

This Product Highlights Sheet is an important document.

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

THE SAVINGS FUND (the “Fund”)

Product Type	Unit Trust	Launch Date	7 July 1965
Managers	Singapore Unit Trusts Limited	Custodian	British and Malayan Trustees Limited
Trustee	British and Malayan Trustees Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for the financial year ended 28 February 2011	2.17%
Name of Guarantor	N/A		

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

The fund is **only** suitable for investors who:

- seek medium to long term capital growth and recurring income;
- seek exposure to a variety of companies listed on the Singapore and Malaysia Stock Exchanges; and
- are willing and able to accept that their principal will be at risk.

Investors should consult their financial advisors if in doubt about whether this product is suitable for them.

Further information

Refer to Paras. 13, 14 and 14A on Pgs. 9 to 11 of the Prospectus for further information on product suitability.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

- You are investing in a unit trust constituted in Singapore that aims to achieve medium to long term capital growth by investing in a variety of companies listed on the Singapore and Malaysia Stock Exchanges.

Refer to Para. 13 on Pg. 10 of the Prospectus for further information on features of the Fund.

Investment Strategy

- The Fund will invest in a variety of companies listed on the Singapore and Malaysia Stock Exchanges.
- The Fund’s investment approach is a combination of both top-down and bottom-up approach.
- The Fund will adopt an active portfolio management style with slight weighting towards income and value stocks without penalising any growth potentials for the Fund.
- The Fund will discipline itself to continuously lock profits in order to build-up its reserve over the long-term period.

Refer to Para. 14 on Pg. 10 of the Prospectus for further information on the investment strategy of the Fund.

¹ The Prospectus is available for collection at the Managers’ business address at 8 Robinson Road, #04-00 ASO Building, Singapore 048544 during usual business hours.

Parties Involved	
<p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> • The Managers are Singapore Unit Trusts Limited • The Trustee is British and Malayan Trustee Limited • The Custodian is British and Malayan Trustee Limited • The Registrar is Tricor Barbinder Share Registration Services 	<p>Refer to Paras. 7 to 10 on Pgs. 8 to 9 of the Prospectus for further information on these entities.</p>
KEY RISKS	
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>You should be aware that the price of Units can go down as well as up. The value of the Fund and its distributions (if any) may rise or fall. The following are key risk factors that may cause you to lose some or all of your investment:</p>	<p>Refer to Paras. 17, 18 and 18A on Pgs. 13 to 15 of the Prospectus for further information on risks of the Fund.</p>
Market and Credit Risks	
<ul style="list-style-type: none"> • You are exposed to market risks in the Singapore and Malaysian markets <ul style="list-style-type: none"> ○ The price of securities comprised in the portfolio of the Fund and the Units may rise and fall in response to changes in the fundamental of the securities, economic conditions, political conditions and market sentiment. 	
Liquidity Risks	
<ul style="list-style-type: none"> • The Fund is not listed and you can redeem only on Dealing Days <ul style="list-style-type: none"> ○ There is no secondary market for the Units. All realisation requests should be made to the Managers. ○ In addition, you may not realise your Units during any period where realisation is suspended. • You are exposed to liquidity risk <ul style="list-style-type: none"> ○ The Fund may invest in securities that are thinly traded due to lack of liquidity or volume. The lack of liquidity could adversely affect the price of the securities should the Fund buy or sell the securities in the open market. 	
Product-Specific Risks	
<ul style="list-style-type: none"> • You are exposed to currency risk <ul style="list-style-type: none"> ○ The Fund is denominated in Singapore Dollars. The Fund's assets and income will be denominated in a number of different currencies other than the Singapore Dollar and thus fluctuations in foreign exchange rates, which are unpredictable, may have an impact on the income and the valuation of assets in the Fund. The Managers do not intend to hedge the foreign currency exposure or engage any currency hedging mechanism. • You are exposed to derivatives risk <ul style="list-style-type: none"> ○ The Fund may engage in financial derivative instruments ("FDIs") to hedge against risks associated with investing. These may include foreign exchange and equity forward or futures contract. Exposure to FDIs may require deposit of margins and if the markets move more or less than the price of the subject of the hedge, the Fund may incur a gain or loss, which may not be completely offset by the movements in the price of the subject of the hedge. • You are exposed to volatility risk <ul style="list-style-type: none"> ○ The Fund's investment in emerging and developing markets may be more volatile than those in developed markets as some of these smaller markets may be less liquid. The limited liability of these markets may affect the ability of the Fund to acquire or dispose of securities at the desired price and time. 	

You should be aware that your investment in the Fund may be exposed to other undescribed risks of an exceptional nature from time to time.

FEES AND CHARGES

Payable directly by you

- You will need to pay the following fees and charges as a percentage of your gross investment sum:

Initial Service Charge	<ul style="list-style-type: none"> Currently 5% of the Value of the Fund represented by one Unit Maximum 10% of the Value of the Fund represented by one Unit
Realisation Charge	<ul style="list-style-type: none"> Currently NIL Maximum 5% of the Value of the Fund represented by one Unit
Exchange Fee	<ul style="list-style-type: none"> Currently NIL

Refer to Para. 16 on Pgs. 11 and 12 of the Prospectus for further information on fees and charges.

Payable by the Fund from invested proceeds

- The Fund will pay the following fees and charges to the Managers, Trustee and other parties:

Annual Management Fee	<ul style="list-style-type: none"> Currently 1% per annum of the Value of the Fund Maximum 1.75% per annum of the Value of the Fund
Annual Trustee Fee	Based on the Value of the Fund <ul style="list-style-type: none"> First S\$10,000,000.00: 0.25% Thereafter: 0.20%
Annual Fee for Custodian and Accounting Services	Based on gross market value of assets and investments held <ul style="list-style-type: none"> First S\$5,000,000.00: 0.30% Thereafter: 0.20% Subject to a minimum fee of S\$10,000.00
Annual Fee for Registrar	Currently S\$1,200.00 excluding fee for maintenance of Register of Holders chargeable at S\$1.00 per Unitholder per month, and disbursements and expenses reasonably incurred

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

- The indicative selling price and repurchase price will be published one Business Day after the relevant Dealing Day in the Straits Times, Business Times, Lianhe Zaobao, Teletext, Bloomberg and Reuters (subject to the respective publisher's discretion), and are also obtainable from the Managers.
- Depending on the respective publication policy of the abovenamed newspaper or agencies, prices may not be published daily.

Refer to Paras. 26, 30, 32, 33 and 34 on Pgs. 17 to 20 of the Prospectus for further information on valuation and exiting from the product.

HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

Cancellation of Units

If applicable to you, you may cancel your subscription for Units within 7 calendar days from the date of your subscription or purchase of the Units by sending a cancellation request in writing to the Managers. Any Initial Service Charge paid will be refunded to you. However, you will have to take risk for any price changes in the net asset value of the Fund since you purchased the Units.

Realisation of Units

You can exit the Fund by submitting a written request to the Managers to repurchase all or any of the Units which you hold.

If your repurchase request is received and accepted by 4 p.m. Singapore time on a Dealing Day, your Units will be repurchased at the repurchase price for that Dealing Day. If your repurchase request is received and accepted after 4 p.m. Singapore time, your Units will be repurchased at the repurchase price for the next Dealing Day.

The net realisation proceeds that you will receive are calculated by multiplying the number of Units to be repurchased by the repurchase price, less any applicable realisation charges.

An example is as follows:

Units to be realised	x	Repurchase Price	=	Gross Realisation Proceeds
1,000	x	S\$1.00	=	S\$1,000.00
Gross Realisation Proceeds	-	Realisation Charge	=	Net Realisation Payable
S\$1,000.00	-	\$0.00	=	S\$1,000.00

The cancellation or realisation proceeds will be paid within **six** Business Days after receipt of the written cancellation or realisation request respectively unless realisation of Units has been suspended in accordance with the Prospectus.

CONTACT INFORMATION

HOW DO YOU CONTACT US?

- You can call us, Singapore Unit Trusts Limited, at 65323761 if you have queries regarding your investment in the Fund.
- Our business address is at 8 Robinson Road, #04-00 ASO Building, Singapore 048544.

APPENDIX: GLOSSARY OF TERMS

Business Day	means any day (other than Saturdays, Sundays and public holidays in Singapore) on which the Singapore Stock Exchange is open for business.
Dealing Day	in relation to the issuance, cancellation and realisation of Units means a Business Day in Singapore.
Initial Service Charge	means a charge upon the issue of Units of such amount as the Managers may from time to time determine generally but which shall not exceed the maximum charge for the Fund as stated above.
Unit(s)	means the nature of the interest issued to investors, being an undivided share in the relevant deposited property for the Fund which includes a fraction of a Unit.
Value of the Fund	means the net asset value of the Fund which is the resultant of the total assets of the Fund less the total liabilities of the Fund calculated at 5 p.m. Singapore time on a Dealing Day or such other time as the Managers may from time to time after consultation with the Trustee, determine.