

United Global Recovery Funds

- United China-India
Dynamic Growth Fund
- United High Grade
Corporate Bond Fund

Semi Annual Report

for the half year ended
30 June 2019

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

MANAGER

UOB Asset Management Ltd

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SUB-MANAGER (UNITED CHINA-INDIA DYNAMIC GROWTH FUND - INDIA PORTFOLIO)

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United China-India Dynamic Growth Fund
(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance

Class SGD

| Fund Performance/ Benchmark Returns | 3 mth % Growth | 6 mth % Growth | 1 yr % Growth | 3 yr Ann Comp Ret | 5 yr Ann Comp Ret | 10 yr Ann Comp Ret | Since Inception 22 February 2010 Ann Comp Ret |
|--|----------------------|----------------------|---------------------|----------------------------|----------------------------|-----------------------------|---|
| United China-India Dynamic Growth Fund | -2.03 | 11.31 | -1.62 | 11.06 | 9.24 | N/A | 5.42 |
| Benchmark | 0.01 | 14.01 | 6.56 | 13.03 | 8.50 | N/A | 5.16 |

Source: Morningstar.

Note: The performance returns of the Fund are in Singapore Dollar based on a NAV-to-NAV basis, with dividends and distributions reinvested, if any.

The benchmark of the Fund: Since Inception - 30 Aug 15: 50% MSCI China and 50% MSCI India; 31 Aug 15 - Current: 25% SSE 50 China A Share, 25% MSCI China and 50% MSCI India.

Class JPY

| Fund Performance/ Benchmark Returns | 3 mth % Growth | 6 mth % Growth | 1 yr % Growth | 3 yr Ann Comp Ret | 5 yr Ann Comp Ret | 10 yr Ann Comp Ret | Since Inception 21 December 2009 Ann Comp Ret |
|--|----------------------|----------------------|---------------------|----------------------------|----------------------------|-----------------------------|---|
| United China-India Dynamic Growth Fund | -4.28 | 10.66 | -2.55 | 47.60 | 60.26 | N/A | 114.13 |
| Benchmark | -2.54 | 12.79 | 4.46 | 50.87 | 47.38 | N/A | 93.23 |

Source: UOBAM.

Note: The performance returns of the Fund are in Japanese Yen based on a NAV-to-NAV basis, with dividends and distributions reinvested, if any.

The benchmark of the Fund: Since Inception - 30 Aug 15: 50% MSCI China and 50% MSCI India; 31 Aug 15 - Current: 25% SSE 50 China A Share, 25% MSCI China and 50% MSCI India.

For the 6 months ended 30 June 2019, the unit price of the Fund (SGD Class) **rose 11.31%**, on a net asset value basis, compared with a 14.01% rise in the benchmark, comprising 25% SSE 50 China A Share, 25% MSCI China and 50% MSCI India. The Fund underperformed the benchmark by 2.70% over the period.

For the 6 months ended 30 June 2019, the NAV of the Fund (JPY Class) **rose 10.66%**, underperforming the 12.79% rise in the benchmark comprising 25% SSE 50 China A Share, 25% MSCI China and 50% MSCI India (JPY terms) by 2.13%.

United China-India Dynamic Growth Fund

(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance (continued)

In **China**, the Fund's performance was helped by strong positive stock selection especially in **Information Technology, Health Care** and **Materials**. The *overweight* in **Consumer Staples** also helped, particularly the Fund's 'A' share exposure. Stock selection in **Consumer Discretionary** and **Industrials** detracted as did the *underweight* position **Information Technology**, but the overall combined selection was positive. **Longi Green Energy Technology, Kweichou Moutai, Wanhua Chemical** and **Ping An Insurance** were the key stock contributors to performance. The detractors were **Vatti Corp, Sanan Optoelectronics, Jason Furniture Hangzhou, Tongcheng Elong Holdings** and **Nanji E-commerce**.

On the **India** side, negative stock selection in **Financials** and **Information Technology** detracted from performance. The Fund's *overweight* in **Consumer Discretionary** which did poorly and *underweight* in **Energy** and **Information Technology** sectors which did well also adversely impacted performance. There was positive stock selection in **Communication Services, Health Care** and **Materials**. Positive stock contributors were **Bajaj Finance, Info Edge India, Shree Cement, Kotak Mahindra Bank** and **Titan Company**.

For the period, the Fund was neutral on **China** vs. **India** from January to March. We brought it up to slightly *overweight* **China** in the beginning of the second quarter in April but reverted to neutral **China** vs **India** as the US-China trade tensions escalated again in May. Within **China**, we are *overweight* the 'A' shares vs 'H' shares.

As at end June 2019, exposure in **Hong Kong** and **China** was 50.90% and 47.89% in **India**, with the remainder 1.21% in cash. The Fund had the following sector allocation: **Financials** (28.54%), **Consumer Discretionary** (15.66%), **Consumer Staples** (11.56%), **Health Care** (10.81%), **Information Technology** (9.09%), **Industrials** (7.95%), **Communication Services** (7.06%), **Materials** (5.26%) and others (2.86%), with the remainder in cash (1.21%).

Economic and Market Review

China

In the first half of 2019, China equities posted gains. MSCI China underperformed their global peers while SSE50 posted stellar gains, recovering strongly from 2018 when they were the worst performing market in Asia.

Investor concerns were largely glued to the ebb and flow of headlines surrounding the US-China trade war. At the beginning of the year, US-China trade talks appeared to be progressing well and China economic data improved till March, giving the Greater China markets a strong boost. However, the markets took a sharp U-turn when the talks broke down in May. The US raised tariffs on US\$200 billion worth of Chinese imports and black-listed telecommunications giant Huawei on national security concerns, alleging that they were spying for the Chinese government. This move sent shockwaves through the technology supply chain. In June 2019, the 10-year US Treasury yield fell to the lowest level in nearly 20 months with investors alert to prospects of a full-blown trade war. A meeting at the G-20 summit between the US and Chinese resulted in a trade truce and subsequently lifted markets investment sentiment.

United China-India Dynamic Growth Fund

(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance (continued)

Against this backdrop, most of the major economies continued to suffer from weak global manufacturing data. As the uncertainties of US-China trade relations *weighed* upon the global economy, investors turned their attention toward monetary policy. Interest rates were kept on hold at its Federal Open Market Committee in June. The language used by the US Federal Reserve (Fed) became increasingly dovish, signalling the possibility of rate cuts, hence giving markets a boost. Other central banks followed suit by iterating either an accommodative or neutral monetary policy stance.

China's economy, which comprises a large part of Asia's technology supply chain, is at risk from the heightened US tariffs. Therefore, while most other Asian currencies rose, the Chinese Renminbi depreciated against the US Dollar as the US ratcheted up threats against Chinese exports.

In terms of sector performance, the **Consumer** and **Information Technology** sectors, outperformed, while **Communication Services**, **Energy**, **Utilities** and **Materials** underperformed.

Though a slowing economy and trade issues with the US have continued to be an overhang, the China markets have continued to grind up amid expectations on more policy loosening. Investors also cheered any slight signs of easing tensions. On other developments, news that MSCI would raise the weighting of China 'A' shares in its benchmark indexes gave the onshore market a boost. The government stimulus measures to counter the economic slowdown also helped to buoy the markets.

India

Over the period, the MSCI India Index was up 5.8%. Externally, the US-China trade tensions and its consequent negative impact on global growth remained the key overhang on the market. On the domestic front, lack of liquidity in the financial system and particularly for the NBFC sector impacted growth. On the positive side, re-election of the incumbent government with the even higher majority than the previous term was cheered by the market as it indicated large scale acceptability of the government's reforms agenda and a strong outlook for policy continuity in the future.

Monetary policy was driven by consistently benign inflation and the need to provide support for growth. In February 2019, the RBI announced a 25 bps reduction in Repo rate (6.25% post the cut) with a change in stance to 'neutral'. This was followed by 2 further 25 bps cuts in April and June, and a change in stance to "accommodative" amidst a weak growth backdrop and benign inflation.

The Finance Minister presented the Union Budget for FY19-20 with a clear focus on providing a growth impetus to the economy through support for the agriculture sector and providing higher discretionary income in the hands of the middle class. To support growth, the finance minister has relaxed the fiscal deficit target for FY19 and FY20, taking it to 3.4% of GDP in both years (compared to the roadmap of 3.3% for FY19 and 3.0% for FY20 set in the previous budget).

In terms of sectors, **Financial Services** and **Information Technology** performed well. **Automobiles**, **Industrials** and **Health Care** were the laggards.

A) Fund Performance (continued)

Outlook and Fund Strategy

China

2019 has been dominated by twists and turns in the US-China trade talks, which have had a major impact on the markets. Right now, there appears to be a trade truce post the June 2019 G20 meeting as both parties continue to resume talks after falling out in May. However, elevated tariffs remain and the overhang **Huawei** is not completely removed despite President Trump giving a reprieve to allow US companies to continue doing business with them.

Moreover, Chinese economic data looks to be slowing again in the second quarter after promising signs in recovery in March. Growth has slowed down from 6.4% year on year in 1Q 2019 to 6.2% in 2Q 2019 and the PMIs have turned below 50.

Hence, despite some good news on the US-China trade talks for now, we are still doubtful if they will reach a lasting agreement. Tensions could flare up again as the US and China still have major unresolved differences and are big rivals in economic and technological leadership. On the positive flip side, China's slowing economy, aggravated by onerous tariffs can be somewhat alleviated by domestic policy stimulus and the global backdrop of dovish monetary policy in the US and Europe.

We remain cautious on China at the moment. It is at the epicentre of geopolitical and economic tensions with the US. Despite the current trade truce, we believe both sides are still far from reaching a full resolution. The market is vulnerable to further valuation derating if trade tensions erupt again and earnings cuts as the economy slow down. The Chinese government's fiscal and monetary easing can partially alleviate but not prevent economic slowdown, especially if US-China trade tensions continue to linger. There is still the possibility that the US and China could reach a trade resolution when they resume negotiations, and the markets would then re-rate on a positive deal. However, given the uncertainty in predicting the outcome, we prefer to place bets in other markets.

India

While the broad market indices have held up over the last few months, many mid and small cap stocks have suffered amidst the negative sentiments over the deepening NBFC crisis, growth slowdown and geopolitical tensions. This has led to attractive valuations for these stocks which face near term challenges but have healthy long term growth drivers in place. RBI has cut policy rates and changed its stance to accommodative in order to provide growth support.

The first budget of the re-elected government has largely continued the focus on fiscal prudence which has been a source of disappointment for the market, given the consumption slowdown witnessed across the rural segment of the economy. Another major source of disappointment was an increase in the surcharge rates on the non-corporate entities which led to a slight increase in their effective tax. While the market may remain under pressure in the near term post the budget disappointment, there is no impact on the long term fundamentals of the Indian economy. India continues to be one of the most favoured investment destinations for global investors on the back of its sizeable demographic advantage, rising income and middle class. These attributes should enable the country to deliver consistent growth over many years to come.

United China-India Dynamic Growth Fund

(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance (continued)

The Fund continues to be positive on **Financials**, **Information Technology**, **Health Care** and **Consumer Goods** sectors, and cautious on capex dependent **Industrials**, **Metals** and **Energy** sectors.

We remain positive on **Financial Services** as there is a steady improvement in the credit growth which should help the banking sector. Within the sector, we have a preference for private sector banks which have superior asset quality and return on assets and are consistently gaining market share. We are reviewing our exposure in Yes Bank and would want to cap the exposure till the time there is a firm handle on the transition of the bank. We are positive on **Consumer Goods** as it remains the most promising sector both in terms of future growth as well as strong cash flows. GST implementation is medium to long term positive for the sector as the organised players are gaining market share from the unorganised ones. We are maintaining exposure toward companies which are into low penetration categories rendering a long growth runway. We are positive on the **Information Technology** sector. According to Gartner, worldwide IT spending is projected to total USD 3.7 trillion, a growth of 6.2% which is the highest since 2007, signalling a new cycle of growth. While the global economy is showing signs of slowdown, spending on digital technologies is still accelerating. The proportion of digital business for Indian IT companies is expected to increase consistently over the next few years. With resilient oil prices, rising inflation and fiscal deficit, the Indian Rupee should remain weak, which lends further positive tailwinds for the sector.

We remain *overweight* on **Health Care** as the sector's long term prospects remain strong. While the **US** Generics business is undergoing some challenges, the domestic Indian and emerging market business are enjoying steady secular growth. The Indian formulations business and the emerging markets business remains a steady growth business with strong cash flows. With global pharmaceutical companies reducing their reliance on **China**, Indian Pharmaceutical companies are gaining the market share.

We have zero weight in the **Energy** sector largely due to not investing in **Reliance Industries**. The Indian **Energy** sector as a whole remains highly capital intensive with low returns on capital and very volatile profitability. Although the government has deregulated pricing of fuel, the oil marketing companies shall continue to remain subject to government control and interference. Refining margins have been on decline and with the ongoing US-China trade war, both refining and petrochemicals are expected to remain under pressure.

We remain cautious on capital intensive **Industrials**. Industrial and investment demand remains weak. Notwithstanding that an improvement in economic growth and capacity utilization will benefit the industrial sector as a whole, we hesitate to invest in companies that incur huge capital expenditure and are highly cyclical. We remain focused on companies in the sector which focus on making consumables.

We are also cautious on **Metals** as we feel this sector is linked to global demand, particularly **China** which is experiencing slowing economic activity. We remain *underweight* on this sector as we believe the risk to return trade-off is unattractive.

United China-India Dynamic Growth Fund
(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance (continued)

Conclusion

There are current headwinds from the ongoing US-China trade war, China's restructuring and macroeconomic imbalances, and India's short term growth challenges and execution of reforms. However, we remain positive on the longer term outlook of both markets. The Fund is now neutral on China and India. We believe there are still significant opportunities in both markets. The Indian market's valuations are richer than most of the region. However, they reflect the long term structural positive factors such as favourable demographics and domestic drivers that are quite independent of the global economy. China's growth is slowing, macro challenges remain and trade tensions with the US could persist for some time, nevertheless these headwinds are well reflected in the market's cheap valuations. There are still many pockets of strong growth in the market over the medium to long term.

In the longer term, we believe that both China and India's domestic economies are rising in importance. The large and growing middle class, high savings rates and low public debt present compelling opportunities. Both countries now have in place new governments that are committed to delivering reforms to improve sustainable growth and efficiency. We believe the Fund is strategically positioned to tap into the growth potential of two of the largest emerging economies in the world.

United China-India Dynamic Growth Fund
(Constituted under a Trust Deed in the Republic of Singapore)

B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2019 under review classified by

i) Country

| | Fair Value (S\$) | % of NAV |
|--------------------------------|---------------------|---------------|
| China | 16,798,939 | 49.86 |
| Hong Kong | 349,126 | 1.04 |
| India | 16,133,732 | 47.89 |
| Portfolio of investments | 33,281,797 | 98.79 |
| Other net assets/(liabilities) | 408,167 | 1.21 |
| Total | 33,689,964 | 100.00 |

ii) Industry

| | Fair Value (S\$) | % of NAV |
|--------------------------------|---------------------|---------------|
| Communication Services | 2,377,619 | 7.06 |
| Consumer Discretionary | 5,275,267 | 15.66 |
| Consumer Staples | 3,895,504 | 11.56 |
| Financials | 9,615,397 | 28.54 |
| Health Care | 3,641,139 | 10.81 |
| Industrials | 2,677,922 | 7.95 |
| Information Technology | 3,063,264 | 9.09 |
| Materials | 1,772,925 | 5.26 |
| Real Estate | 699,530 | 2.08 |
| Utilities | 263,230 | 0.78 |
| Portfolio of investments | 33,281,797 | 98.79 |
| Other net assets/(liabilities) | 408,167 | 1.21 |
| Total | 33,689,964 | 100.00 |

iii) Asset Class

| | Fair Value (S\$) | % of NAV |
|--------------------------------|---------------------|---------------|
| Quoted equities | 33,281,797 | 98.79 |
| Other net assets/(liabilities) | 408,167 | 1.21 |
| Total | 33,689,964 | 100.00 |

United China-India Dynamic Growth Fund
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B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2019 under review classified by (continued)

iv) Credit rating of quoted bonds

N/A

C) Top Ten Holdings

10 largest holdings as at 30 June 2019

| | Fair Value (S\$) | Percentage of total net assets attributable to unitholders % |
|-------------------------------------|---------------------|--|
| TENCENT HOLDINGS LTD | 1,648,685 | 4.89 |
| ALIBABA GROUP HOLDING LTD | 1,421,396 | 4.22 |
| BAJAJ FINANCE LTD | 1,327,563 | 3.94 |
| HDFC BANK LTD | 1,083,690 | 3.22 |
| PING AN INSURANCE GROUP CO OF CHINA | 974,643 | 2.89 |
| KWEICHOW MOUTAI CO LTD | 872,248 | 2.59 |
| HOUSING DEVELOPMENT FINANCE CORP | 756,193 | 2.24 |
| CHINA CONSTRUCTION BANK CORP | 734,256 | 2.18 |
| KOTAK MAHINDRA BANK LTD | 724,509 | 2.15 |
| INDUSIND BANK LTD | 674,425 | 2.00 |

United China-India Dynamic Growth Fund
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C) Top Ten Holdings (continued)

10 largest holdings as at 30 June 2018

| | Fair Value (S\$) | Percentage of total net assets attributable to unitholders % |
|---------------------------------------|---------------------|--|
| TENCENT HOLDINGS LTD | 2,121,655 | 5.17 |
| ALIBABA GROUP HOLDING LTD | 1,796,088 | 4.38 |
| BAJAJ FINANCE LTD | 1,527,035 | 3.72 |
| CHINA CONSTRUCTION BANK CORP | 1,121,412 | 2.73 |
| INDUSIND BANK LTD | 1,097,619 | 2.68 |
| HDFC BANK LTD | 1,076,267 | 2.62 |
| YES BANK LTD | 966,241 | 2.36 |
| INFOSYS LTD | 846,660 | 2.06 |
| INDUSTRIAL & COMMERCIAL BANK OF CHINA | 836,545 | 2.04 |
| KOTAK MAHINDRA BANK LTD | 765,531 | 1.87 |

D) Exposure to derivatives

i) Fair value of derivative contracts and as a percentage of NAV as at 30 June 2019

| | Contract or underlying principal amount \$ | Positive fair value \$ | % of NAV | Negative fair value \$ | % of NAV |
|----------------------------|--|------------------------------|----------|------------------------------|----------|
| Foreign currency contracts | 12,005 | - | - | 4 | -* |

* denotes amount less than 0.01%

ii) There was a net realised loss of SGD 20,255 on derivative contracts during the financial period from 1 January 2019 to 30 June 2019.

iii) There was a net unrealised loss of SGD 4 on outstanding derivative contracts marked to market as at 30 June 2019.

E) Amount and percentage of NAV invested in other schemes as at 30 June 2019

N/A

United China-India Dynamic Growth Fund
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F) Amount and percentage of borrowings to NAV as at 30 June 2019

N/A

G) Amount of redemptions and subscriptions for the financial period from 1 January 2019 to 30 June 2019

| | | |
|-------------------------------|-----|------------|
| Total amount of redemptions | SGD | 14,310,675 |
| Total amount of subscriptions | SGD | 772,499 |

H) The amount and terms of related-party transactions for the financial period from 1 January 2019 to 30 June 2019

i) As at 30 June 2019, the Sub-Fund maintained current accounts with its related party as follows:

State Street Bank and Trust Company, Singapore Branch

| | | |
|------------------------|-----|---------|
| Cash and bank balances | SGD | 589,685 |
|------------------------|-----|---------|

ii) Investment in Initial Public Offerings managed by UOB Group

N/A

iii) As at 30 June 2019, the brokerage income earned by UOB Kay Hian Pte Ltd was SGD 1,846.

I) Expense ratios

| | 2019 | 2018 |
|-------------------------------|-------------------|------------|
| | \$ | \$ |
| Class SGD | | |
| Total operating expenses | 843,624 | 788,675 |
| Average daily net asset value | 36,138,813 | 30,454,117 |
| Expense ratio | 2.33% | 2.59% |

United China-India Dynamic Growth Fund
(Constituted under a Trust Deed in the Republic of Singapore)

I) Expense ratios (continued)

| | 2019 | 2018 |
|-------------------------------|-------------------------|------------------|
| | \$ | \$ |
| Class JPY | | |
| Total operating expenses | 65,102 | 81,655 |
| Average daily net asset value | <u>4,955,626</u> | <u>5,259,988</u> |
| Expense ratio | <u>1.31%</u> | <u>1.55%</u> |

Note: The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the Sub-Fund's expense ratio at 30 June 2019 was based on total operating expenses divided by the average net asset value respectively for the financial period. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Sub-Fund does not pay any performance fee. The average net asset value is based on the daily balances.

J) Turnover ratios

| | 2019 | 2018 |
|--|--------------------------|-------------------|
| | \$ | \$ |
| Lower of total value of purchases or sales | 15,538,587 | 15,312,503 |
| Average daily net assets value | <u>39,960,707</u> | <u>41,344,055</u> |
| Turnover ratio | <u>38.88%</u> | <u>37.04%</u> |

Note: The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments divided by the average daily net asset value.

K) Any material information that will adversely impact the valuation of the scheme such as contingent liabilities of open contracts

N/A

L) For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme ("the underlying scheme")¹ should be disclosed as well

i) Top 10 holdings at fair value and as percentage of NAV as at 30 June 2019 and 30 June 2018

N/A

United China-India Dynamic Growth Fund
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L) For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme (“the underlying scheme”)¹ should be disclosed as well (continued)

ii) Expense ratios for the financial period ended 30 June 2019 and 30 June 2018

N/A

iii) Turnover ratios for the financial period ended 30 June 2019 and 30 June 2018

N/A

¹ *Where the underlying scheme is managed by a foreign manager which belongs to the same group of companies as, or has a formal arrangement or investment agreement with, the Singapore manager, the above information should be disclosed on the underlying scheme. In other cases, such information on the underlying scheme should be disclosed only if it is readily available to the Singapore manager.*

M) Soft dollar commissions/arrangements

UOB Asset Management has entered into soft dollars arrangements with selected brokers from whom products and services are received from third parties. The products and services relate essentially to computer hardware and software to the extent that they are used to support the investment decision making process, research and advisory services, economic and political analyses, portfolio analyses including performance measurements, market analyses, data and quotation services, all of which are believed to be helpful in the overall discharge of UOB Asset Management’s duties to clients. As such services generally benefit all of UOB Asset Management’s clients in terms of input into the investment decision making process, the soft credits utilised are not allocated on a specific client basis. The Manager confirms that trades were executed on a best execution basis and there was no churning of trades.

N) Where the scheme offers pre-determined payouts, an explanation on the calculation of the actual payouts received by participants and any significant deviation from the pre-determined payouts

N/A

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance

Class A SGD Acc

| | 3 mth % Growth | 6 mth % Growth | 1 yr % Growth | 3 yr Ann Comp Ret | 5 yr Ann Comp Ret | 10 yr Ann Comp Ret | Since Inception 24 July 2009 Ann Comp Ret |
|--|----------------------|----------------------|---------------------|----------------------------|----------------------------|-----------------------------|--|
| Fund Performance/ Benchmark Returns | | | | | | | |
| United High Grade Corporate Bond Fund | 4.57 | 8.97 | 8.90 | 4.59 | 4.51 | N/A | 4.88 |
| Benchmark | 3.81 | 7.45 | 6.97 | 3.77 | 3.69 | N/A | 3.45 |

Source: Morningstar.

Note: The performance returns of the Fund are in Singapore Dollar based on a NAV-to-NAV basis, with dividends and distributions reinvested, if any.

The benchmark of the Fund: Jul 09 - Dec 14: Merrill Lynch Global Large Cap Corporate Index, 1-10 yrs; Jan 15 – Present: Barclays Global Aggregate Corporate Benchmark Index.

Class A SGD Acc (Hedged)

| | 3 mth % Growth | 6 mth % Growth | 1 yr % Growth | 3 yr Ann Comp Ret | 5 yr Ann Comp Ret | 10 yr Ann Comp Ret | Since Inception 24 July 2018 Ann Comp Ret |
|--|----------------------|----------------------|---------------------|----------------------------|----------------------------|-----------------------------|--|
| Fund Performance/ Benchmark Returns | | | | | | | |
| United High Grade Corporate Bond Fund | 4.45 | 9.31 | N/A | N/A | N/A | N/A | 8.11 |
| Benchmark | 3.81 | 7.45 | N/A | N/A | N/A | N/A | 6.57 |

Source: Morningstar.

Note: The performance returns of the Fund are in Singapore Dollar based on a NAV-to-NAV basis, with dividends and distributions reinvested, if any.

The benchmark of the Fund: Jul 09 - Dec 14: Merrill Lynch Global Large Cap Corporate Index, 1-10 yrs; Jan 15 – Present: Barclays Global Aggregate Corporate Benchmark Index.

For the six months ended 30 June 2019, Class A SGD Acc and Class A SGD Acc (Hedged) of the Fund returned **8.97%** and **9.31%** respectively, outperforming the benchmark Barclays Global Aggregate Corporate Benchmark Index, which returned 7.45% during the same period.

The Fund performance was attributed to sector and credit selection. During the first six months of the year, all sectors contributed positively to Fund performance. The Fund was *overweight* in **Financials**, **Communication Services**, **Energy**, **Utilities** and **Industrials**. Their contribution to portfolio return was 2.31%, 1.52%, 0.61%, 0.98% and 0.45% respectively. Although the Fund was *underweight* **Consumer non-cyclical**, it contributed 1.17% to portfolio return.

United High Grade Corporate Bond Fund

(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance (continued)

Credit selection was the main contributor to the Fund performance accounting for nearly 38% of total portfolio return. The bonds with the highest contribution to Fund returns were **Anheuser-busch Inbev Worldwide** 0.48%, **Altria Group** 0.33%, **Government of Romania** 0.30%, **Fox Corp** 0.27%, **Marathon Oil Corp** 0.26%, **AT&T Inc.** 0.26%. In terms of spread performance for sector selection, the **Financials** sector saw the biggest spread compression of 1%, followed by **Communications Services** 0.64% and **Consumer non-cyclical** 0.56%.

For regional allocation, the Fund was *overweight* Asia and Emerging Markets ex-Asia (EM) and *underweight* US and Europe. Asia contributed 2.3% to portfolio return while EM contributed 0.8%. Although the Fund was *underweight* US and Europe, contribution to Fund return from the US country allocation was 2.55% and Europe was 1.1%.

As at end June 2019, the Fund was 10% *underweight* duration at 6 years relative to the benchmark duration of 6.7 years but was slightly long the 30-year curve during the period.

In terms of currency (FX) allocation, the Fund was largely neutral on the **US Dollar** (USD); *underweight* **Euro** (EUR) and the **Sterling** (GBP).

As at end June 2019, the Fund had the following regional asset allocation: **Asia Pacific** (31.69%), **United States** (24.52%), **Europe** (18.79%), **United Kingdom** (12.35%), **Japan** (5.02%), **Australia** (2.34%), **EM ex-Asia** (1.01%), others (2.06%) and the remainder in cash and equivalents (2.22%).

Economic and Market Review

The first half of 2019 saw bond markets rally from the sell-off in 2018. Credit spreads rallied across all investment grade (IG) markets in response to accommodative central bank monetary policy, except for a short sell-off in May. The first half excess returns in all the IG indices were the highest since 2009 helped by sharply declining treasury yields. EUR IG tightened from 117 basis points (bps) to 82 bps and GBP IG from 200 bps to 174 bps. EUR IG delivered a total return of 5.49% and excess return of 2.96% while GBP 7.28% and 3.27% each respectively.

At end June, USD IG credit spreads have tightened 14 bps to 116 bps for an excess return of 123 bps. That means spreads nearly recovered completely after having widened by 14 bps in May. Treasuries did not sell off with 10-year yields hovering around 2%, about 50 bps below late April levels. All major asset classes showed gains in June with IG returning +2.75% and Treasuries +0.93%. Despite the decline in macro uncertainties, interest rate volatility remains elevated as well.

The first half of credit market rally has been interesting with bullish and bearish signs. On the bullish side, BBBs have rallied in line with A-rated bonds and credit curves have flattened. However, sector spread dispersion remains high and stubbornly high FX hedging costs combined with lower credit yields is limiting some foreign demand. However, low yields globally are supporting demand as well.

Bond supply technicals are supportive as gross issuance for 1H19 was \$593 billion, down 10% year-on-year (y/y) from \$662 billion in 1H18. This is the lowest Jan-Jun figure since 2014. Net issuance declined by 35% y/y to \$160 billion. Meanwhile, Fund flows for IG have been strong, totalling \$20 billion, just behind 2017's record pace.

United High Grade Corporate Bond Fund

(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance (continued)

Outlook and Fund Strategy

We have generally argued that there is likely a year or two left in the credit cycle and risk assets can still perform. With the **US** and **China** re-engaging on trade, and indicated supportive monetary policy action by both the Fed and the ECB, we expect market sentiment to stay positive in the short to medium term. However, we believe there will still be bouts of market volatility; hence we aim to position the Fund defensively in terms of credit, sector and rating selection.

We expect market technicals to remain supportive with USD IG issuances to moderate in the second half of 2019. With IG spreads at 116-120 bps, having tightened almost 40 bps since the start of the year, we expect investors will selectively re-engage but we acknowledge that spreads could experience more volatility before gaining traction.

Our goal is to continuously outperform the benchmark without taking excessive risk. In terms of regions, we look to maintain our *overweight* position on **Asia** on relative valuation; maintain an *underweight* position in **Europe** and reduce our very *underweight* on the **US** to a slight *underweight*. For currency exposure, we intend to stay neutral to the benchmark and add value through sector and credit selection.

Disclaimer:

"As the Fund is in SGD and the benchmark is in US Dollar (USD), we had an overlay of currency hedges during the year, however the effect was largely neutral on the portfolio. Our global exposure to financial derivatives is calculated based on the commitment approach. This is done by adding the exposure of each financial derivative (for those with and without netting arrangement) and cash collateral values under certain cases."

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2019 under review classified by

i) Country

| | Fair Value (S\$) | % of NAV |
|---|---------------------------------|-----------------------------|
| Australia | 1,024,167 | 2.34 |
| Canada | 524,371 | 1.20 |
| China | 8,690,883 | 19.86 |
| France | 1,452,541 | 3.32 |
| Germany | 478,136 | 1.09 |
| Hong Kong | 910,454 | 2.08 |
| Indonesia | 3,119,367 | 7.13 |
| Italy | 1,437,874 | 3.28 |
| Japan | 2,197,200 | 5.02 |
| Luxembourg | 1,647,785 | 3.76 |
| Malaysia | 677,716 | 1.55 |
| Mexico | 443,178 | 1.01 |
| Netherlands | 570,486 | 1.30 |
| Portugal | 337,491 | 0.77 |
| Romania | 559,847 | 1.28 |
| Russia | 883,232 | 2.02 |
| Singapore | 467,626 | 1.07 |
| Switzerland | 862,643 | 1.97 |
| United Kingdom | 5,406,975 | 12.35 |
| United States | 10,733,195 | 24.52 |
| Accrued interest receivable on quoted bonds | <u>375,581</u> | <u>0.86</u> |
| Portfolio of investments | 42,800,748 | 97.78 |
| Other net assets/(liabilities) | <u>970,273</u> | <u>2.22</u> |
| Total | <u><u>43,771,021</u></u> | <u><u>100.00</u></u> |

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2019 under review classified by (continued)

ii) Industry

| | Fair Value (S\$) | % of NAV |
|---|---------------------|---------------|
| Communication Services | 5,510,946 | 12.59 |
| Consumer Discretionary | 2,745,454 | 6.27 |
| Consumer Staples | 2,615,597 | 5.97 |
| Energy | 2,955,356 | 6.75 |
| Financials | 10,481,805 | 23.95 |
| Government | 2,191,290 | 5.01 |
| Health Care | 1,737,992 | 3.97 |
| Industrials | 4,536,057 | 10.36 |
| Information Technology | 1,199,845 | 2.74 |
| Materials | 1,692,662 | 3.87 |
| Real Estate | 2,078,666 | 4.75 |
| Utilities | 4,679,497 | 10.69 |
| Accrued interest receivable on quoted bonds | 375,581 | 0.86 |
| Portfolio of investments | 42,800,748 | 97.78 |
| Other net assets/(liabilities) | 970,273 | 2.22 |
| Total | 43,771,021 | 100.00 |

iii) Asset Class

| | Fair Value (S\$) | % of NAV |
|---|---------------------|---------------|
| Quoted bonds | 42,425,167 | 96.92 |
| Accrued interest receivable on quoted bonds | 375,581 | 0.86 |
| Other net assets/(liabilities) | 970,273 | 2.22 |
| Total | 43,771,021 | 100.00 |

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2019 under review classified by (continued)

iv) Credit rating of quoted bonds by Standard & Poor’s

| | Fair Value (S\$) | % of NAV |
|--------------|---------------------------------|----------------------------|
| A | 2,678,588 | 6.12 |
| A- | 3,613,051 | 8.25 |
| A+ | 1,645,409 | 3.76 |
| AA+ | 275,011 | 0.63 |
| BB | 337,491 | 0.77 |
| BB- | 1,201,527 | 2.74 |
| BBB | 12,007,148 | 27.43 |
| BBB- | 2,777,731 | 6.35 |
| BBB+ | 9,709,529 | 22.18 |
| Non-rated | <u>8,179,682</u> | <u>18.69</u> |
| Total | <u><u>42,425,167</u></u> | <u><u>96.92</u></u> |

v) Credit rating of quoted bonds by Moody’s

| | Fair Value (S\$) | % of NAV |
|--------------|---------------------------------|----------------------------|
| A1 | 1,645,409 | 3.76 |
| A2 | 4,539,303 | 10.37 |
| A3 | 4,298,563 | 9.82 |
| Aa3 | 862,643 | 1.97 |
| Ba1 | 987,890 | 2.25 |
| Ba2 | 337,491 | 0.77 |
| Baa1 | 6,279,976 | 14.35 |
| Baa2 | 10,881,504 | 24.86 |
| Baa3 | 7,067,323 | 16.15 |
| Non-rated | <u>5,525,065</u> | <u>12.62</u> |
| Total | <u><u>42,425,167</u></u> | <u><u>96.92</u></u> |

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

C) Top Ten Holdings

10 largest holdings as at 30 June 2019

| | Fair Value (S\$) | Percentage of total net assets attributable to unitholders % |
|--|---------------------|--|
| SICHUAN RAILWAY INVESTMENT GROUP SR UNSECURED REGS 06/22 3.8 | 1,087,854 | 2.48 |
| RUSSIAN FEDERATION SR UNSECURED REGS 03/35 5.1 | 883,232 | 2.02 |
| SWISS RE FINANCE LUXEMBOURG COMPANY GUARANT REGS 04/49 VAR | 871,435 | 1.99 |
| UBS AG SUBORDINATED REGS 05/24 5.125 | 862,643 | 1.97 |
| HSBC HOLDINGS PLC SR UNSECURED 05/30 VAR | 848,633 | 1.94 |
| JIANGXI RAILWAY INVESTMENT SR UNSECURED REGS 02/22 4.85 | 831,496 | 1.90 |
| PERUSAHAAN LISTRIK NEGARA PT SR UNSECURED REGS 10/25 2.875 | 830,661 | 1.90 |
| ANHEUSER BUSCH INBEV WORLDWIDE COMPANY GUARANT 01/49 5.55 | 830,204 | 1.90 |
| BEIJING ENVIRONMENT BVI CO LTD COMPANY GUARANT REGS 10/21 5.3 | 829,132 | 1.89 |
| FEDERAL INTERNATIONAL FINANCE SR UNSECURED REGS 05/21 4.125 | 825,123 | 1.89 |

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

C) Top Ten Holdings (continued)

10 largest holdings as at 30 June 2018

| | Fair Value (S\$) | Percentage of total net assets attributable to unitholders % |
|--|---------------------|--|
| HYUNDAI CAPITAL AMERICA SR UNSECURED REGS 07/21 VAR | 1,091,793 | 2.87 |
| AMAZON.COM INC SR UNSECURED 08/24 2.8 | 855,151 | 2.25 |
| CNP ASSURANCES SUBORDINATED REGS 07/49 VAR | 837,734 | 2.20 |
| UBS AG SUBORDINATED REGS 05/24 5.125 | 817,392 | 2.15 |
| FEDERAL INTERNATIONAL FINANCE SR UNSECURED REGS 05/21 4.125 | 815,977 | 2.14 |
| BAIDU INC SR UNSECURED 03/28 4.375 | 808,784 | 2.13 |
| WALGREENS BOOTS ALLIANCE INC SR UNSECURED 11/24 3.8 | 807,580 | 2.12 |
| SHOUGANG GROUP CO LTD SR UNSECURED REGS 08/20 1.35 | 801,511 | 2.11 |
| GS CALTEX CORP SR UNSECURED REGS 06/22 3 | 793,409 | 2.09 |
| THE GOLDMAN SACHS GROUP INC SR UNSECURED 09/25 VAR | 777,453 | 2.04 |

D) Exposure to derivatives

i) Fair value of derivative contracts and as a percentage of NAV as at 30 June 2019

| | Contract or underlying principal amount \$ | Positive fair value \$ | % of NAV | Negative fair value \$ | % of NAV |
|----------------------------|--|------------------------------|----------|------------------------------|----------|
| Foreign currency contracts | 27,574,045 | 12,047 | 0.03 | 11,290 | 0.03 |

ii) There was a net realised gain of SGD 5,468 on derivative contracts during the financial period from 1 January 2019 to 30 June 2019.

iii) There was a net unrealised gain of SGD 757 on outstanding derivative contracts marked to market as at 30 June 2019.

E) Amount and percentage of NAV invested in other schemes as at 30 June 2019

N/A

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

F) Amount and percentage of borrowings to NAV as at 30 June 2019

N/A

G) Amount of redemptions and subscriptions for the financial period from 1 January 2019 to 30 June 2019

| | | |
|-------------------------------|-----|-----------|
| Total amount of redemptions | SGD | 656,541 |
| Total amount of subscriptions | SGD | 6,384,227 |

H) The amount and terms of related-party transactions for the financial period from 1 January 2019 to 30 June 2019

i) As at 30 June 2019, the Sub-Fund maintained current accounts with its related party as follows:

State Street Bank and Trust Company, Singapore Branch

| | | |
|------------------------|-----|-----------|
| Cash and bank balances | SGD | 5,883,445 |
|------------------------|-----|-----------|

ii) Investment in Initial Public Offerings managed by UOB Group

N/A

iii) As at 30 June 2019, there was no brokerage income earned by UOB Kay Hian Pte Ltd.

I) Expense ratios

| | 2019 | 2018 |
|-------------------------------|-------------------|------------|
| | \$ | \$ |
| Class A SGD Acc | | |
| Total operating expenses | 189,193 | 450,131 |
| Average daily net asset value | 16,561,390 | 34,002,546 |
| Expense ratio | 1.14% | 1.32% |

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

I) Expense ratios (continued)

| | 2019 | 2018 |
|----------------------------------|-------------------|----------|
| | \$ | \$ |
| Class A SGD Acc (Hedged)* | | |
| Total operating expenses | 226,713 | - |
| Average daily net asset value | <u>21,070,861</u> | <u>-</u> |
| Expense ratio (annualised) | <u>1.15%</u> | <u>-</u> |

* Current year disclosure for Class A SGD Acc (Hedged) is covering the period from 24 July 2018 (date of inception) to 30 June 2019

Note: The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). The calculation of the Sub-Fund's expense ratio at 30 June 2019 was based on total operating expenses divided by the average net asset value respectively for the financial period. The total operating expenses do not include (where applicable) brokerage and other transaction costs, performance fee, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Sub-Fund does not pay any performance fee. The average net asset value is based on the daily balances.

J) Turnover ratios

| | 2019 | 2018 |
|--|-------------------|-------------------|
| | \$ | \$ |
| Lower of total value of purchases or sales | 115,576,224 | 51,123,735 |
| Average daily net assets value | <u>37,530,525</u> | <u>37,521,627</u> |
| Turnover ratio | <u>307.95%</u> | <u>136.25%</u> |

Note: The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments divided by the average daily net asset value.

K) Any material information that will adversely impact the valuation of the scheme such as contingent liabilities of open contracts

N/A

L) For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme ("the underlying scheme")¹ should be disclosed as well

i) Top 10 holdings at fair value and as percentage of NAV as at 30 June 2019 and 30 June 2018

N/A

United High Grade Corporate Bond Fund
(Constituted under a Trust Deed in the Republic of Singapore)

L) For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme (“the underlying scheme”)¹ should be disclosed as well (continued)

ii) Expense ratios for the financial period ended 30 June 2019 and 30 June 2018

N/A

iii) Turnover ratios for the financial period ended 30 June 2019 and 30 June 2018

N/A

¹ *Where the underlying scheme is managed by a foreign manager which belongs to the same group of companies as, or has a formal arrangement or investment agreement with, the Singapore manager, the above information should be disclosed on the underlying scheme. In other cases, such information on the underlying scheme should be disclosed only if it is readily available to the Singapore manager.*

M) Soft dollar commissions/arrangements

UOB Asset Management has entered into soft dollars arrangements with selected brokers from whom products and services are received from third parties. The products and services relate essentially to computer hardware and software to the extent that they are used to support the investment decision making process, research and advisory services, economic and political analyses, portfolio analyses including performance measurements, market analyses, data and quotation services, all of which are believed to be helpful in the overall discharge of UOB Asset Management’s duties to clients. As such services generally benefit all of UOB Asset Management’s clients in terms of input into the investment decision making process, the soft credits utilised are not allocated on a specific client basis. The Manager confirms that trades were executed on a best execution basis and there was no churning of trades.

N) Where the scheme offers pre-determined payouts, an explanation on the calculation of the actual payouts received by participants and any significant deviation from the pre-determined payouts

N/A

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF TOTAL RETURN

For the half year ended 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | United High Grade Corporate Bond Fund | |
|---|---|-------------------------|--|-------------------------|
| | 30 June 2019 | 30 June 2018 | 30 June 2019 | 30 June 2018 |
| | \$ | \$ | \$ | \$ |
| Income | | | | |
| Dividends | 222,042 | 355,457 | - | - |
| Interest | 125 | 33 | 1,789 | - |
| Total | 222,167 | 355,490 | 1,789 | - |
| Less: Expenses | | | | |
| Management fee | 279,753 | 288,913 | 148,803 | 148,855 |
| Trustee fee | 6,983 | 7,371 | 6,588 | 6,658 |
| Audit fee | 6,512 | 7,830 | 6,004 | 7,289 |
| Registrar fee | 12,620 | 12,432 | 12,620 | 12,432 |
| Valuation fee | 24,132 | 24,969 | 23,250 | 23,259 |
| Administration fee | 43,348 | 44,581 | 9,300 | 9,303 |
| Custody fee | 44,430 | 39,168 | 11,163 | 7,662 |
| Transaction costs | 112,041 | 116,205 | - | - |
| Interest expenses | 1,446 | - | - | - |
| Other expenses | 44,593 | 44,014 | 7,517 | 27,034 |
| Total | 575,858 | 585,483 | 225,245 | 242,492 |
| Net income/(losses) | (353,691) | (229,993) | (223,456) | (242,492) |
| Net gains/(losses) on value of investments and financial derivatives | | | | |
| Net gains/(losses) on investments | 5,330,204 | (562,552) | 3,538,096 | (126,140) |
| Net gains/(losses) on financial derivatives | (20,259) | (18,596) | 6,225 | (106,832) |
| Net foreign exchange gains/(losses) | 13,326 | (49,297) | 21,242 | 28,705 |
| | 5,323,271 | (630,445) | 3,565,563 | (204,267) |
| Total return/(deficit) for the period before income tax | 4,969,580 | (860,438) | 3,342,107 | (446,759) |
| Less: Income tax | (15,034) | (25,014) | (1,342) | (376) |
| Less: Capital gains tax | (167,731) | (164,905) | - | - |
| Total return/(deficit) for the period | 4,786,815 | (1,050,357) | 3,340,765 | (447,135) |

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF FINANCIAL POSITION

As at 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | United High Grade Corporate Bond Fund | |
|---|---|-----------------------------|--|-----------------------------|
| | 30 June 2019 | 31 December 2018 | 30 June 2019 | 31 December 2018 |
| | \$ | \$ | \$ | \$ |
| Assets | | | | |
| Portfolio of investments | 33,281,797 | 41,197,417 | 42,800,748 | 33,284,721 |
| Sales awaiting settlement | 345,638 | 80,768 | 3,077,231 | 544,771 |
| Receivables | 147,113 | 78,428 | 265,830 | 82,852 |
| Cash and bank balances | 589,685 | 1,595,994 | 5,883,445 | 1,883,641 |
| Financial derivatives at fair value | - | - | 12,047 | 118,866 |
| Total assets | <u>34,364,233</u> | <u>42,952,607</u> | <u>52,039,301</u> | <u>35,914,851</u> |
| Liabilities | | | | |
| Purchases awaiting settlement | 72,934 | 44,478 | 8,136,082 | 1,099,439 |
| Payables | 601,331 | 466,563 | 120,908 | 112,842 |
| Financial derivatives at fair value | 4 | 241 | 11,290 | - |
| Total liabilities | <u>674,269</u> | <u>511,282</u> | <u>8,268,280</u> | <u>1,212,281</u> |
| Equity | | | | |
| Net assets attributable to unitholders | <u>33,689,964</u> | <u>42,441,325</u> | <u>43,771,021</u> | <u>34,702,570</u> |

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the half year ended 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | United High Grade Corporate Bond Fund | |
|--|---|---------------------|--|---------------------|
| | 30 June 2019 | 31 December 2018 | 30 June 2019 | 31 December 2018 |
| | \$ | \$ | \$ | \$ |
| Net assets attributable to unitholders at the beginning of the financial period/year | 42,441,325 | 37,185,598 | 34,702,570 | 29,722,113 |
| Operations | | | | |
| Change in net assets attributable to unitholders resulting from operations | 4,786,815 | (6,420,199) | 3,340,765 | (540,605) |
| Unitholders' contributions/(withdrawals) | | | | |
| Creation of units | 772,499 | 25,483,382 | 6,384,227 | 36,202,936 |
| Cancellation of units | (14,310,675) | (13,807,456) | (656,541) | (30,681,874) |
| Change in net assets attributable to unitholders resulting from net creation and cancellation of units | (13,538,176) | 11,675,926 | 5,727,686 | 5,521,062 |
| Total increase/(decrease) in net assets attributable to unitholders | (8,751,361) | 5,255,727 | 9,068,451 | 4,980,457 |
| Net assets attributable to unitholders at the end of the financial period/year | 33,689,964 | 42,441,325 | 43,771,021 | 34,702,570 |

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF PORTFOLIO

As at 30 June 2019 (Un-audited)

United China-India Dynamic Growth Fund

| | Holdings at 30 June 2019 | Fair value at 30 June 2019 \$ | Percentage of total net assets attributable to unitholders at 30 June 2019 % |
|---|--------------------------------|--|--|
| By Geography - Primary | | | |
| Quoted equities | | | |
| CHINA | | | |
| ALIBABA GROUP HOLDING LTD | 6,200 | 1,421,396 | 4.22 |
| BANK OF NINGBO CO LTD | 82,000 | 391,542 | 1.16 |
| BEIJING ORIENTAL YUHONG WATERPROOF TECHNOLOGY CO LTD | 95,500 | 426,281 | 1.27 |
| CENTRE TESTING INTERNATIONAL GROUP CO LTD | 101,488 | 215,909 | 0.64 |
| CHINA COMMUNICATIONS CONSTRUCTION CO LTD | 200,000 | 242,102 | 0.72 |
| CHINA CONSTRUCTION BANK CORP | 630,000 | 734,256 | 2.18 |
| CHINA INTERNATIONAL TRAVEL SERVICE CORP LTD | 11,782 | 205,745 | 0.61 |
| CHINA LIFE INSURANCE CO LTD | 49,000 | 163,265 | 0.49 |
| CHINA MERCHANTS BANK CO LTD | 80,000 | 539,621 | 1.60 |
| CHINA VANKE CO LTD | 63,964 | 350,404 | 1.04 |
| CITIC SECURITIES CO LTD | 79,900 | 374,747 | 1.11 |
| DASHENLIN PHARMACEUTICAL GROUP | 23,670 | 209,818 | 0.62 |
| ENN ENERGY HOLDINGS LTD | 20,000 | 263,230 | 0.78 |
| GLODON CO LTD | 71,100 | 460,645 | 1.37 |
| GREE ELECTRIC APPLIANCES INC OF ZHUHAI | 30,000 | 325,025 | 0.97 |
| HUNDSUN TECHNOLOGIES INC | 25,064 | 336,472 | 1.00 |
| INDUSTRIAL & COMMERCIAL BANK OF CHINA | 560,000 | 552,783 | 1.64 |
| INNER MONGOLIA YILI INDUSTRIAL GROUP CO LTD | 80,000 | 526,501 | 1.56 |
| JIANGSU HENGLI HYDRAULIC CO LTD | 30,100 | 186,059 | 0.55 |
| JIANGSU HENGRUI MEDICINE CO LTD | 32,978 | 428,747 | 1.27 |
| JIANGSU YANGHE BREWERY JOINT-STOCK CO LTD | 8,000 | 191,564 | 0.57 |

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF PORTFOLIO

As at 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | |
|---|---|--------------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted equities | | | |
| CHINA (continued) | | | |
| KWEICHOW MOUTAI CO LTD | 4,500 | 872,248 | 2.59 |
| LUXSHARE PRECISION INDUSTRY CO LTD | 76,600 | 374,057 | 1.11 |
| LUZHOU LAOJIAO CO LTD | 18,800 | 299,339 | 0.89 |
| MOMO INC ADR | 3,500 | 169,525 | 0.50 |
| NANJI E-COMMERCE CO LTD | 80,000 | 177,129 | 0.53 |
| NEW ORIENTAL EDUCATION AND TECHNOLOGY GROUP | 2,200 | 287,469 | 0.85 |
| OPPEIN HOME GROUP INC | 8,000 | 169,596 | 0.50 |
| PING AN INSURANCE GROUP CO OF CHINA | 60,000 | 974,643 | 2.89 |
| PING AN INSURANCE GROUP CO OF CHINA LTD | 22,800 | 397,970 | 1.18 |
| SANAN OPTOELECTRONICS CO LTD | 70,000 | 155,539 | 0.46 |
| SANY HEAVY INDUSTRY CO LTD | 70,000 | 180,359 | 0.54 |
| SHANGHAI BAOSIGHT SOFTWARE CO LTD | 36,712 | 205,959 | 0.61 |
| SHENZHEN MINDRAY BIO-MEDICAL ELECTRONICS CO LTD | 15,399 | 495,046 | 1.47 |
| TENCENT HOLDINGS LTD | 27,000 | 1,648,685 | 4.89 |
| TONGCHENG-ELONG HOLDINGS LTD | 100,200 | 268,962 | 0.80 |
| TONGWEI CO LTD | 144,000 | 398,823 | 1.18 |
| TOPCHOICE MEDICAL INVESTMENT CORP | 14,300 | 249,547 | 0.74 |
| WULIANGYE YIBIN CO LTD | 19,500 | 453,070 | 1.35 |
| WUXI BIOLOGICS CAYMAN INC | 20,000 | 242,968 | 0.72 |
| YONGHUI SUPERSTORES CO LTD | 115,300 | <u>231,893</u> | <u>0.69</u> |
| TOTAL CHINA | | <u>16,798,939</u> | <u>49.86</u> |

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF PORTFOLIO

As at 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | |
|---|---|----------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted equities | | | |
| HONG KONG | | | |
| CHINA OVERSEAS LAND & INVESTMENT LTD | 70,000 | 349,126 | 1.04 |
| INDIA | | | |
| AJANTA PHARMA LTD | 7,111 | 133,216 | 0.39 |
| AMARA RAJA BATTERIES LTD | 15,450 | 187,735 | 0.56 |
| ASTRAL POLY TECHNIK LTD | 18,236 | 473,914 | 1.41 |
| AU SMALL FINANCE BANK LTD | 21,950 | 302,985 | 0.90 |
| BAJAJ FINANCE LTD | 18,400 | 1,327,563 | 3.94 |
| BERGER PAINTS INDIA LTD | 36,900 | 229,631 | 0.68 |
| CADILA HEALTHCARE LTD | 38,424 | 182,028 | 0.54 |
| CERA SANITARYWARE LTD | 2,340 | 136,763 | 0.41 |
| CITY UNION BANK LTD | 59,960 | 256,258 | 0.76 |
| CROMPTON GREAVES CONSUMER ELECTRICALS LTD | 33,750 | 153,469 | 0.46 |
| DABUR INDIA LTD | 26,650 | 209,199 | 0.62 |
| DIVI'S LABORATORIES LTD | 11,067 | 346,402 | 1.03 |
| DR LAL PATHLABS LTD | 15,000 | 314,494 | 0.93 |
| ECLERX SERVICES LTD | 11,669 | 175,367 | 0.52 |
| EICHER MOTORS LTD | 620 | 232,577 | 0.69 |
| ENDURANCE TECHNOLOGIES LTD | 10,194 | 222,662 | 0.66 |
| ERIS LIFESCIENCES LTD | 11,012 | 110,066 | 0.33 |
| GRINDWELL NORTON LTD | 21,363 | 249,074 | 0.74 |
| HAVELLS INDIA LTD | 16,275 | 250,776 | 0.74 |
| HDFC BANK LTD | 22,625 | 1,083,690 | 3.22 |
| HINDUSTAN ZINC LTD | 37,054 | 177,281 | 0.53 |
| HOUSING DEVELOPMENT FINANCE CORP | 17,600 | 756,193 | 2.24 |

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As at 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | |
|---|---|----------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted equities | | | |
| INDIA (continued) | | | |
| IGARASHI MOTORS INDIA LTD | 7,817 | 41,950 | 0.12 |
| INDUSIND BANK LTD | 24,395 | 674,425 | 2.00 |
| INFO EDGE INDIA LTD | 12,701 | 559,409 | 1.66 |
| INFOSYS LTD | 39,467 | 566,245 | 1.68 |
| IPCA LABORATORIES LTD | 11,509 | 207,024 | 0.61 |
| ITC LTD | 46,930 | 251,897 | 0.75 |
| JUBILANT FOODWORKS LTD | 10,275 | 248,306 | 0.74 |
| KOTAK MAHINDRA BANK LTD | 25,025 | 724,509 | 2.15 |
| LA OPALA RG LTD | 20,500 | 77,930 | 0.23 |
| LARSEN & TOUBRO INFOTECH LTD | 13,160 | 471,885 | 1.40 |
| LUPIN LTD | 4,679 | 69,217 | 0.21 |
| MARICO LTD | 30,196 | 219,309 | 0.65 |
| MARUTI SUZUKI INDIA LTD | 2,420 | 309,954 | 0.92 |
| METROPOLIS HEALTHCARE LTD | 5,025 | 95,664 | 0.28 |
| MINDTREE LTD | 5,680 | 85,416 | 0.25 |
| MOTHERSON SUMI SYSTEMS LTD | 117,609 | 281,114 | 0.83 |
| NESTLE INDIA LTD | 1,035 | 241,661 | 0.72 |
| PAGE INDUSTRIES LTD | 525 | 211,787 | 0.63 |
| PI INDUSTRIES LTD | 9,905 | 227,755 | 0.68 |
| PIDILITE INDUSTRIES LTD | 8,080 | 192,332 | 0.57 |
| RBL BANK LTD | 13,050 | 163,355 | 0.48 |
| SCHAEFFLER INDIA LTD | 1,891 | 181,174 | 0.54 |
| SHEELA FOAM LTD | 6,843 | 178,807 | 0.53 |
| SHREE CEMENT LTD | 1,215 | 519,645 | 1.54 |
| SUN PHARMACEUTICAL INDUSTRIES LTD | 23,515 | 184,797 | 0.55 |
| SYMPHONY LTD | 5,837 | 140,925 | 0.42 |
| SYNGENE INTERNATIONAL LTD | 22,084 | 144,529 | 0.43 |

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United China-India Dynamic Growth Fund

| | Holdings at 30 June 2019 | Fair value at 30 June 2019 \$ | Percentage of total net assets attributable to unitholders at 30 June 2019 % |
|---|--------------------------------|--|--|
| By Geography - Primary (continued) | | | |
| Quoted equities | | | |
| INDIA (continued) | | | |
| TATA CONSULTANCY SERVICES LTD | 13,876 | 605,736 | 1.80 |
| TITAN CO LTD | 12,250 | 320,464 | 0.95 |
| TORRENT PHARMACEUTICALS LTD | 7,504 | 227,576 | 0.68 |
| YES BANK LTD | 92,700 | <u>197,592</u> | <u>0.59</u> |
| TOTAL INDIA | | <u>16,133,732</u> | <u>47.89</u> |
| Total Equities | | <u>33,281,797</u> | <u>98.79</u> |
| Portfolio of investments | | 33,281,797 | 98.79 |
| Other net assets/(liabilities) | | <u>408,167</u> | <u>1.21</u> |
| Net assets attributable to unitholders | | <u>33,689,964</u> | <u>100.00</u> |

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As at 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | |
|---|---|---|
| | Percentage of total net assets attributable to unitholders at 30 June 2019 % | Percentage of total net assets attributable to unitholders at 31 December 2018 % |
| By Geography - Primary (Summary) | | |
| Quoted equities | | |
| China | 49.86 | 40.70 |
| Hong Kong | 1.04 | 3.71 |
| India | 47.89 | <u>52.66</u> |
| Portfolio of investments | 98.79 | 97.07 |
| Other net assets/(liabilities) | 1.21 | <u>2.93</u> |
| Net assets attributable to unitholders | 100.00 | <u>100.00</u> |

United Global Recovery Funds
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENTS OF PORTFOLIO

As at 30 June 2019 (Un-audited)

| | United China-India Dynamic Growth Fund | | |
|--|--|---|---|
| | Fair value at 30 June 2019 \$ | Percentage of total net assets attributable to unitholders at 30 June 2019 % | Percentage of total net assets attributable to unitholders at 31 December 2018 % |
| By Industry - Secondary Quoted equities | | | |
| Communication Services | 2,377,619 | 7.06 | 8.56 |
| Consumer Discretionary | 5,275,267 | 15.66 | 16.83 |
| Consumer Staples | 3,895,504 | 11.56 | 7.38 |
| Energy | - | - | 1.13 |
| Financials | 9,615,397 | 28.54 | 27.70 |
| Health Care | 3,641,139 | 10.81 | 8.40 |
| Industrials | 2,677,922 | 7.95 | 7.05 |
| Information Technology | 3,063,264 | 9.09 | 8.05 |
| Materials | 1,772,925 | 5.26 | 6.76 |
| Real Estate | 699,530 | 2.08 | 4.36 |
| Utilities | 263,230 | 0.78 | 0.85 |
| Portfolio of investments | 33,281,797 | 98.79 | 97.07 |
| Other net assets/(liabilities) | 408,167 | 1.21 | 2.93 |
| Net assets attributable to unitholders | 33,689,964 | 100.00 | 100.00 |

United Global Recovery Funds
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As at 30 June 2019 (Un-audited)

| | United High Grade Corporate Bond Fund | | Percentage of total net assets attributable to unitholders at |
|--|--|--|--|
| | Holdings at 30 June 2019 | Fair value at 30 June 2019 \$ | 30 June 2019 % |
| By Geography - Primary | | | |
| Quoted bonds | | | |
| AUSTRALIA | | | |
| GE CAPITAL AUSTRALIA FUNDING PTY COMPANY GUARANT REGS 08/22 5.5 | 200,000 | 206,281 | 0.47 |
| MACQUARIE GROUP LTD SR UNSECURED REGS 01/30 VAR | 200,000 | 299,568 | 0.69 |
| NEWCASTLE COAL INFRASTRUCTURE SR SECURED REGS 09/27 4.4 | 400,000 | 518,318 | 1.18 |
| TOTAL AUSTRALIA | | 1,024,167 | 2.34 |
| CANADA | | | |
| BELL CANADA INC COMPANY GUARANT 02/24 2.7 | 500,000 | 524,371 | 1.20 |
| CHINA | | | |
| ALIBABA GROUP HOLDING SR UNSECURED 12/37 4 | 400,000 | 554,359 | 1.27 |
| BAIDU INC SR UNSECURED 09/23 3.875 | 350,000 | 491,383 | 1.12 |
| BEIJING ENVIRONMENT BVI CO LTD COMPANY GUARANT REGS 10/21 5.3 | 600,000 | 829,132 | 1.89 |
| INDUSTRIAL & COMMERCIAL BANK OF CHINA SUBORDINATED REGS 09/25 4.875 | 500,000 | 731,191 | 1.67 |
| JIANGXI RAILWAY INVESTMENT SR UNSECURED REGS 02/22 4.85 | 600,000 | 831,496 | 1.90 |
| PROVEN HONOUR CAPITAL LTD COMPANY GUARANT REGS 05/26 4.125 | 400,000 | 541,786 | 1.24 |
| SHOUGANG GROUP CO LTD SR UNSECURED REGS 05/24 4 | 400,000 | 553,974 | 1.27 |
| SHOUGANG GROUP CO LTD SR UNSECURED REGS 08/20 1.35 | 400,000 | 620,370 | 1.42 |

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| | United High Grade Corporate Bond Fund | | Percentage of total net assets attributable to unitholders at |
|---|--|--|--|
| | Holdings at 30 June 2019 | Fair value at 30 June 2019 \$ | 30 June 2019 % |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| CHINA (continued) | | | |
| SICHUAN RAILWAY INVESTMENT GROUP SR UNSECURED REGS 06/22 3.8 | 800,000 | 1,087,854 | 2.48 |
| SINOPEC GROUP OVERSEAS DEVELOP COMPANY GUARANT REGS 09/27 3.25 | 400,000 | 545,267 | 1.25 |
| TENCENT HOLDINGS LTD SR UNSECURED REGS 01/23 2.985 | 400,000 | 545,783 | 1.25 |
| UHI CAPITAL LTD COMPANY GUARANT REGS 06/24 3 | 400,000 | 542,135 | 1.24 |
| WEIBO CORP SR UNSECURED 07/24 3.5 | 600,000 | <u>816,153</u> | <u>1.86</u> |
| TOTAL CHINA | | <u>8,690,883</u> | <u>19.86</u> |
| FRANCE | | | |
| BPCE SA SUBORDINATED REGS 10/23 5.7 | 200,000 | 296,331 | 0.68 |
| CNP ASSURANCES SUBORDINATED 02/29 2.75 | 200,000 | 341,459 | 0.78 |
| CNP ASSURANCES SUBORDINATED REGS 07/49 VAR | 600,000 | <u>814,751</u> | <u>1.86</u> |
| TOTAL FRANCE | | <u>1,452,541</u> | <u>3.32</u> |
| GERMANY | | | |
| MERCK KGAA JR SUBORDINATED REGS 06/79 VAR | 300,000 | 478,136 | 1.09 |
| HONG KONG | | | |
| CGNPC INTERNATIONAL LTD COMPANY GUARANT REGS 12/24 1.625 | 400,000 | 638,330 | 1.46 |

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As at 30 June 2019 (Un-audited)

| | United High Grade Corporate Bond Fund | | |
|---|--|-------------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| HONG KONG (continued) | | | |
| VANKE REAL ESTATE HONG KONG CO SR UNSECURED REGS 11/27 3.975 | 200,000 | <u>272,124</u> | <u>0.62</u> |
| TOTAL HONG KONG | | <u>910,454</u> | <u>2.08</u> |
| INDONESIA | | | |
| FEDERAL INTERNATIONAL FINANCE SR UNSECURED REGS 05/21 4.125 | 600,000 | 825,123 | 1.89 |
| PERUSAHAAN LISTRIK NEGARA PT SR UNSECURED REGS 10/25 2.875 | 500,000 | 830,661 | 1.90 |
| PERUSAHAAN LISTRIK NEGARA PT SR UNSECURED REGS 10/42 5.25 | 500,000 | 715,372 | 1.63 |
| PERUSAHAAN PENERBIT SBSN SR UNSECURED REGS 03/22 3.4 | 200,000 | 275,011 | 0.63 |
| REPUBLIC OF INDONESIA SR UNSECURED 09/26 1.45 | 300,000 | <u>473,200</u> | <u>1.08</u> |
| TOTAL INDONESIA | | <u>3,119,367</u> | <u>7.13</u> |
| ITALY | | | |
| ENEL SPA JR SUBORDINATED REGS 05/80 VAR | 300,000 | 482,625 | 1.10 |
| ENI SPA SR UNSECURED REGS 05/29 4.25 | 400,000 | 570,848 | 1.30 |
| UNICREDIT SPA SR UNSECURED REGS 07/25 VAR | 250,000 | <u>384,401</u> | <u>0.88</u> |
| TOTAL ITALY | | <u>1,437,874</u> | <u>3.28</u> |

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As at 30 June 2019 (Un-audited)

| | Holdings at 30 June 2019 | Fair value at 30 June 2019 \$ | Percentage of total net assets attributable to unitholders at 30 June 2019 % |
|---|--------------------------------|--|--|
| United High Grade Corporate Bond Fund | | | |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| JAPAN | | | |
| CHUGOKU ELECTRIC POWER SR SECURED REGS 02/24 3.488 | 400,000 | 562,397 | 1.29 |
| MITSUBISHI CORP SR UNSECURED REGS 07/24 2.5 | 600,000 | 809,521 | 1.85 |
| TAKEDA PHARMACEUTICAL CO LTD SR UNSECURED REGS 11/30 3 | 300,000 | 535,167 | 1.22 |
| TAKEDA PHARMACEUTICAL SR UNSECURED REGS 11/23 4.4 | 200,000 | <u>290,115</u> | <u>0.66</u> |
| TOTAL JAPAN | | <u>2,197,200</u> | <u>5.02</u> |
| LUXEMBOURG | | | |
| MEDTRONIC GLOBAL HOLDINGS SCA COMPANY GUARANT 07/49 1.75 | 100,000 | 148,999 | 0.34 |
| SELP FINANCE SARL COMPANY GUARANT REGS 12/26 1.5 | 400,000 | 627,351 | 1.43 |
| SWISS RE FINANCE LUXEMBOURG COMPANY GUARANT REGS 04/49 VAR | 600,000 | <u>871,435</u> | <u>1.99</u> |
| TOTAL LUXEMBOURG | | <u>1,647,785</u> | <u>3.76</u> |
| MALAYSIA | | | |
| PETRONAS GLOBAL SUKUK LTD SR UNSECURED REGS 03/20 2.707 | 500,000 | 677,716 | 1.55 |
| MEXICO | | | |
| PETROLEOS MEXICANOS COMPANY GUARANT REGS 02/29 4.75 | 300,000 | 443,178 | 1.01 |

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As at 30 June 2019 (Un-audited)

| | United High Grade Corporate Bond Fund | | |
|--|--|----------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| NETHERLANDS | | | |
| MINEJESA CAPITAL BV SR SECURED REGS 08/37 5.625 | 400,000 | 570,486 | 1.30 |
| PORTUGAL | | | |
| ENERGIAS DE PORTUGAL SA JR SUBORDINATED REGS 04/79 VAR | 200,000 | 337,491 | 0.77 |
| ROMANIA | | | |
| ROMANIA SR UNSECURED REGS 04/49 4.625 | 300,000 | 559,847 | 1.28 |
| RUSSIA | | | |
| RUSSIAN FEDERATION SR UNSECURED REGS 03/35 5.1 | 600,000 | 883,232 | 2.02 |
| SINGAPORE | | | |
| BRIGHT FOOD SINGAPORE HOLDINGS COMPANY GUARANT REGS 06/24 1.375 | 300,000 | 467,626 | 1.07 |
| SWITZERLAND | | | |
| UBS AG SUBORDINATED REGS 05/24 5.125 | 600,000 | 862,643 | 1.97 |
| UNITED KINGDOM | | | |
| BARCLAYS PLC SR UNSECURED 05/25 VAR | 400,000 | 551,178 | 1.26 |
| GATWICK FUNDING LTD SR SECURED REGS 07/49 2.875 | 300,000 | 505,298 | 1.16 |

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| | United High Grade Corporate Bond Fund | | Percentage of total net assets attributable to unitholders at |
|--|--|--|--|
| | Holdings at 30 June 2019 | Fair value at 30 June 2019 \$ | 30 June 2019 % |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| UNITED KINGDOM (continued) | | | |
| HSBC HOLDINGS PLC SR UNSECURED 05/30 VAR | 600,000 | 848,633 | 1.94 |
| LEGAL & GENERAL GROUP PLC SUBORDINATED REGS 11/48 VAR | 300,000 | 568,319 | 1.30 |
| LLOYDS BANKING GROUP PLC JR SUBORDINATED 12/99 VAR | 500,000 | 696,262 | 1.59 |
| OMNICOM FINANCE HOLDINGS PLC SR UNSECURED 07/31 1.4 | 300,000 | 461,255 | 1.05 |
| ROYAL BANK SCOTLAND GROUP PLC SR UNSECURED 05/30 VAR | 200,000 | 280,328 | 0.64 |
| ROYAL BANK SCOTLAND GROUP PLC SR UNSECURED 06/24 VAR | 500,000 | 704,969 | 1.61 |
| STANDARD CHARTERED PLC JR SUBORDINATED REGS VAR | 500,000 | 505,265 | 1.15 |
| VODAFONE GROUP PLC SR UNSECURED 06/49 4.875 | 200,000 | <u>285,468</u> | <u>0.65</u> |
| TOTAL UNITED KINGDOM | | <u>5,406,975</u> | <u>12.35</u> |
| UNITED STATES | | | |
| ALTRIA GROUP INC COMPANY GUARANT 02/49 5.95 | 500,000 | 773,207 | 1.77 |
| ANHEUSER BUSCH INBEV WORLDWIDE COMPANY GUARANT 01/49 5.55 | 500,000 | 830,204 | 1.90 |
| AT&T INC SR UNSECURED 02/26 4.125 | 500,000 | 720,161 | 1.65 |
| AT&T INC SR UNSECURED 03/39 4.85 | 500,000 | 727,349 | 1.66 |
| BANK OF AMERICA CORP SR UNSECURED 10/25 VAR | 500,000 | 693,668 | 1.59 |

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| | United High Grade Corporate Bond Fund | | |
|--|--|----------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| UNITED STATES (continued) | | | |
| COMCAST CORP COMPANY GUARANT 10/28 4.15 | 200,000 | 298,480 | 0.68 |
| CVS HEALTH CORP SR UNSECURED 03/28 4.3 | 200,000 | 285,575 | 0.65 |
| DIGITAL EURO FINCO COMPANY GUARANT REGS 01/26 2.5 | 300,000 | 504,953 | 1.15 |
| FIDELITY NATIONAL INFORMATION SERVICES SR UNSECURED 05/30 2 | 400,000 | 658,059 | 1.50 |
| FORD MOTOR CREDIT CO LLC SR UNSECURED 03/21 3.336 | 200,000 | 272,069 | 0.62 |
| GENERAL ELECTRIC CO SR UNSECURED 01/38 5.875 | 200,000 | 305,935 | 0.70 |
| GENERAL ELECTRIC CO SR UNSECURED 03/32 6.75 | 100,000 | 166,821 | 0.38 |
| GENERAL MOTORS CO SR UNSECURED 04/35 5 | 200,000 | 266,255 | 0.61 |
| GENERAL MOTORS FINANCIAL CO SR UNSECURED 01/24 5.1 | 200,000 | 289,549 | 0.66 |
| GENERAL MOTORS FINANCIAL CO SR UNSECURED REGS 04/24 2.2 | 300,000 | 486,757 | 1.11 |
| HP INC SR UNSECURED 09/41 6 | 200,000 | 298,436 | 0.68 |
| MARATHON OIL CORP SR UNSECURED 07/27 4.4 | 500,000 | 718,347 | 1.64 |
| STARBUCKS CORP SR UNSECURED 08/25 3.8 | 400,000 | 578,029 | 1.32 |
| VENTAS REALTY LP COMPANY GUARANT 01/25 2.65 | 500,000 | 674,238 | 1.54 |
| VERIZON COMMUNICATIONS SR UNSECURED 04/30 1.25 | 400,000 | 640,543 | 1.46 |

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| | United High Grade Corporate Bond Fund | | |
|--|--|--------------------------|-------------------------|
| | Holdings at | Fair value at | Percentage of |
| | 30 June | 30 June | total net assets |
| | 2019 | 2019 | attributable to |
| | | \$ | unitholders at |
| | | | 30 June |
| | | | 2019 |
| | | | % |
| By Geography - Primary (continued) | | | |
| Quoted bonds | | | |
| UNITED STATES (continued) | | | |
| WALGREENS BOOTS ALLIANCE INC SR UNSECURED 11/44 4.8 | 400,000 | <u>544,560</u> | <u>1.25</u> |
| TOTAL UNITED STATES | | <u>10,733,195</u> | <u>24.52</u> |
| Accrued interest receivable on quoted bonds | | <u>375,581</u> | <u>0.86</u> |
| Total Bonds | | <u>42,800,748</u> | <u>97.78</u> |
| Portfolio of investments | | 42,800,748 | 97.78 |
| Other net assets/(liabilities) | | <u>970,273</u> | <u>2.22</u> |
| Net assets attributable to unitholders | | <u>43,771,021</u> | <u>100.00</u> |

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| | United High Grade Corporate Bond Fund | |
|---|---|---|
| | Percentage of total net assets attributable to unitholders at 30 June 2019 % | Percentage of total net assets attributable to unitholders at 31 December 2018 % |
| By Geography - Primary (Summary) | | |
| Quoted bonds | | |
| Australia | 2.34 | 5.40 |
| Belgium | - | 0.91 |
| Canada | 1.20 | 1.39 |
| China | 19.86 | 10.89 |
| France | 3.32 | 7.82 |
| Germany | 1.09 | 1.37 |
| Hong Kong | 2.08 | 3.28 |
| Indonesia | 7.13 | 6.99 |
| Ireland | - | 1.91 |
| Italy | 3.28 | - |
| Japan | 5.02 | 3.33 |
| Luxembourg | 3.76 | 1.32 |
| Malaysia | 1.55 | 5.08 |
| Mexico | 1.01 | - |
| Netherlands | 1.30 | 0.87 |
| Portugal | 0.77 | - |
| Romania | 1.28 | - |
| Russia | 2.02 | - |
| Singapore | 1.07 | 2.30 |
| South Korea | - | 2.31 |
| Switzerland | 1.97 | 2.35 |
| United Kingdom | 12.35 | 8.08 |
| United States | 24.52 | 29.47 |
| Accrued interest receivable on quoted bonds | 0.86 | 0.84 |
| Portfolio of investments | 97.78 | 95.91 |
| Other net assets/(liabilities) | 2.22 | 4.09 |
| Net assets attributable to unitholders | 100.00 | 100.00 |

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| | United High Grade Corporate Bond Fund | | |
|---|--|---|---|
| | Fair value at 30 June 2019 \$ | Percentage of total net assets attributable to unitholders at 30 June 2019 % | Percentage of total net assets attributable to unitholders at 31 December 2018 % |
| By Industry - Secondary | | | |
| Quoted bonds | | | |
| Communication Services | 5,510,946 | 12.59 | 6.74 |
| Consumer Discretionary | 2,745,454 | 6.27 | 4.25 |
| Consumer Staples | 2,615,597 | 5.97 | 2.24 |
| Energy | 2,955,356 | 6.75 | 10.51 |
| Financials | 10,481,805 | 23.95 | 33.76 |
| Government | 2,191,290 | 5.01 | 6.76 |
| Health Care | 1,737,992 | 3.97 | 5.89 |
| Industrials | 4,536,057 | 10.36 | 6.33 |
| Information Technology | 1,199,845 | 2.74 | 2.06 |
| Materials | 1,692,662 | 3.87 | 6.98 |
| Real Estate | 2,078,666 | 4.75 | 1.48 |
| Utilities | 4,679,497 | 10.69 | 8.07 |
| Accrued interest receivable on quoted bonds | 375,581 | 0.86 | 0.84 |
| Portfolio of investments | 42,800,748 | 97.78 | 95.91 |
| Other net assets/(liabilities) | 970,273 | 2.22 | 4.09 |
| Net assets attributable to unitholders | 43,771,021 | 100.00 | 100.00 |

