



United Global Income Focus Fund

Quarterly Report
30 November 2018

UNITED GLOBAL INCOME FOCUS FUND

GENERAL INFORMATION ABOUT THE FUND

Commencement Date

United Global Income Focus Fund (the "Fund") was launched on 2 October 2017 and the initial offer period was 21 days, up to 22 October 2017. The Fund commenced investment on 23 October 2017.

Fund Category and Type

Fund Category - Mixed Assets (Feeder Fund)

Fund Type - Income and Growth

Name of Target Fund

Target Fund - United Income Focus Trust Fund (the "Target Fund")

Investment Objective, Policy and Strategy of the Fund

Investment Objective of the Fund

The Fund seeks to provide regular income* with a secondary focus on capital appreciation over the Medium to Long Term by investing in the United Income Focus Trust ("Target Fund") which invests globally in a diverse set of traditional and alternative asset classes.

** Income distribution (if any) will be in the form of additional Units.*

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 cash and/or liquid assets.

Performance Benchmark

25% Morgan Stanley Capital Investment All Country World Index ("MSCI AC World Index") and 75% Citi World Government Bond Index 10+ Years (Hedged) 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.

Distribution Policy

Subject to the availability of income, distribution will be made on a quarterly basis. Distribution of income will only be made from realised gains or realised income.

**MANAGER'S REPORT – UNITED GLOBAL INCOME FOCUS FUND
 QUARTERLY REPORT
 [1 SEPTEMBER 2018 TO 30 NOVEMBER 2018]**

United Global Income Focus Fund - MYR Hedged Class

Fund Performance Review

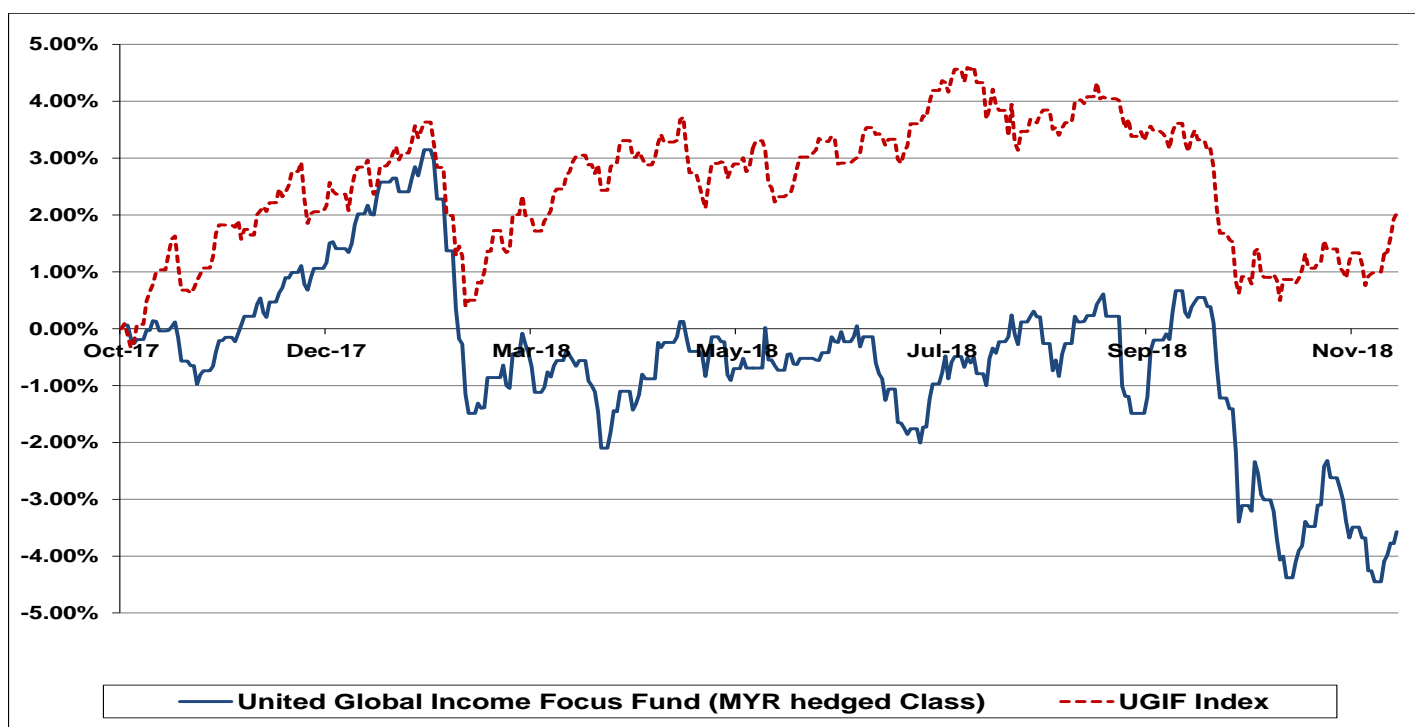
For the period under review, the United Global Income Focus Fund (MYR Hedged Class) registered a negative return of 3.78%, underperforming the benchmark return of -1.94%.

The Fund is 98.39% invested in the Target Fund as at end of November 2018.

Fund Performance Data (as at 30 November 2018)

| | 1 m | 3 m | 6 m | 12 m | YTD | Since inception (23 October 2017) |
|---|-------|--------|--------|--------|--------|--------------------------------------|
| United Global Income Focus Fund (MYR Hedged Class) | 0.26% | -3.78% | -3.03% | -3.78% | -4.91% | -3.57% |
| Benchmark: UGIF Index | 0.98% | -1.94% | -1.27% | 0.28% | -0.33% | 2.03% |

Source: UOBAM(M), as at 30 November 2018



Source: UOBAM(M), as at 30 November 2018

Note: The performance of the Fund is benchmarked against 25% MSCI AC World Index and 75% Citi World Government Bond Index 10+ Years (Hedged) 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 Income Focus Fund - MYR hedged Class | As at 30 November 2018 |
|---|-----------------------------------|
| Net Asset Value (RM million) | 11.32 |
| Units In Circulation (million) | 49.09 |
| Net Asset Value Per Unit (RM) | 0.9643 |
| Highest Net Asset Value Per Unit (RM) | 1.0315 |
| Lowest Net Asset Value Per Unit (RM) | 0.9555 |

United Global Income Focus Fund - SGD Hedged Class

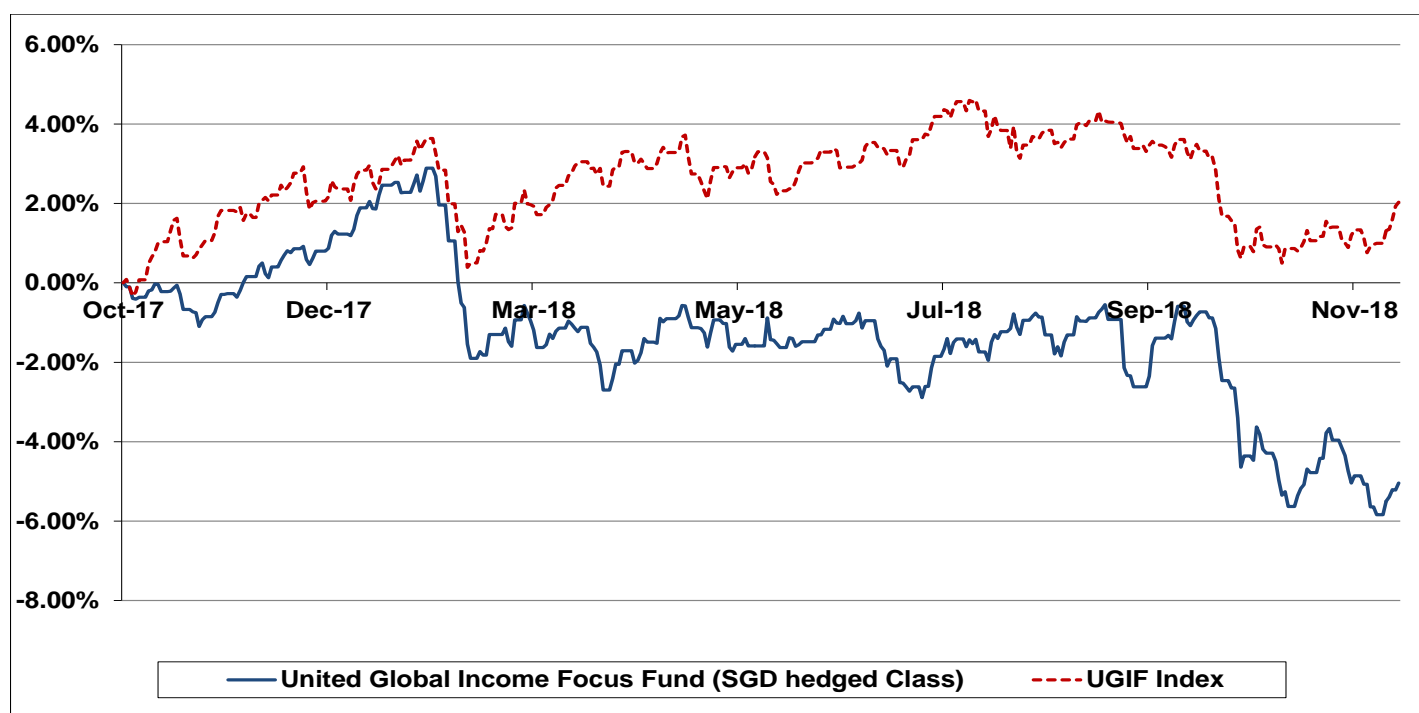
Fund Performance Review

For the period under review, the United Global Income Focus Fund (SGD Hedged Class) registered a negative return of 4.16%, underperforming the benchmark return of -1.94%.

Fund Performance Data (as at 30 November 2018)

| | 1 m | 3 m | 6 m | 12 m | YTD | Since inception (23 October 2017) |
|---|-------|--------|--------|--------|--------|--------------------------------------|
| United Global Income Focus Fund (SGD Hedged Class) | 0.04% | -4.16% | -3.78% | -5.19% | -6.19% | -5.04% |
| Benchmark: UGIF Index | 0.98% | -1.94% | -1.27% | 0.28% | -0.33% | 2.03% |

Source: UOBAM(M), as at 30 November 2018



Source: UOBAM(M), as at 30 November 2018

Note: The performance of the Fund is benchmarked against 25% MSCI AC World Index and 75% Citi World Government Bond Index 10+ Years (Hedged) 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 Income Focus Fund - SGD hedged Class | As at 30 November 2018 |
|---|-----------------------------------|
| Net Asset Value (SGD million) | 1.69 |
| Units In Circulation (million) | 1.78 |
| Net Asset Value Per Unit (SGD) | 0.9496 |
| Highest Net Asset Value Per Unit (SGD) | 1.0289 |
| Lowest Net Asset Value Per Unit (SGD) | 0.9416 |

United Global Income Focus Fund - USD Class

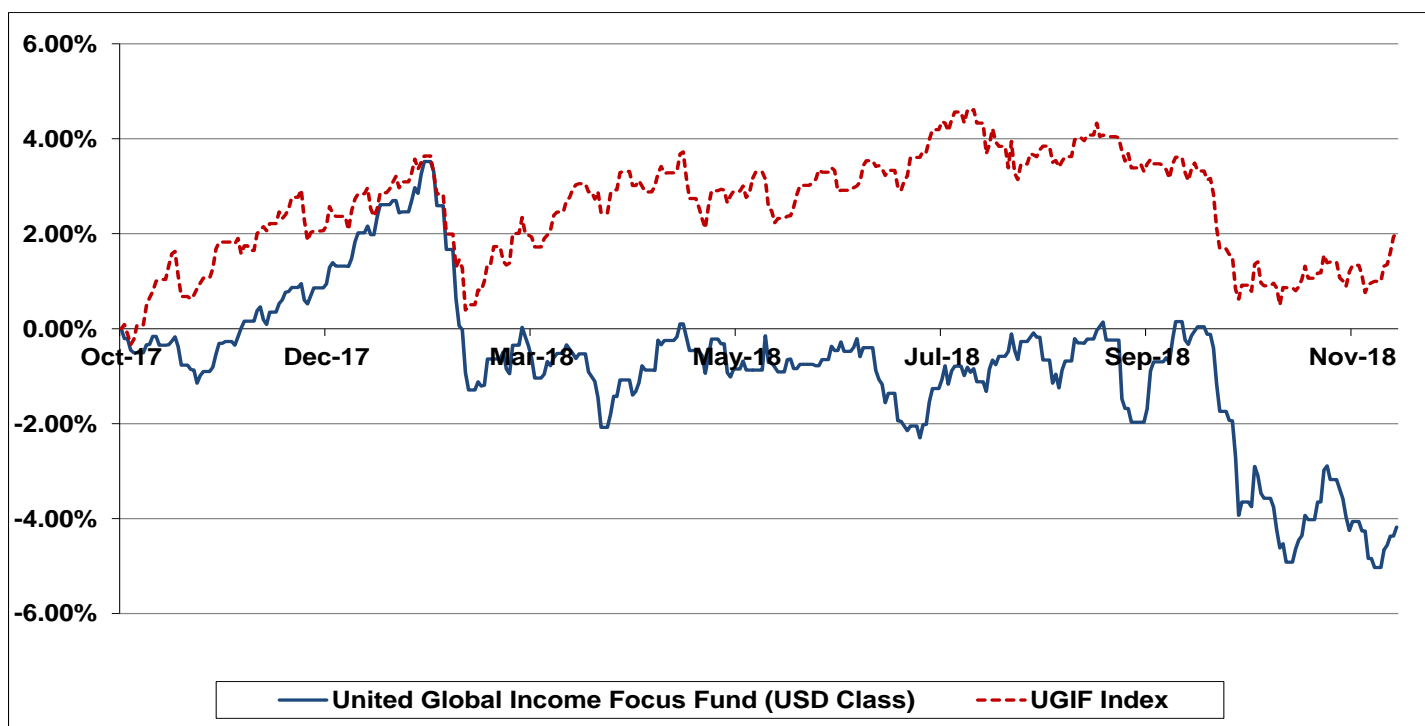
Fund Performance Review

For the period under review, the United Global Income Focus Fund (USD Class) registered a negative return of 3.95%, underperforming the benchmark return of -1.94%.

Fund Performance Data (as at 30 November 2018)

| | 1 m | 3 m | 6 m | 12 m | YTD | Since inception (23 October 2017) |
|---|-------|--------|--------|--------|--------|--------------------------------------|
| United Global Income Focus Fund (USD Class) | 0.19% | -3.95% | -3.43% | -4.33% | -5.43% | -4.18% |
| Benchmark: UGIF Index | 0.98% | -1.94% | -1.27% | 0.28% | -0.33% | 2.03% |

Source: UOBAM(M), as at 30 November 2018



Source: UOBAM(M), as at 30 November 2018

Note: The performance of the Fund is benchmarked against 25% MSCI AC World Index and 75% Citi World Government Bond Index 10+ Years (Hedged) 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 Income Focus Fund - USD Class | As at 30 November 2018 |
|--|-----------------------------------|
| Net Asset Value (USD million) | 2.73 |
| Units In Circulation (million) | 2.85 |
| Net Asset Value Per Unit (USD) | 0.9582 |
| Highest Net Asset Value Per Unit (USD) | 1.0352 |
| Lowest Net Asset Value Per Unit (USD) | 0.9497 |

United Income Focus Trust Fund (Target Fund)

Target Fund Performance Review

In September, the Fund returned +0.85% in United States Dollar ("USD") absolute terms. Global equities was a key contributor to performance (+74 basis point ("bps")) driven by Europe (+42 bps), in particular within France and United Kingdom ("U.K."). Japanese equities (+31 bps) also aided performance, driven by a weaker yen and an upbeat United States of America ("U.S.") economy. Within fixed income (+1 bps), nominal government bonds (-11 bps) detracted as yields rose, but were offset by the duration hedges (+13 bps) in the portfolio. Investment grade credit detracted (-11 bps) as yields rose, but was offset by gains from high yield (+6 bps) and emerging market debt (+4 bps) as spreads tightened supported by strong U.S. economic data, a rally in commodity prices and waning concerns about emerging markets.

The Fund returned -4.3% in USD absolute terms in October, performance was mainly driven by global equities (-3.6%). From a region perspective, U.S. equities was the top detractor (-1.6%) which declined sharply at the outset of third-quarter earnings season after a spike in U.S. Treasury yields, hawkish comments from the Fed, and a spate of profit warnings and underwhelming earnings reports triggered heavy selling by systematic investors and hedge funds. Europe (-1.0%), Emerging markets (-0.5%), Japan (-0.4%) and Asia (-0.2%) also suffered. From a sector perspective, majority of the sectors were negative for performance, with Information Technology detracting the most (-0.7%). The traditionally defensive consumer staples and utilities sectors were the only bright spots, returning modestly positive returns. Within fixed income (-1.0%), investment grade credit (-0.8%) was the key driver as credit spreads widened following concerns over the impact of higher rates on the economic and credit cycles. Developed market government bonds also marginally detracted from performance (-0.2%). U.S. Treasury yields rose as concerns of U.S. Federal Reserve ("Fed") policy normalisation and the U.S. fiscal trajectory reduced the appeal of U.S. Treasuries as a safe haven during the October stock market selloff. This was partly mitigated by the U.S. duration hedges in the portfolio.

In November, the Fund returned +4.2% in USD absolute terms. Global equities was the key contributor (+65 bps) in particular US equities following dovish comments from the Fed and as markets anticipated that Trump and Xi would agree to a trade truce during the G20 summit. This was partly offset by losses within Europe and Japan. From a sector perspective, security selection in information technology (+32 bps), healthcare (+31 bps) and communication services (+19 bps) were top contributors to performance. Within fixed income (-26 bps), investment grade credit detracted as global credit spreads widened amid political gridlock and pivotal idiosyncratic events. While Investment Grade ("IG") credit detracted, it had outperformed high yield credit during the month. The duration component within the fixed income exposures also contributed to positive gains, as sovereign yields fell over the period amid Brexit concerns, collapsing oil prices and weaker economic results in Europe.

Source: UOB Asset Management Ltd

Target Fund Performance Data (as at 30 November 2018)

| | 1 m | 3 m | 6 m | 12 m | YTD | Since 30 November 2015 (annualised) |
|---|-------|--------|--------|--------|--------|-------------------------------------|
| United Income Focus Trust Fund (USD Dist) | 0.24% | -3.60% | -3.11% | -3.81% | -5.00% | 4.12% |
| Benchmark: 25% MSCI All Country World Index and 75% Citi World Government Bond 10+ Years Index (Hedged) (USD) | 0.98% | -1.90% | -1.23% | 0.41% | -0.20% | 5.26% |

Source: UOB Asset Management Ltd, as at 30 November 2018

Investment Policy and Strategy employed by the Target Fund

Equity exposure was 61.5% at the end of September, up slightly from 60.9% at the end of August. On the fixed income front, the External Investment Manager (i.e. UOB Asset Management Ltd) tactically added to the fund's duration positioning as yields moved higher. The External Investment Manager gradually increased the Fund's duration from 4.6 years at the end of August to 5.9 years at the end of September, mainly through reducing U.S. 10-years duration hedges. The fund currently holds -2% in U.S. duration hedges.

As of end November, the volatility target of the Fund is 6.5%. The global equity allocation within the portfolio (including REITS and listed infrastructure) has been reduced from 61.5% at the beginning of October to 46% as of end November. In reaction to the increased levels of volatility seen in early October, their volatility targeting process began to engage within the portfolio. As you know, the portfolio management team does have discretion over the implementation of the model outputs. As such, it was the team's view that there was no fundamental weakness evident in the immediate sell-off and so chose to stage the implementation of risk reducing trades (i.e. selling equity futures). In addition, the drawdown filter within the portfolio has also begun to engage. This process has been responsible for roughly 1/3 of the equity position reduction seen since the beginning of October. The primary driver, therefore, has been due to the volatility targeting process described above (~2/3 of the reduction). The External Investment Manager remains tactical in managing the portfolio's duration, which has gradually decreased from 5.4 years as of end October to 4.9 years as of end November mainly using U.S. 10 years duration hedges.

Over the medium term, their outlook on fundamentals remains broadly unchanged. However, the External Investment Manager remains cautious as the global market transitions from a goldilocks phase to late cycle and expect the pick-up in market volatility year to date to remain. It is therefore important to position the fund to withstand what could be a bumpier ride ahead. This contrasts with the low-volatility environment experienced over the last couple of years. Overall, it remains crucial to maintain a diversified exposure to markets with an eye towards downside protection. During this period, the External Investment Manager remains focused on identifying any potential signs that recent weakness extends further and utilised their risk management techniques to help mitigate any significant market weakness.

The pace of global growth has slowed and inflation has risen – trends that are likely to continue and are consistent with late-cycle dynamics. The External Investment Manager continues to believe that the current backdrop is marginally more favourable for stocks compared to government bonds. Their view is that equity markets should generate low to mid-single digit returns as modest growth/inflation modestly outweighs tighter financial conditions and the overhang of trade uncertainty – volatility persists but a policy mistake does not catalyse a near-term recession.

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

The External Investment Manager thinks that Trump ultimately needs a trade deal but has time for additional brinksmanship prior to the next election. Yields are likely to drift only modestly higher but the External Investment Manager expects U.S. tightening to decelerate and tightening abroad to remain on hold. The External Investment Manager believes that duration can play an increasingly important role should there be continued risk-off periods in markets. Longer-dated investment grade credit also continues to look attractive from a valuations standpoint, in their view. During this period of transition, the External Investment Manager believes they have the tools at their disposal to help navigate markets (volatility targeting, drawdown filters, and opportunistic hedging). Their objective remains to protect your capital as best they can, whilst also delivering on your return objectives in the medium to long term.

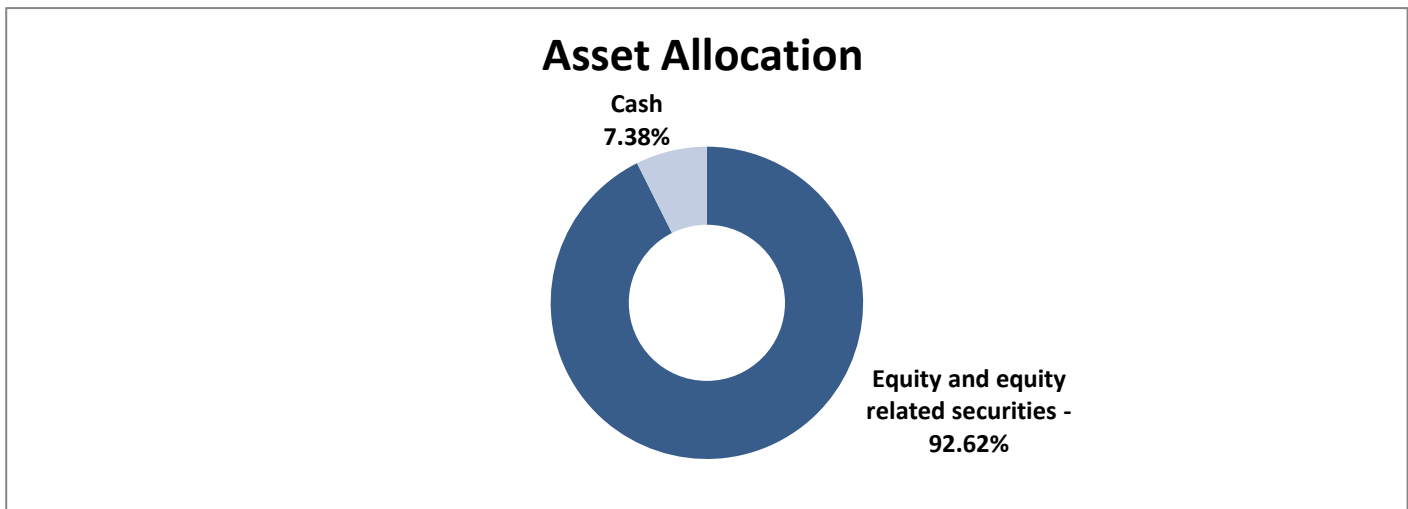
Source: UOB Asset Management Ltd

PORTFOLIO STRUCTURE

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

| | As at 30 November 2018 % |
|--------------------------------------|-----------------------------|
| Foreign collective investment scheme | 98.39 |
| Cash and others | 1.61 |
| Total | 100.00 |

The pie chart below shows the asset allocation of the Target Fund as at 30 November 2018.



Source: UOB Asset Management Ltd

OTHER MATTER

- (a) As at 30 November 2018, there was no subscription of units in MYR Class, AUD Hedged Class and GBP Hedged Class. As such, for the period under review, there was no return for MYR Class, AUD Hedged Class and GBP Hedged Class.

Market Review

Global equities posted positive results in September. U.S. equities continued to rise amid robust economic growth. European and Pacific Basin equities also rose, while emerging markets equities were in negative territory. U.S. and China trade relations remained volatile, as U.S. tariffs on approximately US\$200 billion of Chinese imports took effect in September. China promptly retaliated with tariffs on about US\$60 billion of U.S. exports. In Europe, political concerns intensified, driven by Brexit uncertainty and Italy's 2019 budget deficit proposal. On the monetary front, the U.S. Fed raised interest rates by 25 bps. The European Central Bank ("ECB")'s latest policy statement highlighted softening growth but noted an improvement in wages and inflation. Global sovereign bond yields rose steadily. The U.S. Treasury yield curve shifted upwards, supported by strong employment, the Fed's tightening stance and inflation concerns. German yields rose after hawkish comments from ECB President Mario Draghi while U.K. gilts sold off following an unexpected rise in wages and the Consumer Price Index ("CPI").

In October, global equities declined sharply, posting their worst monthly performance since May 2010. Widespread volatility engulfed global financial markets, as disappointing economic data in the euro area, 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 war 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, U.S. Fed Chair Powell stated rates "may go past neutral" in the hawkish September Federal Open Market Committee ("FOMC") meeting minutes. The People's Bank of China announced a reduction in the reserve requirement ratio of 100 bps. The Bank of Canada hiked rates by 25 bps to 1.75%.

In November, global equities rebounded from October's pullback and re-entered positive territory for the year. Geopolitical events dominated headlines. A meeting between President Xi and President Trump at the G20 Summit provided hope that trade tensions between the U.S. and China could ease. Brexit negotiations progressed after the European Union ("EU") and Britain reached a deal that set the terms of Britain's exit from the bloc and established parameters for their future relationship. Prime Minister Theresa May now faces a difficult task to gain Parliament's approval of the deal. Crude oil reached a 13-months low on a large build up in inventory levels and as the U.S. granted Iranian crude waivers to several countries. Additionally, the Organization of the Petroleum Exporting Countries ("OPEC") trimmed demand forecasts and raised supply estimates. On monetary policy, Fed Chair Powell stated rates are "just below" the neutral level and there was "no pre-set policy path", setting expectations that the pace of Fed tightening may slow. All other major central banks left their policy rates unchanged. Most global sovereign yields fell over the period, while global credit spreads widened in particular high yield credit owing to lack of progress on key political issues in Europe and further selloff in energy prices.

Source: UOB Asset Management Ltd

UNITED GLOBAL INCOME FOCUS FUND

STATEMENT OF FINANCIAL POSITION (UNAUDITED) AS AT 30 NOVEMBER 2018

| | Note | 30.11.2018 USD | 31.08.2018 USD |
|---|------|-------------------|-------------------|
| ASSETS | | | |
| Investments | 1 | 15,082,772 | 16,265,272 |
| Forward foreign currency contracts | 2 | 37,887 | - |
| Cash at bank | | 220,499 | 446,000 |
| TOTAL ASSETS | | <u>15,341,158</u> | <u>16,711,272</u> |
| LIABILITIES | | | |
| Forward foreign currency contracts | 2 | - | 75,411 |
| Amount due to Manager | | 51,642 | 47,493 |
| Amount due to Trustee | | 695 | 779 |
| Accruals | | 4,336 | 5,782 |
| TOTAL LIABILITIES | | <u>56,673</u> | <u>129,465</u> |
| UNITHOLDERS' EQUITY | | | |
| Unitholders' capital | | 16,327,048 | 16,785,830 |
| Accumulated losses | | (1,042,563) | (204,023) |
| TOTAL EQUITY, REPRESENTING NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS | | <u>15,284,485</u> | <u>16,581,807</u> |
| TOTAL EQUITY AND LIABILITIES | | <u>15,341,158</u> | <u>16,711,272</u> |
| NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS | | | |
| - MYR CLASS | | 11,318,040 | 12,319,252 |
| - SGD CLASS | | 1,232,455 | 1,289,659 |
| - USD CLASS | | 2,733,990 | 2,972,896 |
| | | <u>15,284,485</u> | <u>16,581,807</u> |
| UNITS IN CIRCULATION | | | |
| - MYR HEDGED CLASS | | 49,086,381 | 50,495,049 |
| - SGD HEDGED CLASS | | 1,779,718 | 1,779,719 |
| - USD CLASS | | 2,853,261 | 2,980,049 |
| NET ASSET VALUE PER UNIT IN USD | | | |
| - MYR HEDGED CLASS | | 0.2306 | 0.2440 |
| - SGD HEDGED CLASS | | 0.6925 | 0.7246 |
| - USD CLASS | | 0.9582 | 0.9976 |

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

UNITED GLOBAL INCOME FOCUS FUND

**STATEMENT OF FINANCIAL POSITION (UNAUDITED) (CONTINUED)
AS AT 30 NOVEMBER 2018**

30.11.2018 31.08.2018

**NET ASSET VALUE PER UNIT IN RESPECTIVE
CURRENCIES**

| | | |
|--------------------------|--------|--------|
| - MYR HEDGED CLASS (MYR) | 0.9643 | 1.0022 |
| - SGD HEDGED CLASS (SGD) | 0.9496 | 0.9907 |
| - USD CLASS (USD) | 0.9582 | 0.9976 |

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

UNITED GLOBAL INCOME FOCUS FUND

**STATEMENT OF COMPREHENSIVE INCOME (UNAUDITED)
FOR THE QUARTER OF 1 SEPTEMBER 2018 TO 30 NOVEMBER 2018**

| | Note | 01.09.2018 to 30.11.2018 USD |
|--|-------------|---|
| INVESTMENT LOSS | | |
| Interest income from deposits with a licensed financial institution | | 950 |
| Income distribution from investments at fair value through profit or loss ("FVTPL") | | 67,581 |
| Net loss on investments at FVTPL: | 1 | |
| - net realised loss on sale of investments at FVTPL | | (1,747) |
| - net unrealised loss on changes in fair value | | (676,633) |
| Net realised loss on forward foreign currency contracts | | (311,223) |
| Net realised foreign currency exchange loss | | (3,936) |
| Net unrealised gain on forward foreign currency contracts | | 113,298 |
| Net unrealised foreign currency exchange loss | | (125) |
| | | <u>(811,835)</u> |
| EXPENSES | | |
| Manager's fee | | 22,574 |
| Trustee's fee | | 2,165 |
| Auditors' remuneration | | 584 |
| Tax agent's fee | | 253 |
| Other expenses | | 1,129 |
| | | <u>26,705</u> |
| NET LOSS BEFORE TAXATION | | (838,540) |
| Tax expense | | - |
| | | <u>-</u> |
| NET LOSS AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE LOSS FOR THE FINANCIAL PERIOD | | (838,540) |
| | | <u>(838,540)</u> |
| Net loss after taxation is made up of the following: | | |
| Realised amount | | (275,080) |
| Unrealised amount | | (563,460) |
| | | <u>(838,540)</u> |

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

UNITED GLOBAL INCOME FOCUS FUND

STATEMENT OF CHANGES IN NET ASSET VALUE (UNAUDITED) FOR THE QUARTER OF 1 SEPTEMBER 2018 TO 30 NOVEMBER 2018

| | Note | Unitholders' capital USD | Accumulated losses USD | Total net asset value USD |
|--|------|--------------------------------|------------------------------|---------------------------------|
| Balance as at 1 September 2018 | | 16,785,830 | (204,023) | 16,581,807 |
| Movement in net asset value: Total comprehensive loss for the financial period | | - | (838,540) | (838,540) |
| Creation of units | | | | |
| - MYR HEDGED CLASS | | 14,682 | - | 14,682 |
| Cancellation of units | | | | |
| - MYR HEDGED CLASS | | (348,710) | - | (348,710) |
| - USD CLASS | | (124,754) | - | (124,754) |
| Balance as at 30 November 2018 | | <u>16,327,048</u> | <u>(1,042,563)</u> | <u>15,284,485</u> |

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

UNITED GLOBAL INCOME FOCUS FUND

STATEMENT OF CASH FLOWS (UNAUDITED)

FOR THE QUARTER OF 1 SEPTEMBER 2018 TO 30 NOVEMBER 2018

| | 01.09.2018 to 30.11.2018 USD |
|---|---|
| CASH FLOWS FROM OPERATING AND INVESTING ACTIVITIES | |
| Proceeds from sale of investments | 367,392 |
| Cash received from capital reduction | 136,728 |
| Income distribution from investments at FVTPL | 67,581 |
| Interest received from deposits with a licensed financial institution | 950 |
| Manager's fee paid | (23,430) |
| Trustee's fee paid | (2,249) |
| Payment of other fees and expenses | (3,411) |
| Net realised loss on forward foreign currency contracts | (311,223) |
| Net realised foreign currency exchange loss | (3,936) |
| Net cash generated from operating and investing activities | <u>228,402</u> |
| CASH FLOWS FROM FINANCING ACTIVITIES | |
| Proceeds from creation of units | 14,682 |
| Payment for cancellation of units | (468,585) |
| Net cash used in financing activities | <u>(453,903)</u> |
| NET DECREASE IN CASH AND CASH EQUIVALENTS | (225,501) |
| CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD | <u>446,000</u> |
| CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD | <u>220,499</u> |
| Cash and cash equivalents comprise the following: | |
| Cash at bank | <u>220,499</u> |

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

UNITED GLOBAL INCOME FOCUS FUND

NOTES TO THE FINANCIAL STATEMENTS (UNAUDITED)

1. INVESTMENTS

| | 30.11.2018 | 31.08.2018 |
|---|-------------------|-------------------|
| | USD | USD |
| Investments designated as FVTPL: | | |
| - foreign collective investment schemes | <u>15,082,772</u> | <u>16,265,272</u> |
| | | 01.09.2018 |
| | | to |
| | | 30.11.2018 |
| | | USD |
| Net loss on investments at FVTPL comprised: | | |
| - net realised loss on sale of investments at FVTPL | | (1,747) |
| - net unrealised loss on changes in fair value | | (676,633) |
| | | <u>(678,380)</u> |

Investments designated as FVTPL as at 30 November 2018 are as follows:

| Name of Counter | Quantity | Cost | Fair value | Fair value |
|--------------------------------|-----------------|-------------------|-------------------|-----------------------|
| | | USD | USD | expressed as a |
| | | | | percentage of |
| | | | | value of the |
| | | | | Fund |
| | | | | % |
| COLLECTIVE INVESTMENT | | | | |
| SCHEMES - FOREIGN | | | | |
| United Global Income Focus | | | | |
| Fund - USD Distribution | | | | |
| Class ("Target Fund") | 15,359,238 | <u>15,858,524</u> | <u>15,082,772</u> | <u>98.68</u> |
| SHORTFALL OF FAIR VALUE | | | | |
| OVER COST : | | | | |
| - UNREALISED FAIR | | | | |
| VALUE LOSS | | | | |
| | | <u>(775,752)</u> | | |
| TOTAL INVESTMENTS | | | | |
| AT FVTPL | | | | |
| | | <u>15,082,772</u> | | |

2. FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of statement of financial position, there are 4(31.08.2018 :8) forward foreign currency contracts outstanding.

The notional principal amount of the outstanding forward foreign currency contracts amounted to USD11,989,900(31.08.2018 :USD 13,266,900).

The forward foreign currency contracts entered into were for hedging against the currency exposure arising from the investments in the collective investment schemes denominated in MYR and SGD.

As the Fund has not adopted hedge accounting, the change in fair value of the forward foreign currency contract is recognised immediately in the profit or loss.

3. MANAGEMENT EXPENSE RATIO ("MER")

| | 01.09.2018 |
|----------------|-------------------|
| | to |
| | 30.11.2018 |
| | % |
| Manager's fee* | 0.14 |
| Trustee's fee | 0.01 |
| Other expenses | 0.02 |
| Total MER | <u>0.17</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")

| | 01.09.2018 |
|-------------|-------------------|
| | to |
| | 30.11.2018 |
| PTR (times) | <u>0.01</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 September 2018 to 30 November 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) |
| 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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