

Ref. No.: UOBAM(M)/2021/PDMC/157

Date: 4 October 2021

Dear Unit Holders,

**RE: United-i High Quality Sukuk Fund (“Fund”)  
 - Issuance of Replacement Prospectus in relation to the Fund (“Replacement Prospectus”)**

Thank you for investing in United-*i* High Quality Sukuk Fund.

Please be informed that we have decided to convert the Fund to a Sustainable and Responsible Investment Fund. We also intend to offer the Fund cross-border as a qualifying collective investment scheme under the ASEAN CIS Framework. Hence, we will subsequently be issuing the Replacement Prospectus which will be registered with the Securities Commission Malaysia.

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

Section/ Issue	Prospectus	Change in Replacement Prospectus
Fund name	United- <i>i</i> High Quality Sukuk Fund	United- <i>i</i> ESG Series - High Quality Sukuk Fund
1.7 Investment Policy and Strategy	<b>1<sup>st</sup> paragraph, last sentence</b> At the Investment Manager’s discretion, the Fund may opt to seek investment exposure via Islamic collective investment schemes, subject to the requirements of the Guidelines.	<b>1<sup>st</sup> paragraph, last sentence</b> At the Investment Manager’s discretion, the Fund may opt to seek investment exposure via Islamic collective investment schemes, subject to the requirements of the Guidelines and the Standards of Qualifying CIS.
1.7 Investment Policy and Strategy	Not in current prospectus.	<b><u>Sustainable and Responsible Investment Strategy</u></b> The Fund’s investment policy and strategy adopts sustainability considerations whereby we employ Shariah screening for Shariah compliance and ESG analysis. For further details on the Shariah screening methodology, please refer to Section 1.14, Shariah Investment Guidelines.  For the Fund’s investment in Sukuk, we and/or the Investment Manager will incorporate ESG factors into investment analysis and investment decisions. The ESG evaluation is done based on publicly available information, ratings by investment service providers, and engagements with potential companies that may be invested by the Fund. We and/or the Investment Manager will gather all information for an ESG assessment. We and/or the Investment Manager will assign an ESG score to each of the company based on the ESG assessment performed. For the Fund’s placement in Islamic money market instruments and Islamic Deposits, we and/or the Investment Manager will perform the ESG assessment and assign an ESG score

		<p>to the issuer or Financial Institution. We and/or the Investment Manager will continuously monitor and review the companies that the Fund invests in. For Islamic collective investment schemes, we and/or the Investment Manager will rely on the ESG methodology of the said Islamic collective investment schemes.</p> <p>We and/or the Investment Manager will review the Fund's portfolio periodically to ensure the investments of the Fund are consistent with our investment analysis and investment decisions of ESG factors. This is to ensure the investments of the Fund are consistent with the sustainability considerations adopted by the Fund and the overall impact of the investments of the Fund with the SRI strategies are not inconsistent with any other sustainability considerations. If the Fund's investments become inconsistent with the sustainability considerations of the Fund, the said investments shall be disposed within three (3) months. However, the Fund may hold on the investments for more than three (3) months in the event that the market value of the investments is below the original investment costs. Once the market value of the investments held exceeds or is equal to the original investment costs, the Fund will dispose the investment in an orderly manner.</p>
<p>1.12 Permitted Investments</p>	<p>1. MYR-denominated Sukuk traded in or under the rules of an Eligible Market;</p> <p>5. All types of Islamic collective investment schemes; and</p>	<p>1. MYR-denominated Sukuk traded in or under the rules of an Eligible Market. For listed Sukuk, it must be traded in an exchange that is a member of World Federations of Exchange;</p> <p>5. All types of Islamic collective investment schemes which comply to the requirements of the Guidelines and the Standards of Qualifying CIS; and</p>
<p>1.13 Investment Restrictions and Limits</p>	<p>1. The value of the Fund's investments in Sukuk issued by any single issuer must not exceed 20% of the Fund's NAV. This single issuer limit may be increased to 30% if the Sukuk are rated by any domestic or global rating agency to be of the best quality and offer highest safety for timely payment of profit and principal.</p>	<p>1. The aggregate value of the Fund's investments in Sukuk or Islamic money market instruments issued by a single issuer must not exceed 10% of the Fund's NAV.</p> <p>2. The value of the Fund's placement in Islamic Deposits with any single Financial Institution must not exceed 20% of the Fund's NAV.</p> <p>3. In the case where the Fund invests in the following assets, the limit in clause</p>

	<p>2. The value of the Fund's placement in Islamic Deposits with any single institution must not exceed 20% of the Fund's NAV.</p> <p>3. The value of the Fund's investments in Sukuk issued by any one group of companies must not exceed 30% of the Fund's NAV.</p> <p>4. For investment in Islamic derivatives:        (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 Islamic derivative transaction with any single counterparty must not exceed 10% of the Fund's NAV; and        (c) the Fund's exposure from Islamic derivatives position should not exceed the Fund's NAV at all times.</p> <p>5. The aggregate value of the Fund's investments in Shariah-compliant transferable securities, Islamic money market instruments, Islamic Deposits and OTC Islamic derivatives issued by or placed with, as the case may be, any single issuer/ Financial Institution must not exceed 25% of the Fund's NAV. Where the single issuer limit is increased to 30% pursuant to item 1 above, the aggregate value of the Fund's investments must not exceed 30% of the Fund's NAV.</p> <p>6. The value of the Fund's investments in units/shares of any Islamic collective investment scheme must not exceed 20% of the Fund's NAV.</p> <p>7. The Fund's investments in Sukuk must not exceed 20% of</p>	<p>1 and clause 2 above is lowered to 5%:        (a) Islamic Deposits placed with unrated or non-investment grade Financial Institution; and        (b) Sukuk or Islamic money market instruments not dealt in an Eligible Market or issued by an unrated or non-investment grade issuing body.</p> <p>Notwithstanding clause 3(b), we may rely on the rating of an unrated or non-investment grade issuer's parent company or guarantor provided that an explicit guarantee by the parent company or the guarantor for the issuer is in place.</p> <p>4. For investment in Islamic derivatives:        (a) the exposure to the underlying assets must not exceed the investment spread limits stipulated in the Guidelines;        (b) the counter-party of an OTC Islamic derivative is a Financial Institution with a minimum long-term rating provided by any domestic or global rating agency that indicates strong capacity for timely payment of financial obligations; and        (c) the value of the Fund's OTC Islamic derivative transaction with any single counter-party with a minimum long-term rating of investment grade must not exceed 10% of the Fund's NAV. In any other case, the limit is 5% of the Fund's NAV.</p> <p>5. The aggregate value of the Fund's investments in Sukuk, Islamic money market instruments, Islamic Deposits and OTC Islamic derivatives issued by or placed with, as the case may be, any single business group, must not exceed 20% of the Fund's NAV. For the purpose of this clause, a business group refers to a body, its subsidiaries, fellow subsidiaries, holding body, and ultimate holding body.</p> <p>6. The Fund may invest up to 15% of the Fund's NAV in aggregate in</p>
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	<p>the Sukuk issued by any single issuer.</p> <p>8. The Fund's investments in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer. However, this limit does not apply to Islamic money market instruments that do not have a pre-determined issue size.</p> <p>9. The Fund's investments in Islamic collective investment schemes must not exceed 25% of the units/shares in any one Islamic collective investment scheme.</p>	<p>Sukuk or Islamic money market instruments issued by a single body if the issuing body or the guarantor of the Sukuk or Islamic money market instruments is a government or sovereign or central bank with an international long-term issuer rating of investment grade. However, if the issuing body or the guarantor of the Sukuk or Islamic money market instruments is the Malaysian government or Bank Negara Malaysia, the Fund may invest up to 35% of the Fund's NAV in aggregate in Sukuk or Islamic money market instruments. For the avoidance of doubt, government or sovereign or central bank Sukuk with an international long-term rating that is of non-investment grade will be subject to the 5% limit in clause 3 above.</p> <p>7. The aggregate value of the Fund's investments in:</p> <ul style="list-style-type: none"> <li>(a) Islamic Deposits placed with unrated or non-investment grade Financial Institution;</li> <li>(b) Sukuk or Islamic money market instruments not dealt in an Eligible Market or issued by an unrated or non-investment grade issuing body; and</li> <li>(c) OTC Islamic derivatives with non-investment grade or unrated counterparty</li> </ul> <p>must not exceed 15% of the Fund's NAV. However, this aggregate limit does not apply to Islamic Deposits, Sukuk or Islamic money market instruments or OTC Islamic derivatives where the:</p> <ul style="list-style-type: none"> <li>(i) Financial Institution, issuing body or counterparty is rated investment grade only with a national rating scale; and</li> <li>(ii) the jurisdiction in which the issuing body or counterparty is domiciled has a sovereign credit rating that is at least investment grade.</li> </ul> <p>8. The value of the Fund's investments in units of each Islamic Qualifying CIS or Islamic non-Qualifying CIS</p>
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		<p>authorised in signatory countries for public offers must not exceed 10% of the Fund's NAV.</p> <p>9. The value of the Fund's investment in units of all Islamic non-Qualifying CIS (excluding investment in units of Islamic non-Qualifying CIS where the invested assets are Islamic real estate and/or Islamic real estate-related, provided that the units of the Islamic non-Qualifying CIS are listed for quotation and traded on an organised exchange in a signatory country) must not exceed 30% of the Fund's NAV.</p> <p>10. The Fund's investments in Sukuk must not exceed 10% of the Sukuk issued by any single issuer.</p> <p>11. The Fund's investments in Islamic money market instruments must not exceed 10% of the instruments issued by any single issuer.</p> <p>12. The Fund's investments in Islamic collective investment schemes must not exceed 25% of the units/shares in any one Islamic 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 we 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. In addition, we shall inform the SC and the Trustee within three (3) Business Days after we become aware of such breach, except in the event of any breach of the investment limits that is not the consequence of an investment decision.</p>
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Please note that the Replacement Prospectus will be available on our website at <http://www.uobam.com.my/our-funds/allfunds.page> on the date of issue of the Replacement Prospectus.

Should you have any enquiries, please email us at [UOBAMCustomerCareMY@UOBgroup.com](mailto: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.*