



United Global Durable Equity Fund

Quarterly Report
31 October 2018

UNITED GLOBAL DURABLE EQUITY FUND

GENERAL INFORMATION ABOUT THE FUND

Commencement Date

United Global Durable Equity Fund (the "Fund") was launched on 15 July 2015 and the initial offer period was 21 days, up to 4 August 2015. The Fund commenced investment on 5 August 2015.

Fund Category and Type

Fund Category - Wholesale (Feeder Fund)

Fund Type - Income and Growth

Name of Target Fund

Target Fund - United Global Durable Equities Fund (the "Target Fund")

Investment Objective, Policy and Strategy of the Fund

Investment Objective of the Fund

The Fund seeks to provide income and capital appreciation by investing in the United Global Durable Equities Fund ("Target Fund") which invests in equity and equity-related securities of companies listed and traded on stock exchanges globally.

Investment Policy and Strategy

The Fund seeks to achieve its investment objective by investing a minimum of 90% of the Fund's net asset value ("NAV") in the Target Fund at all times. Accordingly, this Fund will have a passive strategy as all the investment decisions will be made at the Target Fund level.

Asset Allocation

- A minimum of 90% of the Fund's NAV in the Target Fund; and
- Up to 10% of the Fund's NAV in liquid assets.

Performance Benchmark

Morgan Stanley Capital Investment All Country World Index ("MSCI AC World Index"), which is also the performance benchmark of the Target Fund.

Classes of Units

(1) MYR Class; (2) MYR hedged Class; (3) USD Class; (4) AUD hedged Class*; (5) GBP hedged Class* and (6) SGD hedged Class*

*Note: * New classes launched on 2 October 2017.*

Distribution Policy

Subject to the availability of income, distribution will be made at least twice a year. Distribution of income will only be made from realized gains or realized income.

**MANAGER'S REPORT – UNITED GLOBAL DURABLE EQUITY FUND
 QUARTERLY REPORT
 [1 AUGUST 2018 TO 31 OCTOBER 2018]**

United Global Durable Equity Fund - MYR hedged Class

Fund Performance Review

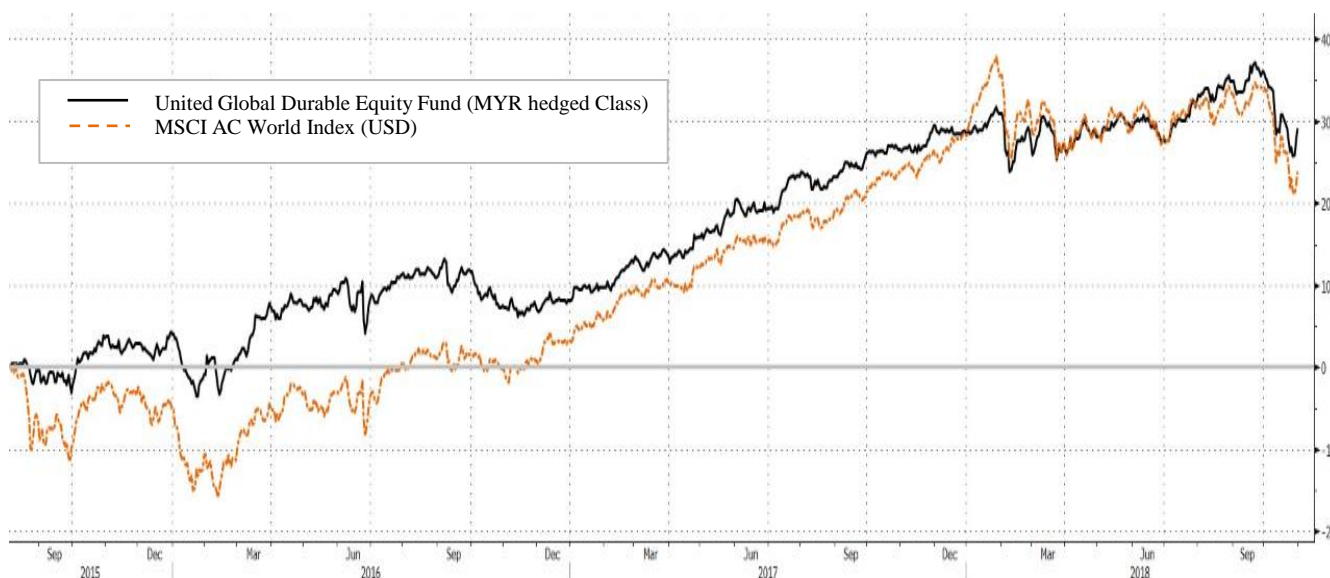
For the period under review, the United Global Durable Equity Fund (MYR hedged Class) registered a negative return of 2.60%, outperforming the benchmark return of -6.78%.

The Fund is 98.97% invested in the Target Fund as at end of October 2018.

Fund Performance Data (as at 31 October 2018)

	1 m	3 m	6 m	12 m	YTD	Since commencement (5 August 2015)
United Global Durable Equity Fund (MYR hedged Class)	-5.22%	-2.60%	0.62%	1.88%	0.33%	29.04%
Benchmark: MSCI AC World Index (USD)	-7.57%	-6.78%	-4.93%	-2.43%	-5.55%	14.04%

Source: UOBAM(M), Bloomberg as at 31 October 2018



Source: UOBAM(M), Bloomberg as at 31 October 2018

Note: The performance of the Fund is benchmarked against the MSCI AC World Index.

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

United Global Durable Equity Fund - MYR hedged Class	As at 31 October 2018
Net Asset Value (RM million)	60.03
Units In Circulation (million)	93.04
Net Asset Value Per Unit (RM)	0.6452
Highest Net Asset Value Per Unit (RM)	0.6858
Lowest Net Asset Value Per Unit (RM)	0.4826

United Global Durable Equity Fund - USD Class

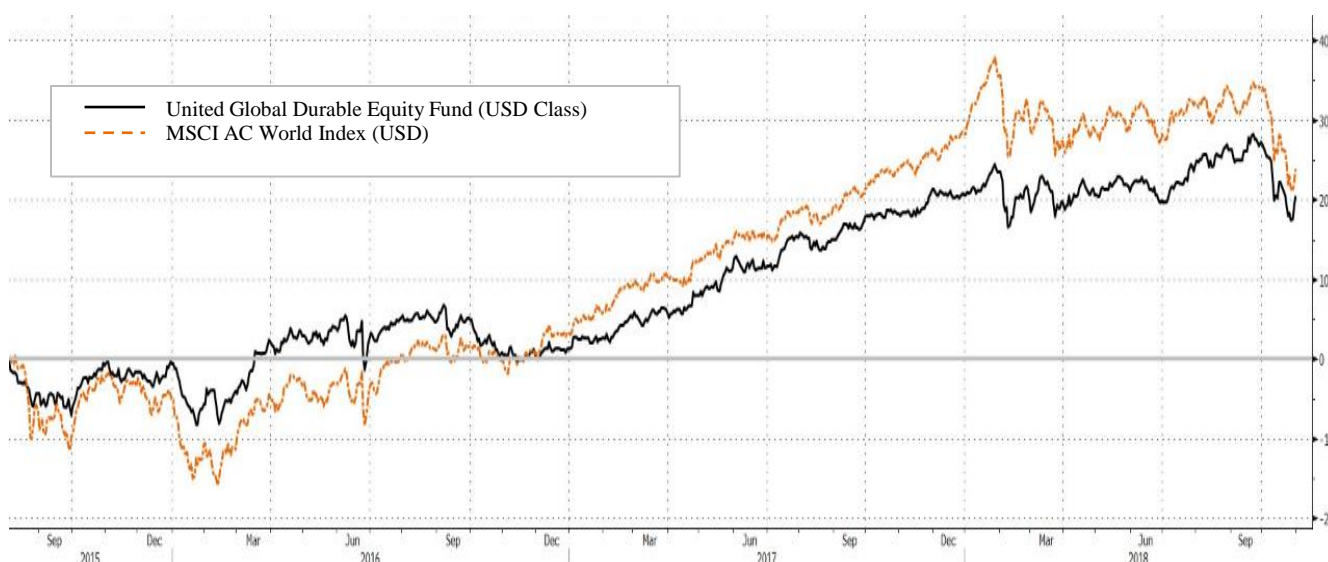
Fund Performance Review

For the period under review, the United Global Durable Equity Fund (USD Class) registered a negative return of 3.01%, outperforming the benchmark return of -6.78%.

Fund Performance Data (as at 31 October 2018)

	1 m	3 m	6 m	12 m	YTD	Since commencement (5 August 2015)
United Global Durable Equity Fund (USD Class)	-5.28%	-3.01%	-0.08%	1.86%	-0.13%	20.52%
Benchmark: MSCI AC World Index (USD)	-7.57%	-6.78%	-4.93%	-2.43%	-5.55%	14.04%

Source: UOBAM(M), Bloomberg as at 31 October 2018



Source: UOBAM(M), Bloomberg as at 31 October 2018

Note: The performance of the Fund is benchmarked against the MSCI AC World Index.

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

United Global Durable Equity Fund - USD Class	As at 31 October 2018
Net Asset Value (USD million)	2.55
Units In Circulation (million)	4.24
Net Asset Value Per Unit (USD)	0.6026
Highest Net Asset Value Per Unit (USD)	0.6412
Lowest Net Asset Value Per Unit (USD)	0.4592

United Global Durable Equity Fund - AUD hedged Class

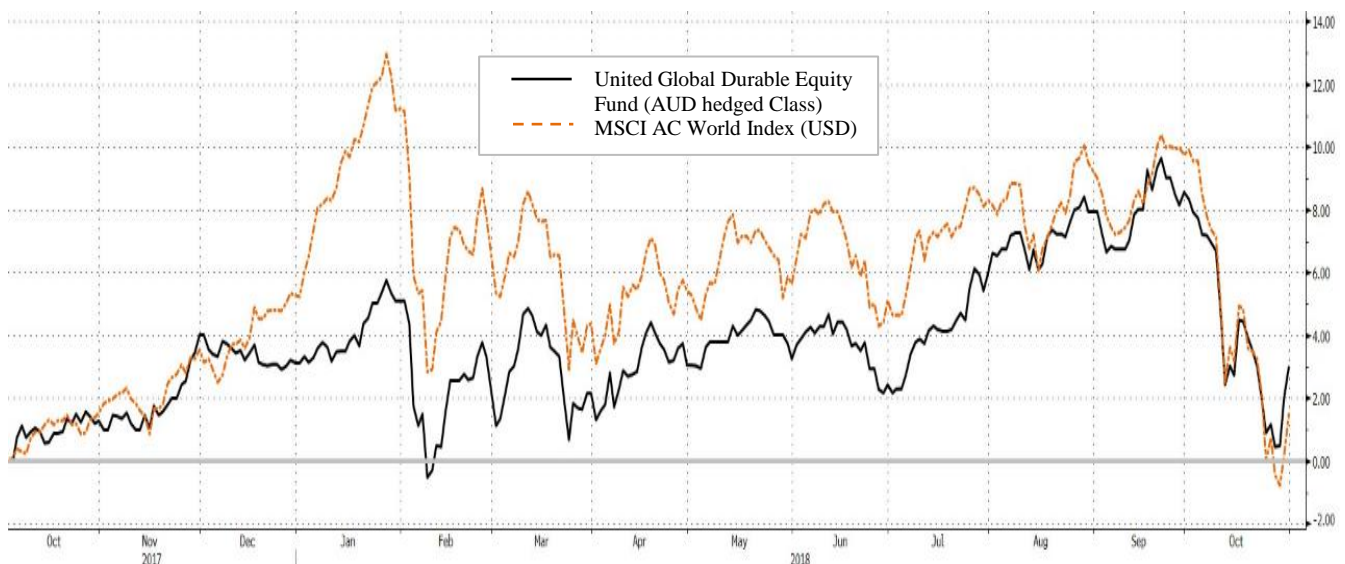
Fund Performance Review

For the period under review, the United Global Durable Equity Fund (AUD hedged Class) registered a negative return of 2.79%, outperforming the benchmark return of -6.78%.

Fund Performance Data (as at 31 October 2018)

	1 m	3 m	6 m	12 m	YTD	Since commencement (3 October 2017)
United Global Durable Equity Fund (AUD hedged Class)	-5.07%	-2.79%	-0.04%	1.74%	-0.08%	3.04%
Benchmark: MSCI AC World Index (USD)	-7.57%	-6.78%	-4.93%	-2.43%	-5.55%	-0.67%

Source: UOBAM(M), Bloomberg as at 31 October 2018



Source: UOBAM(M), Bloomberg as at 31 October 2018

Note: The performance of the Fund is benchmarked against the MSCI AC World Index.

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

United Global Durable Equity Fund - AUD hedged Class	As at 31 October 2018
Net Asset Value (AUD million)	9.45
Units In Circulation (million)	18.34
Net Asset Value Per Unit (AUD)	0.5152
Highest Net Asset Value Per Unit (AUD)	0.5482
Lowest Net Asset Value Per Unit (AUD)	0.4973

United Global Durable Equity Fund - SGD hedged Class

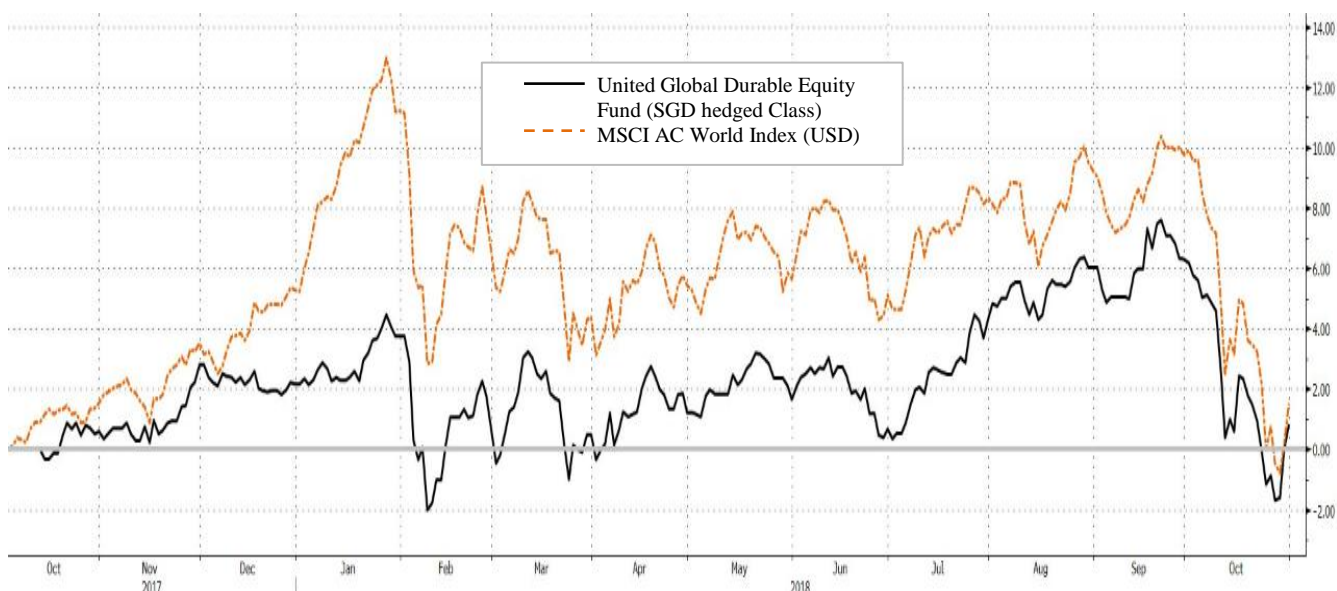
Fund Performance Review

For the period under review, the United Global Durable Equity Fund (SGD hedged Class) registered a negative return of 3.35%, outperforming the benchmark return of -6.78%.

Fund Performance Data (as at 31 October 2018)

	1 m	3 m	6 m	12 m	YTD	Since commencement (3 October 2017)
United Global Durable Equity Fund (SGD hedged Class)	-5.14%	-3.35%	-0.40%	0.24%	-1.31%	0.84%
Benchmark: MSCI AC World Index (USD)	-7.57%	-6.78%	-4.93%	-2.43%	-5.55%	-0.67%

Source: UOBAM(M), Bloomberg as at 31 October 2018



Source: UOBAM(M), Bloomberg as at 31 October 2018

Note: The performance of the Fund is benchmarked against the MSCI AC World Index.

Past performance is not necessarily indicative of future performance and unit prices and investment returns may go down, as well as up.

United Global Durable Equity Fund - SGD hedged Class	As at 31 October 2018
Net Asset Value (SGD million)	1.45
Units In Circulation (million)	2.88
Net Asset Value Per Unit (SGD)	0.5042
Highest Net Asset Value Per Unit (SGD)	0.5379
Lowest Net Asset Value Per Unit (SGD)	0.4899

United Global Durable Equities Fund (Target Fund)

Target Fund Performance Review

Since inception to 31 October 2018, the Target Fund has returned 8.92% (annualized in United States Dollar ("USD") terms), outperforming the benchmark MSCI AC World Index by 2.22%. For the period 1 August 2018 to 31 October 2018, the Target Fund has returned -2.40% (USD terms), outperforming the benchmark MSCI AC World Index by 3.86%. The top contributors to performance were Clean Harbors, Sony Financial, Ball, American Tower, and HCA Healthcare. The portfolio's positions in Packaging Corporation of America, Fairfax Financial, Vinci, Enstar Group, and Brenntag detracted.

The Target Fund believes the primary determinants of portfolio performance over the long-term will continue to be company specific:

- 1) stability of cash flows across the business cycle;
- 2) prudent capital allocation decisions by management; and
- 3) moderate valuations that imply achievable expectations for organic cash flow growth.

Absolute and relative portfolio performance may be negatively impacted by:

- 1) cash flows exhibiting less stability than the Target Fund expect; or
- 2) capital allocation decisions that destroy rather than create shareholder value.

Their fundamental research is focused on these areas and the Target Fund aim to avoid such outcomes. In addition to these company specific factors impacting absolute returns, the Target Fund would expect relative returns versus a broad market index to be challenged during periods of significant acceleration in global economic growth and/or a sharp rebound in commodity prices.

Determining whether management will allocate capital effectively is a critical part of their investment process. Decisions to invest in growth (organic or acquisitions) or return capital to shareholders (dividends or share repurchase) are likely to be a significant driver of the value creation of the businesses held in this portfolio over time.

Source: UOB Asset Management Ltd

Target Fund Performance Data (as at 31 October 2018)

	1 m	3 m	6 m	12 m	YTD	Since 6 August 2015 (annualized)
United Global Durable Equities Fund (USD Dist)	-5.49%	-2.93%	0.20%	2.18%	0.17%	7.65%
Benchmark: MSCI AC World Index (USD)	-7.49%	-6.36%	-3.94%	-0.52%	-3.96%	6.36%

Source: UOB Asset Management Ltd, Fund Factsheet as at 31 October 2018

Investment Policy and Strategy employed by the Target Fund

Their purchase criteria consists of:

- 1) potential for stable cash flows that are likely to demonstrate resiliency across the business cycle;
- 2) value creation primarily through the sensible use of free cash flow; and
- 3) moderate valuation that may allow for attractive risk-adjusted returns over time.

The External Investment Manager (i.e. UOB Asset Management Ltd) purchased shares in the below new business during the period.

The External Investment Manager initiated a position in United States of America ("U.S.")-based BWX Technologies, a US\$6 billion market cap company. BWX spun out from Babcock & Wilcox, a government contractor, in 2015. It is the sole supplier of all aspects of the nuclear propulsion system for the U.S. Navy. The barriers to entry in BWX's business are as high as any the External Investment Manager have observed over time and result from technical competence, regulatory approval and extraordinary cost of failure. The Navy has a program in place to retool its aging submarine fleet over the next 3 decades which provides BWX unusually long visibility into its own future growth. The External Investment Manager expects BWX will generate attractive returns on capital and significant free cash flow over the course of this growth period. While CEO Rex Geveden is fairly new in his role (2017), he had a successful track record running two large units at Teledyne – a company the External Investment Manager holds in high regard both for its operational excellence and its capital allocation skill. The External Investment Manager purchased BWX at a 5.5% future free cash flow yield and a 10.5% expected annualized return based on their estimates.

The External Investment Manager initiated a position in United Kingdom ("U.K.") based B&M European Value Retail. B&M operates 580 stores across the U.K. (not in London) in a value retail format somewhat similar to the dollar stores in the U.S. B&M's prices are, on average, 15-20% cheaper than competitors (including Amazon) and the average customer ticket is just Great Britain Pound ("GBP") £14. B&M has a long runway for store growth – management sees the potential to nearly double its store base over the next 10-years – and an attractive economic model (15% return on invested capital). CEO Simon Arora and his brother Bobby purchased the company in 2004 from a private equity firm and the family continues to own 15% of the business today. The External Investment Manager purchased B&M at a 7% future free cash flow yield and an 11.5% expected annualized return based on their estimates.

Investment Policy and Strategy employed by the Target Fund (continued)

AIA is the largest life insurance company in Asia. This business has been on their watch list for their dominant franchise throughout Asia which they have built over the last 60 years. Their agency workforce is their key competitive edge, which are full-time, educated and knowledgeable about the industry. Penetration for life insurance is relatively low, and given demographics in the region, the External Investment Manager believes there is a long runway for growth. The External Investment Manager initiated a position in AIA at a 7.8% FCF yield with an 11.8% intrinsic return.

Novartis is a Switzerland-based pharmaceutical company. The stock has been roughly flat for 5 years now, so the business has grown into its valuation over that time. Unlike other pharmaceutical companies, the External Investment Manager has significant transparency into their growth given that many of their key drugs are already through trials. Their health care team recently met with their new CEO, and was immensely impressed with his vision of the company, and his history of capital allocation. Novartis' margins are 7% below their pharmaceutical company peers, so there is room to improve profitability. The External Investment Manager initiated a position in Novartis at a 6.8% FCF yield with an 11.0% intrinsic return.

The External Investment Manager sells stocks if :

- 1) cash flows are less stable than we predicted;
- 2) stock valuation rises such that risk-adjusted returns no longer fall within our target range; and
- 3) some combination of lower stability and higher valuation. The External Investment Manager eliminated the below securities from your portfolio in the quarter.

Accenture is a global consulting company. The External Investment Manager has held Accenture since the beginning of 2013 in Durable Companies and since inception in Durable Enterprises, and the stock has been terrific. Over the last 5 years, Earning per share ("EPS") has compounded at 10% annualized, while the stock has compounded at 22% annualized. As a result, Accenture was among the least attractive stocks in the portfolio from a valuation perspective which led them to trim the position throughout the third quarter, and ultimately eliminated the position in October.

McKesson is a U.S.-based drug distributor. The stock has been on the potential sell list for several months now. Competition of capital and the long term value creation path for the business going forward looks much more challenging. As such, the External Investment Manager eliminated the position in October.

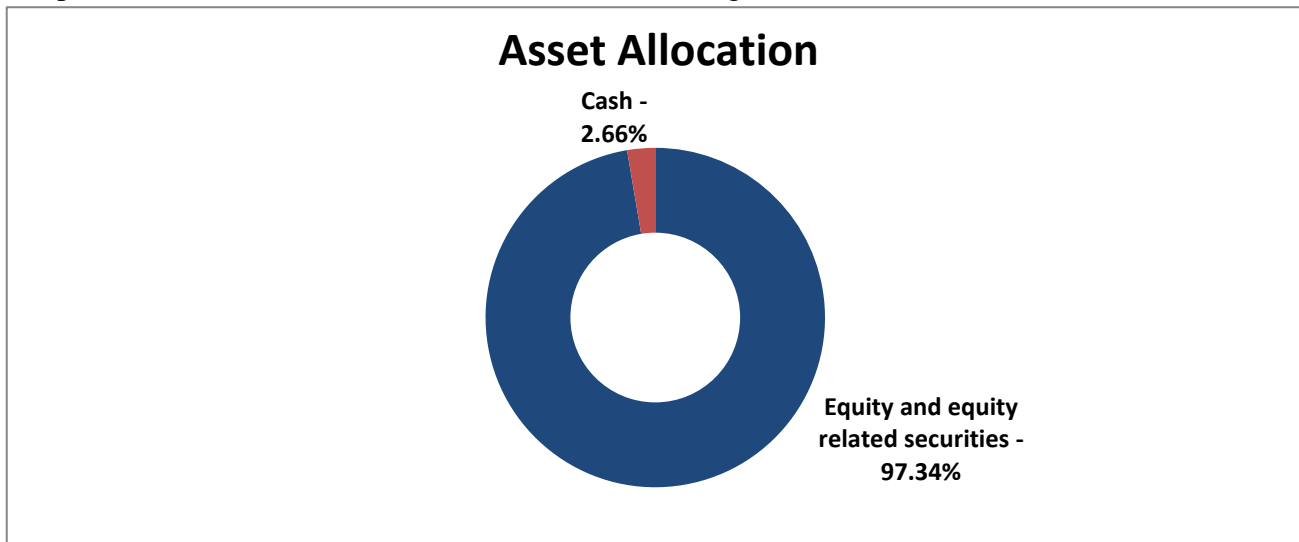
Source: UOB Asset Management Ltd

PORTFOLIO STRUCTURE

The table below is the asset allocation of the Fund for the financial period under review.

	As at 31 October 2018 %
Foreign collective investment scheme	98.97
Cash and others	1.03
Total	100.00

The pie chart below shows the asset allocation of the Target Fund as at 31 October 2018.



Source: UOB Asset Management Ltd

OTHER MATTER

- (a) As at 31 October 2018, there was no subscription of units in MYR Class and GBP hedged Class. As such, for the period under review, there was no return for MYR Class and GBP hedged Class.

Market Review

Global equities (+4.8%) rose in August and September, extending their year-to-date gain to 6.0% as of September. Global markets stabilized in the wake of robust U.S. economic data, while political uncertainty and trade concerns weighed on some regions. U.S.-China trade relations remained volatile: U.S. tariffs on approximately US\$200 billion of Chinese imports took effect in September, and China promptly retaliated with tariffs on about US\$60 billion of U.S. exports. Emerging markets volatility spiked after Turkey's financial crisis rattled global markets, but receded at the end of September. Oil approached a four-years high amidst global supply uncertainties and strong global growth. Oil inventories declined after the Organization of Petroleum Exporting Countries ("OPEC") refrained from increasing output and as the first round of U.S. sanctions on Iran went into effect. On the monetary front, the U.S. Federal Reserve ("Fed"), the Bank of England, and the Bank of Canada raised interest rates. The European Central Bank ("ECB") remained dovish, leaving rates unchanged and reiterating its pledge to keep them low at least until the summer of 2019.

Market Review (continued)

In October, global equities (-6.9%) declined sharply, posting their worst monthly performance since May 2010, ending October down 1.3% year to date. Widespread volatility engulfed global financial markets, as disappointing economic data in the eurozone, heightened political uncertainties in Europe, softer third-quarter corporate earnings guidance from a number of U.S. companies, and concerns about the macroeconomic implications from the U.S.-China trade tensions contributed to market turmoil. In China, Gross Domestic Product ("GDP") was weaker than expected and the impact of U.S. tariffs weakened business confidence. On the monetary front, the minutes of the Federal Open Market Committee ("FOMC") meeting featured hawkish comments by U.S. Fed Chair Jerome Powell, who stated that rates "may go past neutral." The People's Bank of China ("PBOC") reduced the reserve requirement ratio by 100 basis points ("bps") in an effort to spur growth. The Bank of Canada hiked rates by 25 bps, to 1.75%.

Source: UOB Asset Management Ltd

UNITED GLOBAL DURABLE EQUITY FUND

STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 31 OCTOBER 2018

	Note	31.10.2018 RM	31.01.2018 RM
ASSETS			
Investments	1	101,965,858	98,531,796
Forward foreign currency contracts	2	-	3,441,757
Amount due from Manager		17,706	644,536
Cash at banks		1,860,523	4,425,878
TOTAL ASSETS		<u>103,844,087</u>	<u>107,043,967</u>
LIABILITIES			
Forward foreign currency contracts	2	716,186	-
Amount due to Trustee		5,351	5,238
Accruals		19,416	24,765
TOTAL LIABILITIES		<u>740,953</u>	<u>30,003</u>
UNITHOLDERS' EQUITY			
Unitholders' capital		78,129,639	80,149,911
Retained earnings		24,973,495	26,864,053
TOTAL EQUITY, REPRESENTING NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS		<u>103,103,134</u>	<u>107,013,964</u>
TOTAL EQUITY AND LIABILITIES		<u>103,844,087</u>	<u>107,043,967</u>
NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS			
- AUD HEDGED CLASS		28,016,930	18,112,579
- MYR HEDGED CLASS		60,026,896	64,517,143
- SGD HEDGED CLASS		4,382,927	5,624,462
- USD CLASS		10,676,381	18,759,780
		<u>103,103,134</u>	<u>107,013,964</u>
UNITS IN CIRCULATION			
- AUD HEDGED CLASS		18,342,637	10,932,952
- MYR HEDGED CLASS		93,041,959	98,540,623
- SGD HEDGED CLASS		2,878,120	3,645,770
- USD CLASS		4,235,224	7,792,203

UNITED GLOBAL DURABLE EQUITY FUND

STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 31 OCTOBER 2018

	31.10.2018	31.01.2018
NET ASSET VALUE PER UNIT IN MYR		
- AUD HEDGED CLASS	1.5274	1.6567
- MYR HEDGED CLASS	0.6452	0.6547
- SGD HEDGED CLASS	1.5228	1.5427
- USD CLASS	2.5209	2.4075
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- AUD HEDGED CLASS (AUD)	0.5152	0.5256
- MYR HEDGED CLASS (MYR)	0.6452	0.6547
- SGD HEDGED CLASS (SGD)	0.5042	0.5188
- USD CLASS (USD)	0.6026	0.6174

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

**STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER OF 1 AUGUST 2018 TO 31 OCTOBER 2018**

	01.08.2018 to 31.10.2018 RM	01.08.2017 to 31.10.2017 RM
INVESTMENT (LOSS)/INCOME		
Interest income from deposits with a licensed financial institution	10,229	8,859
Income distribution from financial assets at fair value through profit or loss ("FVTPL")	1,492,288	-
Net (loss)/gain from investments:		
- Net realised gain on sale of investments at FVTPL	2,571,228	801,855
- Net unrealised (loss)/gain on changes in fair value	(3,886,080)	371,644
Net realised (loss)/gain on forward foreign currency contracts	(2,460,060)	472,068
Net realised (loss)/gain on foreign currency exchange	(114,506)	45,968
Net unrealised (loss)/gain on forward foreign currency contracts	(527,463)	211,436
Net unrealised (loss)/gain on foreign currency exchange	(6,153)	2,309
	<u>(2,920,517)</u>	<u>1,914,139</u>
EXPENSES		
Manager's fee	(24,638)	(29,470)
Trustee's fee	(16,608)	(12,247)
Auditors' remuneration	(2,344)	(1,764)
Tax agent's fee	(1,059)	(1,059)
Other expenses	(10,015)	(28,812)
	<u>(54,664)</u>	<u>(73,352)</u>
NET (LOSS)/INCOME BEFORE TAXATION	(2,975,181)	1,840,787
Tax expense	-	-
NET (LOSS)/INCOME AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD	(2,975,181)	1,840,787
Net (loss)/income after taxation is made up of the following:		
Realised amount	1,444,515	1,255,398
Unrealised amount	(4,419,696)	585,389
	<u>(2,975,181)</u>	<u>1,840,787</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

STATEMENT OF CHANGES IN NET ASSET VALUE (UNAUDITED) FOR THE QUARTER OF 1 AUGUST 2018 TO 31 OCTOBER 2018

	Unitholders' capital RM	Retained earnings RM	Total net asset value RM
Balance as at 1 August 2017	61,917,745	23,323,964	85,241,709
Movement in net asset value:			
Total comprehensive income for the financial period	-	1,840,787	1,840,787
Creation of units			
- AUD HEDGED CLASS	5,789,546	-	5,789,546
- MYR HEDGED CLASS	10,085,949	-	10,085,949
- SGD HEDGED CLASS	479,869	-	479,869
- USD CLASS	2,167,200	-	2,167,200
	18,522,564	-	18,522,564
Cancellation of units			
- MYR HEDGED CLASS	(13,861,557)	-	(13,861,557)
- USD CLASS	(5,729,253)	-	(5,729,253)
	(19,590,810)	-	(19,590,810)
Balance as at 31 October 2017	60,849,499	25,164,751	86,014,250
Balance as at 1 August 2018	88,814,750	27,948,676	116,763,426
Movement in net asset value:			
Total comprehensive loss for the financial period	-	(2,975,181)	(2,975,181)
Creation of units			
- AUD HEDGED CLASS	7,194,076	-	7,194,076
- MYR HEDGED CLASS	11,313,170	-	11,313,170
- SGD HEDGED CLASS	2,116,849	-	2,116,849
- USD CLASS	623,888	-	623,888
	21,247,983	-	21,247,983
Cancellation of units			
- AUD HEDGED CLASS	(10,119,886)	-	(10,119,886)
- MYR HEDGED CLASS	(15,428,309)	-	(15,428,309)
- SGD HEDGED CLASS	(2,472,163)	-	(2,472,163)
- USD CLASS	(3,912,736)	-	(3,912,736)
	(31,933,094)	-	(31,933,094)
Balance as at 31 October 2018	78,129,639	24,973,495	103,103,134

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE QUARTER OF 1 AUGUST 2018 TO 31 OCTOBER 2018

	01.08.2018	01.08.2017
	to	to
	31.10.2018	31.10.2017
	RM	RM
CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	18,913,774	5,295,476
Purchase of investments	(11,813,172)	(7,366,342)
Cash received from capital reduction	-	1,047,055
Income distribution received from financial assets at FVTPL	1,492,288	-
Interest income received from deposits with a licensed financial institution	10,229	8,859
Manager's fee (paid)/rebate	(25,864)	31,463
Trustee's fee paid	(16,918)	(12,410)
Payment of other fees and expenses	(5,572)	(32,633)
Net realised (loss)/gain on forward foreign currency contracts	(2,460,060)	472,068
Net realised (loss)/gain on foreign currency exchange	(114,506)	45,968
Net cash generated from/(used in) operating and investing activities	<u>5,980,199</u>	<u>(510,496)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from creation of units	24,437,557	19,722,906
Payment for cancellation of units	(32,868,508)	(20,584,887)
Net cash used in financing activities	<u>(8,430,951)</u>	<u>(861,981)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(2,450,752)	(1,372,477)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	4,311,275	4,808,647
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>1,860,523</u>	<u>3,436,170</u>
Cash and cash equivalents comprise the following:		
Cash at banks	<u>1,860,523</u>	<u>3,436,170</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

1. INVESTMENTS

	31.10.2018 RM	31.01.2018 RM
Investments designated as FVTPL:		
- foreign collective investment schemes	101,965,858	98,531,796
	01.08.2018	01.08.2017
	to	to
	31.10.2018	31.10.2017
	RM	RM
Net (loss)/gain on investments at FVTPL comprised:		
- net realised gain on sale of investments at FVTPL	2,571,228	801,855
- net unrealised (loss)/gain on changes in fair value	(3,886,080)	371,644
	<u>(1,314,852)</u>	<u>1,173,499</u>

Investments designated as FVTPL as at 31 October 2018 are as follows:

Name of Counter	Quantity	Cost RM	Fair value RM	Fair value expressed as a percentage of value of the Fund %
COLLECTIVE INVESTMENT SCHEMES - FOREIGN				
United Global Durable Equities Fund - USD Distribution Class ("Target Fund")	22,570,603	92,122,524	101,965,858	98.90
TOTAL COLLECTIVE INVESTMENT SCHEMES		<u>92,122,524</u>	<u>101,965,858</u>	<u>98.90</u>
EXCESS OF FAIR VALUE OVER COST :				
- UNREALISED GAIN ON FAIR VALUE		8,228,604		
- UNREALISED GAIN ON FOREIGN EXCHANGE		<u>1,614,730</u>		
TOTAL INVESTMENTS AT FVTPL		<u>101,965,858</u>		

2. FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of statement of financial position, there are 14 (31.01.2018: 20) forward foreign currency contracts outstanding.

The notional principal amount of the outstanding forward foreign currency contracts amounted to RM71,867,749 (31.01.2018: RM62,031,724).

The forward foreign currency contracts entered into were for hedging against the currency exposure arising from the investments denominated in USD.

As the Fund has not adopted hedge accounting, the changes in fair value of the forward foreign currency contracts are recognised immediately in the profit or loss.

3. MANAGEMENT EXPENSE RATIO ("MER")

	01.08.2018 to 31.10.2018 %	01.08.2017 to 31.10.2017 %
Manager's fee*	0.02	0.04
Trustee's fee	0.02	0.01
Other expenses	0.01	0.04
Total MER	<u>0.05</u>	<u>0.09</u>

* *Manager's fee net of Target Fund's management fee*

The MER of the Fund is the ratio of the sum of fees and expenses incurred by the Fund to the average NAV of the Fund calculated on a daily basis.

4. PORTFOLIO TURNOVER RATIO ("PTR")

	01.08.2018 to 31.10.2018	01.08.2017 to 31.10.2017
PTR (times)	<u>0.14</u>	<u>0.10</u>

The PTR of the Fund is the ratio of average acquisitions and disposals of the Fund for the financial period to the average NAV of the Fund calculated on a daily basis.

5. QUARTERLY REPORT

The quarterly report for the financial period from 1 August 2018 to 31 October 2018 is unaudited.

CORPORATE INFORMATION

Manager	UOB Asset Management (Malaysia) Berhad (219478-X)
Registered & Principal Office	Level 22, Vista Tower The Intermark 348, Jalan Tun Razak 50400 Kuala Lumpur Tel: 03-2732 1181 Fax: 03-2164 8188 Website: www.uobam.com.my
Board of Directors	Mr Wong Kim Choong Mr Thio Boon Kiat (alternate to Mr Wong Kim Choong) Mr Seow Lun Hoo Mr Seow Voon Ping (alternate to Mr Seow Lun Hoo) Dato' Dr Choong Tuck Yew Mr Khoo Chock Seang En Syed Naqiz Shahabuddin Bin Syed Abdul Jabbar Ms Lim Suet Ling (Executive Director & CEO)
Trustee	Deutsche Trustees Malaysia Berhad (763590-H)
Fund Valuation Service Provider	Deutsche Trustees Malaysia Berhad (763590-H)
Auditor of the Fund	Ernst & Young
Tax Advisers of the Fund	Deloitte Tax Services Sdn Bhd
Solicitor	Wei Chien & Partners
Investment Manager of the Target Fund	UOB Asset Management Ltd, Singapore
Sub-Manager of the Target Fund	Wellington Management Singapore Pte Ltd

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