

## Prospectus - Executive Summary



**krungsri**  
Asset Management

A member of  MUFG, a global financial group

**Krungsri Asset Management Co., Ltd.**  
which certified by CAC\*

(\*CAC is Thailand's Private Sector Collective Action Coalition Against Corruption of the Thai Institute of Directors Association.)

**Krungsri Happy Life RMF**  
**[KFHAPPYRMF]**

**Mixed fund/ Retirement mutual fund**  
**Cross Investing Fund**

Fund investing onshore and offshore with  
foreign investment related risks



**What are you investing in?**



**Who is the fund suitable for?**



**What are the key risks of the Fund?**



**Asset allocation**



**Fees**



**Fund performance**



**Fund information**

Investment in mutual funds **is not** a money deposit.



## What are you investing in?

### • Investment Policy

- Invest both onshore and offshore in debt instruments and/or deposits or deposit-equivalent instruments.
- The fund will invest in listed stock, stock during IPO pending listing on the stock exchanges, as well as property units or infra units.
- The fund may invest no more than 100 percent of fund assets in units of mutual funds under management of the Management Company in accordance with the criteria and conditions prescribed by the SEC.
- The Fund may invest in aggregate of no more than 20 per cent of its NAV in fixed-income instruments of non-investment grade or unrated securities and may also invest in unlisted equity securities and may invest in structured note under management of the Management Company in accordance with the criteria and conditions prescribed by the SEC.
- The remaining of fund assets may invest in other types of securities or asset or seek investment returns by other means, onshore and offshore, as stipulated or approved by the SEC.

### • Management Style

Aim to seek better returns from the benchmark (Active Management) by actively allocate to different asset classes including Equity, REIT, Infrastructure fund and Fixed income. The fund may tactically invest up to 25% of its assets in Equity (including REIT and Infrastructure fund) and 75-100% in Fixed income based on their potential to generate income and capital growth within the portfolio.



## Who is the fund suitable for?

- Investors who can accept fluctuation of prices of fixed-income instruments and equities in which the fund invests, which may increase or decrease to the level below the initial investment, resulting in a loss.
- Investors who can make medium to long term investment in anticipation of better return in long term than investment in fixed-income instruments.
- Investors who look for tax benefits. Investors are required to maintain their investment in this fund for a period of time as specified by the Revenue Department in order to be eligible for tax benefits granted to investment in retirement mutual funds.

**This fund is not suitable for:**

Investors who prefer fixed rate of return or preserve full amount of principal.



For further clarification on this investment policy and potential risks, what should you do?

- Read the full prospectus or **seek** advice from the management company or its appointed selling agents.

**Unless you have full grasp in the nature of risks, it is advisable you should refrain from investment in this fund.**

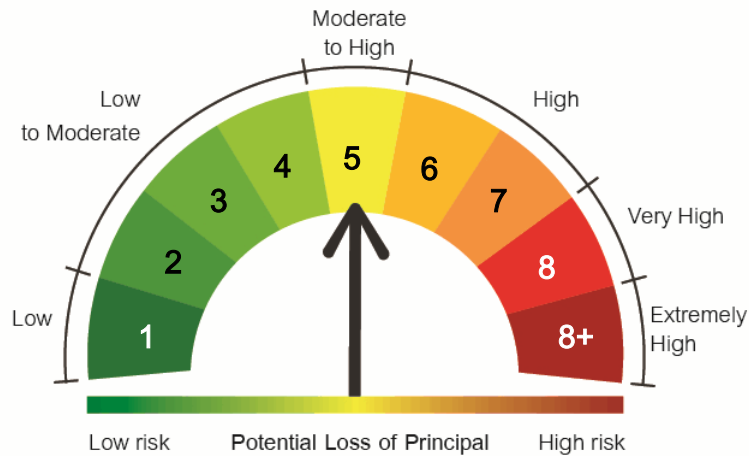


# What are the key risks of the Fund?

## • Important Risk Warnings

- This fund invests in debt instruments and stocks which their price can be fluctuated according to the change of interest rate, financial status of issuers, economic situation etc.
- ?The Fund may invest in or retain derivatives to enhance the management efficiency and therefore the fund will have higher inherent risks than the fund that invests directly in the underlying assets because it requires less capital and hence higher profit/loss than direct investment in underlying assets.
- Investors should study information on investment in RMF and find more information at full prospectus or tax guideline.
- Investors may not pledge, transfer, dispose of or use the units as collateral.
- In the case where there is a tendency that more than two-thirds of the total mutual fund units sold are to be redeemed, the Management Company may dissolve the fund at its discretion and may cancel the redemption orders it has already received or stop accepting such orders.

**Risk Spectrum of the Fund**



## Key Risks

### 1. Market risk

	Low Risk				High Risk
Standard Deviation (SD)	<b>&lt; 5%</b>	5-10%	10 - 15%	15 - 25%	> 25%

\*Standard Deviation (SD) is calculated from the last 5 years (or since launch for the fund launched within that period)

### 2. Exchange rate risk

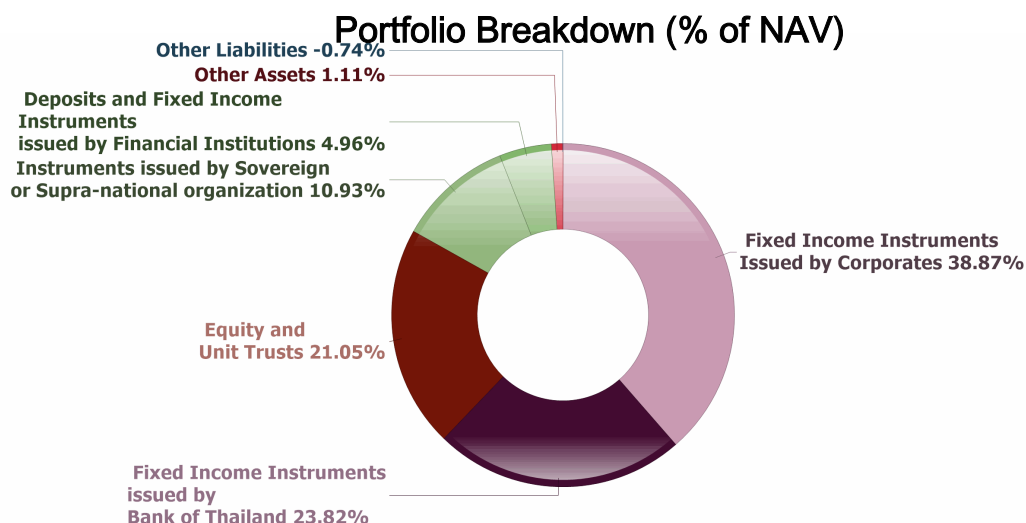
	Low Risk				High Risk
FX Hedging	<b>Fully/Almost fully hedge</b>	Partially	At discretion	No hedging	

**3.High issuer concentration Risk**

Low Risk		High Risk		
≤ 10%	10-20%	20-50%	50-80%	> 80%



## Asset allocation



### Fixed Income - Top Five Holdings (% of NAV)

Name	Credit Rating	% of NAV
BOT61/1/2Y	-	6.15
BOT61/4/2Y	-	4.84
BOT61/2/2Y	-	4.34
TLOAN61/12/5.34Y	-	2.81
BOT61/1/3Y	-	2.77

### Equity - Top Five Holdings (% of NAV)

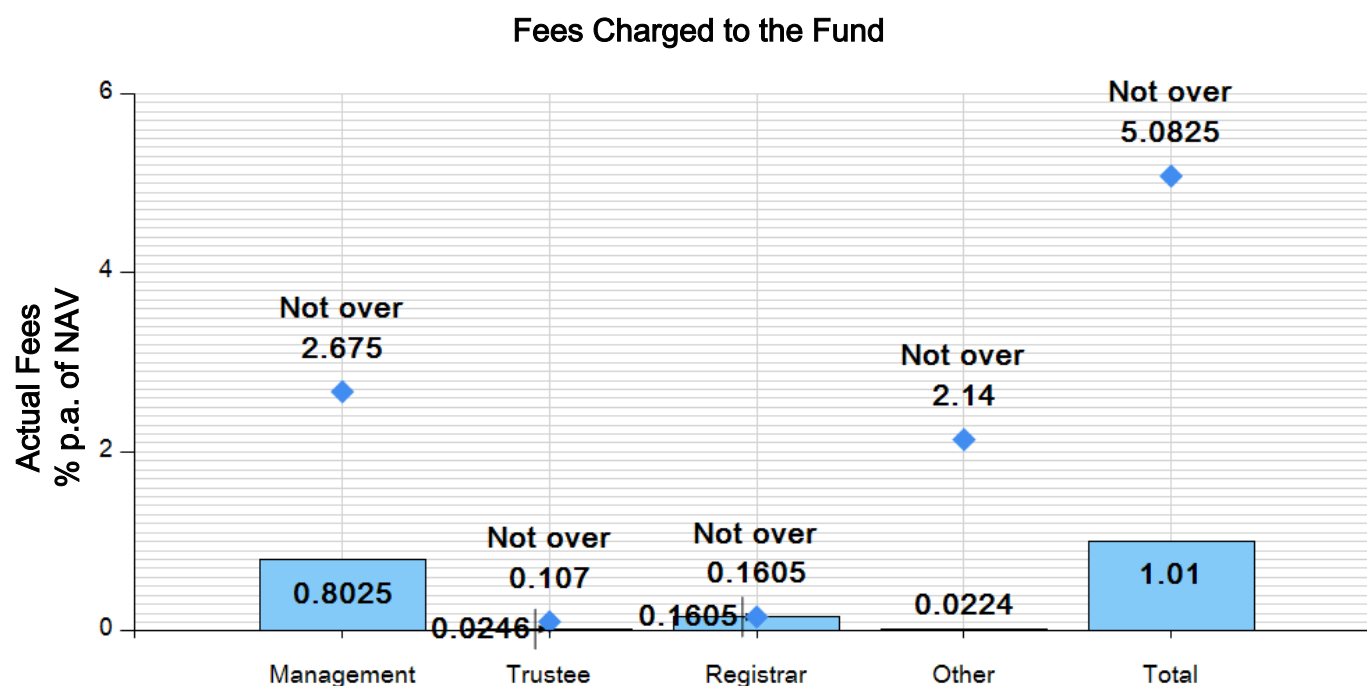
Name	Security Code	% of NAV
Intouch Holdings Plc.	INTUCH	1.57
PTT Plc.	PTT	1.34
CPN Retail Growth Leasehold REIT	CPNREIT	1.16
Kasikorn Bank Plc.	KBANK	1.14
Bangkok Bank Plc.	BBL	1.05



## Fees

**\*Fees affect the return on investment, investors should consider such fees before making an investment decision.\***

### Fees Charged to the Fund (% p.a. of NAV)



\*Historical fee charged can be found at [www.krungsriasset.com](http://www.krungsriasset.com)

### Fees Charged to Unitholders (% of trading value)

Details	Maximum Charge	Actual Charge
Front-end fee	Not exceeding 1.50	Waived
Back-end fee	Not exceeding 1.50	Waived
Switching-in fee	Not exceeding 1.50	Waived
Switching-out fee	Not exceeding 1.50	Waived
Early Redemption and Switching-out fee	None	None
Unit transfer fee	None	None
Brokerage fee	None	None

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



## Fund performance

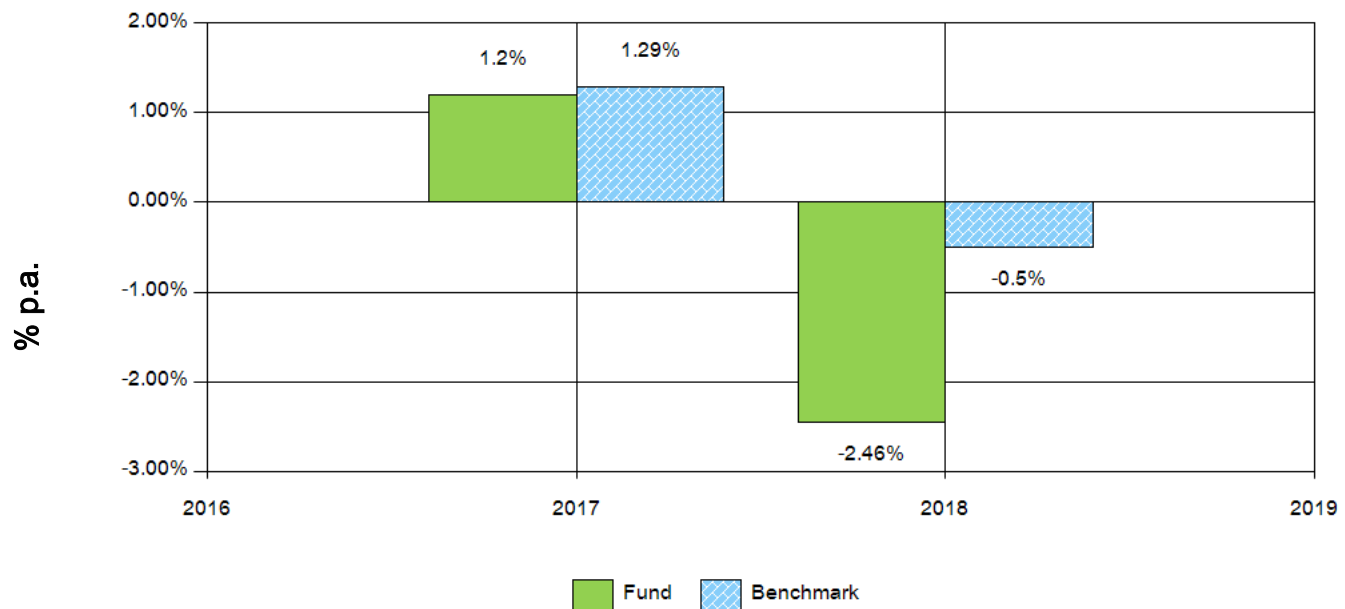
**\*Past performance is not a guarantee of future performance\***

### 1. Benchmark

Benchmark is weighted average as follows;

- (1) 40% 2-years Zero Rate Return (ZRR) Index
- (2) 40% An average 1-year fixed deposit rate for individuals of BBL, KBANK and SCB
- (3) 20% SET Total Return Index (SET TRI)

### 2. Calendar year performance



\* For the year when the fund inceptioned, the calendar year performance is the cumulative return from an inception date to year end.

### 3. Maximum drawdown of the investment in the last five years :-3.27 %

(\*Or since launch for the fund launched within that period)

### 4. Standard deviation of the fund performance : 2.05 % p.a.

(SD is calculated from the last 5 years or since launch for the fund launched within that period)

### 5. Tracking error : N/A

### 6. Fund category based on peer group fund performance : Conservative Allocation



## 7.Fund performance (%)

Performance	YTD	3 Months		6 Months		1 Year		3 Years		5 Years		10 Years		Since Inception
		%	Percentile	%	Percentile	%	Percentile	%	Percentile	%	Percentile	%	Percentile	
KFHAPPYRMF	4.27	2.12	75th	3.03	50th	3.00	25th	N/A	N/A	N/A	N/A	N/A	N/A	1.55
Benchmark	2.91	1.24	95th	1.37	95th	1.63	75th	N/A	N/A	N/A	N/A	N/A	N/A	1.60
Standard Deviation of Fund	1.93	2.50	75th	2.06	50th	2.13	50th	N/A	N/A	N/A	N/A	N/A	N/A	2.05
Standard Deviation of Benchmark	1.49	1.75	25th	1.52	25th	1.76	25th	N/A	N/A	N/A	N/A	N/A	N/A	1.75

• All periods longer than one year are annualized.

Peer group fund performance : Conservative Allocation as of 30 August, 2019

Peer Percentile	Return (%)					
	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years
5th Percentile	2.76	3.89	3.41	3.28	3.40	4.61
25th Percentile	2.46	3.07	★ 2.99	2.31	2.63	4.55
50th Percentile	2.18	★ 2.72	2.13	2.14	1.80	3.47
75th Percentile	★ 1.35	1.74	1.13	1.20	1.40	2.93
95th Percentile	0.82	1.01	0.51	0.46	1.12	1.56

Peer Percentile	Standard Deviation (%)					
	3 Months	6 Months	1 Year	3 Years	5 Years	10 Years
5th Percentile	1.41	1.26	1.48	0.96	0.88	0.75
25th Percentile	2.04	1.64	1.88	1.79	1.83	2.38
50th Percentile	2.31	★ 2.06	★ 2.26	2.39	2.26	2.52
75th Percentile	★ 2.70	2.40	2.81	2.64	2.39	3.47
95th Percentile	3.03	2.64	3.02	2.91	2.92	4.11



## Fund information

<b>Dividend policy :</b>	No dividend		
<b>Trustee :</b>	The Siam Commercial Bank Public Co.,Ltd.		
<b>Launch Date :</b>	12 October, 2017		
<b>Fund duration :</b>	Indefinite		
<b>Subscription :</b>	Subscription Date	Every bank working day within 15:30 hrs.	
	Minimum Initial Subscription	2,000 Baht not exceeding 500,000 Baht	
	Minimum Subsequent Subscription	2,000 Baht not exceeding 500,000 Baht	
<b>Redemption :</b>	Redemption Date	Every bank working day within 15:30 hrs.	
	Minimum Redemption	None	
	Minimum Holding Balance	None	
	Settlement Period	3 working days after the execution (T+3)	
	Investors can view daily NAV at <a href="http://www.krungsriasset.com">www.krungsriasset.com</a>		
<b>Fund Manager :</b>	Name	Responsibility	Effective date
	Mr.Sira Klongvicha	Fixed Income Fund Manager	12 October, 2017
	Mr.Wiput Uaanant	Equity Fund Manager	12 October, 2017
<b>Portfolio Turnover Ratio</b>	Past 12 months* turnover ratio is 121.95% (*or since launch for the fund launched within that period)		
<b>Subscription or Redemption Supporting Agents :</b>	Bank of Ayudhya PLC.(All branches) Tel.1572 Krungsri Asset Management or the appointed selling agents		
<b>Enquiry for Prospectus/ Complaints :</b>	Krungsri Asset Management Company Limited 1st-2nd Zone A, 12th, 18th Zone B Floor Ploenchit Tower 898 Ploenchit Road, Lumpini, Pathumwan, Bangkok 10330 Tel. 0 2657 5757 Fax. 02 657 5777 website : <a href="http://www.krungsriasset.com">www.krungsriasset.com</a> Email : <a href="mailto:krungsriasset.clientservice@krungsri.com">krungsriasset.clientservice@krungsri.com</a>		
<b>Potential conflict of interest</b>	Company shall refrain from any transactions pertaining conflict of interests and related party. Find more information at <a href="http://www.krungsriasset.com/th/Investment/RelatedPartyTransactions.html">www.krungsriasset.com/th/Investment/RelatedPartyTransactions.html</a>		
<b>Other Information</b>	Fund assets	723 Million Baht	
	Net Asset Value	10.2928 Baht/Unit	

**Disclaimer**

- Investment in Mutual Fund is not a form of saving and not protected by Deposit Protection Agency. Therefore, investment in Mutual Fund involves risk including possible loss of the principal amount invested.
- The fund is approved by The office of the SEC.
- The draft prospectus for KFHAPPYRMF does not indicate that The office of the SEC has certified the accuracy of the information contained in the prospectus nor guaranteed the price or return on investment for such fund. The Management Company has reviewed the information in this summary prospectus as at 30 August, 2019 with professional care as the party responsible for the management of the fund and certifies that the above information is correct, true and not misleading.
  
- Ratings : © Morningstar., Inc. All rights reserved. The information contained herein 1) is proprietary to Morningstar, 2) is not warranted to be accurate, complete or timely. Morningstar is not responsible for any damages or losses arising from any use of this information.

**Disclaimer of Peer Group Fund Performance**

1. Past performance does not guarantee future results.
2. More details information about fund performance can be obtained via AIMC website [www.aimc.or.th](http://www.aimc.or.th)
3. Peer group comparison can be obtained at point of sale. It is used to measure the performance of mutual funds under the same category by percentiles which divide the set of data into 100 equal parts and rank from lowest to highest.
  - 5th Percentile (Top 5% performance)
  - 25th Percentile (Top 25% performance)
  - 50th Percentile (Median performance)
  - 75th Percentile (Bottom 25% performance)
  - 95th Percentile (Bottom 5% performance)
4. Fund returns are annualized for periods longer than one year.

## Detailed Explanation of Disclosures in the Prospectus

The information disclosed below is a summary of risk dimensions.

Topic	Disclosure																								
1	<p><b>Market Risk</b></p> <p>Market risk is the risk relating to fluctuation in value of securities, the loss of which is due to the factors that affect an entire market or asset class. Market risk has different effect on different type of funds as follows:</p> <table border="1" data-bbox="416 405 1533 544"> <tr> <td colspan="8">Mutual Fund – The market risk is assessed based on the annual standard deviation (SD) of the fund performance.</td> </tr> <tr> <td></td> <td>Low</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>High</td> </tr> <tr> <td>SD</td> <td></td> <td>&lt; 5%</td> <td>5-10%</td> <td>10-15%</td> <td>15-25%</td> <td>&gt; 25%</td> <td></td> </tr> </table> <p><b>Mutual Fund</b> is generally exposed to the market risk when the value of the securities in which the fund deviates (increase or decrease) as a result of external factors such as economic conditions, investment climate, political factors in the issuer’s country or other country. The market risk is expressed in terms of standard deviation (SD) – the higher the SD, the higher the market risk (due to changes in securities prices).</p>	Mutual Fund – The market risk is assessed based on the annual standard deviation (SD) of the fund performance.									Low						High	SD		< 5%	5-10%	10-15%	15-25%	> 25%	
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2	<p><b>Currency Risk</b></p> <table border="1" data-bbox="416 779 1533 1014"> <tr> <td colspan="8">Currency risk is assessed based on the exchange rate hedging policy of the fund.</td> </tr> <tr> <td></td> <td>Low</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td>High</td> </tr> <tr> <td>Fx hedging</td> <td></td> <td>Fully / Almost fully hedged</td> <td>Partially</td> <td>At discretion</td> <td>No hedging</td> <td></td> <td></td> </tr> </table> <p><b>Currency Risk</b> 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.</p> <ul style="list-style-type: none"> <li>• <b>Fully / Almost fully hedged:</b> Investors have no exposure to currency risk.</li> <li>• <b>Partially-hedged with fixed ratio:</b> Investors may be exposed to certain level of currency risk.</li> <li>• <b>Hedging at discretion of the fund manager:</b> Investors may be exposed to currency risk because it is the discretion of the fund manager whether to use a currency hedging technique.</li> <li>• <b>No hedging:</b> Investors are exposed to currency risk.</li> </ul>	Currency risk is assessed based on the exchange rate hedging policy of the fund.									Low						High	Fx hedging		Fully / Almost fully hedged	Partially	At discretion	No hedging		
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3	<p><b>High Issuer Concentration Risk</b></p> <p>This risk comes from investing more than 10% of the fund’s NAV in one issuer, party, or other person who has obligations under the instruments or the contracts.</p> <p>Concentration risk does not include investment in the following assets:</p> <p>Thai government bonds;</p> <p>Investment-grade foreign government bonds; and</p> <p>Investment-grade deposits or cash-equivalent instruments of a depository or an issuer.</p>																								

	Topic	Disclosure
4	<b>Maximum Drawdown</b>	<p>Maximum drawdown means an accumulated loss as a result of the investment in the past five years from the reporting date (or since inception if the fund has been established for less than five years). It is calculated as follows:</p> $\text{Drawdown}_{(t)} = \frac{\text{Unit value}_{(t)} - \text{Highest unit value}^*}{\text{Highest unit value}^*}$ $\text{Maximum Drawdown} = \min (\text{Drawdown}(t))$ <p>Remark: * Highest unit value means the highest value of unit in the preceding period up to the calculation date (t).</p>
5	<b>Standard Deviation</b>	<p>Standard Deviation (SD) of Fund measures the volatility the fund's returns, using the calculation as prescribed by Association of Investment Management Companies re: Standard for Measurement and Presentation of Performance of the Mutual Funds. SD expresses the historical performance in annual percentage for the five years preceding the reporting date.</p>
6	<b>Tracking Error</b>	<p>Tracking Error (TE) is the difference between a mutual fund portfolio's returns and the benchmark index it was designed to copy. This indicates how well the mutual fund is performing against the benchmark index and shows how much the mutual fund deviates from the benchmark index. For example, if the mutual has a low TE, this means the fund has slightly deviated from the benchmark index and therefore the fund is efficient in copying the benchmark index. On the other hand, if the mutual has a high TE, this means the fund has substantially deviated from the benchmark index and therefore it is unlikely that the fund will achieve return at similar rate to the benchmark index.</p> <p>TE is used for tracking error of passive funds/ index tracking such as index fund or ETF.</p>
7	<b>Portfolio Turnover Ratio</b>	<p>Portfolio Turnover Ratio (PTR) is the percentage of a mutual fund or other investment's holdings that have been replaced in a given year which can better reflect the investment strategies employed by the fund manager. It is calculated by taking either the total amount of new securities purchased or the amount of securities sold - whichever is less - over the past 12-month period, divided by the total net asset value (NAV) of the fund of the same period.</p> $\text{PTR} = \frac{\text{Min (Subscription, Redemption)}}{\text{Average NAV}}$