

TMBAM M Choice Registered Provident Fund Registered



TMB Eastspring Global Innovation Fund

TMBAM Eastspring
stance against corruption:
Certified by CAC

Foreign Investment Fund (Equity)



Importance of selecting an investment policy



Type of Member suitable for this Investment Policy



Investment Assets and Portfolio Breakdown



Fund performance



Investment risks



Fees and charges



Other information

1.



### Importance of selecting an investment policy

Since each provident fund member is unique and expectations for financial returns and acceptable risk levels are different, a member should be able to select investment policies that are most suitable, yet able to change them as necessary and as one ages in life. This will enable the member's savings in the provident fund to grow sufficiently to meet financial needs upon retirement. For example, a provident fund member who is young with a provident fund that has a longer period to invest, will be very resilient to price fluctuations the investments may have. Such member can choose investment policies that contain equities to generate prospects of long term returns higher than fixed income investments. On the other hand, a provident fund member nearing retirement do not have a comparably long period remaining to invest, hence principal protection is of primary importance. This member should instead choose policies centered on fixed income investments to mitigate the loss from price fluctuations and the risk of the provident fund balance being insufficient to support retirement.

2.



### Type of Member suitable for this Investment Policy

- This fund invests in the TMB Eastspring Global Innovation Fund.
- Investment assets:

This policy mainly invests in the units of the TMB Eastspring Global Innovation Fund which only holds Class A USD units (for institutional investors) of the foreign fund Nikko AM ARK Disruptive Innovation Fund (master fund), averaging at least 80% of NAV during the financial year.

There is no dividend payment. The master fund aims to generate capital appreciation by investing in global equities, focusing on companies whose businesses are aligned or benefit from disruptive innovation. The master fund is registered in Luxembourg, operating under UCITS regulations. It is managed by Nikko Asset Management Americas, Inc.; investments are USD-denominated.

The fund mobilized proceeds from investors in USD but invests in various local currencies according to the investments.

- Investment policy of the foreign master fund:

The Nikko AM ARK Disruptive Innovation Fund (master fund)'s objective is to generate capital appreciation by investing in global equities, focusing on companies whose businesses are aligned or benefit from disruptive innovation such as Genomic Revolution Companies, Industrial Innovation Companies, FinTech Innovation Companies, Web x.0 Companies.

Equities may include stocks, preferred shares, warrants, American Depositary Receipts (ADRs), European Depositary Receipt (EDRs), and Global Depositary Receipt (GDRs).

The fund can also invest in liquid assets for liquidity management purposes, but weighting will not exceed 5% of NAV.

Furthermore, the master fund may invest in derivatives for hedging purposes or to enhance performance (Efficient Portfolio Management).

## Investment Objectives

To achieve an investment return which is similar to the performance of the TMB Eastspring Global Innovation Fund.

### This policy is suitable for

- Members who can accept stock price fluctuations which may increase or decline lower than the original sum invested and result in a loss.
- Members seeking higher long term returns than general fixed income investments.
- Members who aim for their provident fund to appreciate sufficiently to support retirement.
- Members seeking to diversify investment risk by investing in foreign markets and can accept the risk of investing in foreign equity securities or assets.

### This policy is not suitable for

- Members who require stable financial returns and full principal protection.
- Members who do not want to risk loss of principal due to investment in equities.

For More inquiries on Investment Policy Scope please contact :

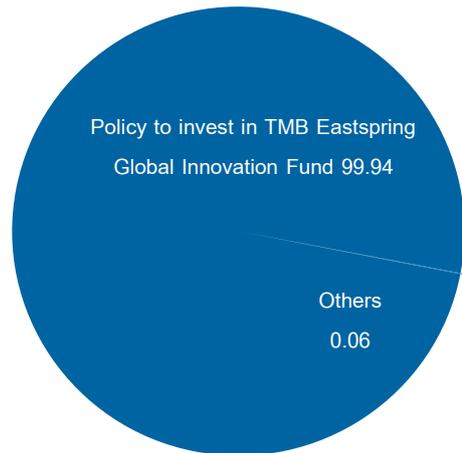
- Provident Fund Committee
- Search [www.thaipvd.com](http://www.thaipvd.com)
- Investment Consulting Center Tel 1725

### 3.



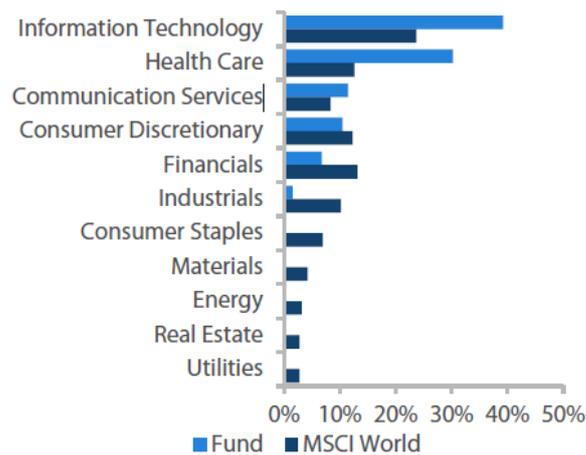
### Investment assets and portfolio breakdown

#### Portfolio Breakdown



#### Investment breakdown of the Nikko AM ARK Disruptive Innovation Fund (%)

##### Sector Allocation



Note: The MSCI World Net Return USD Index is used purely as a reference benchmark. Only positive portfolio value information is displayed.

Data as of 31 December 2021

Top 5 Holdings	
Assets	% of NAV
1. Tesla Motors, Inc.	8.49
2. Roku Inc	6.22
3. Teladoc Health, Inc	5.53
4. Zoom Video Communications Inc	5.41
5. Unity Software Inc	5.25

Data as of 31 December 2021

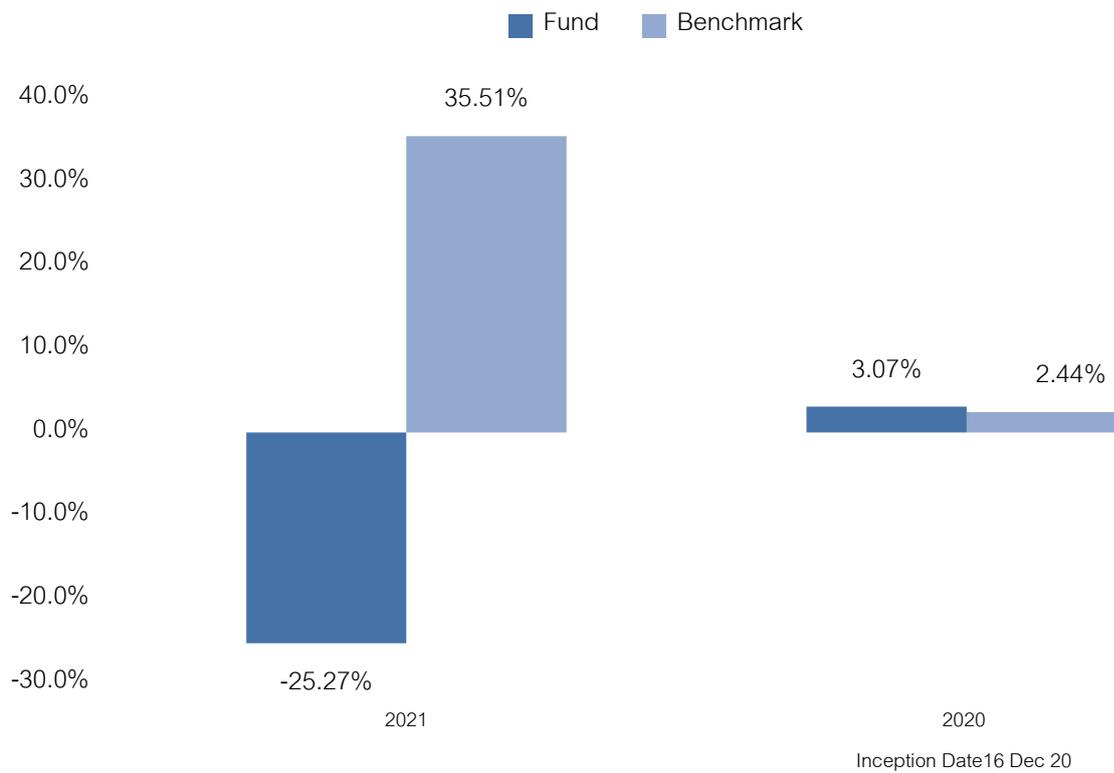
More information available at [https://www.tmbameastspring.com/THDocs/FS/I33\\_03.pdf](https://www.tmbameastspring.com/THDocs/FS/I33_03.pdf)

# 4.



## Fund performance

\* Note that past performance does not guarantee future performance \*



Note: Return is on a per annum basis (annualized).

Performance benchmark used to compare the fund managers' performance over the period measured consists of the USD-denominated MSCI World Total Return Net Index, adjusted into Thai Baht as of date of performance measurement.

## 5.

### Investment risks

#### Warnings & Recommendation

- The performance of a policy that invests in equities contains short-term fluctuations, or can even incur a loss. However, the return over the long term can outpace inflation.
- TMB EASTSPRING Global Innovation Fund is not capital protection fund. Investors may have risk of losing initial investment.
- TMB EASTSPRING Global Innovation Fund may invest in the master fund in US dollars and enter into FX swap transaction to hedge FX exposure pursuant to the Fund Manager's discretion. This is because the fund does not fully hedge, the investors may lose or gain value from foreign exchange or may receive return less than their initial investments.
- TMB EASTSPRING Global Innovation Fund and Master fund may invest in derivatives to efficiently manage its portfolio (EPM). Therefore, this fund has higher risk than other funds, it thus suits the type of investor who can accept higher risk for higher returns. Investors should invest in this Fund only when fully understand about derivatives and should consider the investing experience, investment objective and financial position before investing in this Fund.
- TMB EASTSPRING Global Innovation Fund may invest in the structure note with higher risk than other funds, it thus suits the type of investor who prefer high returns and can accept higher risks than other general invertors.

- TMB EASTSPRING Global Innovation Fund’s investment is highly concentrated in UNITED STATES and therefore investors should consider diversify the risks in their portfolio.
- TMB EASTSPRING Global Innovation Fund may invest in non-investment grade or unrated debt securities or unlisted equity securities at the higher ratio than those of other mutual funds, in which case, the investors may be exposed to higher risks, e.g the issuer's default risk or liquidity risk.
- TMB EASTSPRING Global Innovation Fund is a fund with high performance volatility. Therefore, it is not suitable for investors who can accept low or medium fluctuations in performance.

### Explanation of Risk

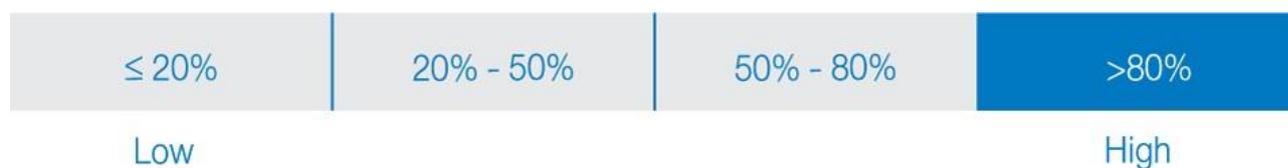
- market risk

Market Risk means the risk that the values of securities which the Fund has invested may increase or decrease due to outside factors such as economic/ investment situations, political factors both internally and internationally which could be considered from the Standard Deviation (SD) of the Fund. If the Fund has a high SD, it is an indicator that the Fund has high a fluctuation from the changes in the prices of securities.

### High sector concentration risk



## High country concentration risk



Remark : Remark : The concentration occurs among UNITED STATES

### ■ exchange rate risk



Currency Risk is the possibility that changes in exchange rate will affect the value of investment units. For example, if a mutual fund invests in securities denominated in US Dollar during Thai Baht depreciation and the units are subsequently sold when Thai Baht appreciates, the mutual fund will receive lower return in Thai Baht. On the other hand, if the same fund invests in securities denominated in US Dollar during Thai Baht appreciation and the units are subsequently sold when Thai Baht depreciates, the mutual fund will receive higher return in Thai Baht. Therefore, currency hedging techniques as follows are key tools to manage such risk.

- Hedging at discretion of the fund manager: Investors may be exposed to currency risk because it is the discretion of the fund manager whether to use a currency hedging technique.

## Risk Spectrum of the Fund



6.



## Fees and charges

Fees Charged to the Fund Data as of 31 December 2021	
Fees Charged to the Fund (Provident Fund Level) (% p.a. of NAV)	None
Fund Management Fee (% p.a. of NAV)	
Member Registrar Fee (% p.a. of NAV)	
Total Expenses(% p.a. of NAV)	
Fees Charged to the Fund (Mutual Fund Level) (% p.a. of NAV)	<input checked="" type="checkbox"/> Yes <input type="checkbox"/> No
Total Expenses(% p.a. of NAV)	1.7881% (MAX 3.7450%)

Fees Charged to the Fund by Each Employer	
Auditor Fee (% p.a. of NAV)	Covered by TMBAM

Fees Charged to Fund Members	
Brokerage Fee for Purchasing Securities (% of order amount) as charged to member placing the order (collected by fund)	Currently not charged
Brokerage Fee for Selling Securities (% of order amount) as charged to member placing the order (collected by fund)	Currently not charged
Fee for Statement of Provident Fund Account	None
Fee to Retain Balance in the Fund	500 Baht per year
Fee to Switch Investment Policy	None

Note : Fees shown above already include VAT, special business tax and other taxes (if any).

## 7.

### Other information

Contain us for advice on selection/modification of investment policy/plan

- Investment Consulting Center Tel. 1725  
Mon – Fri from 8.30-17.00 hrs.  
(except public holidays)
- FundLink M  
At [www.tmbameastspring.com](http://www.tmbameastspring.com)
- E-mail : [pvd@tmbameastspring.com](mailto:pvd@tmbameastspring.com)

Information on changing investment policies	* Features permitted depend on conditions established by the Provident Fund Committee of your employer
Frequency of investment policy changes permitted	FundLink M at <a href="http://www.tmbameastspring.com">www.tmbameastspring.com</a> , select menu for investment plans offered by your employer
Day for investment policy change	Daily
Submission of investment policy change	<ul style="list-style-type: none"> <li>■ For documents: received by 12.00 hrs.</li> <li>■ For Fundlink M: received by 13.30 hrs.</li> </ul>
Information about other investment policies	FundLink M at <a href="http://www.tmbameastspring.com">www.tmbameastspring.com</a> , select menu to view all policies
View transaction history	FundLink M at <a href="http://www.tmbameastspring.com">www.tmbameastspring.com</a> , select menu to view transaction history (viewable 24 hrs. a day)

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Options to continue saving after resigning from job / retirement

- Retain balance in the fund
- Retirement Mutual Fund for PVD
- TMBAM Mutual funds which can be redeemed as annuities by configuring an Auto Investment Plan (AIP)

Tool to estimate whether provident fund balance would be sufficient for retirement

FundLink M at [www.tmbameastspring.com](http://www.tmbameastspring.com), select menu for Retire Rich Workbook

- Investing in unit trusts is not the same as making a bank deposit and is not protected by the Deposit Protection Agency. As such, funds contain investment risks and the account owner may receive an ending amount that is less than the original sum invested.
- The performance measurements for the provident fund complies with the Association of Investment Management Companies' fund performance measurement standards that apply to provident funds. Note that past performance does not guarantee future performance.
- Past performance does not guarantee future performance.
- Investments contain risks. Examine information carefully before making an investment decision.
- Familiarize yourself with the fund's features, terms and conditions regarding financial returns, and risks before making an investment decision.