

Ref. No.: UOBAM(M)/2023/PDMC/235

Date: 6 December 2023

Dear Unit Holders,

**RE: United-i ESG Series - High Quality Sukuk Fund (“Fund”)
 - Issuance of the Second Supplementary Prospectus In relation to the Fund (“Second
 Supplementary Prospectus”)**

Thank you for investing in the Fund.

We wish to inform you that we will be issuing the Second Supplementary Prospectus which has been registered with the Securities Commission Malaysia (“SC”).

The Second Supplementary Prospectus will be issued to:-

- a) allow MYR Class and SGD Hedged Class of the Fund to make distribution out of the Fund’s capital (limited to reserves); and
- b) establish two additional classes of units i.e. MYR Q Class and MYR M Class to cater for different investors preference.

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

Section	Current Prospectus	Change in Second Supplementary Prospectus				
Responsibility Statements and Statements of Disclaimer	Additional Statements -	Additional Statements INVESTORS SHOULD NOTE THAT THE CAPITAL OF THE FUND WILL BE ERODED AS THE FUND MAY DECLARE DISTRIBUTION OUT OF CAPITAL WHERE THE DISTRIBUTION IS ACHIEVED BY FORGOING THE POTENTIAL FOR FUTURE CAPITAL GROWTH AND THIS CYCLE MAY CONTINUE UNTIL ALL CAPITAL IS DEPLETED.				
1.11 Distribution policy	Subject to the availability of income, distribution will be made at least once a year. For further details on the mode of distribution, please refer to <i>Section 3.11 Mode of Distribution.</i>	<table border="1"> <thead> <tr> <th>Class(es)</th> <th>Distribution Policy</th> </tr> </thead> <tbody> <tr> <td>MYR Class and SGD Hedged Class</td> <td>Distribution (if any) will be made at least once a year. For the avoidance of doubt, distribution may only be made from realised gains, realised income and/or out of capital (limited to reserves*). If the realised gains or realised income is insufficient, we may declare distribution out of capital. <i>Note:</i> * Reserves refers to distributable income which have been accrued as at the end of a financial year but is not declared and paid as distribution at the next distribution date immediately after that financial year. The Classes will not declare distribution out of capital that is not part of the aforesaid reserves.</td> </tr> </tbody> </table>	Class(es)	Distribution Policy	MYR Class and SGD Hedged Class	Distribution (if any) will be made at least once a year. For the avoidance of doubt, distribution may only be made from realised gains, realised income and/or out of capital (limited to reserves*). If the realised gains or realised income is insufficient, we may declare distribution out of capital. <i>Note:</i> * Reserves refers to distributable income which have been accrued as at the end of a financial year but is not declared and paid as distribution at the next distribution date immediately after that financial year. The Classes will not declare distribution out of capital that is not part of the aforesaid reserves.
Class(es)	Distribution Policy					
MYR Class and SGD Hedged Class	Distribution (if any) will be made at least once a year. For the avoidance of doubt, distribution may only be made from realised gains, realised income and/or out of capital (limited to reserves*). If the realised gains or realised income is insufficient, we may declare distribution out of capital. <i>Note:</i> * Reserves refers to distributable income which have been accrued as at the end of a financial year but is not declared and paid as distribution at the next distribution date immediately after that financial year. The Classes will not declare distribution out of capital that is not part of the aforesaid reserves.					



		<table border="1"> <tr> <td data-bbox="630 353 782 548">MYR Q Class</td> <td data-bbox="782 353 1453 548">Distribution (if any) will be on a quarterly basis. For the avoidance of doubt, distribution may be made from realised gains, realised income and/or out of capital.</td> </tr> <tr> <td data-bbox="630 548 782 705">MYR M Class</td> <td data-bbox="782 548 1453 705">Distribution (if any) will be on a monthly basis. For the avoidance of doubt, distribution may be made from realised gains, realised income and/or out of capital.</td> </tr> </table> <p>The Manager may distribute out of capital as and when the Manager deems fit and appropriate, including ensuring that the investment objective of the Fund is achieved. A distribution out of capital would enable us to achieve the Fund's objective of providing income and making regular distribution in accordance with the distribution policy of each Class(es), in the event there is insufficient realised gains and realised income available for distribution.</p> <p>The effects of distributing out of capital may include but are not limited to the following:- (a) the value of the Fund's investments may be reduced; and (b) the capital of the Fund may be eroded.</p> <p>Investors should note that the distribution is achieved by forgoing the potential for future capital growth and this cycle may continue until all capital is depleted.</p> <p>For further details on the mode of distribution, please refer to <i>Section 3.11 Mode of Distribution</i>.</p>	MYR Q Class	Distribution (if any) will be on a quarterly basis. For the avoidance of doubt, distribution may be made from realised gains, realised income and/or out of capital.	MYR M Class	Distribution (if any) will be on a monthly basis. For the avoidance of doubt, distribution may be made from realised gains, realised income and/or out of capital.				
MYR Q Class	Distribution (if any) will be on a quarterly basis. For the avoidance of doubt, distribution may be made from realised gains, realised income and/or out of capital.									
MYR M Class	Distribution (if any) will be on a monthly basis. For the avoidance of doubt, distribution may be made from realised gains, realised income and/or out of capital.									
2.6 Annual Management Fee	<p>Up to 1.00% per annum of the NAV of the Class, calculated and accrued on a daily basis.</p> <p>Note: We may at our own discretion, from time to time, charge an annual management fee that is lower than that stated above.</p> <p>Please refer to Section 3.1.1, <i>Computation of NAV and NAV per Unit of the Fund on how the annual management fee is calculated</i>.</p>	<table border="1"> <thead> <tr> <th data-bbox="630 1317 821 1411">MYR Class</th> <th data-bbox="821 1317 1029 1411">SGD Hedged Class</th> <th data-bbox="1029 1317 1197 1411">MYR Q Class</th> <th data-bbox="1197 1317 1453 1411">MYR M Class</th> </tr> </thead> <tbody> <tr> <td data-bbox="630 1411 821 1534">Up to 1.00% per annum of the NAV of the Class, calculated and accrued on a daily basis.</td> <td data-bbox="821 1411 1029 1534"></td> <td data-bbox="1029 1411 1197 1534">Up to 1.20% per annum of the NAV of the Class, calculated and accrued on a daily basis.</td> <td data-bbox="1197 1411 1453 1534"></td> </tr> </tbody> </table> <p>Note: We may at our own discretion, from time to time, charge an annual management fee that is lower than that stated above.</p> <p>Please refer to Section 3.1.1 <i>Computation of NAV and NAV per Unit of the Fund on how the annual management fee is calculated</i>.</p>	MYR Class	SGD Hedged Class	MYR Q Class	MYR M Class	Up to 1.00% per annum of the NAV of the Class, calculated and accrued on a daily basis.		Up to 1.20% per annum of the NAV of the Class, calculated and accrued on a daily basis.	
MYR Class	SGD Hedged Class	MYR Q Class	MYR M Class							
Up to 1.00% per annum of the NAV of the Class, calculated and accrued on a daily basis.		Up to 1.20% per annum of the NAV of the Class, calculated and accrued on a daily basis.								



With regards to the inclusion of capital distribution (limited to reserves) for MYR Class and SGD Hedged Class, we wish to highlight that:

- (a) Prior to the revised Guidelines on Unit Trust Funds (“GUTF”) dated 28 November 2022, the Fund’s distribution methodology has always been declaring distribution from realised gains and realised income regardless when the gains or income is realised by the Fund, as permitted by the Deed and in line with the requirements in the GUTF which states that distribution of income can only be made from realised gains or realised income.
- (b) The revised GUTF dated 28 November 2022 has reclassified that ‘distributable income’ which has been accrued as at the end of a financial year but is not declared and paid as distribution at the next distribution date immediately after that financial year end should be included as ‘capital’ for the next financial year.
- (c) As such, the Second Supplementary Prospectus has been registered with the SC to allow MYR Class and SGD Hedged Class to distribute out of capital (limited to reserves*). * Reserves refers to distributable income which has been accrued as at the end of a financial year but is not declared and paid as distribution in that financial year. The Classes will not distribute out of capital that is not part of the aforesaid distributable income.
- (d) Given the above, there is no change to the distribution methodology of the Classes as the basis of this distribution is still from realised gains and realised income where the Classes have been practising this distribution method before “reserves” were classified as capital in the revised GUTF. The issuance of the Second Supplementary Prospectus is to align with the wordings in the revised GUTF.

Please note that the Second Supplementary Prospectus will be available on our website at <http://www.uobam.com.my/our-funds/allfunds.page> on the date of issuance of the Second 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.

