Supplemental Deeds and Amending and Restating Deeds between Eastspring Investments (Singapore) Limited (“the Manager”) and HSBC Institutional Trust Services (Singapore) Limited (“the Trustee”). The Trust Deed, Supplemental Deeds and Amending and Restating Deeds (collectively, the “Trust Deed”) are governed by the laws of the Republic of Singapore.

The Trust offers a series of sub-funds which invest directly into securities and/or invest in other underlying funds.

As at 31 December 2016, the Trust had the following sub-funds:

Sub-fund	Launch date	Underlying investments
Eastspring Investments Unit Trusts - Global Technology Fund	16 April 2001	Eastspring Investments - Global Technology Fund Class Cs
Eastspring Investments Unit Trusts - Pan European Fund	16 April 2001	Eastspring Investments - Pan European Fund Class Cs
Eastspring Investments Unit Trusts - Asian Balanced Fund	13 January 2003	Eastspring Investments - Asian Equity Income Fund Class D - US Investment Grade Bond Fund Class D - US High Investment Grade Bond Fund Class D
Eastspring Investments Unit Trusts - Dragon Peacock Fund	18 May 2004	Investments in China and India equities and equity-related instruments

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

1 Principal activities (continued)

Sub-fund	Launch date	Underlying investments
Eastspring Investments Unit Trusts - Global Basics Fund	12 September 2005	M&G Investment Funds (1) - Global Basics Fund Net Accumulation Shares in Sterling Class A
Eastspring Investments Unit Trusts - Global Balanced Fund	28 August 2007	M&G Investment Funds (1) - Global Basics Fund Net Accumulation Shares in Sterling Class A - Legg Mason Western Asset Global Bond Trust
Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund	6 March 2008	Eastspring Investments - Asian Infrastructure Equity Fund Class C
Eastspring Investments Unit Trusts - Singapore Select Bond Fund	14 March 2011	Investments in debt securities denominated in Singapore-dollar or hedged back into Singapore-dollar
Eastspring Investments Unit Trusts - Singapore ASEAN Equity Fund	14 March 2012	Investments in Singapore and other ASEAN equities and equity-related securities

The sub-funds, Global Technology Fund (“Eastspring Investments Unit Trusts - Global Technology Fund”), Pan European Fund (“Eastspring Investments Unit Trusts - Pan European Fund”), Asian Balanced Fund (“Eastspring Investments Unit Trusts - Asian Balanced Fund”) and Asian Infrastructure Equity Fund (“Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund”) invest all or substantially all of their assets in the units of the corresponding sub-funds of the Luxembourg domiciled Eastspring Investments.

1 Principal activities (continued)

The sub-fund Global Basics Fund (“Eastspring Investments Unit Trusts - Global Basics Fund”) invests all or substantially all of its assets in the units of the corresponding subfund of M&G Investment Funds (1) – Global Basics Fund Net Accumulation Shares in Sterling Class A.

The sub-fund Global Balanced Fund (“Eastspring Investments Unit Trusts - Global Balanced Fund”) invests all or substantially all of its assets in the units of the corresponding sub-funds of M&G Investment Funds (1) – Global Basics Fund Net Accumulation Shares in Sterling Class A and Legg Mason Western Asset Global Bond Trust.

The sub-fund Dragon Peacock Fund (“Eastspring Investments Unit Trusts - Dragon Peacock Fund”) aims to maximise long-term total return by investing primarily in equity and equity-related instruments in the People’s Republic of China and the Republic of India. Investments in India are mainly held through an investment company, Dragon Peacock Investments Ltd (“DPI (M)”), incorporated in Mauritius.

The shareholders’ funds of DPI (M) are attributable solely to Eastspring Investments Unit Trusts - Dragon Peacock Fund.

The sub-fund Singapore Select Bond Fund (“Eastspring Investments Unit Trusts – Singapore Select Bond Fund”) aims to maximise total returns over time by investing primarily in Singapore-dollar denominated debt securities and foreign currency debt securities which will be hedged back into Singapore dollars.

The Manager is currently offering two classes of units in the Singapore Select Bond Fund, namely, Class A and Class A_D. There are no material differences between the two classes save that Class A is an accumulation share class whereby no dividends will be declared and paid out whilst in respect of Class A_D, the Manager may at its sole discretion declare and pay out dividends on an annual basis.

The sub-fund Singapore ASEAN Equity Fund (“Eastspring Investments Unit Trusts - Singapore ASEAN Equity Fund”) investments include, but are not limited to listed securities, depository receipts including American Depository Receipts (ADRs) and Global Depository Receipts (GDRs), rights and warrants arising from corporate action of underlying listed equities, and cash and near cash instruments.

The sub-fund - Global Balanced Fund (“Eastspring Investments Unit Trusts – Global Balanced Fund”) is delisted from CPFIS with effect from 3 July 2015.

2 Summary of significant accounting policies

2.1 Basis of preparation

The financial statements, expressed in Singapore dollars (“S\$”), have been prepared under the historical cost basis, as modified by the revaluation of financial instruments at fair value, and in accordance with the Statement of Recommended Accounting Practice 7 (“RAP 7”) “*Reporting Framework for Unit Trusts*” issued by the Institute of Singapore Chartered Accountants. On 1 January 2016, the Trust has early adopted revised RAP 7 which is effective for the financial year beginning after 1 July 2016. The revised RAP 7 has included the following Financial Reporting Standards (“FRS”). None of these have a significant impact on the financial statements of the Trust.

Under FRS 110, reporting entities were required to consolidate all investees they control, however the Investment Entities Amendment provides an exception and requires investment entities to measure particular subsidiaries at fair value through profit or loss, rather than consolidate them. The Investment Entities Amendment sets out disclosure requirements for investment entities.

FRS 27 (revised 2011), “*Separate financial statements*” and amendments to FRS 27: The objective of the standard is to prescribe the accounting and disclosure requirements when an entity prepares separate financial statements. The amendments require an investment entity as defined in FRS 110 to present separate financial statements as its only financial statements in the case where it measures all of its subsidiaries at fair value through profit or loss and disclose that fact.

FRS 112, “*Disclosure of interests in other entities*” and amendments to FRS 112: Entities will be required to provide more disclosures around the sub-fund’s investments in unconsolidated structured entities. The amendments also introduce new disclosure requirements related to investment entities. Adoption of the standard has impacted the sub-fund’s level of disclosures in certain areas, but has not impacted its financial position or results of operations.

FRS 113, “*Fair value measurement*” establishes a single framework for measuring fair value and making disclosures about fair value measurements. In particular, it unifies the definition of fair value as the price at which an orderly transaction to sell an asset or to transfer a liability would take place between market participants at the measurement date. In accordance with the transitional provisions of FRS 113, the Trust has applied the new fair value measurement guidance prospectively, and has not provided any comparative information for new disclosures. The impact on the measurements of the Trust’s assets and liabilities are disclosed in Note 9.

2 Summary of significant accounting policies (continued)**2.1 Basis of preparation (continued)****Eastspring Investments Unit Trusts - Dragon Peacock Fund**

Eastspring Investments Unit Trusts - Dragon Peacock Fund has determined that it has met the definition of an investment entity (see note 2.8). Upon adoption of the revised RAP 7, Eastspring Investments Unit Trusts - Dragon Peacock Fund has changed its treatment with respect to its investment in investee company, DPI (M). The investments held through DPI (M) was previously included in the Eastspring Investments Unit Trusts - Dragon Peacock Fund, which has the same effect as consolidating DPI (M) into the Eastspring Investments Unit Trusts - Dragon Peacock Fund. Upon adoption of the revised RAP 7, DPI (M) is recognised as a single line item at fair value through profit or loss. This change in treatment has been applied retrospectively in accordance with FRS 8 "*Accounting Policies, Change in Accounting Estimates and Errors*". The impact is disclosed in note 14. The change has no impact on the opening balances on the statement of financial position of Eastspring Investment Unit Trusts - Dragon Peacock Fund and therefore a third statement of financial position was not presented.

For the purposes of preparation of these financial statements, the basis used for calculating the ratio of expenses and portfolio turnover ratio are in accordance with the guidelines issued by the Investment Management Association of Singapore ("IMAS") and the Code on Collective Investment Schemes under the Securities and Futures Act (Cap. 289).

2.2 Recognition of income

Dividend income is recognised in profit or loss on the date that the Fund's right to receive payment is established, which in the case of quoted securities is normally the ex-dividend date.

Interest income is recognised as it accrues, using the effective interest method.

2.3 Distribution policy

The sub-funds do not intend to pay dividends or other distributions. Any income (whether in the form of dividend, interest or otherwise) received by the sub-funds will be accumulated and reinvested. However, to the extent that a distribution may be paid, such distribution may be paid only from income received and realised and unrealised capital gains less realised and unrealised capital losses.

2 Summary of significant accounting policies (continued)**2.4 Investments**

The fair value of financial instruments traded in active markets is based on quoted market prices at the close of trading on the reporting date. The quoted market price used for investments in equities held by the sub-funds is the last traded market price for financial instruments where the last traded price falls within the bid-ask spread. The quoted market price used for investments in debt securities held by the sub-funds is the market mid prices.

Accrued interest or discount or premium on debt securities at the reporting date are included in the fair value of debt securities. Interest income on debt securities is presented within net gains or losses on investments on the Statements of Total Return. 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.

2.5 Foreign currencies

Transactions in foreign currencies are translated at the exchange rate at the date of transaction. Monetary assets and liabilities denominated in foreign currencies at the reporting date are translated at exchange rates at the reporting date. All exchange differences are recognised in the Statement of Total Return. For investments at fair value, the unrealised exchange differences are recognised in the net change in fair value on investments in the Statement of Total Return.

2.6 Net assets attributable to unitholders

Net assets attributable to unitholders are classified as equity.

2.7 Financial derivatives

Derivatives include forward foreign exchange contracts. Derivatives are recognised initially at fair value; attributable transaction costs are recognised in the Statement of Total Return when incurred. Subsequent to initial recognition, derivatives are measured at fair value, and changes therein are recognised in the Statement of Total Return.

Fair values are obtained from quoted market prices.

2 Summary of significant accounting policies (continued)

2.8 Investment entity and consolidation

Eastspring Investments Unit Trusts – Dragon Peacock Fund

Eastspring Investments Unit Trusts - Dragon Peacock Fund is deemed to meet the definition of an investment entity per Singapore FRS 110 - Consolidated Financial Statements as the following conditions exist:

- (a) Eastspring Investments Unit Trusts - Dragon Peacock Fund has obtained funds for the purpose of providing investors with investment management services.
- (b) Eastspring Investments Unit Trusts - Dragon Peacock Fund's business purpose, which was communicated directly to investors, is investing solely for returns from capital appreciation and investment income.
- (c) The performance of investments made through the Subsidiary are measured and evaluated on a fair value basis.

3 Taxation

The Trust is a designated unit trust under the Singapore Income Tax Act (Chapter 134). As a result, the following income will not be taxed at the Trust level on:

- gains or profits derived from Singapore or elsewhere from the disposal of securities;
- interest (other than interest for which Singapore tax has been withheld); and
- dividends derived from outside Singapore and received in Singapore.

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

3 Taxation (continued)

	Eastspring Investments Unit Trusts – Dragon Peacock Fund		Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Overseas tax	968,601	1,150,220	252,185	293,694
Singapore income tax	–	–	80,388	51,748
	<u>968,601</u>	<u>1,150,220</u>	<u>332,573</u>	<u>345,442</u>

4 Receivables

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Amount receivable from the creation of units	427,398	152,998	229,328	192,762
Sales awaiting settlement	–	236,000	55,000	64,000
Miscellaneous receivables	13,234	12,919	–	–
	<u>440,632</u>	<u>401,917</u>	<u>284,328</u>	<u>256,762</u>

	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Amount receivable from the creation of units	393,655	1,081,137	188,131	978,754
Sales awaiting settlement	577,880	–	–	–
Miscellaneous receivables	304	1,455	92	–
	<u>971,839</u>	<u>1,082,592</u>	<u>188,223</u>	<u>978,754</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

4 Receivables (continued)

	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Sales awaiting settlement	65,298	48,847	–	–
Miscellaneous receivables	–	113	16,265	17,360
	<u>65,298</u>	<u>48,960</u>	<u>16,265</u>	<u>17,360</u>
	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Amount receivable from the creation of units	34,225	5,633	2,727,291	4,034,511
Sales awaiting settlement	10,956	64,279	–	–
Miscellaneous receivables	27	160	964	966
	<u>45,208</u>	<u>70,072</u>	<u>2,728,255</u>	<u>4,035,477</u>
	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund			
	2016	2015		
	S\$	S\$		
Amount receivable from the creation of units	–	1,475,272		
Dividend receivables	174,356	282,405		
Sales awaiting settlement	610,941	77		
Miscellaneous receivables	112	9		
	<u>785,409</u>	<u>1,757,763</u>		

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

5 Cash and bank balances

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Cash at banks	311,203	175,967	180,979	112,510
	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Cash at banks	733,346	2,256,706	9,321,406	4,953,999
	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Cash at banks	125,985	101,902	27,685	36,290
	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Cash at banks	44,871	40,052	9,846,052	8,747,700
			Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
			2016	2015
			S\$	S\$
Cash at banks			1,543,635	3,208,262

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

6 Fair value of financial derivatives

Financial derivative contracts for Eastspring Investments Unit Trusts - Singapore Select Bond Fund comprises forward foreign exchange contracts, executed for the sale and purchase of foreign currencies. The year-end positive/negative fair value represents the unrealised gains/(losses) on revaluation of financial derivative contracts at the reporting date.

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund					
	Contract or underlying principal amount		Positive fair value		Negative fair value	
	2016	2015	2016	2015	2016	2015
	S\$	S\$	S\$	S\$	S\$	S\$
Forward foreign exchange contracts	182,046,640	158,438,820	552,451	406,176	4,680,767	3,924,466

7 Payables

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Payable to unitholders for cancellation of units	66,627	271,931	179,732	72,304
Accrued expenses	93,648	90,188	38,788	42,565
Purchases awaiting settlement	527,000	174,000	170,000	246,000
	687,275	536,119	388,520	360,869

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

7 Payables (continued)

	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Payable to unitholders for cancellation of units	810,521	62,323	1,150,165	145,820
Accrued expenses	1,116,252	1,129,359	1,303,873	1,344,274
Purchases awaiting settlement	–	2,411,705	–	–
	1,926,773	3,603,387	2,454,038	1,490,094
	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Payable to unitholders for cancellation of units	88,286	49,163	26,896	43,757
Accrued expenses	3,484	3,645	20,665	22,384
Other payables	244	–	–	–
	92,014	52,808	47,561	66,141
	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Payable to unitholders for cancellation of units	14,057	61,767	377,686	110,843
Accrued expenses	11,258	10,571	349,232	310,575
Purchases awaiting settlement	54,887	27,224	4,138,608	1,032,890
Other payables	128	245	1,084	–
	80,330	99,807	4,866,610	1,454,308

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

7 Payables (continued)

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
	2016	2015
	S\$	S\$
Payable to unitholders for cancellation of units	500,000	–
Accrued expenses	269,198	219,064
Purchases awaiting settlement	–	886,242
Other payables	26	11
	<u>769,224</u>	<u>1,105,317</u>

8 Distributions

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015
	S\$	S\$
Distributions paid by Class A _D		
1.36146 cents per unit based on units outstanding as at 9 November 2016	70,542	–
2.97536 cents per unit based on units outstanding as at 9 November 2015	–	54,982
	<u>–</u>	<u>54,982</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

9 Units in issue

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	2016	2015	2016	2015
Units at beginning of the year	135,251,936	138,966,768	48,857,061	47,586,729
Units created	11,239,494	14,189,859	6,410,824	12,296,556
Units cancelled	(13,945,857)	(17,904,691)	(9,691,911)	(11,026,224)
Units at the end of the year	132,545,573	135,251,936	45,575,974	48,857,061
Net assets attributable to unitholders (S\$)	129,766,812	122,543,008	53,607,796	57,332,397
Net asset value per unit (S\$)	0.98	0.91	1.18	1.17
	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015	2016	2015
Units at beginning of the year	502,671,802	519,089,926	373,803,744	403,899,831
Units created	9,147,106	14,335,101	7,142,501	9,400,440
Units cancelled	(34,442,746)	(30,753,225)	(31,711,018)	(39,496,527)
Units at the end of the year	477,376,162	502,671,802	349,235,227	373,803,744
Net assets attributable to unitholders (S\$)	952,212,269	939,898,691	973,657,148	988,198,266
Net asset value per unit (S\$)	1.99	1.87	2.79	2.64

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

9 Units in issue (continued)

	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016	2015	2016	2015
Units at beginning of the year	22,532,204	28,114,058	18,206,444	22,628,743
Units created	207,145	295,513	81,380	286,237
Units cancelled	(3,366,789)	(5,877,367)	(2,061,183)	(4,708,536)
Units at the end of the year	<u>19,372,560</u>	<u>22,532,204</u>	<u>16,226,641</u>	<u>18,206,444</u>
Net assets attributable to unitholders (S\$)	<u>24,905,032</u>	<u>25,771,576</u>	<u>16,469,572</u>	<u>17,169,134</u>
Net asset value per unit (S\$)	<u>1.29</u>	<u>1.14</u>	<u>1.01</u>	<u>0.94</u>
			Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund	
			2016	2015
Units at beginning of the year			16,140,830	16,368,478
Units created			1,474,050	1,698,791
Units cancelled			(946,437)	(1,926,439)
Units at the end of the year			<u>16,668,443</u>	<u>16,140,830</u>
Net assets attributable to unitholders (S\$)			<u>15,345,113</u>	<u>14,048,310</u>
Net asset value per unit (S\$)			<u>0.92</u>	<u>0.87</u>

9 Units in issue (continued)

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund			
	Class A		Class AD	
	2016	2015	2016	2015
Units at beginning of the year	508,502,575	376,417,985	1,706,198	1,502,263
Units created	94,619,145	173,067,784	5,632,857	1,734,271
Units cancelled	(55,396,366)	(40,983,194)	(2,208,519)	(1,530,336)
Units at the end of the year	<u>547,725,354</u>	<u>508,502,575</u>	<u>5,130,536</u>	<u>1,706,198</u>
Net assets attributable to unitholders (S\$)	<u>680,781,355</u>	<u>604,991,195</u>	<u>5,223,443</u>	<u>1,684,600</u>
Net asset value per unit (S\$)	<u>1.24</u>	<u>1.19</u>	<u>1.02</u>	<u>0.99</u>
			Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
			2016	2015
Units at beginning of the year			160,899,831	174,713,540
Units created			32,103,163	27,142,019
Units cancelled			(8,203,010)	(40,955,728)
Units at the end of the year			<u>184,799,984</u>	<u>160,899,831</u>
Net assets attributable to unitholders (S\$)			<u>199,727,506</u>	<u>159,996,462</u>
Net asset value per unit (S\$)			<u>1.08</u>	<u>0.99</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

9 Units in issue (continued)

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 financial year end date is prepared below:

	Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015
	S\$	S\$
Net assets attributable to unitholders per financial statements	973,657,148	988,198,266
Effect of adopting last done prices at fair value	–	1,433,400
Effect of under accrual of audit fee	–	9,090
Net assets attributable to unitholders for issuing/ redeeming	<u>973,657,148</u>	<u>989,640,756</u>

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund			
	Class A		Class AD	
	2016	2015	2016	2015
	S\$	S\$	S\$	S\$
Net assets attributable to unitholders per financial statements	680,781,355	604,991,195	5,223,443	1,684,600
Effect of adopting last done prices at fair value	–	1,341,868	–	3,741
Effect of under accrual of audit fee	–	3,690	–	10
Net assets attributable to unitholders for issuing/redeeming	<u>680,781,355</u>	<u>606,336,753</u>	<u>5,223,443</u>	<u>1,688,351</u>

9 Units in issue (continued)

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
	2016	2015
	S\$	S\$
Net assets attributable to unitholders per financial statements	199,727,506	159,996,462
Effect of adopting last done prices at fair value	–	254,081
Effect of under accrual of audit fee	–	1,710
Net assets attributable to unitholders for issuing/ redeeming	<u>199,727,506</u>	<u>160,252,253</u>

10 US dollar class and Euro class

Eastspring Investments Unit Trusts – Global Basics Fund

The sub-fund offers three classes of units, namely the Eastspring Investments Unit Trusts - Global Basics Fund S\$ units, the Eastspring Investments Unit Trusts - Global Basics Fund US\$ units and the Eastspring Investments Unit Trusts - Global Basics Fund EUR units. The US\$ and EUR units are for facilitation of the subscription and/or redemption in US\$ and Euro respectively.

The US\$ units and EUR units are subject to further foreign exchange risk arising from movements of S\$ against these currencies, hence these financial statements of Eastspring Investments Unit Trusts - Global Basics Fund presents the financial information in S\$ terms only.

Supplementary information relating to the US\$ units and EUR units is set out below.

Net asset value of US\$ units

	2016	2015
Number of US\$ units in issue	<u>347,047</u>	<u>433,112</u>
	S\$	US\$ equivalent
	2016	2015
Net asset value of US\$ units in issue	<u>447,691</u>	<u>309,885</u>
Net asset value per US\$ unit at 31 December	<u>0.89</u>	<u>0.80</u>

10 US dollar class and Euro class (continued)

Eastspring Investments Unit Trusts – Global Basics Fund (cont'd)

Net asset value of EUR units

	2016	2015	
Number of EUR units in issue	10,149	10,149	
	S\$	EUR equivalent	
	2016	2016	2015
Net asset value of EUR units in issue	13,092	8,592	7,508
Net asset value per EUR unit at 31 December	0.85	0.74	

Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund

The sub-fund offers three classes of units, namely the Eastspring Investments Unit Trusts - Asian Equity Fund S\$ units, the Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund US\$ units and the Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund EUR units. The US\$ units and EUR units are for facilitation of the subscription and/or redemption in US\$ and Euro respectively.

The US\$ units and EUR units are subject to further foreign exchange risk arising from movements of S\$ against these currencies, hence these financial statements of Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund presents the financial information in S\$ terms only.

Since the inception of the sub-fund, there were no Euro units issued.

Supplementary information relating to the US\$ units is set out below.

Net asset value of US\$ units

	2016	2015	
Number of US\$ units in issue	15,309	15,330	
	S\$	US\$ equivalent	
	2016	2016	2015
Net asset value of US\$ units in issue	14,084	9,749	9,401
Net asset value per US\$ unit at 31 December	0.64	0.61	

11 Related party transactions

In the normal course of the business of the Trust, trustee fees, valuation fees and management fees have been paid or are payable to the Trustee and the Manager respectively as noted in the Statement of Total Return. In addition, management fee rebates ranging from 0.25% to 0.75% (2015: 0.25% to 0.75%) are received from the Managers of the underlying funds for certain sub-funds. Other than related party information shown elsewhere in the financial statements, the table below states significant related party balances carried out in the normal course of business. The Trust maintains certain bank accounts with Hongkong and Shanghai Banking Corporation Limited, a related corporation of the Trustee for the following sub-funds:

	2016	2015
	S\$	S\$
Eastspring Investments Unit Trusts – Global Technology Fund	311,203	175,967
Eastspring Investments Unit Trusts – Pan European Fund	180,979	112,510
Eastspring Investments Unit Trusts – Asian Balanced Fund	733,346	2,256,706
Eastspring Investments Unit Trusts – Dragon Peacock Fund	9,321,406	4,953,999
Eastspring Investments Unit Trusts – Global Basics Fund	125,985	101,902
Eastspring Investments Unit Trusts – Global Balanced Fund	27,685	36,290
Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund	44,871	40,052
Eastspring Investments Unit Trusts – Singapore Select Bond Fund	10,246,052	9,267,700
Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	1,543,635	3,208,262

Transactions with related parties were at terms agreed between the parties and within the provisions of the Trust Deed.

12 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 Manager continually monitors the sub-funds' exposure to risk and appropriate procedures are in place to manage the risks.

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, currency rate movements and volatility in security prices. External factors such as changes in economic environment, consumption patterns and investor's expectation contribute to market risk which may have a significant impact on the asset's value.

The 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 Managers 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.

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

12 Financial risk management (continued)

(a) Market risk (continued)

(i) Price risk

The sub-funds' 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 sub-fund price movements are measured against the daily price movement of the benchmark to derive the beta. As at 31 December 2016, the sub-funds' beta is calculated based on the daily returns over the preceding 12 months for the sub-funds' and their benchmark (2015: is based on the daily returns over the preceding 12 months for the sub-funds and their benchmark).

The tables below summarises the impact of increases/decreases from the sub-funds' investments on the sub-funds' net assets attributable to the unitholders as at 31 December 2016 and 2015. 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-funds' investments moved according to the beta.

Fund	Benchmark	Beta		Impact of 1% (2015: 1%) movement in benchmark on net assets attributable to the unitholders	
		2016	2015	2016 S\$	2015 S\$
Eastspring Investments Unit Trusts – Global Technology Fund	MSCI AC World IT (Net)	0.59	0.66	765,472	813,295
Eastspring Investments Unit Trusts – Pan European Fund	MSCI Europe Index (Net)	0.75	0.78	404,049	447,857

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12 Financial risk management (continued)

(a) Market risk (continued)

(i) Price risk (continued)

Fund	Benchmark	Beta		Impact of 1% (2015: 1%) movement in benchmark on net assets attributable to the unitholders	
		2016	2015	2016 S\$	2015 S\$
Eastspring Investments Unit Trusts – Asian Balanced Fund	50% MSCI AC Asia Pacific ex Japan Index, 30% The BofA Merrill Lynch U.S. Corporates, A2 Rated and above Index, 20% The BofA Merrill Lynch U.S. Corporates, BBB3-A3 Rated Index*	0.84	0.96	8,010,105	9,038,819
Eastspring Investments Unit Trusts – Dragon Peacock Fund	50% MSCI China and 50% MSCI India	0.97	0.96	9,423,989	9,478,934
Eastspring Investments Unit Trusts – Global Basics Fund	FTSE Basics Composite Index	0.73	0.56	182,790	144,240

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12 Financial risk management (continued)
(a) Market risk (continued)
(i) Price risk (continued)

Fund	Benchmark	Beta		Impact of 1% (2015: 1%) movement in benchmark on net assets attributable to the unitholders	
		2016	2015	2016 S\$	2015 S\$
Eastspring Investments Unit Trusts – Global Balanced Fund	60% FTSE Global Basics Composite Index and 40% Citigroup World Govt Bond Index ex Japan hedged to S\$	0.75	0.58	123,288	100,084
Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund	MSCI AC Asia ex Japan Custom Index (2015: MSCI AC Asia ex Japan Selected Sectors) **	0.96	0.98	147,502	137,873
Eastspring Investments Unit Trusts – Singapore Select Bond Fund	Markit iBoxx ALBI Singapore Index (2015: HSBC Singapore Local *** Currency)	0.58	0.64	3,981,849	3,858,061

12 Financial risk management (continued)

(a) Market risk (continued)

(i) Price risk (continued)

Fund	Benchmark	Beta		Impact of 1% (2015: 1%) movement in benchmark on net assets attributable to the unitholders	
		2016	2015	2016 S\$	2015 S\$
Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	FTSE ST All-Share and FTSE ASEAN (excluding Singapore Index (2015: 50% FTSE ST All-Share and 50% FTSE ASEAN (excluding Singapore))	1.04	1.08	2,084,756	1,728,248

* On 23 May 2016, the equity component of the composite benchmark will be changed from MSCI AC Asia ex Japan Index to MSCI AC Asia Pacific ex Japan Index due to the change in the Fund's equity Underlying Entity whose benchmark is the MSCI AC Asia Pacific ex Japan Index.

** On 1 September 2015, the benchmark was changed to the MSCI AC Asia ex Japan Custom Index (derived from the MSCI AC Asia ex Japan Selected Sectors Index with specific country caps applied) as the new benchmark is more appropriate in measuring the performance of the Fund in order to align with its investment focus.

*** On 30 April 2016, the benchmark for the Singapore Select Bond Fund was changed from HSBC Singapore Local Currency All Bond Index to the Markit iBoxx ALBI Singapore Index as the HSBC index was discontinued on 29 April 2016.

12 Financial risk management (continued)**(a) Market risk (continued)****(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. Other than Eastspring Investments Unit Trusts - Singapore Select Bond Fund, the other sub-funds do not hold substantial financial assets or liabilities the values of which are sensitive to changes in interest rates.

The sub-funds that invest in equity securities may be subject to interest rate risk as any interest rate change may affect the equity risk premium to 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. Hence, no separate sensitivity analysis has been presented.

Interest risk movements affect the value of fixed income securities more directly than equities, and is a major risk to the Eastspring Investments Unit Trusts - Singapore Select Bond Fund. As interest rates rise, prices of fixed income securities may fall and *vice versa*. The rationale is that as interest rates increase, the opportunity cost of holding a fixed income security increases since investors are able to realise greater yields by switching to other investments that reflect the higher interest rate. The Managers will regularly assess the economic condition, monitor changes in interest rates outlook and take appropriate measures accordingly to control the impact of interest rate risk.

12 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The tables below summarise the sub-funds exposure to interest rate risks. They include the sub-funds' assets and liabilities at fair value, categorised by interest rate types.

Eastspring Investments Unit Trusts				
– Singapore Select Bond Fund				
	Variable	Fixed	Non-	Total
	rates	rates	interest	
	S\$	S\$	bearing	S\$
			S\$	
2016				
Assets				
Portfolio of investments	187,983,790	490,626,900	–	678,610,690
Receivables	–	–	2,728,255	2,728,255
Cash and bank balances	9,846,052	–	–	9,846,052
Cash collateral	–	–	3,814,727	3,814,727
Financial derivatives at fair value	–	–	552,451	552,451
	<u>197,829,842</u>	<u>490,626,900</u>	<u>7,095,433</u>	<u>695,552,175</u>
Liabilities				
Payables	–	–	4,866,610	4,866,610
Financial derivatives at fair value	–	–	4,680,767	4,680,767
	<u>–</u>	<u>–</u>	<u>9,547,377</u>	<u>9,547,377</u>

12 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

Eastspring Investments Unit Trusts				
– Singapore Select Bond Fund				
	Variable	Fixed	Non-	Total
	rates	rates	interest	
	S\$	S\$	bearing	S\$
			S\$	
2015				
Assets				
Portfolio of investments	135,341,851	461,726,123	–	597,067,974
Receivables	–	–	4,035,477	4,035,477
Cash and bank balances	8,747,700	–	–	8,747,700
Cash collateral	–	–	1,797,242	1,797,242
Financial derivatives at fair value	–	–	406,176	406,176
	<u>144,089,551</u>	<u>461,726,123</u>	<u>6,238,895</u>	<u>612,054,569</u>
Liabilities				
Payables	–	–	1,454,308	1,454,308
Financial derivatives at fair value	–	–	3,924,466	3,924,466
	<u>–</u>	<u>–</u>	<u>5,378,774</u>	<u>5,378,774</u>

12 Financial risk management (continued)

(a) Market risk (continued)

(ii) Interest rate risk (continued)

The duration, a measure of the sensitivity of the price of a fixed income security to a change in interest rate for the 12 months period is as disclosed below. As of 31 December 2016 and 31 December 2015, should interest rates lower or rise by 1% (2015: 1%) with all other variables remaining constant, the increase or decrease in the net assets attributable to unitholders would be as follows:

Fund	Duration		Impact of 1% (2015: 1%) movement in benchmark on net assets attributable to the unitholders	
	2016	2015	2016	2015
			S\$	S\$
Eastspring Investments Unit Trusts - Singapore Select Bond Fund	5.99	4.73	29,388,551	21,838,845

(iii) Currency risk

The sub-funds, Eastspring Investments Unit Trusts - Global Technology Fund and Eastspring Investments Unit Trusts - Pan European Fund, hold assets and liabilities which are mainly denominated in Singapore dollars, the sub-funds' functional and presentation currency. The sub-funds' own units are also denominated in Singapore dollars and therefore there is no significant exposure to currency risk whereas the other sub-funds have monetary financial assets/liabilities denominated in currencies other than Singapore dollars and the sub-funds may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Singapore dollar and such other currencies. The 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.

12 Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

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

	Eastspring Investments Unit Trusts		
	– Asian Balanced Fund		
	USD	SGD	Total
	S\$	S\$	S\$
2016			
Assets			
Portfolio of investments	952,433,857	–	952,433,857
Receivables	577,880	393,959	971,839
Cash and bank balances	5,590	727,756	733,346
	<u>953,017,327</u>	<u>1,121,715</u>	<u>954,139,042</u>
Liabilities			
Payables	–	1,926,773	1,926,773
	<u>–</u>	<u>1,926,773</u>	<u>1,926,773</u>
Net currency exposure	<u>953,017,327</u>	<u>(805,058)</u>	<u>952,212,269</u>
2015			
Assets			
Portfolio of investments	940,162,780	–	940,162,780
Receivables	1,455	1,081,137	1,082,592
Cash and bank balances	1,993,598	263,108	2,256,706
	<u>942,157,833</u>	<u>1,344,245</u>	<u>943,502,078</u>
Liabilities			
Payables	2,411,705	1,191,682	3,603,387
	<u>2,411,705</u>	<u>1,191,682</u>	<u>3,603,387</u>
Net currency exposure	<u>939,746,128</u>	<u>152,563</u>	<u>939,898,691</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

Eastspring Investments Unit Trusts – Dragon Peacock Fund					
	CNH S\$	HKD S\$	SGD S\$	USD S\$	Total S\$
2016					
Assets					
Portfolio of investments	– 438,351,707	467,063,275	61,186,575	966,601,557	
Receivables	–	30	188,131	62	188,223
Cash and bank balances	– 3,425,746	1,091,537	4,804,123	9,321,406	
	<u>– 441,777,483</u>	<u>468,342,943</u>	<u>65,990,760</u>	<u>976,111,186</u>	
Liabilities					
Payables	–	–	2,453,734	304	2,454,038
	<u>–</u>	<u>–</u>	<u>2,453,734</u>	<u>304</u>	<u>2,454,038</u>
Net currency exposure	<u>– 441,777,483</u>	<u>465,889,209</u>	<u>65,990,456</u>	<u>973,657,148</u>	
2015 (restated)					
Assets					
Portfolio of investments	11,639,829	471,872,347	480,506,310	19,737,121	983,755,607
Receivables	–	–	978,754	–	978,754
Cash and bank balances	– 317,922	1,064,461	3,571,616	4,953,999	
	<u>11,639,829</u>	<u>472,190,269</u>	<u>482,549,525</u>	<u>23,308,737</u>	<u>989,688,360</u>
Liabilities					
Payables	–	–	1,489,307	787	1,490,094
	<u>–</u>	<u>–</u>	<u>1,489,307</u>	<u>787</u>	<u>1,490,094</u>
Net currency exposure	<u>11,639,829</u>	<u>472,190,269</u>	<u>481,060,218</u>	<u>23,307,950</u>	<u>988,198,266</u>

12 Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

	Eastspring Investments Unit Trusts			
	– Global Basics Fund			
	GBP	SGD	Others	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Portfolio of investments	24,805,763	–	–	24,805,763
Receivables	65,298	–	–	65,298
Cash and bank balances	287	125,098	600	125,985
	<u>24,871,348</u>	<u>125,098</u>	<u>600</u>	<u>24,997,046</u>
Liabilities				
Payables	–	92,014	–	92,014
	<u>–</u>	<u>92,014</u>	<u>–</u>	<u>92,014</u>
Net currency exposure	<u>24,871,348</u>	<u>33,084</u>	<u>600</u>	<u>24,905,032</u>
2015				
Assets				
Portfolio of investments	25,673,522	–	–	25,673,522
Receivables	48,847	113	–	48,960
Cash and bank balances	6,369	94,846	687	101,902
	<u>25,728,738</u>	<u>94,959</u>	<u>687</u>	<u>25,824,384</u>
Liabilities				
Payables	–	52,808	–	52,808
	<u>–</u>	<u>52,808</u>	<u>–</u>	<u>52,808</u>
Net currency exposure	<u>25,728,738</u>	<u>42,151</u>	<u>687</u>	<u>25,771,576</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

	Eastspring Investments Unit Trusts – Global Balanced Fund		
	GBP	SGD	Total
	S\$	S\$	S\$
2016			
Assets			
Portfolio of investments	10,215,171	6,258,012	16,473,183
Receivables	12,424	3,841	16,265
Cash and bank balances	567	27,118	27,685
	<u>10,228,162</u>	<u>6,288,971</u>	<u>16,517,133</u>
Liabilities			
Payables	–	47,561	47,561
	<u>–</u>	<u>47,561</u>	<u>47,561</u>
Net currency exposure	<u>10,228,162</u>	<u>6,241,410</u>	<u>16,469,572</u>
2015			
Assets			
Portfolio of investments	10,369,207	6,812,418	17,181,625
Receivables	12,975	4,385	17,360
Cash and bank balances	707	35,583	36,290
	<u>10,382,889</u>	<u>6,852,386</u>	<u>17,235,275</u>
Liabilities			
Payables	–	66,141	66,141
	<u>–</u>	<u>66,141</u>	<u>66,141</u>
Net currency exposure	<u>10,382,889</u>	<u>6,786,245</u>	<u>17,169,134</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		
	USD	SGD	Total
	S\$	S\$	S\$
2016			
Assets			
Portfolio of investments	15,335,364	–	15,335,364
Receivables	10,956	34,252	45,208
Cash and bank balances	820	44,051	44,871
	<u>15,347,140</u>	<u>78,303</u>	<u>15,425,443</u>
Liabilities			
Payables	55,015	25,315	80,330
	<u>55,015</u>	<u>25,315</u>	<u>80,330</u>
Net currency exposure	<u>15,292,125</u>	<u>52,988</u>	<u>15,345,113</u>
2015			
Assets			
Portfolio of investments	14,037,993	–	14,037,993
Receivables	64,439	5,633	70,072
Cash and bank balances	2,119	37,933	40,052
	<u>14,104,551</u>	<u>43,566</u>	<u>14,148,117</u>
Liabilities			
Payables	27,224	72,583	99,807
	<u>27,224</u>	<u>72,583</u>	<u>99,807</u>
Net currency exposure	<u>14,077,327</u>	<u>(29,017)</u>	<u>14,048,310</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)
(a) Market risk (continued)
(iii) Currency risk (continued)

	Eastspring Investments Unit Trusts		
	– Singapore Select Bond Fund		
	USD	SGD	Total
	S\$	S\$	S\$
2016			
Assets			
Portfolio of investments	182,271,420	496,339,270	678,610,690
Receivables	414	2,727,841	2,728,255
Cash collateral	2,854,727	960,000	3,814,727
Cash and bank balances	357,928	9,488,124	9,846,052
	<u>185,484,489</u>	<u>509,515,235</u>	<u>694,999,724</u>
Liabilities			
Payables	1,171	4,865,439	4,866,610
	<u>1,171</u>	<u>4,865,439</u>	<u>4,866,610</u>
Notional value of forward	(186,174,956)	182,046,640	(4,128,316)
Net currency exposure	<u>(691,638)</u>	<u>686,696,436</u>	<u>686,004,798</u>
2015			
Assets			
Portfolio of investments	153,905,026	443,162,948	597,067,974
Receivables	496	4,034,981	4,035,477
Cash collateral	1,007,242	790,000	1,797,242
Cash and bank balances	1,491,662	7,256,038	8,747,700
	<u>156,404,426</u>	<u>455,243,967</u>	<u>611,648,393</u>
Liabilities			
Payables	511	1,453,797	1,454,308
	<u>511</u>	<u>1,453,797</u>	<u>1,454,308</u>
Notional value of forward	(155,817,977)	152,299,687	(3,518,290)
Net currency exposure	<u>585,938</u>	<u>606,089,857</u>	<u>606,675,795</u>

12 Financial risk management (continued)

(a) Market risk (continued)

(iii) Currency risk (continued)

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund						
	MYR S\$	IDR S\$	SGD S\$	PHP S\$	THB S\$	USD S\$	Total S\$
2016							
Assets							
Portfolio of investments	28,975,432	22,867,830	88,058,964	13,958,649	29,841,144	14,465,667	198,167,686
Receivables	11,781	–	460,036	–	313,577	15	785,409
Cash and bank balances	98,787	12,562	299,864	–	–	1,132,422	1,543,635
	<u>29,086,000</u>	<u>22,880,392</u>	<u>88,818,864</u>	<u>13,958,649</u>	<u>30,154,721</u>	<u>15,598,104</u>	<u>200,496,730</u>
Liabilities							
Payables	–	–	768,332	–	–	892	769,224
Total liabilities	<u>–</u>	<u>–</u>	<u>768,332</u>	<u>–</u>	<u>–</u>	<u>892</u>	<u>769,224</u>
Net currency exposure	<u>29,086,000</u>	<u>22,880,392</u>	<u>88,050,532</u>	<u>13,958,649</u>	<u>30,154,721</u>	<u>15,597,212</u>	<u>199,727,506</u>
2015							
Assets							
Portfolio of investments	26,491,791	23,329,894	67,048,253	12,043,787	14,837,893	12,384,136	156,135,754
Receivables	30,225	9	1,727,529	–	–	–	1,757,763
Cash and bank balances	90,964	3	833,365	–	59,157	2,224,773	3,208,262
	<u>26,612,980</u>	<u>23,329,906</u>	<u>69,609,147</u>	<u>12,043,787</u>	<u>14,897,050</u>	<u>14,608,909</u>	<u>161,101,779</u>
Liabilities							
Payables	–	56,188	1,048,044	–	–	1,085	1,105,317
	<u>–</u>	<u>56,188</u>	<u>1,048,044</u>	<u>–</u>	<u>–</u>	<u>1,085</u>	<u>1,105,317</u>
Net currency exposure	<u>26,612,980</u>	<u>23,273,718</u>	<u>68,561,103</u>	<u>12,043,787</u>	<u>14,897,050</u>	<u>14,607,824</u>	<u>159,996,462</u>

12 Financial risk management (continued)**(a) Market risk (continued)***(iii) Currency risk (continued)*

Equity and mutual funds 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 above other 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 at 31 December 2016 and 2015, with respect to the monetary assets of the sub-funds, had the Singapore dollar increased/decreased by 1% against the US dollar, with all other variables remaining constant, the decrease/increase in net assets attributable to unitholders would be as follows:

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015
	S\$	S\$
US dollar	1,854,833	1,564,039

(b) Liquidity risk

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

12 Financial risk management (continued)

(b) Liquidity risk (continued)

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.

	Eastspring Investments Unit Trusts – Global Technology Fund			
	Less than 3 months	3 months to 1 year	More than 1 year	Above 5 years
	S\$	S\$	S\$	S\$
2016				
Payables	687,275	–	–	–

2015				
Payables	536,119	–	–	–

	Eastspring Investments Unit Trusts – Pan European Fund			
	Less than 3 months	3 months to 1 year	More than 1 year	Above 5 years
	S\$	S\$	S\$	S\$
2016				
Payables	388,520	–	–	–

2015				
Payables	360,869	–	–	–

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)**(b) Liquidity risk (continued)**

	Eastspring Investments Unit Trusts – Asian Balanced Fund			
	Less than 3 months S\$	3 months to 1 year S\$	More than 1 year S\$	Above 5 years S\$
2016				
Payables	1,926,773	–	–	–
2015				
Payables	3,603,387	–	–	–
	Eastspring Investments Unit Trusts – Dragon Peacock Fund			
	Less than 3 months S\$	3 months to 1 year S\$	More than 1 year S\$	Above 5 years S\$
2016				
Payables	2,454,038	–	–	–
2015				
Payables	1,490,094	–	–	–

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)**(b) Liquidity risk (continued)**

	Eastspring Investments Unit Trusts – Global Basics Fund			
	Less than 3 months S\$	3 months to 1 year S\$	More than 1 year S\$	Above 5 years S\$
2016				
Payables	92,014	–	–	–
2015				
Payables	52,808	–	–	–
	Eastspring Investments Unit Trusts – Global Balanced Fund			
	Less than 3 months S\$	3 months to 1 year S\$	More than 1 year S\$	Above 5 years S\$
2016				
Payables	47,561	–	–	–
2015				
Payables	66,141	–	–	–

12 Financial risk management (continued)

(b) Liquidity risk (continued)

	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund			
	Less than 3 months	3 months to 1 year	More than 1 year	Above 5 years
	S\$	S\$	S\$	S\$
2016				
Payables	80,330	–	–	–

2015				
Payables	99,807	–	–	–

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund			
	Less than 3 months	3 months to 1 year	More than 1 year	Above 5 years
	S\$	S\$	S\$	S\$
2016				
Payables	4,866,610	–	–	–
Financial derivatives at fair value (gross settled)				
- Outflow	(9,679,490)	(92,460,800)	(53,742,840)	–
- Inflow	9,240,650	89,601,850	52,815,040	–

2015				
Payables	1,454,308	–	–	–
Financial derivatives at fair value (gross settled)				
- Outflow	(25,961,295)	(44,261,880)	(57,739,055)	–
- Inflow	24,751,500	42,736,440	57,440,750	–

12 Financial risk management (continued)

(b) Liquidity risk (continued)

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund			
	Less than 3 months S\$	3 months to 1 year S\$	More than 1 year S\$	Above 5 years S\$
2016				
Payables	769,224	–	–	–
2015				
Payables	1,105,317	–	–	–

(c) Credit risk

Credit risk is the risk that counterparty will fail to perform its 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; and
- ensuring that transactions are undertaken with a large number of counterparties.

The sub-funds invest mostly in financial assets, which have an investment grade (BBB- or higher) as rated by Standard and Poor's or Moody's. The credit ratings are reviewed regularly.

12 Financial risk management (continued)

(c) Credit risk (continued)

The tables below analyse the sub-funds' investments by credit ratings.

	Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015
	(%)	(%)
AAA	13.59	26.74
AA	1.30	1.47
Aa2	0.52	0.57
AA-	0.15	0.73
A+	3.85	4.44
A	0.74	0.93
A-	4.52	3.23
A1	1.30	1.17
A2	–	3.45
A3	1.66	2.71
BBB+	16.96	14.02
BBB	3.75	7.76
BBB-	6.19	1.53
BB+	0.45	1.04
Baa1	3.59	3.38
Baa2	2.37	0.42
Baa3	3.23	1.34
Ba2	0.39	–
Not rated	33.45	22.55
Accrued interest receivable on quoted bonds	0.91	0.94
	98.92	98.42

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.

12 Financial risk management (continued)

(c) Credit risk (continued)

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 its exposures to currency risk and price risk, including foreign exchange forward contracts. Hence, the sub-funds are also exposed to the risk that its derivatives held with counterparties may not be recoverable in the event of any default by the parties concerned. The Managers minimise the sub-funds' credit risk by undertaking transactions with banks that are part of banking groups with good credit-ratings assigned by international credit rating agencies.

The tables below summarise the credit rating of banks and custodian in which the sub-funds' assets are held as at 31 December 2016 and 2015.

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Global Technology Fund		
2016		
<u>Bank</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P
2015		
<u>Bank</u>		
The Hongkong and Shanghai Banking Corporation Limited	AA-	S&P

12 Financial risk management (continued)

(c) Credit risk (continued)

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Pan European Fund		

2016

Bank

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

2015

Bank

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

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Asian Balanced Fund		

2016

Bank

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

2015

Bank

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

12 Financial risk management (continued)

(c) Credit risk (continued)

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Dragon Peacock Fund		

2016

Bank

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

2015

Bank

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

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Global Basics Fund		

2016

Bank

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

2015

Bank

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

12 Financial risk management (continued)

(c) Credit risk (continued)

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Global Balanced Fund		

2016

Bank

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

2015

Bank

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

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Asian Infrastructure Equity Fund		

2016

Bank

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

2015

Bank

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

12 Financial risk management (continued)

(c) Credit risk (continued)

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Singapore Select Bond Fund		

2016

Bank

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

Counterparty

The Australia and New Zealand Banking Group	AA-	S&P
The Hong Kong and Shanghai Banking Corporation	AA-	S&P
Morgan Stanley	A+	S&P
Citibank	A+	S&P

2015

Bank

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

Counterparty

The Australia and New Zealand Banking Group	AA-	S&P
The Hong Kong and Shanghai Banking Corporation	AA-	S&P
Morgan Stanley	BBB+	S&P
UBS AG	A	S&P

12 Financial risk management (continued)

(c) Credit risk (continued)

	Credit rating	Source of credit rating
Eastspring Investments Unit Trusts		
– Singapore ASEAN Equity Fund		

2016

Bank

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

2015

Bank

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

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

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

(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.

12 Financial risk management (continued)

(e) Fair value estimation

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

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: 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 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The following table analyses within the fair value hierarchy the sub-funds' financial assets and liabilities (by class) measured at fair value at 31 December 2016 and 2015. All other assets are excluded.

Eastspring Investments Unit Trusts – Global Technology Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	– 129,702,252		– 129,702,252	
2015				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	– 122,501,243		– 122,501,243	

12 Financial risk management (continued)

(e) Fair value estimation (continued)

Eastspring Investments Unit Trusts – Pan European Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	–	53,531,009	–	53,531,009

2015**Assets****Financial assets at fair value through profit or loss**

- Unit Trust	–	57,323,994	–	57,323,994
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Eastspring Investments Unit Trusts – Asian Balanced Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	–	952,433,857	–	952,433,857

2015**Assets****Financial assets at fair value through profit or loss**

- Unit Trust	–	940,162,780	–	940,162,780
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12 Financial risk management (continued)

(e) Fair value estimation (continued)

Eastspring Investments Unit Trusts – Dragon Peacock Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Quoted equities	499,538,282	–	–	499,538,282
- Equities	–	467,063,273	2**	467,063,275
	<u>499,538,282</u>	<u>467,063,273</u>	<u>2**</u>	<u>966,601,557</u>

2015 (Restated)

Assets

Financial assets at fair value through profit or loss

- Quoted equities	503,223,019	–	–	503,223,019
- Equities	–	480,532,586	2**	480,532,588
	<u>503,223,019</u>	<u>480,532,586</u>	<u>2**</u>	<u>983,755,607</u>

** The level 3 investment pertains to 2 shares of \$1 each, held in DPI (M). There is no observable input used.

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

12 Financial risk management (continued)

(e) Fair value estimation (continued)

Eastspring Investments Unit Trusts – Global Basics Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	–	24,805,763	–	24,805,763

2015

Assets

Financial assets at fair value through profit or loss

- Unit Trust	–	25,673,522	–	25,673,522
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Eastspring Investments Unit Trusts – Global Balanced Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	–	16,473,183	–	16,473,183

2015

Assets

Financial assets at fair value through profit or loss

- Unit Trust	–	17,181,625	–	17,181,625
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12 Financial risk management (continued)

(e) Fair value estimation (continued)

Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	–	15,335,364	–	15,335,364
2015				
Assets				
Financial assets at fair value through profit or loss				
- Unit Trust	–	14,037,993	–	14,037,993

12 Financial risk management (continued)

(e) Fair value estimation (continued)

Eastspring Investments Unit Trusts – Singapore Select Bond Fund

	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Quoted bonds	– 678,610,690		– 678,610,690	
- Derivative financial instruments	– 552,451		– 552,451	
	– 679,163,141		– 679,163,141	
Liabilities				
Financial liabilities at fair value through profit or loss				
- Derivative financial instruments	– 4,680,767		– 4,680,767	
	Level 1 S\$	Level 2 S\$	Level 3 S\$	Total S\$
2015				
Assets				
Financial assets at fair value through profit or loss				
- Quoted bonds	– 597,067,974		– 597,067,974	
- Derivative financial instruments	– 406,176		– 406,176	
	– 597,474,150		– 597,474,150	
Liabilities				
Financial liabilities at fair value through profit or loss				
- Derivative financial instruments	– 3,924,466		– 3,924,466	

12 Financial risk management (continued)**(e) Fair value estimation (continued)*****Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund***

	Level 1	Level 2	Level 3	Total
	S\$	S\$	S\$	S\$
2016				
Assets				
Financial assets at fair value through profit or loss				
- Quoted equities	198,167,686	–	–	198,167,686
2015				
Assets				
Financial assets at fair value through profit or loss				
- Quoted equities	156,134,626	1,128	–	156,135,754

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

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within Level 2. These include over-the-counter derivatives.

Investments classified within level 3 have significant unobservable inputs, as they trade infrequently or not listed. Level 3 instruments include unlisted securities. As observable prices are not available for these securities, the Trust has used cost as the fair value.

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

13 Financial ratios

	2016	2015
	%	%
Eastspring Investments Unit Trusts - Global Technology Fund		
Expense ratio (Note 1)	1.70	1.72
Turnover ratio (Note 2)	5.59	8.05
Eastspring Investments Unit Trusts - Pan European Fund		
Expense ratio (Note 1)	1.70	1.77
Turnover ratio (Note 2)	7.51	19.16
Eastspring Investments Unit Trusts - Asian Balanced Fund		
Expense ratio (Note 1)	1.46	1.46
Turnover ratio (Note 2)	65.56	17.09
Eastspring Investments Unit Trusts - Dragon Peacock Fund		
Expense ratio (Note 1)	1.65	1.66
Turnover ratio (Note 2)	48.36	61.70
Eastspring Investments Unit Trusts - Global Basics Fund		
Expense ratio (Note 1)	1.81	1.77
Turnover ratio (Note 2)	0.12	0.19
Eastspring Investments Unit Trusts - Global Balanced Fund		
Expense ratio (Note 1)	1.65	1.65
Turnover ratio (Note 2)	4.47	1.00
Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund		
Expense ratio (Note 1)	1.91	1.87
Turnover ratio (Note 2)	6.15	9.55
Eastspring Investments Unit Trusts - Singapore Select Bond Fund		
Expense ratio (Note 1)	0.62	0.62
Turnover ratio (Note 2)	24.02	40.18
Eastspring Investments Unit Trusts - Singapore ASEAN Equity Fund		
Expense ratio (Note 1)	1.64	1.64
Turnover ratio (Note 2)	38.96	27.99

13 Financial ratios (continued)

Note 1

The expense ratios have been computed based on the guidelines laid down by the Investment Management Association of Singapore (“IMAS”). This is the sum of the sub-fund’s expense ratio and the weighted average of the underlying funds’ unaudited expense ratio.

The calculation of the sub-funds’ expense ratios at 31 December 2016 was based on total operating expenses divided by the average net asset value respectively for the year. The total operating expenses do not include (where applicable) brokerage and other transaction 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.

The unaudited expense ratios of the underlying funds are obtained from Underlying Funds’ Manager.

Total operating expenses, average net asset value and weighted average of the underlying funds’ unaudited expense ratio are as below:

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	2016	2015	2016	2015
Total operating expenses	\$857,436	\$847,446	\$454,873	\$489,638
Average net asset value	\$117,384,067	\$116,204,057	\$53,422,351	\$55,957,560
Weighted average of the underlying funds’ unaudited expense ratio	0.97%	0.99%	0.85%	0.90%

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

13 Financial ratios (continued)
Note 1 (continued)

	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015	2016	2015
Total operating expenses	\$12,869,290	\$13,946,120	\$15,086,858	\$17,211,878
Average net asset value	\$922,564,196	\$1,001,470,866	\$934,629,220	\$1,068,417,707
Weighted average of the underlying funds' unaudited expense ratio	0.06%	0.07%	0.04%	0.05%
	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016	2015	2016	2015
Total operating expenses	\$37,074	\$29,714	\$47,282	\$59,401
Average net asset value	\$24,670,775	\$29,600,952	\$16,750,538	\$19,458,819
Weighted average of the underlying funds' unaudited expense ratio	1.66%	1.67%	1.37%	1.34%
	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015	2016	2015
Total operating expenses	\$137,428	\$141,795	\$4,102,275	\$3,193,231
Average net asset value	\$14,537,027	\$15,268,820	\$659,394,719	\$513,938,317
Weighted average of the underlying funds' unaudited expense ratio	0.96%	0.94%	NA	NA

13 Financial ratios (continued)

Note 1 (continued)

	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund	
	2016	2015
Total operating expenses	\$2,957,324	\$3,059,491
Average net asset value	<u>\$180,275,002</u>	<u>\$186,633,261</u>

Note 2

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 ratio was based on the lower of total value of purchases or sales of the underlying investments divided by the average daily net asset value respectively as below:

	Eastspring Investments Unit Trusts – Global Technology Fund		Eastspring Investments Unit Trusts – Pan European Fund	
	2016	2015	2016	2015
Total value of purchases/sales of the underlying investments	\$6,564,000	\$9,353,000	\$4,013,000	\$10,722,000
Average daily net asset value	<u>\$117,384,067</u>	<u>\$116,204,057</u>	<u>\$53,422,351</u>	<u>\$55,957,560</u>

	Eastspring Investments Unit Trusts – Asian Balanced Fund		Eastspring Investments Unit Trusts – Dragon Peacock Fund	
	2016	2015	2016	2015
Total value of purchases/sales of the underlying investments	\$604,792,716	\$171,170,924	\$451,940,252	\$659,183,410
Average daily net asset value	<u>\$922,564,196</u>	<u>\$1,001,470,866</u>	<u>\$934,629,220</u>	<u>\$1,068,417,707</u>

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

13 Financial ratios (continued)

Note 2 (continued)

	Eastspring Investments Unit Trusts – Global Basics Fund		Eastspring Investments Unit Trusts – Global Balanced Fund	
	2016	2015	2016	2015
Total value of purchases/sales of the underlying investments	\$28,955	\$56,832	\$749,201	\$193,844
Average daily net asset value	\$24,670,775	\$29,600,952	\$16,750,538	\$19,458,819
	Eastspring Investments Unit Trusts – Asian Infrastructure Equity Fund		Eastspring Investments Unit Trusts – Singapore Select Bond Fund	
	2016	2015	2016	2015
Total value of purchases/sales of the underlying investments	\$894,286	\$1,457,502	\$158,355,830	\$206,513,307
Average daily net asset value	\$14,537,027	\$15,268,820	\$659,394,719	\$513,938,317
	Eastspring Investments Unit Trusts – Singapore ASEAN Equity Fund			
			2016	2015
Total value of purchases/sales of the underlying investments			\$70,241,098	\$52,239,376
Average daily net asset value			\$180,275,002	\$186,633,261

14 Changes in accounting policy and comparatives

As a result of the adoption of the revised RAP 7 which included FRS 110 and the amendments to FRS 110, the Eastspring Investments Unit Trusts - Dragon Peacock Fund has changed its treatment with respect to its presentation of its investment in DPI (M). The transition provisions require retrospective application in accordance with FRS 8 (see note 2.1).

The change arising from the adoption of FRS 110 did not have an impact on the statement of total return, statement of financial position and statement of movements of unitholders' funds for the year ended 31 December 2015 and therefore the comparatives are not restated. Upon adoption of the revised RAP 7, the investments held by DPI (M) are not separately presented by the Eastspring Investments Unit Trusts - Dragon Peacock Fund in the statement of portfolio, instead, the Eastspring Investments Unit Trusts - Dragon Peacock Fund's investment in DPI (M) is presented as a single investment carried at fair value through profit or loss. Nevertheless, the schedule of securities held by DPI (M) is disclosed in note 15.

15 Investment in investee company and schedule of securities

The investment in investee company, DPI (M) is a wholly owned entity of Eastspring Investments Unit Trusts - Dragon Peacock Fund. DPI (M) operates as an integrated structure whereby Eastspring Investments Unit Trusts - Dragon Peacock Fund invests into the entity by subscribing the entity's participating shares. The entity allows redemption of these participating shares on a daily basis.

The schedule of securities of the subsidiary is presented as below:

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(S\$)	attributable to
			unitholders
			31/12/2016
			(%)
Quoted Shares			
India			
Adani Ports and Special Economic Zone Ltd	3,078,168	17,589,582	3.77
Aditya Birla Fashion and Retail Ltd	1,629,190	4,787,491	1.03
Bank of Baroda	6,449,462	21,059,528	4.51
Bharat Petroleum Corp Ltd	1,395,141	18,872,674	4.04
Bharti Airtel Ltd	3,194,914	20,786,595	4.45
Cairn India Ltd	2,930,339	15,104,353	3.23
Cipla Ltd	1,826,103	22,109,792	4.73
Coal India Ltd	2,469,030	15,766,940	3.38

EASTSPRING INVESTMENTS UNIT TRUSTS Notes to the Financial Statements

Year ended 31 December 2016

15 Investment in investee company and schedule of securities (continued)

The schedule of securities of the Subsidiary is presented as below:

	Holdings	Fair value	Percentage of
	31/12/2016	31/12/2016	total net assets
	(units)	(\$)	attributable to
			unitholders
			31/12/2016
			(%)
Quoted Shares			
India (continued)			
Dr Reddy's Laboratories Ltd	356,971	23,254,710	4.98
Gail India Ltd	1,611,572	15,066,481	3.22
Housing Development Finance Corp Ltd	892,633	23,990,457	5.14
Infosys Ltd	2,514,366	54,088,829	11.58
ITC Ltd	2,585,112	13,297,376	2.85
Larsen & Toubro Ltd	938,093	26,939,519	5.77
LIC Housing Finance Ltd	2,067,909	24,636,926	5.27
Marico Ltd	1,256,888	6,968,202	1.49
Maruti Suzuki India Ltd	91,506	10,361,539	2.22
Mphasis Ltd	1,133,027	13,632,661	2.92
NMDC Ltd	4,851,163	12,742,681	2.73
PNB Housing Finance Ltd	172,159	3,078,651	0.66
Reliance Industries Ltd	570,537	13,145,327	2.81
Rural Electrification Corp Ltd	7,045,712	18,724,629	4.01
Tata Consultancy Services Ltd	270,615	13,626,484	2.92
Tata Motors Ltd	1,385,540	13,920,693	2.98
Tata Motors Ltd Class A	3,662,316	23,316,965	4.99
Tata Steel Ltd	1,778,805	14,814,346	3.17
		461,683,431	98.85
Portfolio of investments		461,683,431	98.85
Other net assets		5,379,842	1.15
Net assets attributable to unitholders		467,063,273	100.00

IMPORTANT INFORMATION

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Distributions are not guaranteed and may fluctuate. Past distributions are not necessarily indicative of future trends, which may be lower. Distribution payouts and its frequency are determined by the Manager, Eastspring Singapore, and can be made out of (a) income; or (b) net capital gains; or (c) capital of the Fund or a combination of (a) and/or (b) and/or (c). The payment of distributions should not be confused with the Fund’s performance, rate of return or yield. Any payment of distributions by the Fund may result in an immediate decrease in the net asset value per unit.

The preceding paragraph is only applicable if the Fund intends to pay dividends / distributions.

Investors should note that “infrastructure” or “infrastructure related” may be capable of wide-ranging interpretation. The Investment Manager has the sole discretion to decide what constitute “infrastructure” or “infrastructure related” investments for the purposes of any such investments under the Eastspring Investments Unit Trusts - Asian Infrastructure Equity Fund.

Please note that the Luxembourg-domiciled Eastspring Investments funds has established a similar sub-fund within the umbrella fund of Eastspring Investments having the same investment objective and focus as the Eastspring Investments Unit Trusts – Dragon Peacock Fund (the “ Eastspring Investments sub-fund”). In the event that the Eastspring Investments sub-fund be approved by the Authority as a recognised scheme available for direct investment by the retail public in Singapore, the Manager may, in consultation with the Trustee, and subject to the approval of the relevant authorities, (i) seek to terminate the

Eastspring Investments Unit Trusts - Dragon Peacock Fund and exchange existing Units in the Eastspring Investments Unit Trusts - Dragon Peacock Fund for shares in the Eastspring Investments sub-fund; or (ii) change the investment policy of the Eastspring Investments Unit Trusts - Dragon Peacock Fund from a direct investment portfolio to a feeder fund investing all or substantially all of its assets into the Eastspring Investments sub-fund. Investors should note that in the event of an exchange Units for shares in the Eastspring Investments sub-fund, there is no assurance that the fees and charges of the Eastspring Investments sub-fund would not be higher than that of the Eastspring Investments Unit Trusts - Dragon Peacock Fund. Investors should not invest in the Eastspring Investments Unit Trusts – Dragon Peacock Fund in anticipation of investing in the Eastspring Investments sub-fund as there is no certainty whether the Eastspring Investments sub-fund may be recognized for offer to the retail public in Singapore.

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