

United Choice Portfolios II

➤ United SGD Fund

Semi Annual Report

for the half year ended
30 June 2022

United Choice Portfolios II

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

MANAGER

UOB Asset Management Ltd

Registered Address:

80 Raffles Place

UOB Plaza

Singapore 048624

Company Registration No. : 198600120Z

Tel: 1800 22 22 228

DIRECTORS OF UOB ASSET MANAGEMENT LTD

Lee Wai Fai

Peh Kian Heng

Thio Boon Kiat

Lam Sai Yoke (Appointed 1 February 2022)

Edmund Leong Kok Mun (Appointed 1 February 2022)

Eric Tham Kah Jin (Resigned 31 January 2022)

TRUSTEE

State Street Trust (SG) Limited

168 Robinson Road

#33-01, Capital Tower

Singapore 068912

CUSTODIAN / ADMINISTRATOR / REGISTRAR

State Street Bank and Trust Company, acting through its Singapore Branch

168 Robinson Road

#33-01, Capital Tower

Singapore 068912

AUDITOR

PricewaterhouseCoopers LLP

7 Straits View, Marina One

East Tower, Level 12

Singapore 018936

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

A) Fund Performance

Class A (Acc) 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 19 June 1998 Ann Comp Ret
United SGD Fund	-0.31	-2.16	-2.35	0.69	1.09	2.43	2.89
Benchmark	0.08	0.14	0.26	0.76	1.10	0.86	1.22

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 – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

Class A (Dist) 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 13 March 2014 Ann Comp Ret
United SGD Fund	-0.32	-2.18	-2.38	0.65	1.08	N/A	1.81
Benchmark	0.08	0.14	0.26	0.76	1.10	N/A	1.00

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 – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

United SGD Fund

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

A) Fund Performance (continued)

Class A (Acc) USD (Hedged)

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 16 February 2016 Ann Comp Ret
United SGD Fund	-0.36	-2.18	-2.52	0.72	1.38	N/A	1.86
Benchmark	-2.68	-2.99	-3.16	-0.18	0.89	N/A	1.27

Source: Morningstar.

Note: The performance returns of the Fund are in United States Dollar based on a NAV-to-NAV basis with dividends and distributions reinvested, if any.
The benchmark of the Fund: Since Inception – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

Class A (Dist) USD (Hedged)

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 16 February 2016 Ann Comp Ret
United SGD Fund	-0.22	-2.17	-2.46	0.85	1.52	N/A	1.92
Benchmark	-2.68	-2.99	-3.16	-0.18	0.89	N/A	1.27

Source: Morningstar.

Note: The performance returns of the Fund are in United States Dollar based on a NAV-to-NAV basis with dividends and distributions reinvested, if any.
The benchmark of the Fund: Since Inception – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

United SGD Fund

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A) Fund Performance (continued)

Class B (Acc) 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 28 March 2013 Ann Comp Ret
United SGD Fund	-0.24	-2.06	-2.06	0.99	1.42	N/A	2.34
Benchmark	0.08	0.14	0.26	0.76	1.10	N/A	0.92

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 – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

Class D SGD Acc

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 11 April 2022 Ann Comp Ret
United SGD Fund	N/A	N/A	N/A	N/A	N/A	N/A	-0.10
Benchmark	N/A	N/A	N/A	N/A	N/A	N/A	0.07

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 – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

United SGD Fund

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A) Fund Performance (continued)

Class S (Dist) 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 11 March 2019 Ann Comp Ret
United SGD Fund	-0.34	-2.21	-2.36	0.63	N/A	N/A	0.86
Benchmark	0.08	0.14	0.26	0.76	N/A	N/A	0.88

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 – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

Class S (Dist) USD (Hedged)

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 10 April 2019 Ann Comp Ret
United SGD Fund	-0.34	-2.09	-2.34	0.74	N/A	N/A	0.86
Benchmark	-2.68	-2.99	-3.16	-0.18	N/A	N/A	-0.03

Source: Morningstar.

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

The benchmark of the Fund: Since Inception – 2 May 2021: 6-month SIBID rate; 3 May 2021 to 7 Apr 22: 12M Bank Deposit Rate; 8 Apr 22 – Present: 6M Compounded SORA.

For the half-year ended 30 June 2022, Class A (Acc) SGD, Class A (Dist) SGD, Class B (Acc) SGD and Class S (Dist) SGD of the Fund **returned -2.16%, -2.18%, -2.06% and -2.21%** respectively on a net-asset-value basis, against its benchmark 6M Compounded SORA Rate of 0.14% in Singapore Dollar terms, while Class A (Acc) USD (Hedged), Class A (Dist) USD (Hedged) and Class S (Dist) USD (Hedged) of the Fund **returned -2.18%, -2.17% and -2.09%** respectively against its benchmark return of -2.99% in United States Dollar terms.

The Fund adopted the key strategies of: (1) investing in fixed rate bonds of up to three years in maturity profile for portfolio yield enhancement; (2) buying Eurodollar-denominated bonds while hedging foreign currency risk and (3) moving up in quality credits while riding on rising interest rate environment.

A) Fund Performance (continued)

As at 30 June 2022, the Fund was 93% and 5% invested in corporate bonds and government securities respectively with the balance in cash and others. The Fund had a yield-to-maturity of 4.54% and effective duration of 1.52 years.

Economic and Market Review

The first half of 2022 has been difficult for investors with prices declining across asset classes. This was the result of aggressive Fed actions to address inflation driven by food and energy inflation, COVID-19 breaking supply chains, and the war in **Europe**. Soaring inflation led to a massive hawkish shift among global central banks as the US Fed hiked a total of 150bps to 1.75%. UST 2yr and 10y-UST hit high of 3.43% and 3.47% before closing the period at 2.95% and 3.01% respectively.

The Russia-Ukraine war resulted spike in energy and food prices that sent inflation soaring across the world. Sanctions and production cuts that followed also threatened to devastate both the **Russia** economy and rest of world. Meanwhile, the lockdowns in **China** caused economists to cut their 2022 **China** growth forecast below the 5.5% target set by **China** officials because of **China**'s zero-COVID policy. The lockdowns exacerbated global supply chain disruptions, which further delay the normalization in goods prices.

Tighter financial conditions led to widening of credit spreads on fear of slowing growth, higher input costs and higher refinance costs to pressure debt burden. The JP Morgan Asia Investment Grade spread widened to 206bps (+5bps). Primary issuances slowed significantly on the volatile rates markets and a cautious sentiment in the **China** property sector due to heightened default risk and credit rating downgrades. The Asia ex-Japan G3 currency issuers printed just US\$121b in 1H2022, versus US\$200b in 1H2021.

Outlook and Fund Strategy

The trajectory of **US** policy Fed rate as well as the impact from Quantitative Tightening will be closely watched by markets. The current situation leaves investors in a difficult position of guessing whether central banks will make another mistake and compound the damage produced by years of capital misallocation in the energy sector, the impact of the COVID-19 pandemic (lockdowns and reopening), as well as the brutal war that is currently being waged in **Europe**.

There is a prospect of not just having inflation driven by food and energy shocks but also a recession created by the Fed and other central banks. This could lead to a bout of global stagflation and there would be no clear monetary or fiscal policy solution.

While market is taking a wait-and-see approach, we are seeing value in short duration bonds as all-in yields are becoming attractive. We will continue to maintain our defensive positioning with a preference for quality credits with leading market shares and of systemic importance, in defensive sectors amidst fears of slowing growth.

United SGD Fund

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A) Fund Performance (continued)

Disclosures

As the Fund is in SGD and invests in non-SGD denominated securities, the Fund uses financial derivatives such as FX Forward contracts for hedging purposes. The Fund uses Commitment Approach with Netting Arrangements in determining compliance with the CIS (in respect of clause 8.4 of Appendix 1) to calculate global exposure. 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 SGD Fund

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B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2022 under review classified by

i) Country

	Fair Value (S\$)	% of NAV
China	474,981,324	22.70
France	35,353,635	1.69
Hong Kong	227,237,644	10.86
India	137,506,746	6.57
Indonesia	200,159,074	9.57
Japan	142,085,228	6.79
Luxembourg	11,283,124	0.54
Malaysia	66,734,180	3.19
Philippines	29,958,974	1.43
Qatar	29,966,135	1.43
Saudi Arabia	59,962,672	2.87
Singapore	276,234,415	13.20
South Korea	150,024,973	7.17
Thailand	115,134,555	5.50
United Arab Emirates	72,279,448	3.46
United States	10,680,481	0.51
Accrued interest receivable on quoted bonds	<u>15,781,178</u>	<u>0.75</u>
Portfolio of investments	2,055,363,786	98.23
Other net assets/(liabilities)	<u>36,951,972</u>	<u>1.77</u>
Total	<u><u>2,092,315,758</u></u>	<u><u>100.00</u></u>

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B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2022 under review classified by (continued)

ii) Industry

	Fair Value (S\$)	% of NAV
Communication Services	41,503,943	1.98
Consumer Discretionary	136,561,344	6.53
Energy	88,647,157	4.24
Financials	713,181,423	34.09
Government	118,943,922	5.68
Industrials	256,571,393	12.26
Materials	226,761,942	10.84
Real Estate	204,504,882	9.77
Utilities	252,906,602	12.09
Accrued interest receivable on quoted bonds	<u>15,781,178</u>	<u>0.75</u>
Portfolio of investments	2,055,363,786	98.23
Other net assets/(liabilities)	<u>36,951,972</u>	<u>1.77</u>
Total	<u>2,092,315,758</u>	<u>100.00</u>

iii) Asset Class

	Fair Value (S\$)	% of NAV
Quoted bonds	2,039,582,608	97.48
Accrued interest receivable on quoted bonds	15,781,178	0.75
Other net assets/(liabilities)	<u>36,951,972</u>	<u>1.77</u>
Total	<u>2,092,315,758</u>	<u>100.00</u>

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B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2022 under review classified by (continued)

iv) Credit rating of quoted bonds by Moody’s

	Fair Value (S\$)	% of NAV
A1	141,236,950	6.74
A2	169,058,364	8.08
A3	214,905,905	10.26
Aaa	39,922,878	1.91
Baa1	187,698,182	8.97
Baa2	448,424,143	21.45
Baa3	236,697,227	11.32
Non-rated	601,638,959	28.75
Accrued interest receivable on quoted bonds	<u>15,781,178</u>	<u>0.75</u>
Total	<u>2,055,363,786</u>	<u>98.23</u>

United SGD Fund

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C) Top Ten Holdings

10 largest holdings as at 30 June 2022

	Fair Value (S\$)	Percentage of total net assets attributable to unitholders %
INDONESIA ASAHAN ALUMINIUM SR UNSECURED REGS 11/23 5.71	49,405,802	2.36
SSG RESOURCES LTD SR SECURED REGS 10/22 4.25	48,281,694	2.31
MIZUHO FINANCIAL GROUP CAYMAN 3 COMPANY GUARANT REGS 03/24 4.6	45,193,212	2.16
WOORI BANK SUBORDINATED REGS 04/24 4.75	42,294,402	2.02
SUMITOMO MITSUI FINANCIAL SUBORDINATED REGS 04/24 4.436	41,830,103	2.00
HANA BANK SUBORDINATED REGS 10/24 4.25	41,829,701	2.00
BANK RAKYAT INDONESIA PERSERO SR UNSECURED REGS 07/23 4.625	40,187,961	1.92
MINOR INTERNATIONAL PCL BANK GUARANT REGS 12/99 VAR	38,608,193	1.85
CHINA HUADIAN OVERSEAS COMPANY GUARANT REGS VAR	36,307,922	1.73
BANK OF CHINA SUBORDINATED REGS 11/24 5	35,626,016	1.70

United SGD Fund

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C) Top Ten Holdings (continued)

10 largest holdings as at 30 June 2021

	Fair Value (S\$)	Percentage of total net assets attributable to unitholders %
SUMITOMO MITSUI FINANCIAL SUBORDINATED REGS 04/24 4.436	52,739,842	1.88
INDONESIA ASAHAN ALUMINIUM SR UNSECURED REGS 11/23 5.71	52,030,218	1.85
SSG RESOURCES LTD SR SECURED REGS 10/22 4.25	48,205,087	1.72
MIZUHO FINANCIAL GROUP CAYMAN 3 COMPANY GUARANT REGS 03/24 4.6	47,397,847	1.69
HANA BANK SUBORDINATED REGS 10/24 4.25	44,344,599	1.58
CAPITALAND TREASURY LTD COMPANY GUARANT REGS 09/22 4.076	41,502,063	1.48
MINOR INTERNATIONAL PCL BANK GUARANT REGS 12/99 VAR	38,594,946	1.38
CHINA HUADIAN OVERSEAS COMPANY GUARANT REGS VAR	36,955,477	1.32
CNAC HK FINBRIDGE CO LTD COMPANY GUARANT REGS 03/23 4.625	35,367,295	1.26
QIB SUKUK LTD SR UNSECURED REGS 05/22 3.251	34,364,473	1.22

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D) Exposure to derivatives

The global exposure relating to derivative instruments is calculated using the commitment approach:

- (i) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- (ii) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- (iii) the sum of the values of cash collateral received under certain cases.

i) Fair value of derivative contracts and as a percentage of NAV as at 30 June 2022

	Contract or underlying principal amount	Positive fair value	% of NAV	Negative fair value	% of NAV
	\$	\$		\$	
Foreign currency contracts	2,528,905,399	5,811,625	0.28	19,183,494	0.92

- ii) There was a net realised loss of SGD 30,798,737 on derivative contracts during the financial period from 1 January 2022 to 30 June 2022.
- iii) There was a net unrealised loss of SGD 13,371,869 on outstanding derivative contracts marked to market as at 30 June 2022.

E) Amount and percentage of NAV invested in other schemes as at 30 June 2022

N/A

F) Amount and percentage of borrowings to NAV as at 30 June 2022

N/A

G) Amount of redemptions and subscriptions for the financial period from 1 January 2022 to 30 June 2022

Total amount of redemptions	SGD 944,573,547
Total amount of subscriptions	SGD 349,618,490

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H) The amount and terms of related-party transactions for the financial period from 1 January 2022 to 30 June 2022

i) As at 30 June 2022, 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	73,714,830
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ii) Investment in Initial Public Offerings managed by UOB Group

N/A

iii) As at 30 June 2022, there was no brokerage income earned by UOB Kay Hian Pte Ltd.

I) Expense ratios

	2022 \$	2021 \$
Class A (Acc) SGD		
Total operating expenses	7,509,500	7,022,948
Average daily net asset value	<u>1,159,698,188</u>	<u>1,044,502,504</u>
Expense ratio	<u>0.65%</u>	<u>0.67%</u>
Class A (Dist) SGD		
Total operating expenses	2,117,939	2,059,524
Average daily net asset value	<u>327,420,774</u>	<u>308,087,630</u>
Expense ratio	<u>0.65%</u>	<u>0.67%</u>
Class A (Acc) USD (Hedged)		
Total operating expenses	2,270,692	1,585,271
Average daily net asset value	<u>347,178,308</u>	<u>237,877,716</u>
Expense ratio	<u>0.65%</u>	<u>0.67%</u>
Class A (Dist) USD (Hedged)		
Total operating expenses	310,019	336,564
Average daily net asset value	<u>47,967,265</u>	<u>50,166,935</u>
Expense ratio	<u>0.65%</u>	<u>0.67%</u>
Class B (Acc) SGD		
Total operating expenses	962,582	605,145
Average daily net asset value	<u>297,481,979</u>	<u>173,588,433</u>
Expense ratio	<u>0.32%</u>	<u>0.35%</u>

United SGD Fund
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I) Expense ratios (continued)

	2022 \$	2021 \$
Class S (Dist) SGD		
Total operating expenses	1,925,263	1,675,104
Average daily net asset value	<u>294,102,549</u>	<u>253,883,974</u>
Expense ratio	<u>0.65%</u>	<u>0.66%</u>
Class S (Dist) USD (Hedged)		
Total operating expenses	1,158,714	737,192
Average daily net asset value	<u>180,351,573</u>	<u>111,552,398</u>
Expense ratio	<u>0.64%</u>	<u>0.66%</u>
Class D SGD Acc*		
Total operating expenses	9	-
Average daily net asset value	<u>90,418</u>	<u>-</u>
Expense ratio (annualised)	<u>0.04%</u>	<u>-</u>

* Current year disclosure for Class D SGD Acc is covering the period from 11 April 2022 (date of inception) to 30 June 2022

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 2022 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

	2022 \$	2021 \$
Lower of total value of purchases or sales	714,001,887	2,035,712,834
Average daily net assets value	<u>2,448,431,994</u>	<u>2,522,718,350</u>
Turnover ratio	<u>29.16%</u>	<u>80.70%</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.

United SGD Fund

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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 2022 and 30 June 2021

N/A

- ii) Expense ratios for the financial period ended 30 June 2022 and 30 June 2021

N/A

- iii) Turnover ratios for the financial period ended 30 June 2022 and 30 June 2021

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 Choice Portfolios II

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STATEMENT OF TOTAL RETURN

For the half year ended 30 June 2022 (Un-audited)

	United SGD Fund	
	30 June	30 June
	2022	2021
	\$	\$
Income		
Interest	2,263	-
Other income	265,208	165,071
Total	267,471	165,071
Less: Expenses		
Management fee	7,266,536	7,527,382
Audit fee	13,557	12,839
Registrar fee	29,752	29,751
Valuation fee	5,455	5,455
Custody fee	145,649	160,338
Other expenses	70,423	338,406
Total	7,531,372	8,074,171
Net income/(losses)	(7,263,901)	(7,909,100)
Net gains/(losses) on value of investments and financial derivatives		
Net gains/(losses) on investments	9,230,758	43,094,180
Net gains/(losses) on financial derivatives	(44,170,606)	(17,262,544)
Net foreign exchange gains/(losses)	711,881	(620,992)
	(34,227,967)	25,210,644
Total return/(deficit) for the financial period before income tax	(41,491,868)	17,301,544
Less: Income tax	(24,065)	(1,683)
Total return/(deficit) for the financial period	(41,515,933)	17,299,861

United Choice Portfolios II

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STATEMENT OF FINANCIAL POSITION

As at 30 June 2022 (Un-audited)

	United SGD Fund	
	30 June	31 December
	2022	2021
	\$	\$
Assets		
Portfolio of investments	2,055,363,786	2,715,910,148
Sales awaiting settlement	36,741,846	-
Receivables	7,076,032	4,347,419
Cash and bank balances	73,714,830	27,609,786
Financial derivatives at fair value	5,811,625	8,156,996
Total assets	<u>2,178,708,119</u>	<u>2,756,024,349</u>
Liabilities		
Purchases awaiting settlement	57,477,693	-
Payables	7,354,706	6,630,101
Distribution payable	2,376,468	3,261,661
Financial derivatives at fair value	19,183,494	8,767,908
Total liabilities	<u>86,392,361</u>	<u>18,659,670</u>
Equity		
Net assets attributable to unitholders	<u>2,092,315,758</u>	<u>2,737,364,679</u>

United Choice Portfolios II

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STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the half year ended 30 June 2022 (Un-audited)

	United SGD Fund	
	30 June	31 December
	2022	2021
	\$	\$
Net assets attributable to unitholders at the beginning of the financial period/year	2,737,364,679	2,233,927,406
Operations		
Change in net assets attributable to unitholders resulting from operations	(41,515,933)	11,894,664
Unitholders' contributions/(withdrawals)		
Creation of units	349,618,490	1,902,222,064
Cancellation of units	<u>(944,573,547)</u>	<u>(1,386,723,151)</u>
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(594,955,057)	515,498,913
Distributions	(8,577,931)	(23,956,304)
Total increase/(decrease) in net assets attributable to unitholders	<u>(645,048,921)</u>	<u>503,437,273</u>
Net assets attributable to unitholders at the end of the financial period/year	<u>2,092,315,758</u>	<u>2,737,364,679</u>

United Choice Portfolios II

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

STATEMENT OF PORTFOLIO

As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Holdings at	Fair value at	Percentage of
	30 June	30 June	total net assets
	2022	2022	attributable to
		\$	unitholders at
			30 June
			2022
			%
By Geography - Primary			
Quoted bonds			
CHINA			
ALIBABA GROUP HOLDING SR UNSECURED 11/24 3.6	15,000,000	20,771,963	0.99
AZURE ORBIT IV INTERNATIONAL FINANCE COMPANY GUARANT REGS 01/23 3.75	4,000,000	5,569,096	0.27
BAIC FINANCE INVESTMENT CO LTD COMPANY GUARANT REGS 03/24 2	24,900,000	33,463,421	1.60
BANK OF CHINA SUBORDINATED REGS 11/24 5	25,000,000	35,626,016	1.70
BEIJING GAS SG CAPITAL COMPANY GUARANT REGS 01/25 1.875	14,800,000	19,661,019	0.94
CHALCO HK INVESTMENT COMPANY GUARANT REGS 07/24 1.55	18,800,000	24,933,868	1.19
CHINA HUADIAN OVERSEAS COMPANY GUARANT REGS VAR	26,220,000	36,307,922	1.73
CHINA STATE CONSTRUCTION FINANCE II COMPANY GUARANT REGS 11/22 3.375	15,000,000	20,871,221	1.00
CHINALCO CAPITAL HOLDING COMPANY GUARANT REGS VAR	9,383,000	12,992,879	0.62
CN HUANENG GP HK TREASURY COMPANY GUARANT REGS 12/99 VAR	23,400,000	32,077,293	1.53
COASTAL EMERALD LTD COMPANY GUARANT REGS 06/25 4.1	8,200,000	11,403,991	0.54
COSCO FINANCE 2011 LTD SR UNSECURED REGS 12/22 4	18,000,000	25,085,671	1.20
DIANJIAN INTERNATIONAL FINANCE LTD COMPANY GUARANT REGS 12/99 VAR	7,000,000	9,783,303	0.47
GANSU HIGHWAY AVIATION SR UNSECURED REGS 11/23 3.25	9,300,000	12,651,597	0.60

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As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
CHINA (continued)			
GEELY AUTOMOBILE SR UNSECURED REGS 12/99 VAR	16,102,000	21,257,243	1.02
LEADER GOAL INTERNATIONAL LTD COMPANY GUARANT REGS 12/99 VAR	7,500,000	10,463,980	0.50
MINMETALS BOUNTEOUS FINANCE COMPANY GUARANT REGS VAR	18,500,000	25,228,946	1.21
SEPSCO VIRGIN LTD COMPANY GUARANT REGS VAR	3,500,000	4,788,824	0.23
SF HOLDING INVESTMENT COMPANY GUARANT REGS 07/23 4.125	9,758,000	13,680,906	0.65
SHOUGANG GROUP CO LTD SR UNSECURED REGS 05/24 4	17,089,000	23,822,241	1.14
UHI CAPITAL COMPANY GUARANT REGS 06/24 3	15,251,000	20,854,974	1.00
VIGOROUS CHAMPION INTERNATIONAL LTD COMPANY GUARANT REGS 05/24 3.625	7,400,000	10,181,228	0.49
VIGOROUS CHAMPION INTERNATIONAL LTD COMPANY GUARANT REGS 09/23 4.375	16,000,000	22,350,706	1.07
VOYAGE BONDS LTD COMPANY GUARANT REGS 09/22 3.375	15,200,000	21,153,016	1.01
TOTAL CHINA		474,981,324	22.70
FRANCE			
CREDIT AGRICOLE LONDON SR UNSECURED REGS 10/24 3.25	9,000,000	12,217,591	0.58

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	United SGD Fund		
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
FRANCE (continued)			
SOCIETE GENERALE SR UNSECURED REGS 10/24 2.625	17,256,000	<u>23,136,044</u>	<u>1.11</u>
TOTAL FRANCE		<u>35,353,635</u>	<u>1.69</u>
HONG KONG			
CLP POWER HK FINANCING COMPANY GUARANT REGS 04/23 2.875	12,000,000	16,630,592	0.79
CNAC HK FINBRIDGE CO LTD COMPANY GUARANT REGS 03/23 4.625	25,000,000	35,050,486	1.67
GOODMAN HK FINANCE COMPANY GUARANT REGS 06/24 4.375	17,760,000	24,860,863	1.19
HERO ASIA INVESTMENT LTD SR UNSECURED REGS 11/23 1.5	25,000,000	33,646,977	1.61
HPHT FINANCE 19 LTD COMPANY GUARANT REGS 11/24 2.875	19,490,000	26,555,270	1.27
KING POWER CAPITAL LTD COMPANY GUARANT REGS 11/24 5.625	19,047,000	27,547,419	1.32
LI & FUNG LTD SR UNSECURED REGS 10/24 4.375	7,303,000	9,808,927	0.47
MCC HOLDING HK CORP LTD COMPANY GUARANT REGS 12/99 VAR	20,000,000	27,245,311	1.30
PCCW-HKT CAPITAL NO.5 LTD COMPANY GUARANT REGS 03/23 3.75	10,000,000	13,956,524	0.67
WHARF REIC FINANCE BVI COMPANY GUARANT REGS 09/24 2.5	8,800,000	<u>11,935,275</u>	<u>0.57</u>
TOTAL HONG KONG		<u>227,237,644</u>	<u>10.86</u>

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As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
INDIA			
EXPORT IMPORT BANK INDIA SR UNSECURED REGS 03/24 3.875	20,000,000	27,770,399	1.33
INDIAN OIL CORP LTD SR UNSECURED REGS 10/22 4.1	10,750,000	10,794,741	0.51
INDIAN RAILWAY FINANCE SR UNSECURED REGS 03/24 3.73	11,900,000	16,454,079	0.79
NTPC LTD SR UNSECURED REGS 11/24 4.375	23,118,000	32,224,938	1.54
REC LIMITED SR UNSECURED REGS 07/24 3.375	11,317,000	15,437,708	0.74
STATE BANK INDIA/LONDON SR UNSECURED REGS 04/24 4.875	24,640,000	<u>34,824,881</u>	<u>1.66</u>
TOTAL INDIA		<u>137,506,746</u>	<u>6.57</u>
INDONESIA			
BANK MANDIRI PT SR UNSECURED REGS 04/24 3.75	15,000,000	20,763,190	0.99
BANK RAKYAT INDONESIA PERSERO SR UNSECURED REGS 07/23 4.625	28,697,000	40,187,961	1.92
BANK RAKYAT INDONESIA SR UNSECURED REGS 03/24 3.95	11,210,000	15,596,121	0.75
INDONESIA ASAHAN ALUMINIUM SR UNSECURED REGS 11/23 5.71	35,000,000	49,405,802	2.36
PELABUHAN INDONESIA PERSERO SR UNSECURED REGS 05/25 4.25	19,500,000	26,793,224	1.28
PELABUHAN INDONESIA PERSERO SR UNSECURED REGS 10/24 4.875	10,000,000	14,028,823	0.67

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STATEMENT OF PORTFOLIO

As at 30 June 2022 (Un-audited)

	United SGD Fund		Percentage of total net assets attributable to unitholders at
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
INDONESIA (continued)			
PERUSAHAAN GAS NEGARA SR UNSECURED REGS 05/24 5.125	23,868,000	<u>33,383,953</u>	<u>1.60</u>
TOTAL INDONESIA		<u>200,159,074</u>	<u>9.57</u>
JAPAN			
MIZUHO FINANCIAL GROUP CAYMAN 3 COMPANY GUARANT REGS 03/24 4.6	32,340,000	45,193,212	2.16
NIPPON LIFE INSURANCE SUBORDINATED REGS 10/42 VAR	20,000,000	27,924,961	1.33
SUMITOMO LIFE INSURANCE SUBORDINATED REGS 09/73 VAR	19,200,000	27,136,952	1.30
SUMITOMO MITSUI FINANCIAL SUBORDINATED REGS 04/24 4.436	30,000,000	<u>41,830,103</u>	<u>2.00</u>
TOTAL JAPAN		<u>142,085,228</u>	<u>6.79</u>
LUXEMBOURG			
SPIC LUX LATAM RENEWABLE ENERGY COMPANY GUARANT REGS 10/23 4.65	8,000,000	11,283,124	0.54
MALAYSIA			
MISC CAPITAL TWO LABUAN COMPANY GUARANT REGS 04/25 3.625	13,600,000	18,452,486	0.88
SSG RESOURCES LTD SR SECURED REGS 10/22 4.25	34,690,000	<u>48,281,694</u>	<u>2.31</u>
TOTAL MALAYSIA		<u>66,734,180</u>	<u>3.19</u>

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As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
PHILIPPINES			
BDO UNIBANK INC SR UNSECURED REGS 03/23 2.95	10,667,000	14,851,202	0.71
RIZAL COMMERCIAL BANKING SR UNSECURED REGS 09/24 3	11,117,000	<u>15,107,772</u>	<u>0.72</u>
TOTAL PHILIPPINES		<u>29,958,974</u>	<u>1.43</u>
QATAR			
MAR SUKUK LTD SR UNSECURED REGS 11/24 3.025	13,739,000	18,786,052	0.90
QIB SUKUK LTD SR UNSECURED REGS 03/24 3.982	8,000,000	<u>11,180,083</u>	<u>0.53</u>
TOTAL QATAR		<u>29,966,135</u>	<u>1.43</u>
SAUDI ARABIA			
SA GLOBAL SUKUK LTD SR UNSECURED REGS 06/24 0.946	12,000,000	15,781,210	0.75
SAUDI ARABIAN OIL CO SR UNSECURED REGS 04/24 2.875	20,000,000	27,345,652	1.31
SAUDI ELECTRICITY GLOBAL SUKUK SR UNSECURED REGS 04/24 4	12,024,000	<u>16,835,810</u>	<u>0.81</u>
TOTAL SAUDI ARABIA		<u>59,962,672</u>	<u>2.87</u>
SINGAPORE			
ASCOTT REIT MTN PTE LTD COMPANY GUARANT REGS 12/24 2.75	8,000,000	11,148,429	0.53

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As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
SINGAPORE (continued)			
CAPITALAND TREASURY LTD COMPANY GUARANT REGS 09/22 4.076	25,000,000	34,863,651	1.67
CDL PROPERTIES LTD SR SECURED REGS 05/24 2.958	10,000,000	9,904,202	0.47
CITY DEVELOPMENTS LTD SR UNSECURED 03/24 3.9	10,000,000	10,083,579	0.48
CITY DEVELOPMENTS LTD SR UNSECURED REGS 01/24 3	25,000,000	24,775,448	1.18
ESR LOGOS REIT SR UNSECURED REGS 05/23 3.95	5,000,000	5,019,051	0.24
KEPPEL CORP LTD SR UNSECURED REGS 06/25 2.459	17,000,000	22,235,344	1.06
KEPPEL TELECOMMUNICATIONS+TRANSPORTATION SR UNSECURED REGS 09/24 VAR	7,750,000	7,758,743	0.37
MAPLETREE TREASURY SERVICES COMPANY GUARANT REGS 12/23 1.2	8,000,000	7,791,955	0.37
MAS BILLS 12/08/22 0.00000	20,000,000	19,953,399	0.95
MAS BILLS 29/07/22 0.00000 (SERIES 84)	20,000,000	19,969,479	0.96
MERCATUS CO-OPERATIVE SR UNSECURED REGS 07/24 2.8	11,250,000	11,119,065	0.53
OVERSEA-CHINESE BANKING SUBORDINATED REGS 06/24 4.25	20,687,000	28,974,143	1.39
PRIME ASSET HOLDINGS LTD SR SECURED REGS 10/24 2.9	6,250,000	6,176,394	0.30
SINGAPORE AIRLINES LTD SR UNSECURED REGS 10/23 3.16	25,500,000	25,463,852	1.22
SUNTEC REIT MTN PTE LTD COMPANY GUARANT REGS 05/23 3.4	18,000,000	18,056,236	0.86

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STATEMENT OF PORTFOLIO

As at 30 June 2022 (Un-audited)

United SGD Fund			
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
SINGAPORE (continued)			
SUNTEC REIT MTN PTE LTD COMPANY GUARANT REGS 08/23 2.85	10,000,000	9,962,753	0.48
UOL TREASURY SERVICES COMPANY GUARANT REGS 05/24 3	3,000,000	<u>2,978,692</u>	<u>0.14</u>
TOTAL SINGAPORE		<u>276,234,415</u>	<u>13.20</u>
SOUTH KOREA			
GS CALTEX CORP SR UNSECURED REGS 01/26 4.5	15,000,000	20,915,870	1.00
HANA BANK SUBORDINATED REGS 10/24 4.25	30,000,000	41,829,701	2.00
KB KOOKMIN CARD CO LTD SR UNSECURED REGS 06/25 4	13,000,000	17,933,628	0.86
KYOBO LIFE INSURANCE CO SUBORDINATED REGS 07/47 VAR	19,429,000	27,051,372	1.29
WOORI BANK SUBORDINATED REGS 04/24 4.75	30,000,000	<u>42,294,402</u>	<u>2.02</u>
TOTAL SOUTH KOREA		<u>150,024,973</u>	<u>7.17</u>
THAILAND			
BANGKOK BANK PCL/HK SR UNSECURED REGS 03/24 4.05	19,932,000	27,920,112	1.33
EXPORT-IMPORT BANK OF THAILND SR UNSECURED REGS 10/25 1.457	27,043,000	34,796,566	1.66
MINOR INTERNATIONAL PCL BANK GUARANT REGS 12/99 VAR	28,200,000	38,608,193	1.85

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STATEMENT OF PORTFOLIO

As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Holdings at 30 June 2022	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %
By Geography - Primary (continued)			
Quoted bonds			
THAILAND (continued)			
THAI OIL TREASURY CENTER COMPANY GUARANT REGS 01/23 3.625	9,943,000	<u>13,809,684</u>	<u>0.66</u>
TOTAL THAILAND		<u>115,134,555</u>	<u>5.50</u>
UNITED ARAB EMIRATES			
DP WORLD CRESCENT LTD SR UNSECURED REGS 05/23 3.908	22,000,000	30,609,746	1.47
EQUATE SUKUK SPC LTD COMPANY GUARANT REGS 02/24 3.944	5,000,000	6,929,393	0.33
MAF GLOBAL SECURITIES COMPANY GUARANT REGS 05/24 4.75	24,868,000	<u>34,740,309</u>	<u>1.66</u>
TOTAL UNITED ARAB EMIRATES		<u>72,279,448</u>	<u>3.46</u>
UNITED STATES			
BOC AVIATION USA CORP COMPANY GUARANT REGS 04/24 1.625 ISIN US66980Q2A49	8,000,000	<u>10,680,481</u>	<u>0.51</u>
Accrued interest receivable on quoted bonds		<u>15,781,178</u>	<u>0.75</u>
Total Bonds		<u>2,055,363,786</u>	<u>98.23</u>
Portfolio of investments		<u>2,055,363,786</u>	<u>98.23</u>
Other net assets/(liabilities)		<u>36,951,972</u>	<u>1.77</u>
Net assets attributable to unitholders		<u>2,092,315,758</u>	<u>100.00</u>

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STATEMENT OF PORTFOLIO

As at 30 June 2022 (Un-audited)

	United SGD Fund	
	Percentage of total net assets attributable to unitholders at 30 June 2022 %	Percentage of total net assets attributable to unitholders at 31 December 2021 %
By Geography - Primary (Summary)		
Quoted bonds and unit trusts		
Australia	-	0.13
China	22.70	21.02
France	1.69	0.87
Hong Kong	10.86	9.65
India	6.57	3.87
Indonesia	9.57	4.71
Japan	6.79	5.30
Luxembourg	0.54	0.36
Malaysia	3.19	1.74
Philippines	1.43	0.56
Qatar	1.43	2.36
Saudi Arabia	2.87	2.23
Singapore	13.20	35.22
South Korea	7.17	5.62
Thailand	5.50	2.07
United Arab Emirates	3.46	2.46
United States	0.51	0.39
Accrued interest receivable on quoted bonds	0.75	0.66
Portfolio of investments	98.23	99.22
Other net assets/(liabilities)	1.77	0.78
Net assets attributable to unitholders	100.00	100.00

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As at 30 June 2022 (Un-audited)

	United SGD Fund		
	Fair value at 30 June 2022 \$	Percentage of total net assets attributable to unitholders at 30 June 2022 %	Percentage of total net assets attributable to unitholders at 31 December 2021 %
By Industry - Secondary			
Quoted bonds and unit trusts			
Communication Services	41,503,943	1.98	1.75
Consumer Discretionary	136,561,344	6.53	3.45
Energy	88,647,157	4.24	2.84
Financials	713,181,423	34.09	26.72
Government	118,943,922	5.68	12.03
Industrials	256,571,393	12.26	10.99
Materials	226,761,942	10.84	8.02
Real Estate	204,504,882	9.77	23.62
Unit Trusts	-	-	1.15
Utilities	252,906,602	12.09	7.99
Accrued interest receivable on quoted bonds	15,781,178	0.75	0.66
Portfolio of investments	2,055,363,786	98.23	99.22
Other net assets/(liabilities)	36,951,972	1.77	0.78
Net assets attributable to unitholders	2,092,315,758	100.00	100.00

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