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กองทุนรวมเพื่อความยั่งยืน

Krungsri Enhanced SET Thailand ESG Fund (KFTHAIESG)

IPO: 8 – 18 December 2023

Integrating ESG factors throughout the investment process to foster sustainability in the long-run.



Before investing

- Study the ESG issues of company before meeting with company's management
- Study information from various sources such as annual reports, IOD scores, Board of Directors' profile, etc.
- Present the ESG issues and information obtained from company visit to the investment Committee of Krungsri Asset Management.



After investing

- Monitor the ESG issues of issuer company of the securities invested by the Fund.
- Incorporate the information derived from the ESG Due Diligence Questionnaire into the determination of ESG Scores.

Negative Screening

Remove the securities that are against the selection criteria from the stock universe

Thematic

Select stocks of the companies that are committed to operating according to ESG principles in the promising industries or sectors.

ESG Integration

Systematically take into consideration both the 'financial' and 'ESG' information in the stock analysis and selection processes

Invest in Thailand's leading companies with outstanding ESG reputation with reference to the SETESG Index.

The SETESG Index is an index that reflects the price movements of stocks of sustainable companies which have met the stipulated criteria in terms of size and liquidity.

Guidelines on Selection of Constituent Stocks of the Index.

- Stocks of listed companies that are in the most recent SET ESG Rating list.
- Market capitalization is not lower than 5 billion Baht.
- Free-float at least 20% of the paid-up capital.
- Trading ratio is not lower than 0.5% of the total registered capital of the company for a period of at least 9 from 12 months.
- No limitation for the number of stocks included in the index.

Source: <https://www.set.or.th/th/market/index/setesg/profile>

An opportunity to generate excess returns higher than the index through active investment approach.

90%
to invest in
stocks
according to
the SETESG
Index

Grow in tandem with the index.

About 90% of portfolio shall invest principally in the stocks of listed companies that are constituents of the SETESG Index through the adoption of quant strategy to mirror the performance of the SETESG Index as if it invests 100% of the portfolio in the index.

10%
to invest
aggressively

An opportunity to earn higher returns.

Generate excess returns from aggressive investment according to Krungsri Asset Management's investment guideline.

What you should know about investing in Thai ESG Fund?

The ThaiESG Fund aims to promote long-term savings and encourage Thailand's sustainable investment.

Investment conditions for tax deduction privilege



Total Investment Amount

- ✓ Not exceeding 30% of income; and
- ✓ Not exceeding 100,000 Baht per year; and
- ✓ Tax deduction limit is separated from the limit of tax deductions for other retirement investments



Holding Requirement

- ✓ Must hold for 8 years from the date of investment (from the first investment date to the redemption date)
- ✓ No need to continually purchase every year

Remark: Retirement investments include SSF, RMF, Government pension Fund (GPF), Provident Fund (PVD), Welfare Fund under the Law Governing Private Schools, National Savings Fund (NSF), and annuity insurance.

Difference of Tax Deduction Privileges between Thai ESG Fund, SSF and RMF

Details	Thai ESG	SSF	RMF
Investment conditions for tax deduction privilege	- Not exceeding 30% of income; and - Not exceeding 100,000 Baht; - Not include the amount of other retirement investments	- Not exceeding 30% of income; and - Not exceeding 200,000 Baht; and - Not exceeding 500,000 Baht when combined with other retirement investments	- Not exceeding 30% of income; and - Not exceeding 500,000 Baht when combined with other retirement investments
Holding requirement	8 years from the date of investment	10 years from the date of investment	- Hold until the age of 55 years; and - Must invest for no less than 5 years
Compulsory continual purchase	No	No	Suspension of purchase for more than 1 year in a row is not permitted

Investors should understand the fund features, conditions of returns, and risk, and study the tax benefits in the Investment Manual, before making investment decision. Past performance is no guarantee of future results.

Details	Krungsri Enhanced SET Thai ESG Fund (KFTHAIESG)
Investment policy	<p>The Fund shall invest on average no less than 80% of its NAV during an accounting year in any one or several of the securities or assets issued by the Thai Government or enterprises established under Thai laws as follows:</p> <ol style="list-style-type: none"> 1. Stocks listed on SET and/or MAI or other secondary markets of SET that have been selected by SET or other organizations or institutions recognized by the SEC Office as outstanding in terms of environmental and ESG (environmental, social and governance) consideration. In this regard, the SEC Office may also prescribe the criteria for such selection by taking into account the internationally recognized level of acceptance or standards related to environmental protection and sustainability. 2. Stocks listed on the SET and/or mai or other secondary markets of SET that clearly disclose information, management plans, and targets to achieve the goals for reducing greenhouse gas (GHG) emissions of the country, as well as arranging for a third-party verifier recognized by the SEC Office to conduct carbon footprint verification. In this regard, the SEC Office may also prescribe the guidelines for disclosure of such information by taking into account the internationally recognized disclosure requirements or standards related to GHG emissions.
Investment objective relating to sustainability	<p>The Fund shall focus investing on the stocks of companies established under Thai laws that have been selected as outstanding in terms of environmental or ESG (environmental, social and governance) considerations by high reliability organizations or institutions such as SET, etc., and/or companies with a target to achieve the goals for reducing greenhouse gas (GHG) emissions of the country. All the above stocks to be invested by the Fund must be listed on SET and/or MAI.</p>
Fund's risk level	Level 6
Dividend policy	<p>Accumulation share class (KFTHAIESGA): No Dividend share class (KFTHAIESGD): Yes</p>
Subscription calendar	<p>IPO: From 8 – 18 December 2023 by 3.30 p.m. of the IPO closing date Post IPO: Every dealing day of the Fund by 3.30 p.m.</p>
Redemption calendar	Every dealing day of the Fund by 3.30 p.m.
Settlement date	Within 3 business days after the redemption date (T+3)
Minimum purchase	500 Baht
Fees charged to the Fund (% of NAV p.a.)	<p>Management fee: Not exceeding 2.14% (Actual charge: 0.6955%) Trustee fee: Not exceeding 0.1070% (Actual charge: 0.0251%) Registrar fee: Not exceeding 0.1605% (Actual charge: 0.1605%)</p>
Fees charged to investors (% of investment amount)	<p>Front-end or switching-in fee: Not exceeding 2.00% (Actual charge: None) Redemption or switching-out fee: Not exceeding 2.00% (Actual charge: None) Penalty fee in case of redemption/switching out earlier than the holding requirement stipulated in the mutual fund project: Not exceeding 0.50% (Actual charge: 0.50% for less-than-3-year investment) (Switching fees between ThaiESG funds and between class of units of the same fund are waived.)</p>

All above mentioned fees are inclusive of Value Added Tax or Specific Business Tax or other.

Investors should understand the fund features, conditions of returns, and risk, and study the tax benefits in the Investment Manual, before making investment decision. Past performance is no guarantee of future results.

Disclaimers

Investment Constraints

Since the Fund has a stock universe that is constrained to only the companies that are selected as outstanding in terms of ESG consideration by high reliability organizations or institutions such as the Stock Exchange of Thailand, etc., or the companies that pass the internal ESG stock screening criteria, the Fund is therefore unable to invest in other companies with strong fundamentals or good profit potential but do not comply with the ESG criteria as specified in the stock universe.

Investment Risks of the ThaiESG Fund:

Since the Fund relies on ESG data from external sources which may not be instantly updated particularly upon occurrence of specific incident relating to any company included in the list of outstanding ESG companies, it's possible that stocks of these companies might not be included in the ESG framework anymore.

In addition, the Fund may be exposed to the risk of concentrated investment in certain sustainability-related stocks and the risk of being unable to buy or sell some stocks at the right price and time due to the conditions stipulated for the sustainable stocks invested by the Fund.

Additional Costs

The Fund may incur additional expenses in commissioning a third-party certifier to audit the stock selection and investment processes of the SRI Fund as actually paid, and the expenses for using or making references to the stock indices, trademarks and/or service marks of the stock exchange and/or index provider, including the articles, licenses, trademarks, or any other information of the service provider, and so on.

Investors should understand the fund features, conditions of returns, and risk, and study the tax benefits in the Investment Manual, before making investment decision. Past performance is no guarantee of future results. © The ThaiESG Fund aims to promote long-term savings and encourage Thailand's sustainable investment. © This document is prepared based on information obtained from reliable sources at the time of presentation. However, the Management Company does not provide any warranty of the accuracy, reliability and completeness of all information. The Management Company reserves the right to make changes to all information without prior notice. © The Fund is hedged against foreign exchange risk at the discretion of the fund manager and is therefore subject to exchange rate risk which may cause investors to experience foreign exchange losses or gains/ or receive lower return than the amount initially invested. © The Fund may invest in non-investment grade or unrated debt instruments, with the total portion of such investments combined with the investments of the Master Fund not exceeding 20% of the Fund's NAV. In addition, the Fund may invest in non-listed securities and structured notes subject to the rules and regulations stipulated by the SEC Office. © The Fund may invest in or hold derivatives contracts for the purpose of efficient portfolio management and may invest in structured notes. As a result, the Fund is subject to higher risks than other mutual funds that invest directly in the underlying securities because it invests with smaller amount of money and accordingly makes higher gains/losses than investing directly in the underlying securities. © The investors of this Fund are not permitted to dispose of, distribute, transfer, pledge or use as collateral the investment units. © In case of investing in the Fund or CIS units, if any unitholder holds the investment units equal to or higher than 10%, the Management Company may report such holding and submit the personal data or other information of such unitholder to the destination fund as well as requiring the unitholder to submit a proof of address and/or any other information as requested by the destination fund. In this connection, the destination fund may forward such information to any agencies according to the law of relevant countries by deeming that consent has been granted by the unitholder. © Purchase of investment units through a credit card is not eligible for participating in the promotional campaign of the credit card. © Investors should study the tax benefits stated in the Investment Manual. Unitholders in breach of investment conditions shall not be entitled to tax benefits and must return all the tax benefits received earlier within the specified timeframe, otherwise they will be liable to surcharge and/or fine in accordance with the Revenue Code.

To request further information or a copy of the Fund's prospectus, please contact

Krungsri Asset Management Co Ltd

Tel: 0 2657 5757 or Bank of Ayudhya PCL /Selling or Redemption Supports