

Ref. No.: UOBAM(M)/2023/PDMC/045

Date: 7 February 2023

Dear Unit Holders,

RE: United Malaysia Fund (“Fund”)

- Issuance of First Supplementary Prospectus in relation to the Fund (“Supplementary Prospectus”)

Thank you for investing in the United Malaysia Fund.

Please be informed that we will be amending the following sections pertaining to the Fund to reflect the changes made from the revised *Guidelines on Unit Trust Funds* by issuing the Supplementary Prospectus which will be registered with the Securities Commission Malaysia.

The following changes shall apply on the date of issue of the Supplementary Prospectus: -

Section	Prospectus	Change in Supplementary Prospectus
Section 1.10 Investment Policy and Strategy	<p><u>4th paragraph</u> The Fund may invest up to 30% of its NAV in foreign countries where the regulatory authorities are ordinary or associate member of the International Organisation of Securities Commissions (IOSCO).</p> <p><u>8th paragraph</u> The risk management strategies and techniques employed by us include diversification in terms of asset class, diversification across various industries, sectors and markets. When deemed necessary, we may use derivatives instruments such as options, futures contracts, forward contracts and swaps for the purpose of hedging. In the event of a downgrade in the rating of a counter-party of an OTC derivative, we reserve the right to deal with the OTC derivative in the best interest of the Unit Holders.</p>	<p><u>4th paragraph</u> The Fund may invest up to 30% of its NAV in foreign countries.</p> <p><u>8th paragraph</u> The risk management strategies and techniques employed by us include diversification in terms of asset class, diversification across various industries, sectors and markets. When deemed necessary, we may use derivatives instruments such as options, futures contracts, forward contracts and swaps for the purpose of hedging. In the event of a downgrade in the rating of a counter-party of an OTC derivative, we reserve the right to deal with the OTC derivative in the best interest of the Unit Holders. We will ensure that the Fund’s global exposure from financial derivatives position does not exceed the Fund’s NAV at all times. Such exposure will be calculated using the commitment approach as described in Appendix A.</p>
Section 1.15 Permitted Investments	<p>Unless otherwise prohibited by the relevant regulatory authorities or any relevant law and provided always that there are no inconsistencies with the objective of the Fund, the Fund is permitted to invest in the following:</p> <ol style="list-style-type: none"> Equities and equity-related securities traded in or under the rules of an Eligible Market; Unlisted securities including securities not listed and quoted on a stock exchange but have been approved by the relevant regulatory authority for such listing and quotation, and are offered directly to the Fund by the issuer; Fixed income securities; 	<p>Unless otherwise prohibited by the relevant regulatory authorities or any relevant law and provided always that there are no inconsistencies with the objective of the Fund, the Fund is permitted to invest in the following:</p> <ol style="list-style-type: none"> Transferable securities traded or dealt in or under the rules of an Eligible Market; Fixed income securities; Placement of deposits with financial institutions; Money market instruments traded in or under the rules of an Eligible Market;

	<ol style="list-style-type: none"> 4. Placement of deposits with financial institutions; 5. Money market instruments traded in or under the rules of an Eligible Market; 6. Derivatives, including but not limited to options, futures contracts, forwards contracts and swaps, for hedging purposes; 7. All types of collective investment schemes; 8. Securities listed or traded on foreign markets where the regulatory authority is an ordinary or associate member of the IOSCO; and 9. Any other form of investments as may be agreed upon by the Manager and the Trustee from time to time. 	<ol style="list-style-type: none"> 5. Derivatives, including but not limited to options, futures contracts, forwards contracts and swaps, for hedging purposes; 6. All types of collective investment schemes; and 7. Any other form of investments as may be agreed upon by the Manager and the Trustee from time to time.
<p>Section 1.16 Investment Restrictions and Limits</p>	<ol style="list-style-type: none"> 1. The value of the Fund's investment in unlisted securities must not exceed 10% of the Fund's NAV. However, this limit does not apply to unlisted securities that are equities not listed or quoted on a stock exchange but have been approved by the relevant regulatory authority for such listing or quotation and are offered directly to the Fund by the issuer. 2. The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed 10% of the Fund's NAV. 3. The value of the Fund's investments in transferable securities and money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV. 4. The value of the Fund's placement in deposits with any single institution must not exceed 20% of the NAV of the Fund. 5. For investments in derivatives: <ol style="list-style-type: none"> (a) the exposure to the underlying assets must not exceed the investment spread limits stipulated in the Guidelines; (b) the value of the Fund's OTC derivative transaction with any single counterparty must not exceed 10% of the Fund's NAV; and (c) the Fund's exposure from derivatives position should not exceed the Fund's NAV at all times. 6. The aggregate value of the Fund's investments in transferable securities, money market instruments, deposits and OTC derivatives issued by or placed with, as 	<ol style="list-style-type: none"> 1. The aggregate value of the Fund's investments in: <ol style="list-style-type: none"> (a) transferable securities that are not traded or dealt in or under the rules of an Eligible Market; and (b) collective investment schemes that do not comply with the relevant requirements as stipulated in the Guidelines, <p>must not exceed 15% of the Fund's NAV, subject to a maximum limit of 10% of the Fund's NAV in a single issuer or single collective investment scheme, as the case may be.</p> 2. The value of the Fund's investments in ordinary shares issued by any single issuer must not exceed 10% of the Fund's NAV. 3. The value of the Fund's investments in transferable securities and money market instruments issued by any single issuer must not exceed 15% of the Fund's NAV. In determining the single issuer limit of 15%, the value of the Fund's investments in instruments in clause 1 above issued by the same issuer must be included in the calculation. 4. The value of the Fund's placement in deposits with any single financial institution must not exceed 20% of the Fund's NAV. This limit does not apply to placements of deposits arising from: <ol style="list-style-type: none"> (a) liquidation of investments prior to the termination of the Fund, where the placement of deposits with various financial institutions would not be in the best interests of Unit Holders; or

<p>the case may be, any single issuer/institution must not exceed 25% of the Fund's NAV.</p> <p>7. The value of the Fund's investments in units/shares of any collective investment scheme must not exceed 20% of the Fund's NAV.</p> <p>8. The value of the Fund's investments in transferable securities and money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV.</p> <p>9. The Fund's investments in transferable securities (other than debentures) must not exceed 10% of the securities issued by any single issuer.</p> <p>10. The Fund's investments in debentures must not exceed 20% of the debentures issued by any single issuer.</p> <p>11. The Fund's investments in money market instruments must not exceed 10% of the instruments issued by any single issuer.</p> <p>Note: This limit does not apply to money market instruments that do not have a pre-determined issue size.</p> <p>12. The Fund's investments in collective investment schemes must not exceed 25% of the units/shares in any one collective investment scheme.</p> <p>The above stated restrictions and limits shall be complied with at all times based on the most up-to-date value of the Fund's assets. However, a 5% allowance in excess of any restriction or limit may be permitted where the restriction or limit is breached through the appreciation or depreciation in the NAV of the Fund (as a result of an appreciation or depreciation in value of the Fund's assets or as a result of the redemption of Units or payment made out of the Fund). Once the relevant restriction or limit is breached, no further acquisitions of the particular investment involved shall be made and the Manager should, within a reasonable period of not more than three (3) months from the date of the breach, take all necessary steps and actions to rectify the breach.</p> <p>There are no restrictions and limits imposed on instruments issued or guaranteed by the Malaysian government or BNM.</p>	<p>(b) monies held for the settlement of redemption or other payment obligations, where the placement of deposits with various financial institutions would not be in the best interest of Unit Holders.</p> <p>5. The counterparty of an over-the-counter ("OTC") derivative must be a financial institution with a minimum long-term credit rating of investment grade (including gradation and subcategories) and subject to the aggregate limit in this section, the maximum exposure of the Fund to a counterparty, calculated based on:</p> <p>(a) the exposure to a counterparty of an OTC derivative must be measured based on the maximum potential loss that may be incurred by the Fund if the counterparty defaults and not on the basis of the notional value of the OTC derivative; and</p> <p>(b) the total exposure to a single counterparty is calculated by summing the exposure arising from all OTC derivative transactions entered into with the same counterparty, must not exceed 10% of the Fund's NAV.</p> <p>6. The aggregate value of the Fund's investments in, or exposure to, a single issuer through transferable securities, money market instruments, deposits, underlying assets of derivatives and counterparty exposure arising from the use of OTC derivatives must not exceed 25% of the Fund's NAV. In determining the single issuer aggregate limit of 25%, the value of the Fund's investments in instruments in clause 1 above issued by the same issuer must be included in the calculation.</p> <p>7. The value of the Fund's investments in units or shares of a collective investment scheme must not exceed 20% of the Fund's NAV, provided that the collective investment scheme complies with the relevant requirements as stipulated in the Guidelines.</p> <p>8. The value of the Fund's investments in units or shares of a collective investment scheme that invests in real estate pursuant to the relevant requirements as stipulated in the Guidelines must not exceed 15% of the Fund's NAV.</p> <p>9. The value of the Fund's investments in transferable securities and money market instruments issued by any group of companies must not exceed 20% of the Fund's NAV. In determining the group limit of 20%, the value of the Fund's investments in instruments in clause 1 above issued by the</p>
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		<p>issuers within the same group of companies must be included in the calculation.</p> <p>10. The single issuer limit of 15% in clause 3 above may be raised to 35% of the Fund's NAV if the issuing entity is, or the issue is guaranteed by, either a foreign government, foreign government agency, foreign central bank or supranational, that has a minimum long-term credit rating of investment grade (including gradation and subcategories) by an international rating agency. Where the single issuer limit of 15% is increased to 35% of the Fund's NAV, the single issuer aggregate limit of 25% in clause 6 above may be raised, subject to the group limit of 20% in clause 9 above not exceeding 35% of the Fund's NAV.</p> <p>11. The Fund's investments in shares or securities equivalent to shares must not exceed 10% of the shares or securities equivalent to shares, as the case may be, issued by a single issuer.</p> <p>12. The Fund's investments in debt securities must not exceed 20% of the debt securities issued by a single issuer. This limit may be disregarded at the time of acquisition if at that time of acquisition the gross amount of debt securities in issue cannot be determined.</p> <p>13. The Fund's investments in money market instruments must not exceed 10% of the instruments issued by any single issuer. This limit does not apply to money market instruments that do not have a pre-determined issue size.</p> <p>14. The Fund's investments in collective investment schemes must not exceed 25% of the units or shares in the collective investment scheme.</p> <p>The above stated limits and restrictions must be complied with at all times based on the most up-to-date value of the Fund's investments. Such limits and restrictions however, do not apply to securities or instruments that are issued or guaranteed by the Malaysian government or Bank Negara Malaysia.</p> <p>We shall notify the SC, within seven (7) Business Days, of any breach of investment limits and restrictions with the steps taken to rectify and prevent such breach from recurring. Notwithstanding the above, any breach as a result of the following:-</p> <p>(a) appreciation or depreciation in value of the Fund's investments;</p> <p>(b) repurchase of units or payment made out of the Fund;</p>
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Section 3.4 Redemption of Units	<p>6th paragraph</p> <p>Redemption proceeds will be paid within ten (10) days of the date we receive a complete redemption request form.</p>	<p>6th paragraph</p> <p>Redemption proceeds will be paid within seven (7) Business Days of the date we receive a complete redemption request form.</p>
Page 22, Section 3.5 Cooling-off Policy	<p>2nd & 3rd paragraph</p> <p>Within the cooling-off period, the refund to the Unit Holders for every Unit held by the Unit Holders shall be the sum of:</p> <p>(a) the price of the Units on the day the Units were purchased; and</p> <p>(b) the sales charge originally imposed on the day the Units were purchased.</p> <p>In other words, the Unit Holders shall be refunded with their original investment proceeds within ten (10) days of the date of receipt of the cooling-off notice from the Unit Holders.</p>	<p>2nd & 3rd paragraph</p> <p>Within the cooling-off period, the refund to the Unit Holders for every Unit held by the Unit Holders shall be as follows:</p> <p>(a) if the price of the Units on the day the Units were purchased is higher than the price of the Units on the day the Units at the point of exercise of the cooling-off right ("Exercise Price"), the Exercise Price at the point of cooling-off and the sales charge originally imposed on the day the Units were purchased; or</p> <p>(b) if the Exercise Price is higher than the price of the Units on the day the Units were purchased, the price of the Units on the day the Units were purchased and the sales charge originally imposed on the day the Units were purchased.</p> <p>The Unit Holders shall be refunded their monies within seven (7) Business Days of the date of receipt of the cooling-off notice from the Unit Holders.</p>
APPENDIX A: COMMITMENT APPROACH	Not in current prospectus.	<p>The global exposure of the Fund is calculated as the sum of the –</p> <p>(a) absolute value of the exposure of each individual derivative not involved in netting or hedging arrangements;</p> <p>(b) absolute value of the net exposure of each individual derivative after netting or hedging arrangements; and</p> <p>(c) the values of cash collateral received pursuant to the reduction of exposure to counterparties of OTC derivatives.</p> <p>Netting arrangements</p> <p>(1) Netting arrangements may be taken into account to reduce the Fund's exposure to derivatives.</p> <p>(2) The Fund may net positions between–</p> <p>(a) derivatives on the same underlying constituents, even if the maturity dates are different; or</p>

		<p>(b) derivatives and the same corresponding underlying constituents, if those underlying constituents are transferable securities, money market instruments, or units or shares in collective investment schemes.</p> <p><u>Hedging arrangements</u></p> <p>(1) Hedging arrangements may be taken into account to reduce the Fund's exposure to derivatives.</p> <p>(2) The marked-to-market value of transferable securities, money market instruments, or units or shares in collective investment schemes involved in hedging arrangements may be taken into account to reduce the exposure of the Fund to derivatives.</p> <p>(3) The hedging arrangement must–</p> <ul style="list-style-type: none"> (a) not be aimed at generating a return; (b) result in an overall verifiable reduction of the risk of the Fund; (c) offset the general and specific risks linked to the underlying constituent being hedged; (d) relate to the same asset class being hedged; and (e) be able to meet its hedging objective in all market conditions.
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Please note that the Supplementary Prospectus will be available on our website at <http://www.uobam.com.my/our-funds/allfunds.page> on the date of issue of the Supplementary Prospectus.

Should you have any enquiries, please email us at UOBAMCustomerCareMY@UOBgroup.com.

We look forward to your continuous support.

Thank you.

Yours sincerely,

Lim Suet Ling
 Executive Director/ Chief Executive Officer
 for **UOB Asset Management (Malaysia) Berhad**

This letter is computer-generated; signature is not required.