



United Global Durable Equity Fund

**Semi-Annual Report
31 July 2023**

UNITED GLOBAL DURABLE EQUITY FUND

Unaudited Semi-Annual Report and Financial Statements For the Financial Period ended 31 July 2023

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(A) MANAGER'S REPORT

Dear Unitholders,

We are pleased to present you the Manager's report and the unaudited accounts of United Global Durable Equity Fund (the "Fund") for the financial period from 1 February 2023 to 31 July 2023.

(1) Key Data of the Fund

1.1	Fund name	United Global Durable Equity Fund
1.2	Name of Target Fund	United Global Durable Equities Fund
1.3	Fund category	Equity (feeder fund)
1.4	Fund type	Income & Growth
1.5	Investment objective	The Fund seeks to provide income and capital appreciation by investing in the Target Fund which invests in equity and equity-related securities of companies listed and traded on stock exchanges globally.
1.6	Performance benchmark	MSCI AC World Index.
1.7	Duration	The Fund was initially launched as a wholesale fund on 15 July 2015. The Manager then convened a unit holders' meeting to seek Unit Holders' approval to establish the Fund as a unit trust fund. The Fund is then established as a unit trust on 6 December 2019 and shall exist for as long as it appears to the Manager and Trustee that it is in the interests of the unit holders for it to continue. In some circumstances, the unit holders can resolve at a meeting to terminate the Fund.
1.8	Distribution policy	Subject to the manager's discretion and availability of income, distribution will be made at least twice a year. Distribution declared (if any) will be reinvested into the unit holders' accounts in the form of additional units in the Fund at no cost or will be paid to unit holders' by way of transfer into a bank account held in the unit holders' name.

(2) Performance Data of the Fund

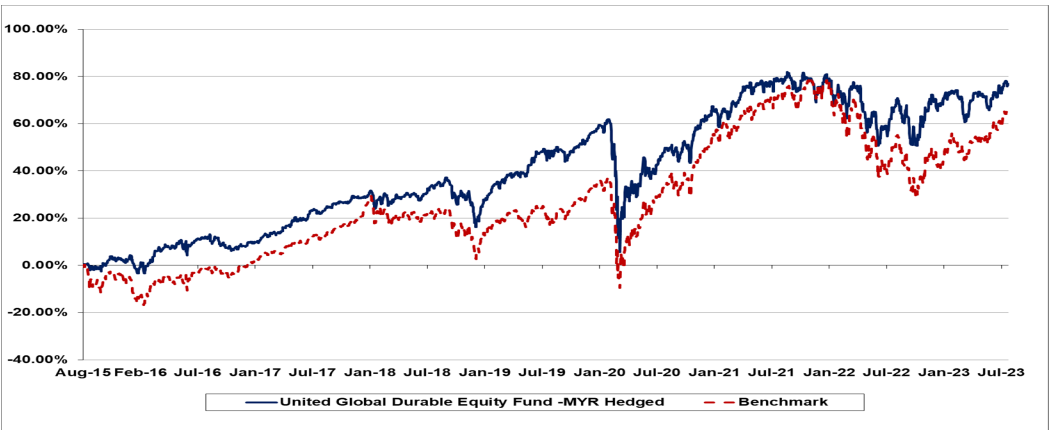
2.1	Portfolio composition	Details of portfolio composition of the Fund for the financial period ended 31 July are as follows:			
			As at 31 July 2023	As at 31 July 2022	As at 31 July 2021
			(%)	(%)	(%)
		Foreign collective investment scheme	99.45	94.82	94.59
		Cash	0.55	5.18	5.41
	Total	100.00	100.00	100.00	
2.2	Performance details	Performance details of the Fund for the financial period ended 31 July are as follows:			
			As at 31 July 2023	As at 31 July 2022	As at 31 July 2021
		Net Asset Value ("NAV") (RM)			
		- MYR hedged Class	260,053,281	278,688,217	335,397,638
		- USD Class	56,532,123	43,522,975	28,106,591
		- AUD hedged Class	33,726,417	47,177,405	57,863,175
		- SGD hedged Class	16,079,164	17,265,254	27,014,285
- GBP hedged Class	4,038,513	4,188,451	4,372,177		

2.2 Performance details (continued)	NAV per unit in RM			
	- MYR hedged Class	0.7110	0.6820	0.7643
	- USD Class	2.9914	2.7934	2.9938
	- AUD hedged Class	1.7569	1.7365	1.9805
	- SGD hedged Class	2.0711	1.8976	2.1022
	- GBP hedged Class	3.2095	2.8882	3.3936
	NAV per unit in respective currencies			
	- MYR hedged Class (RM)	0.7110	0.6820	0.7643
	- USD Class (USD)	0.6637	0.6280	0.7098
	- AUD hedged Class (AUD)	0.5786	0.5598	0.6388
	- SGD hedged Class (SGD)	0.6103	0.5900	0.6750
	- GBP hedged Class (GBP)	0.5537	0.5338	0.5787
	Units in circulation			
	- MYR hedged Class	365,769,614	408,623,405	438,856,001
	- USD Class	18,898,069	15,580,850	9,388,309
	- AUD hedged Class	19,196,852	27,168,259	29,216,390
	- SGD hedged Class	7,763,461	9,098,560	12,850,786
	- GBP hedged Class	1,258,281	1,450,212	1,288,354
	Highest NAV per unit in respective currencies			
	- MYR hedged Class (RM)	0.7179	0.7314	0.7665
	- USD Class (USD)	0.6696	0.6749	0.7155
	- AUD hedged Class (AUD)	0.5838	0.6062	0.6446
	- SGD hedged Class (SGD)	0.6159	0.6401	0.675
	- GBP hedged Class (GBP)	0.5589	0.5678	0.5787
	Lowest NAV per unit in respective currencies			
	- MYR hedged Class (RM)	0.6517	0.6153	0.6943
	- USD Class (USD)	0.6028	0.5666	0.6495
	- AUD hedged Class (AUD)	0.5300	0.5062	0.5868
	- SGD hedged Class (SGD)	0.5582	0.5332	0.6000
	- GBP hedged Class (GBP)	0.5063	0.4825	0.5179
	Total return (%)			
	- MYR hedged Class	1.51	-2.89	13.18
- USD Class	2.32	-3.15	12.36	
- AUD hedged Class	1.31	-3.97	11.93	
- SGD hedged Class	1.61	-4.08	12.50	
- GBP hedged Class	1.70	-3.16	11.74	
Capital growth (%)				
- MYR hedged Class	0.64	-4.25	10.08	
- USD Class	1.36	-4.50	9.28	
- AUD hedged Class	0.40	-5.31	8.86	
- SGD hedged Class	0.69	-5.42	12.50	
- GBP hedged Class	0.76	-3.16	11.74	
Income distribution (%)				
- MYR hedged Class	0.87	1.36	3.10	
- USD Class	0.96	1.35	3.08	
- AUD hedged Class	0.91	1.34	3.07	
- SGD hedged Class	0.92	1.34	--	
- GBP hedged Class	0.94	--	--	

2.2	Performance details (continued)	Gross distribution (sen per unit) in respective currencies			
		- MYR hedged Class (RM)	0.49 [#]	0.97	2.03
		- USD Class (USD)	0.46 [#]	0.89	1.90
		- AUD hedged Class (AUD)	0.40 [#]	0.80	1.71
		- SGD hedged Class (SGD)	0.42 [#]	0.84	--
		- GBP hedged Class (GBP)	0.38 [#]	--	--
		Net distribution (sen per unit) in respective currencies			
		- MYR hedged Class (RM)	0.49 [#]	0.97	2.03
		- USD Class (USD)	0.46 [#]	0.89	1.90
		- AUD hedged Class (AUD)	0.40 [#]	0.80	1.71
- SGD hedged Class (SGD)	0.42 [#]	0.84	--		
- GBP hedged Class (GBP)	0.38 [#]	--	--		
Total expense ratio ("TER") (%)	0.06 ¹	0.08	0.15		
Portfolio turnover ratio ("PTR") (times)	0.04 ²	0.05	0.08		
<p><i>Notes:</i></p> <p><i>There was no units in circulation for MYR Class since the launch of the class on 15 July 2015 respectively.</i></p> <p>[#] <i>Date of distribution is shown in part 2.8 - Income distribution / Unit splits.</i></p> <p>¹ <i>TER is lower against previous financial period mainly due to decrease in expenses.</i></p> <p>² <i>PTR is lower against previous financial period mainly due to decrease in trading activity.</i></p> <p>Average total return (annualised) for the following periods ended 31 July 2023</p>					
		The Fund (%)	Benchmark[#] (%)		
Since commencement (5 August 2015)					
- MYR hedged Class		7.37	6.58		
- USD Class		6.54	6.58		
Since commencement (3 October 2017)					
- AUD hedged Class		4.37	6.51		
- SGD hedged Class		4.59	6.51		
Since commencement (8 September 2020)					
- GBP hedged Class		3.85	8.21		
1 year					
- MYR hedged Class		5.69	10.88		
- USD Class		7.82	10.88		
- AUD hedged Class		4.79	10.88		
- SGD hedged Class		5.55	10.88		
- GBP hedged Class		4.48	10.88		
3 years					
- MYR hedged Class		6.54	8.61		
- USD Class		6.72	8.61		
- AUD hedged Class		4.62	8.61		
- SGD hedged Class		5.34	8.61		
- GBP hedged Class		-	-		

2.2 Performance details (continued)	5 years		
	- MYR hedged Class	5.90	6.34
	- USD Class	5.94	6.34
	- AUD hedged Class	3.89	6.34
	- SGD hedged Class	4.47	6.34
	- GBP hedged Class	-	-
	Annual total return		
	Financial years ended 31 January	The Fund (%)	Benchmark # (%)
	2023		
	- MYR hedged Class	1.11	-9.62
	- USD Class	2.06	-9.62
	- AUD hedged Class	-0.66	-9.62
	- SGD hedged Class	-0.36	-9.62
	- GBP hedged Class	-0.51	-9.62
	2022		
	- MYR hedged Class	8.43	11.58
	- USD Class	7.02	11.58
	- AUD hedged Class	6.50	11.58
	- SGD hedged Class	6.89	11.58
	- GBP hedged Class	6.43	11.58
	2021		
	- MYR hedged Class	1.52	15.09
	- USD Class	2.06	15.09
- AUD hedged Class	-3.07	15.09	
- SGD hedged Class	-0.51	15.09	
Since commencement (8 September 2020) - 31 January 2021			
- GBP hedged Class	3.58	14.23	
2020			
- MYR hedged Class	20.57	13.73	
- USD Class	20.08	13.73	
- AUD hedged Class	20.18	13.73	
- SGD hedged Class	19.81	13.73	
2019			
- MYR hedged Class	-1.05	-9.29	
- USD Class	-1.93	-9.29	
- AUD hedged Class	-2.23	-9.29	
- SGD hedged Class	-2.97	-9.29	
2018			
- MYR hedged Class	19.17	25.02	
- USD Class	20.33	25.02	
Since commencement (3 October 2017) - 31 January 2018			
- AUD hedged Class	5.12	11.00	
- SGD hedged Class	3.76	11.00	
2017			
- MYR hedged Class	10.77	15.50	
- USD Class	8.75	15.50	

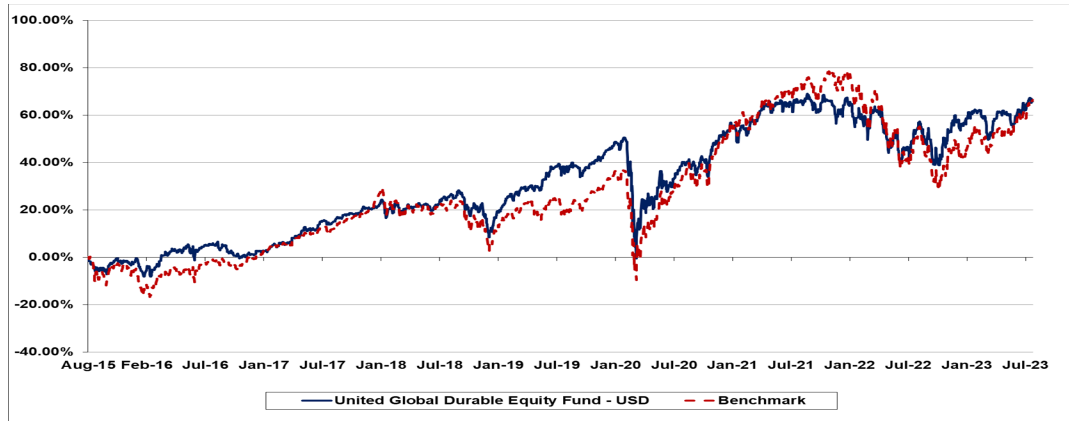
2.2	Performance details (continued)	Since commencement (5 August 2015) - 31 January 2016		
		- MYR hedged Class	-0.80	-11.74
		- USD Class	-5.64	-11.74
		<p># The benchmark is MSCI AC World Index.</p> <p>Note: There was no units in circulation for MYR Class since the launch of the class on 15 July 2015 respectively.</p> <p>Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures have been extracted from Bloomberg.</p>		

2.3	Performance review	<p><u>MYR hedged Class</u></p> <p>For the financial period under review, the Class registered a return of 1.51% underperforming the benchmark return of 9.06%.</p> <p>For the period under review, the NAV per unit of the Class increased by 0.64% from RM 0.7065 to RM 0.7110.</p> <p>The line chart below shows comparison between the performance of the Class and its benchmark from the commencement of the Class to 31 July 2023.</p>																
		 <p>Source: UOBAM(M) as at 31 July 2023.</p> <table border="1"> <thead> <tr> <th></th> <th>1-month</th> <th>3-months</th> <th>6-months</th> <th>12-months</th> <th>Since commencement (5 Aug 2015)</th> </tr> </thead> <tbody> <tr> <td>The Fund</td> <td>0.14%</td> <td>1.67%</td> <td>1.51%</td> <td>5.69%</td> <td>76.48%</td> </tr> <tr> <td>Benchmark*</td> <td>3.55%</td> <td>7.96%</td> <td>9.06%</td> <td>10.88%</td> <td>66.41%</td> </tr> </tbody> </table> <p>Source: UOBAM(M), Lipper and Bloomberg as at 31 July 2023. * The benchmark of the Fund is MSCI AC World Index.</p> <p><u>USD Class</u></p> <p>For the financial period under review, the Class registered a return of 2.32% underperforming the benchmark return of 9.06%.</p>		1-month	3-months	6-months	12-months	Since commencement (5 Aug 2015)	The Fund	0.14%	1.67%	1.51%	5.69%	76.48%	Benchmark*	3.55%	7.96%	9.06%
	1-month	3-months	6-months	12-months	Since commencement (5 Aug 2015)													
The Fund	0.14%	1.67%	1.51%	5.69%	76.48%													
Benchmark*	3.55%	7.96%	9.06%	10.88%	66.41%													

2.3 Performance review (continued)

For the period under review, the NAV per unit of the Class increased by 1.36% from USD 0.6548 to USD 0.6637.

The line chart below shows comparison between the performance of the Class and its benchmark from the commencement of the Class to 31 July 2023.



Source: UOBAM(M) as at 31 July 2023.

	1-month	3-months	6-months	12-months	Since commencement (5 Aug 2015)
The Fund	0.44%	2.38%	2.32%	7.82%	65.86%
Benchmark*	3.55%	7.96%	9.06%	10.88%	66.41%

Source: UOBAM(M), Lipper and Bloomberg as at 31 July 2023.

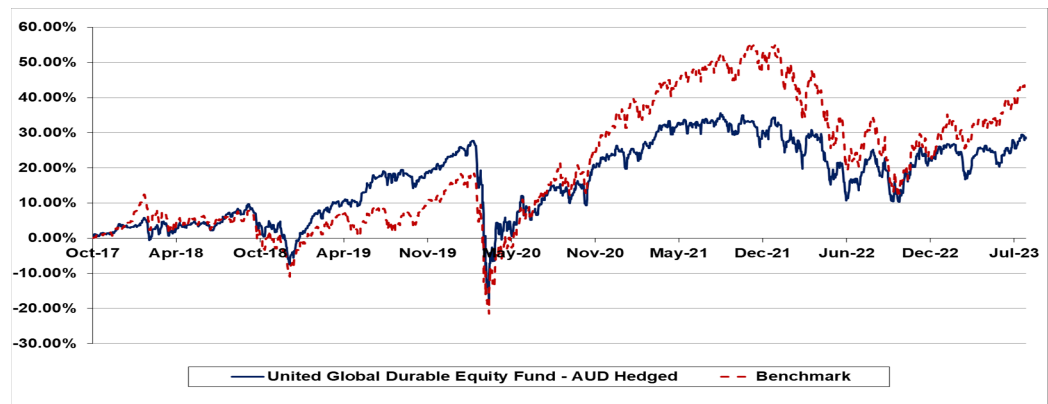
* The benchmark of the Fund is MSCI AC World Index.

AUD hedged Class

For the financial period under review, the Class registered a return of 1.31% underperforming the benchmark return of 9.06%.

For the period under review, the NAV per unit of the Class increased by 0.40% from AUD 0.5763 to AUD 0.5786.

The line chart below shows comparison between the performance of the Class and its benchmark from the commencement of the Class to 31 July 2023.



Source: UOBAM(M) as at 31 July 2023.

2.3 Performance review (continued)

	1-month	3-months	6-months	12-months	Since commencement (3 Oct 2017)
The Fund	0.29%	1.57%	1.31%	4.79%	28.31%
Benchmark*	3.55%	7.96%	9.06%	10.88%	44.42%

Source: UOBAM(M), Lipper and Bloomberg as at 31 July 2023.

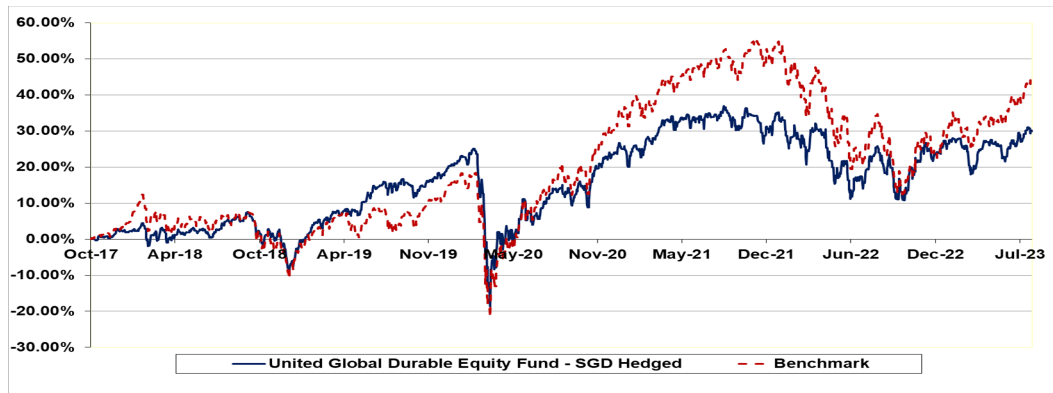
* The benchmark of the Fund is MSCI AC World Index.

SGD hedged Class

For the financial period under review, the Class registered a return of 1.61% underperforming the benchmark return of 9.06%.

For the period under review, the NAV per unit of the Class increased by 0.69% from SGD 0.6061 to SGD 0.6103.

The line chart below shows comparison between the performance of the Class and its benchmark from the commencement of the Class to 31 July 2023.



Source: UOBAM(M) as at 31 July 2023.

	1-month	3-months	6-months	12-months	Since commencement (3 Oct 2017)
The Fund	0.28%	1.81%	1.61%	5.55%	29.86%
Benchmark*	3.55%	7.96%	9.06%	10.88%	44.42%

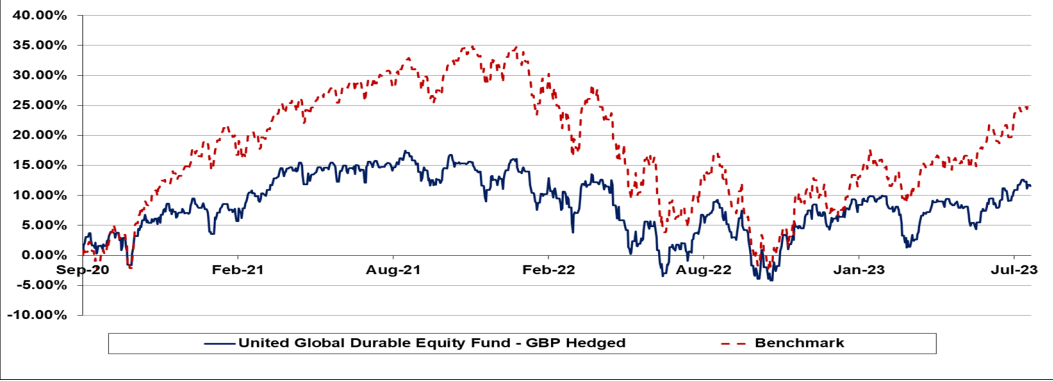
Source: UOBAM(M), Lipper and Bloomberg as at 31 July 2023.

* The benchmark of the Fund is MSCI AC World Index.

GBP hedged Class

For the financial period under review, the Class registered a return of 1.70% underperforming the benchmark return of 9.06%.

For the period under review, the NAV per unit of the Class increased by 0.76% from GBP 0.5495 to GBP 0.5537.

2.3	Performance review (continued)	<p>The line chart below shows comparison between the performance of the Class and its benchmark from the commencement of the Class to 31 July 2023.</p>  <p>Source: UOBAM(M) as at 31 July 2023.</p> <table border="1" data-bbox="397 646 1487 821"> <thead> <tr> <th></th> <th>1-month</th> <th>3-months</th> <th>6-months</th> <th>12-months</th> <th>Since commencement (8 Sept 2020)</th> </tr> </thead> <tbody> <tr> <td>The Fund</td> <td>0.29%</td> <td>1.92%</td> <td>1.70%</td> <td>4.48%</td> <td>11.54%</td> </tr> <tr> <td>Benchmark*</td> <td>3.55%</td> <td>7.96%</td> <td>9.06%</td> <td>10.88%</td> <td>25.64%</td> </tr> </tbody> </table> <p>Source: UOBAM(M), Lipper and Bloomberg as at 31 July 2023. * The benchmark of the Fund is MSCI AC World Index.</p> <p>Note: Past performance is not necessarily indicative of future performance and that unit prices and investment returns may go down, as well as up. All performance figures have been extracted from Bloomberg.</p>		1-month	3-months	6-months	12-months	Since commencement (8 Sept 2020)	The Fund	0.29%	1.92%	1.70%	4.48%	11.54%	Benchmark*	3.55%	7.96%	9.06%	10.88%	25.64%
	1-month	3-months	6-months	12-months	Since commencement (8 Sept 2020)															
The Fund	0.29%	1.92%	1.70%	4.48%	11.54%															
Benchmark*	3.55%	7.96%	9.06%	10.88%	25.64%															
2.4	Target Fund performance	<p><u>Target Fund performance review</u></p> <p>For the period 1 February 2023 to 31 July 2023, the Target Fund returned 3.31% (USD terms). The benchmark MSCI AC World returned 10.21% (USD terms).</p> <p>On an absolute basis, the top contributors for the period were Constellation Software, Novartis, Clean Harbors, Edenred, and Science Applications. Positions in Charles Schwab, Fidelity National Information Services, AIA Group, Globe Life, and FincoBank detracted from absolute performance.</p> <p>Source: UOB Asset Management Ltd</p> <p><u>Target Fund performance data</u></p> <table border="1" data-bbox="397 1507 1487 1749"> <thead> <tr> <th></th> <th>1-month</th> <th>3-months</th> <th>6-months</th> <th>12-months</th> <th>Since 6 Aug 2015 (annualized)</th> </tr> </thead> <tbody> <tr> <td>Target Fund (USD Dist)</td> <td>0.63%</td> <td>2.76%</td> <td>3.31%</td> <td>9.67%</td> <td>7.89%</td> </tr> <tr> <td>Benchmark (USD)*</td> <td>3.66%</td> <td>8.50%</td> <td>10.21%</td> <td>12.91%</td> <td>8.63%</td> </tr> </tbody> </table> <p>Source: UOB Asset Management Ltd, Fund Factsheet as at 31 July 2023 * The benchmark of the Target Fund is MSCI AC World Index.</p>		1-month	3-months	6-months	12-months	Since 6 Aug 2015 (annualized)	Target Fund (USD Dist)	0.63%	2.76%	3.31%	9.67%	7.89%	Benchmark (USD)*	3.66%	8.50%	10.21%	12.91%	8.63%
	1-month	3-months	6-months	12-months	Since 6 Aug 2015 (annualized)															
Target Fund (USD Dist)	0.63%	2.76%	3.31%	9.67%	7.89%															
Benchmark (USD)*	3.66%	8.50%	10.21%	12.91%	8.63%															

2.5	Target Fund's top 10 holdings	No	Equity	Sector (GICS)	Weight (%)
		1	INTACT FINANCIAL CORP	Financials	6.37
		2	CONSTELLATION SOFTWARE INC/CAN	Information Technology	4.43
		3	NOVARTIS AG	Health Care	3.68
		4	AIA GROUP LTD	Financials	3.63
		5	BRENTAG SE	Industrials	3.54
		6	ENGIE SA	Utilities	3.38
		7	T&D HOLDINGS INC	Financials	3.30
		8	ARTHUR J GALLAGHER & CO	Financials	3.27
		9	BWX TECHNOLOGIES INC	Industrials	3.21
10	PERFORMANCE FOOD GROUP CO	Consumer Staples	3.08		
2.6	Strategies and policies employed	<p><u>Strategies and policies of the Target Fund</u></p> <p>PURCHASES Our purchase criteria consists of: 1) potential for stable cash flows that are likely to demonstrate resiliency across the business cycle, 2) value creation primarily through the sensible use of free cash flow and 3) moderate valuation that may allow for attractive risk-adjusted returns over time. We purchased shares in four new businesses during the period.</p> <p>Engie is a French utility with a collection of high quality and stable assets. Since taking over in 2021, new CEO Catherine MacGregor has simplified the business significantly by exiting lines/countries at attractive valuations, accelerated growth in renewables and committed to a sensible capital allocation policy. Based on our intrinsic return framework, we were able to initiate our position at a ~15% expected annualized return.</p> <p>HDFC Bank is India's largest private-sector bank. We typically avoid investing in banks as they are cyclical businesses with leverage resulting in volatile earnings. But HDFC Bank is different – it has an exceptional track record of consistent value creation – the past 20 years this bank has delivered 18% earnings per share ("EPS") compound annual growth rate ("CAGR"), in USD terms, with its worst-ever performance being global financial crisis ("GFC") during which it still delivered +5% growth in earnings. Based on our intrinsic return framework, we were able to initiate our position at a 12% annualized expected return.</p> <p>SALES We sell stocks if 1) cash flows are less stable than we predicted, 2) stock valuation rises such that risk-adjusted returns no longer fall within our target range, or 3) some combination of lower stability and higher valuation. We eliminated three businesses during the period.</p> <p>Charles Schwab was eliminated from the portfolio because of potential changes in their business that may affect both capital and earnings going forward. We expect new regulations may require banks to mark bond portfolios to market which would cause Schwab to build capital over the next 2-3 years.</p> <p>CAE, which provides training services for civil aviation and defence, was eliminated from the portfolio. We lost confidence in Management's ability to deploy capital effectively and improve the profitability of their Defence business.</p> <p>Source: UOB Asset Management Ltd</p>			

2.6	Strategies and policies employed (continued)	<p>Strategies and policies of the Fund For the financial period under review, the Fund seeks to achieve its investment objective by investing a minimum of 90% of the Fund's NAV in the Target Fund with the remaining balance in liquid assets. Accordingly, this Fund will have a passive strategy as all the investment decision will be made at the Target Fund level.</p>																																															
2.7	Asset allocation	<p>This table below shows the asset allocation of the Fund as at 31 July:</p> <table border="1" data-bbox="396 373 1487 579"> <thead> <tr> <th>Assets</th> <th>As at 31 July 2023 (%)</th> <th>As at 31 July 2022 (%)</th> <th>Changes (%)</th> </tr> </thead> <tbody> <tr> <td>Foreign collective investment scheme</td> <td>99.45</td> <td>94.82</td> <td>4.63</td> </tr> <tr> <td>Cash</td> <td>0.55</td> <td>5.18</td> <td>-4.63</td> </tr> <tr> <td>Total</td> <td>100.00</td> <td>100.00</td> <td>--</td> </tr> </tbody> </table> <p>Reason for the differences in asset allocation As at 31 July 2023, the asset allocation stood at 99.45% in foreign collective investment scheme and 0.55% in cash. The Fund's asset allocation is within its investment objective of investing a minimum of 90% of the Fund's NAV in the Target Fund.</p>				Assets	As at 31 July 2023 (%)	As at 31 July 2022 (%)	Changes (%)	Foreign collective investment scheme	99.45	94.82	4.63	Cash	0.55	5.18	-4.63	Total	100.00	100.00	--																												
Assets	As at 31 July 2023 (%)	As at 31 July 2022 (%)	Changes (%)																																														
Foreign collective investment scheme	99.45	94.82	4.63																																														
Cash	0.55	5.18	-4.63																																														
Total	100.00	100.00	--																																														
2.8	Income distribution/ Unit splits	<p>For the financial period under review, the Fund has declared the following income distribution:</p> <p><u>MYR hedged Class</u></p> <table border="1" data-bbox="396 894 1487 1079"> <thead> <tr> <th>Distribution Date</th> <th>Gross/Net Distribution per unit (RM)</th> <th>Cum - NAV per unit (RM)</th> <th>Ex - NAV per unit (RM)</th> </tr> </thead> <tbody> <tr> <td>24 May 2023</td> <td>0.0049</td> <td>0.6810</td> <td>0.6761</td> </tr> <tr> <td>Total</td> <td>0.0049</td> <td>--</td> <td>--</td> </tr> </tbody> </table> <p><u>USD Class</u></p> <table border="1" data-bbox="396 1146 1487 1331"> <thead> <tr> <th>Distribution Date</th> <th>Gross/Net Distribution per unit (USD)</th> <th>Cum - NAV per unit (USD)</th> <th>Ex - NAV per unit (USD)</th> </tr> </thead> <tbody> <tr> <td>24 May 2023</td> <td>0.0046</td> <td>0.6324</td> <td>0.6278</td> </tr> <tr> <td>Total</td> <td>0.0046</td> <td>--</td> <td>--</td> </tr> </tbody> </table> <p><u>AUD hedged Class</u></p> <table border="1" data-bbox="396 1398 1487 1583"> <thead> <tr> <th>Distribution Date</th> <th>Gross/Net Distribution per unit (AUD)</th> <th>Cum - NAV per unit (AUD)</th> <th>Ex - NAV per unit (AUD)</th> </tr> </thead> <tbody> <tr> <td>24 May 2023</td> <td>0.0040</td> <td>0.5539</td> <td>0.5499</td> </tr> <tr> <td>Total</td> <td>0.0040</td> <td>--</td> <td>--</td> </tr> </tbody> </table> <p><u>SGD hedged Class</u></p> <table border="1" data-bbox="396 1650 1487 1732"> <thead> <tr> <th>Distribution Date</th> <th>Gross/Net Distribution per unit (SGD)</th> <th>Cum - NAV per unit (SGD)</th> <th>Ex - NAV per unit (SGD)</th> </tr> </thead> <tbody> <tr> <td></td> <td></td> <td></td> <td></td> </tr> </tbody> </table>				Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)	24 May 2023	0.0049	0.6810	0.6761	Total	0.0049	--	--	Distribution Date	Gross/Net Distribution per unit (USD)	Cum - NAV per unit (USD)	Ex - NAV per unit (USD)	24 May 2023	0.0046	0.6324	0.6278	Total	0.0046	--	--	Distribution Date	Gross/Net Distribution per unit (AUD)	Cum - NAV per unit (AUD)	Ex - NAV per unit (AUD)	24 May 2023	0.0040	0.5539	0.5499	Total	0.0040	--	--	Distribution Date	Gross/Net Distribution per unit (SGD)	Cum - NAV per unit (SGD)	Ex - NAV per unit (SGD)				
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2.8	distribution/ Unit splits (continued)	24 May 2023	0.0042	0.5834	0.5792
		Total	0.0042	--	--
		GBP hedged Class			
		Distribution Date	Gross/Net Distribution per unit (GBP)	Cum - NAV per unit (GBP)	Ex - NAV per unit (GBP)
		24 May 2023	0.0038	0.5286	0.5248
	Total	0.0038	--	--	
		The Fund did not carry out any unit split exercise during the financial period under review.			
2.9	State of affairs	There has been neither significant change to the state of affairs of the Fund nor any circumstances that materially affect any interests of the unit holders during the financial period under review.			
2.10	Securities Financing Transaction and Cross Trade Transactions	The Fund has not undertaken any securities lending or repurchase transactions. There were no cross trade transactions carried out during the financial period under review.			
2.11	Rebates and soft commission	<p>It is our policy to pay all rebates to the Fund. Soft commissions received from brokers/dealers are retained by the Manager only if the goods and services provided are of demonstrable benefit to unit holders of the Fund.</p> <p>The Manager will retain the soft commissions that are deemed to be beneficial to the unitholders of the Fund in the form of research and advisory services from any broker or dealer by virtue of transactions conducted for the fund that can assist in the decision making process in relation to the Fund such as technical analysis software, data and quotation services and computer software incidental to investment management of the Fund.</p> <p>During the financial period under review, the Manager had not received any soft commissions.</p>			
2.12	Market review	<p>Global equities rose over the period. Economic growth, consumer spending, and labour markets were surprisingly resilient against a backdrop of seismic changes in the global economy, including sweeping sanctions against Russia, a reshaping of global energy flows, and a banking crisis that rekindled fears of a global recession. Global central banks coordinated efforts to boost liquidity in the financial system after the collapse of two US regional banks and Credit Suisse rattled financial markets and exposed vulnerabilities in the banking industry. Decisive action by regulators eased liquidity fears, but the turmoil increased the likelihood of more stringent financing conditions in the near term as banks strengthen their lending standards and bolster their liquidity. Major central banks, including the US Federal Reserve ("Fed") and the European Central Bank ("ECB"), continued to raise interest rates, but financial stresses and persistent inflation muddled the outlook for interest rates. Chinese equities surged after the country's zero-COVID restrictions were rapidly unwound and the government embraced pro-growth policy measures. Markets were increasingly optimistic about the pace of China's economic recovery, which could benefit its trading partners and boost the global economy.</p>			

2.12	Market review (continued)	<p>Global equities continued to rise in the latter half of the period. Global economies and labour markets remained resilient despite the headwinds from geopolitical instability, elevated inflation, tightening credit conditions, and the rapid rise in interest rates. Declining energy prices helped reduce headline inflation in most countries, easing the strains on households and businesses. However, persistently high core consumer prices kept pressure on central banks to keep interest rates higher for longer — the leaders of the Fed, the ECB, and the Bank of England reaffirmed that further policy tightening is needed to bring down inflation, indicating that lower inflation can be achieved without triggering recession. Disappointing Chinese economic data sparked concerns about the durability of the country’s post-COVID recovery, increasing pressure on policymakers to provide more substantial stimulus. Increasingly bullish views on Japanese equities propelled the Nikkei Index to a multi-decade high, thanks to favourable earnings and valuations, corporate governance improvements, supportive monetary policy, and firmer signs that the country’s economy is gaining momentum. In Germany, a downward revision to first-quarter Gross Domestic Product ("GDP") showed that Europe’s largest country is in recession.</p> <p>In July, markets were encouraged by cooling inflation across most global economies, supporting views that major central banks are approaching the end of their rate-hiking cycles. Labour markets remained resilient, although risk sentiment was constrained by tighter monetary policy and broadly weaker manufacturing data. The Fed and the ECB raised interest rates by 25 basis points ("bps") amid moderating inflation. The Bank of Japan ("BOJ") allowed greater flexibility for government bond yields to fluctuate, a potential step toward phasing out the country’s ultra-easy monetary policy. Chinese President Xi Jinping presided over the Communist Party of China’s ("CPC’s") Central Committee meeting, which called for additional policy efforts to support the economy. China’s State Council subsequently unveiled 20 measures intended to invigorate consumption after underwhelming second-quarter GDP growth highlighted the country's slowing economic momentum. In Germany, second-quarter GDP growth stagnated, while the manufacturing sector’s downturn deepened as goods producers recorded a further deterioration in output, new orders, and prices. Oil prices surged and Organization of the Petroleum Exporting Countries ("OPEC") oil output continued to decline after Saudi Arabia made an additional voluntary production cut as part of the OPEC+ group's latest agreement to reduce supplies to support prices.</p> <p><i>Source: UOB Asset Management Ltd</i></p>
2.13	Market outlook	<p>The Sub-Manager of the Target Fund (i.e. Wellington Management Singapore Pte Ltd) believes the primary determinants of portfolio performance over the long-term will continue to be company specific:</p> <ol style="list-style-type: none"> 1) stability of cash flows across the business cycle; 2) prudent capital allocation decisions by management; 3) moderate valuations that imply achievable expectations for organic cash flow growth. <p>Absolute and relative portfolio performance may be negatively impacted by:</p> <ol style="list-style-type: none"> 1) cash flows exhibiting less stability than the Sub-Manager expects or 2) capital allocation decisions that destroy rather than create shareholder value. <p>Their fundamental research is focused on these areas and the Sub-Manager aims to avoid such outcomes. In addition to these company specific factors impacting absolute returns, the Sub-Manager would expect relative returns versus a broad market index to be challenged during periods of significant acceleration in global economic growth and/or a sharp rebound in commodity prices.</p>

2.13	Market outlook (continued)	<p>Determining whether management will allocate capital effectively is a critical part of the Sub-Manager’s investment process. Decisions to invest in growth (organic or acquisitions) or return capital to shareholders (dividends or share repurchase) are likely to be a significant driver of the value creation of the businesses held in this portfolio over time.</p> <p>Management Characteristics: Even with the benefit of historical data, it can be difficult to predict effective capital allocation ex-ante. Therefore, the Sub-Manager looks for three personality traits when evaluating management teams – humility, flexibility and precision. The Sub-Manager defines humility as a focus on shareholder value over growth for its own sake. The Sub-Manager defines flexibility as choosing opportunistically between growth (organic or acquisitions) and capital return (dividends or share repurchase) rather than a predisposition toward one specific path. The Sub-Manager defines precision as a narrowly defined range of outcomes for all investment decisions. The Sub-Manager believes management teams that are humble, flexible and precise are more likely to make prudent capital allocation decisions over the long-term.</p> <p>Evaluating acquisitions: Acquisitions are likely to be an important source of value creation for many of the businesses held in this portfolio. Yet, various academic studies show that, in aggregate, acquisitions do not add value for one or a combination of the following reasons:</p> <ol style="list-style-type: none"> 1) deals are done when profitability is high and margins tend to mean revert; 2) future growth is often over estimated; 3) integration is hard work and synergies are thus over estimated; 4) the price paid is too high. <p>The Sub-Manager agrees with these conclusions; consistently good acquirers are the exception not the norm. The Sub-Manager believes companies can protect against these broad pitfalls by purchasing businesses that possess one or a combination of the following factors:</p> <ol style="list-style-type: none"> 1) businesses with limited economic sensitivity and stable profit margins; 2) low growth expectations required to achieve targeted returns; and 3) adjacent lines of business with clear operating synergies. <p><i>Source: UOB Asset Management Ltd</i></p>
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Kuala Lumpur, Malaysia
UOB Asset Management (Malaysia) Berhad

26 September 2023

(B) TRUSTEE’S REPORT

TO THE UNIT HOLDERS OF UNITED GLOBAL DURABLE EQUITY FUND (“Fund”)

We have acted as Trustee of the Fund for the financial period ended 31 July 2023 and we hereby confirm to the best of our knowledge, after having made all reasonable enquiries, UOB Asset Management (Malaysia) Berhad has operated and managed the Fund during the period covered by these financial statements in accordance with the following:

1. Limitations imposed on the investment powers of the management company under the deed, securities laws and the Guidelines on Unit Trust Funds;
2. Valuation and pricing is carried out in accordance with the deed; and
3. Any creation and cancellation of units are carried out in accordance with the deed and any regulatory requirements.

We are of the opinion that the distribution of income by the Fund is appropriate and reflects the investment objective of the Fund.

For Deutsche Trustees Malaysia Berhad

Ng Hon Leong
Head, Fund Operations

Jiva Munusamy
Head, Client Management

Kuala Lumpur
26 September 2023

UNITED GLOBAL DURABLE EQUITY FUND

(C) STATEMENT BY MANAGER

I, **Lim Suet Ling**, being the Director of and on behalf of the Board of Directors of UOB Asset Management (Malaysia) Berhad, do hereby state that, in the opinion of the Manager, the accompanying financial statements are drawn up in accordance with Malaysian Financial Reporting Standards and International Financial Reporting Standards so as to give a true and fair view of the financial position of **United Global Durable Equity Fund** as at 31 July 2023 and of its financial performance, changes in net assets attributable to unitholders and cash flows for the financial period then ended and comply with requirements of the Deed(s).

For and on behalf of the Manager,
UOB Asset Management (Malaysia) Berhad

LIM SUET LING
Executive Director/
Chief Executive Officer

26 September 2023

UNITED GLOBAL DURABLE EQUITY FUND

(D) FINANCIAL STATEMENTS

**UNAUDITED STATEMENT OF FINANCIAL POSITION
AS AT 31 JULY 2023**

	Note	31.07.2023 RM	31.01.2023 RM
ASSETS			
Investments	3	368,520,867	366,663,645
Forward foreign currency contracts	4	340,477	18,616,269
Cash at bank		4,471,718	3,642,287
TOTAL ASSETS		<u>373,333,062</u>	<u>388,922,201</u>
LIABILITIES			
Amount due to Manager	5	2,436,421	427,279
Amount due to Trustee	6	17,595	18,215
Tax payable		379,486	724,792
Accruals		70,062	14,861
TOTAL LIABILITIES (EXCLUDING NET ASSETS ATTRIBUTABLE TO UNITHOLDERS)		<u>2,903,564</u>	<u>1,185,147</u>
NET ASSET VALUE (“NAV”) ATTRIBUTABLE TO UNITHOLDERS		<u>370,429,498</u>	<u>387,737,054</u>
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS OF THE FUND COMPRISE:			
Unitholders’ capital	7	325,002,689	350,171,293
Retained earnings/(accumulated losses)	7	45,426,809	37,565,761
NET ASSETS ATTRIBUTABLE TO UNITHOLDERS	7	<u>370,429,498</u>	<u>387,737,054</u>
TOTAL NAV AND LIABILITIES		<u>373,333,062</u>	<u>388,922,201</u>
NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS			
- AUD HEDGED CLASS		33,726,417	40,863,406
- GBP HEDGED CLASS		4,038,513	4,109,772
- MYR HEDGED CLASS		260,053,281	275,834,073
- SGD HEDGED CLASS		16,079,164	17,308,902
- USD CLASS		56,532,123	49,620,901
		<u>370,429,498</u>	<u>387,737,054</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

(D) FINANCIAL STATEMENTS

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 JULY 2023 (CONTINUED)

	Note	31.07.2023 RM	31.01.2023 RM
UNITS IN CIRCULATION			
- AUD HEDGED CLASS	7(a)	19,196,852	23,652,448
- GBP HEDGED CLASS	7(b)	1,258,281	1,428,691
- MYR HEDGED CLASS	7(c)	365,769,614	391,002,230
- SGD HEDGED CLASS	7(d)	7,763,461	8,822,224
- USD CLASS	7(e)	18,898,069	17,814,041
NET ASSET VALUE PER UNIT IN MYR			
- AUD HEDGED CLASS		1.7569	1.7277
- GBP HEDGED CLASS		3.2095	2.8766
- MYR HEDGED CLASS		0.7110	0.7055
- SGD HEDGED CLASS		2.0711	1.9620
- USD CLASS		2.9914	2.7855
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES			
- AUD HEDGED CLASS (AUD)		0.5786	0.5753
- GBP HEDGED CLASS (GBP)		0.5537	0.5484
- MYR HEDGED CLASS (MYR)		0.7110	0.7055
- SGD HEDGED CLASS (SGD)		0.6103	0.6050
- USD CLASS (USD)		0.6637	0.6534

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIXTH MONTH FINANCIAL PERIOD ENDED 31 JULY 2023**

	Note	01.02.2023 to 31.07.2023 RM	01.02.2022 to 31.07.2022 RM
INVESTMENT INCOME/(LOSS)			
Interest income from deposits with licensed financial institutions		24,977	29,269
Income distribution from investments at fair value through profit or loss (“FVTPL”)		10,153,159	9,994,542
Net gain/(loss) on investments at FVTPL:	3		
- net realised gain/(loss) on sale of investments at FVTPL		2,010,367	420,528
- net unrealised gain/(loss) on changes in fair value	7(g)	20,502,070	1,266,262
Net realised gain/(loss) on foreign currency exchange		61,495	196,715
Net realised gain/(loss) on forward foreign currency contracts		(1,392,004)	(15,100,910)
Net unrealised gain/(loss) on forward foreign currency contracts	7(g)	(18,275,792)	(2,778,602)
Net unrealised gain/(loss) on foreign currency exchange	7(g)	24,734	569
		<u>13,109,006</u>	<u>(5,971,627)</u>
EXPENSES			
Manager’s fee	8	98,833	201,785
Trustee’s fee	9	102,092	102,655
Auditors’ remuneration		4,989	4,642
Tax agent’s fee		2,351	1,993
Other expenses		11,243	8,315
		<u>219,508</u>	<u>319,390</u>
NET INCOME/(LOSS) BEFORE DISTRIBUTION AND TAXATION			
		12,889,498	(6,291,017)
Distribution to unitholders:			
- AUD HEDGED CLASS		(260,446)	(677,804)
- GBP HEDGED CLASS		(26,941)	-
- MYR HEDGED CLASS		(1,837,403)	(3,886,513)
- SGD HEDGED CLASS		(114,638)	(269,920)
- USD CLASS		(398,830)	(396,588)
	12	<u>(2,638,258)</u>	<u>(5,230,825)</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIXTH MONTH FINANCIAL PERIOD ENDED 31 JULY 2023 (CONTINUED)**

	Note	01.02.2023 to 31.07.2023 RM	01.02.2022 to 31.07.2022 RM
NET INCOME/(LOSS) BEFORE TAXATION		10,251,240	(11,521,842)
Tax expense	10	<u>2,390,192</u>	<u>101,024</u>
NET INCOME/(LOSS) AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME/(LOSS) FOR THE FINANCIAL PERIOD		<u>7,861,048</u>	<u>(11,622,866)</u>
Net income/(loss) after taxation is made up of the following:			
Realised amount	7(f)	5,610,036	(10,111,095)
Unrealised amount	7(g)	<u>2,251,012</u>	<u>(1,511,771)</u>
		<u>7,861,048</u>	<u>(11,622,866)</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FOR THE SIXTH MONTH FINANCIAL PERIOD ENDED 31 JULY 2023

	Unitholders' capital RM	Retained earnings/ (accumulated losses) RM	Total net asset value RM
Balance as at 1 February 2022	343,624,992	40,069,548	383,694,540
Movement in net asset value:			
Total comprehensive income/(loss) for the financial period	-	(11,622,866)	(11,622,866)
Creation of units			
- AUD HEDGED CLASS	2,649,995	-	2,649,995
- GBP HEDGED CLASS	377,366	-	377,366
- MYR HEDGED CLASS	25,721,840	-	25,721,840
- SGD HEDGED CLASS	499,326	-	499,326
- USD CLASS	20,681,980	-	20,681,980
Reinvestment of units			
- GBP HEDGED CLASS	677,804	-	677,804
- MYR HEDGED CLASS	3,886,513	-	3,886,513
- SGD CLASS	269,920	-	269,920
- USD CLASS	396,588	-	396,588
Cancellation of units			
- AUD HEDGED CLASS	(2,744,284)	-	(2,744,284)
- MYR HEDGED CLASS	(23,459,794)	-	(23,459,794)
- SGD HEDGED CLASS	(6,338,542)	-	(6,338,542)
- USD CLASS	(3,848,084)	-	(3,848,084)
Balance as at 31 July 2022	<u>362,395,620</u>	<u>28,446,682</u>	<u>390,842,302</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

UNAUDITED STATEMENT OF CHANGES IN NET ASSETS ATTRIBUTABLE TO UNITHOLDERS FOR THE SIXTH MONTH FINANCIAL PERIOD ENDED 31 JULY 2023 (CONTINUED)

	Note	Unitholders' capital RM	Retained earnings/ (accumulated losses) RM	Total net asset value RM
Balance as at 1 February 2023		350,171,293	37,565,761	387,737,054
Movement in net asset value:				
Total comprehensive income/(loss) for the financial period		-	7,861,048	7,861,048
Creation of units				
- AUD HEDGED CLASS	7(a)	1,084,291	-	1,084,291
- MYR HEDGED CLASS	7(c)	28,615,885	-	28,615,885
- SGD HEDGED CLASS	7(d)	786,630	-	786,630
- USD CLASS	7(e)	6,798,422	-	6,798,422
Reinvestment of units				
- AUD HEDGED CLASS	7(a)	260,446	-	260,446
- GBP HEDGED CLASS	7(b)	26,941	-	26,941
- MYR HEDGED CLASS	7(c)	1,837,403	-	1,837,403
- SGD HEDGED CLASS	7(d)	114,638	-	114,638
- USD CLASS	7(e)	398,830	-	398,830
Cancellation of units				
- AUD HEDGED CLASS	7(a)	(9,025,843)	-	(9,025,843)
- GBP HEDGED CLASS	7(b)	(547,759)	-	(547,759)
- MYR HEDGED CLASS	7(c)	(48,386,121)	-	(48,386,121)
- SGD HEDGED CLASS	7(d)	(3,000,126)	-	(3,000,126)
- USD CLASS	7(e)	(4,132,241)	-	(4,132,241)
Balance as at 31 July 2023		<u>325,002,689</u>	<u>45,426,809</u>	<u>370,429,498</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIXTH MONTH FINANCIAL PERIOD ENDED 31 JULY 2023**

	01.02.2023 to 31.07.2023 RM	01.02.2022 to 31.07.2022 RM
CASH FLOWS GENERATED FROM/(USED IN) OPERATING AND INVESTING ACTIVITIES		
Proceeds from sale of investments	26,734,415	17,575,872
Purchase of investments	(6,079,200)	(19,799,690)
Income distribution from investments at FVTPL	10,153,159	9,994,542
Interest received from deposit with licensed financial institution	24,977	29,269
Manager's fee paid	(143,263)	(195,986)
Trustee's fee paid	(102,712)	(103,469)
Auditors' remuneration paid	(30)	(30)
Payment of other fees and expenses	35,946	(8,392)
Tax paid	(2,735,498)	(116,330)
Net realised gain/(loss) on foreign currency exchange	61,495	196,715
Net realised gain/(loss) on settlement of forward foreign currency contracts	<u>(1,392,004)</u>	<u>(15,100,910)</u>
Net cash generated from/(used in) operating and investing activities	<u>26,557,285</u>	<u>(7,528,409)</u>
CASH FLOWS GENERATED FROM/(USED IN) FINANCING ACTIVITIES		
Proceeds from creation of units	37,028,731	51,601,280
Payment for cancellation of units	<u>(62,756,585)</u>	<u>(35,690,843)</u>
Net cash generated from/(used in) financing activities	<u>(25,727,854)</u>	<u>15,910,437</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	829,431	8,382,028
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE FINANCIAL PERIOD	<u>3,642,287</u>	<u>12,981,761</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE FINANCIAL PERIOD	<u>4,471,718</u>	<u>21,363,789</u>
Cash and cash equivalents comprises the following:		
Cash at bank	<u>4,471,718</u>	<u>21,363,789</u>

The accompanying notes form an integral part of the unaudited financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

NOTES TO THE UNAUDITED FINANCIAL STATEMENTS

1. INFORMATION ON THE FUND, THE MANAGER AND THEIR PRINCIPAL ACTIVITIES

The United Global Durable Equity Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of the Deed dated 23 June 2015, First Supplemental Deed dated 8 September 2017, Second Supplemental Deed dated 2 January 2019 and Third Supplemental Deed dated 6 August 2019 (collectively referred to as “the Deeds”) between UOB Asset Management (Malaysia) Berhad (“the Manager”) and Deutsche Trustees Malaysia Berhad (“the Trustee”).

The Fund seeks to provide income and capital appreciation by investing in the United Global Durable Equities Fund which invests in equity and equity-related securities of companies listed and traded on stock exchanges globally. The Fund was launched on 15 July 2015 and commenced for operation on 5 August 2015. As provided in the Master Deed, the accrual period or financial year shall end on 31 January.

The Manager is a subsidiary of UOB Asset Management Limited, headquartered in Singapore.

The financial statements were authorised for issue by the Manager on 26 September 2023.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of preparation of the financial statements

The financial statements of the Fund have been prepared in accordance with Malaysian Financial Reporting Standards (“MFRS”) as issued by the Malaysian Accounting Standards Board (“MASB”) and International Financial Reporting Standards (“IFRS”) as issued by the International Accounting Standards Board (“IASB”).

The financial statements have been prepared on a historical-cost basis except as disclosed in the accounting policies below and are presented in Ringgit Malaysia (“RM”).

There are no other standards, amendments to standards or interpretations that are effective for annual period beginning on or after 1 February 2023 that have a material effect on the financial statements of the Fund.

None of the standards, amendments to standards or interpretations that are effective for the financial year beginning on or after 1 February 2024 are applicable to the financial statements of the Fund.

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Changes in accounting policies

The accounting policies adopted that could have material impact to the financial statements are consistent with those of the previous financial period.

2.3 Summary of significant accounting policies

(a) Financial instruments

Financial assets and financial liabilities are recognised when the Fund becomes a party to the contractual provision of the instrument.

Financial assets and financial liabilities are initially measured at fair value. Transaction costs that are directly attributable to the acquisition or issue of financial assets and financial liabilities (other than financial assets and financial liabilities at fair value through profit or loss) are added to or deducted from the fair value of the financial assets or financial liabilities, as appropriate, on initial recognition.

Transaction costs directly attributable to the acquisition of the financial assets and financial liabilities at fair value through profit or loss are recognised immediately in profit or loss.

All regular way purchases or sales of financial assets are recognised and derecognised on a trade date basis. Regular way purchases or sales are purchases or sales of financial assets that require delivery of assets within the time frame established by regulation or convention in the market place.

Classification

The Fund classifies its financial assets and financial liabilities at initial recognition into the categories of financial assets and financial liabilities discussed below.

In applying that classification, a financial asset or financial liability is considered to be held for trading if:

- (a) It is acquired or incurred principally for the purpose of selling or repurchasing it in the near term; or
- (b) On initial recognition, it is part of a portfolio of identified financial instruments that are managed together and for which, there is evidence of a recent actual pattern of short-term profit-taking; or,

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Summary of significant accounting policies (continued)

(a) Financial instruments (continued)

Classification (continued)

In applying that classification, a financial asset or financial liability is considered to be held for trading if: (continued)

- (c) It is a derivative (except for a derivative that is a financial guarantee contract or a designated and effective hedging instrument).

Financial assets

The Fund classifies its financial assets as measured at amortised cost or measured at fair value through profit or loss (“FVTPL”) on the basis of both the entity’s business model for managing the financial assets and the contractual cash flow characteristics of the financial asset.

- (i) Financial assets measured at amortised cost

A debt instrument is measured at amortised cost if it is held within a business model whose objective is to hold financial assets in order to collect contractual cash flows and its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest (“SPPI”) on the principal amount outstanding. The Fund includes in this category bank balances.

- (ii) Financial assets at FVTPL

A financial asset is measured at fair value through profit or loss if:

- (a) Its contractual terms do not give rise to cash flows on specified dates that are SPPI on the principal amount outstanding; or
- (b) It is not held within a business model whose objective is either to collect contractual cash flows, or to both collect contractual cash flows and sell; or,
- (c) At initial recognition, it is irrevocably designated as measured at FVTPL when doing so eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise from measuring assets or liabilities or recognising the gains and losses on them on different bases.

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Summary of significant accounting policies (continued)

(a) Financial instruments (continued)

Financial assets (continued)

(ii) Financial assets at FVTPL (continued)

The Fund includes in this category collective investment scheme and derivatives. These includes investments that are held under a business model to manage them on a fair value basis for investment income and fair value gains.

Financial liabilities

(i) Financial liabilities measured at FVTPL

A financial liability is measured at FVTPL if it meets the definition of held for trading. The Fund does not have such liabilities at this juncture.

(ii) Financial liabilities measured at amortised cost

This category includes all financial liabilities, other than those measured at FVTPL. The Fund includes in this category amount due to Manager and amount due to Trustee.

Impairment of financial assets

The Fund holds only trade receivables with no financing component and which have maturities of less than 12 months at amortised cost and, as such, has chosen to apply an approach similar to the simplified approach for expected credit losses (“ECL”) under MFRS 9 to all its trade receivables. Therefore, the Fund does not track changes in credit risk, but instead recognises a loss allowance based on lifetime ECL at each reporting date. The Fund’s approach to ECL reflects a probability-weighted outcome, the time value of money and reasonable and supportable information that is available without undue cost or effort at the reporting date about past events, current conditions and forecasts of future economic conditions.

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Summary of significant accounting policies (continued)

(a) Financial instruments (continued)

Derecognition of financial assets and financial liabilities

A financial asset is derecognised when:

- (i) The contractual rights to receive cash flows from the financial assets have expired;
- (ii) The Fund has transferred its contractual rights to received cash flows from the financial assets or have assumed contractual obligation to pay the received cash flows in full without material delay to one or more third parties under a “pass through” arrangement; and either:
 - (a) the Fund has transferred substantially all the risks and rewards of ownership of the financial assets; or
 - (b) the Fund has neither transferred nor retained substantially all the risks and rewards, but has transferred control of the financial assets.

On derecognition of the financial assets at amortised cost, gains and losses are recognised in profit or loss when the asset is derecognised, modified or impaired.

A financial liability is derecognised when the obligation under the financial liability is extinguished. Gains and losses are recognised in profit or loss when the liabilities are derecognised, and through the amortisation process.

(b) Classification of realised and unrealised gains and losses

Unrealised gains and losses comprise changes in the fair value of financial instruments at FVTPL. Realised gains and losses on disposals of financial instruments at FVTPL are calculated using the weighted average method. They represent the difference between an instrument’s initial carrying amount and disposal amount.

Distribution from collective investment scheme, foreign exchange translation differences of cash at bank balances denominated in foreign currencies and accrued interest on deposits which have not matured as at the reporting date are classified as realised income in the financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Summary of significant accounting policies (continued)

(c) Derivative financial instruments

Derivatives are financial assets or liabilities at fair value through profit or loss categorised as held for trading unless they are designated hedges.

The Fund's derivative financial instruments comprise forward foreign currency contracts. Derivatives are initially recognised at fair value on the date a derivative contract is entered into and are subsequently re-measured at their fair value.

The method of recognising the resulting gain or loss depends on whether the derivative is designated as a hedging instrument, and the nature of the item being hedged. Derivatives that do not qualify for hedge accounting are classified as held for trading and accounted for in accordance with the accounting policy for FVTPL.

(d) Functional and presentation currency

The financial statements of the Fund are measured using the currency of the primary economic environment in which the Fund operates ("the functional currency"). The financial statements are presented in RM, which is also the Fund's functional currency.

(e) Foreign currency translation

Transactions in currencies other than the Fund's functional currency (foreign currencies) are recorded in the functional currency using exchange rates prevailing at the transaction dates. At each reporting date, foreign currency monetary items are translated into RM at exchange rates ruling at the reporting date. All exchange gains or losses are recognised in the profit or loss. The financial statements are presented in RM, which is also the Fund's functional currency.

(f) Unitholders' capital

The unitholders' capital to the Fund are classified as liabilities under MFRS 132 *Financial Instruments: Presentation*.

The outstanding units are carried at the redemption amount that is payable at each financial year if unitholder exercises the right to put the unit back to the Fund.

Units are created and cancelled at prices based on the Fund's NAV per unit at the time of creation or cancellation. The Fund's NAV per unit is calculated by dividing the net assets attributable to unit holders with the total number of outstanding units.

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Summary of significant accounting policies (continued)

(g) Distribution of income

Any distribution to the Fund's unitholders is recognised in the statement of comprehensive income, as the unitholders' capital are classified as financial liability as per Note 2.3(f). A proposed dividend is recognised as a liability in the period in which it is approved. Distribution is either reinvested or paid in cash to the unitholders on the income payment date. Reinvestment of units is based on the NAV per unit on the income payment date which is also the time of creation.

(h) Cash and cash equivalents

Cash and cash equivalents comprise cash at bank which has an insignificant risk of changes in value.

(i) Income recognition

Income is recognised to the extent that it is probable that the economic benefits will flow to the Fund and the income can be reliably measured. Income is measured at the fair value of consideration received or receivable.

Interest income from deposits with licensed financial institutions is recognised using the effective interest method. Distribution income from investments is recognised when it has been declared with the right to receive the income established.

(j) Net asset value attributable to unitholders

Net asset value attributable to unitholders represents the redemption amount that would be payable if the unitholders exercised the right to redeem units of the Fund at the end of the reporting period.

(k) Income tax

Current tax assets and liabilities are measured at the amount expected to be recovered from or paid to the tax authorities. The tax rates and tax laws used to compute the amount are those that are enacted or substantively enacted by the reporting date.

No deferred tax is recognised as there are no material temporary differences.

UNITED GLOBAL DURABLE EQUITY FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.3 Summary of significant accounting policies (continued)

(l) Segment reporting

For internal management reporting purposes, all of the investments of the Fund are managed as one portfolio and reviewed as such by the Manager. The Manager is the decision maker for performance assessment purposes and makes decisions about resource allocation. Accordingly, the Fund does not have any operating segment information to be disclosed in the financial statements.

(m) Significant accounting estimates and judgments

The preparation of the Fund's financial statements requires the Manager to make judgments, estimates and assumptions that affect the reported amounts of revenues, expenses, assets and liabilities, and the disclosure of contingent liabilities at the reporting date. However, uncertainty about these assumptions and estimates could result in outcomes that could require a material adjustment to the carrying amount of the asset or liability in the future.

No major judgments have been made by the Manager in applying the Fund's accounting policies. There are no key assumptions concerning the future and other key sources of estimation uncertainty at the reporting date that have a significant risk of causing a material adjustment to the carrying amounts of assets and liabilities within the next financial year.

(n) Determination of fair value

For investments in collective investment scheme ("CIS"), fair value is determined based on the closing NAV per unit of the CIS. For investments in forward foreign currency contracts, the fair value is calculated by making reference to prevailing forward exchange rates for contracts with similar maturity profiles in the market. Forward foreign currency contracts are presented as assets when the fair value is positive (net gain position) or as liabilities when the fair value is negative (net loss position).

UNITED GLOBAL DURABLE EQUITY FUND

3. INVESTMENTS

	31.07.2023	31.01.2023
	RM	RM
Investments designated as FVTPL:		
- collective investment scheme - foreign	<u>368,520,867</u>	<u>366,663,645</u>
	01.02.2023	01.02.2022
	to 31.07.2023	to 31.07.2022
	RM	RM
Net gain/(loss) on investments at FVTPL comprised:		
- net realised gain/(loss) on sale of investments at FVTPL	2,010,367	420,528
- net unrealised gain/(loss) on changes in fair value	<u>20,502,070</u>	<u>1,266,262</u>
	<u>22,512,437</u>	<u>1,686,790</u>

Investments designated as FVTPL as at 31 July 2023 are as follows:

Name of counter	Quantity	Cost RM	Fair value RM	Fair value expressed as a percentage of value of the Fund %
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COLLECTIVE INVESTMENT SCHEME - FOREIGN

United Global Durable Equities

Fund - USD Distribution

Class ("Target Fund")*	68,081,877	<u>332,601,295</u>	<u>368,520,867</u>	<u>99.48</u>
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EXCESS/(SHORTFALL) OF FAIR VALUE OVER COST:

- UNREALISED GAIN/(LOSS) ON FAIR VALUE	9,828,417
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- UNREALISED GAIN/(LOSS) ON FOREIGN EXCHANGE	<u>26,091,155</u>
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TOTAL INVESTMENTS AT FVTPL	<u>368,520,867</u>
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* Collective investment scheme related to the Manager.

UNITED GLOBAL DURABLE EQUITY FUND

4. FORWARD FOREIGN CURRENCY CONTRACTS

As at the reporting date, there are 18 (31.01.2023: 14) forward foreign currency contracts outstanding.

The notional principal amount of the outstanding forward foreign currency contracts amounted to RM298,569,077 (31.01.2023: RM323,245,034).

The forward foreign currency contracts entered into were for hedging against the currency exposure arising from the investments denominated in USD and the subscriptions in other classes denominated in AUD, GBP, MYR and SGD.

As the Fund has not adopted hedge accounting, the changes in fair value of the forward foreign currency contracts are recognised immediately in the profit or loss.

5. AMOUNT DUE FROM/(TO) MANAGER

	31.07.2023	31.01.2023
	RM	RM
Creation of units	1,084,740	829,268
Cancellation of units	(3,518,234)	(1,209,190)
Manager's fee payable	(2,927)	(47,357)
	<u>(2,436,421)</u>	<u>(427,279)</u>

The normal credit period for the Manager's fee payable is one month (31.01.2023: one month).

6. AMOUNT DUE TO TRUSTEE

	31.07.2023	31.01.2023
	RM	RM
Trustee's fee payable	<u>17,595</u>	<u>18,215</u>

Amount due to Trustee represents Trustee's fee payable.

The normal credit period for the Trustee's fee payable is one month (31.01.2023: one month).

UNITED GLOBAL DURABLE EQUITY FUND

7. NET ASSET VALUE (“NAV”) ATTRIBUTABLE TO UNITHOLDERS

Unitholders should note that the NAV of the Fund is determined by deducting the value of all the Fund’s liabilities from the value of all the Fund’s assets, at a particular valuation point.

The NAV per Unit of a Class of Units is the NAV of the Fund attributable to a Class of Units divided by the number of units in circulation for that particular Class of Units, at the same valuation point. The valuation of the Fund will be carried out in the base currency RM. Accordingly, the assets that are not denominated in MYR will be translated to MYR for valuation purposes. The net gain/loss arising from forward foreign currency contracts used for hedging purpose is included in AUD Hedged, GBP Hedged, MYR Hedged and SGD Hedged Classes’ NAV.

Due to multiple Classes of Units in the Fund, the income and/or expenses for the Fund are apportioned by using the multi-class ratio, which is based on the value of the Class of Units of the Fund (quoted in the base currency) relative to the value of the whole Fund (quoted in the base currency). As at 31 July 2023, the multi-class ratio used in apportionment for AUD Hedged Class is 9.11 (31.01.2023: 10.54), GBP Hedged Class is 1.09 (31.01.2023: 1.06), MYR Hedged Class is 70.20 (31.01.2023: 71.14), SGD Hedged Class is 4.34 (31.01.2023: 4.46) and USD Class is 15.26 (31.01.2023: 12.80).

Net asset value attributable to unitholders is represented by:

	Note	31.07.2023 RM	31.01.2023 RM
Unitholders’ capital			
- AUD HEDGED CLASS	(a)	30,879,372	38,560,478
- GBP HEDGED CLASS	(b)	3,746,517	4,267,335
- MYR HEDGED CLASS	(c)	231,280,541	249,213,374
- SGD HEDGED CLASS	(d)	13,160,313	15,259,171
- USD CLASS	(e)	45,935,946	42,870,935
		<u>325,002,689</u>	<u>350,171,293</u>
Retained earnings/(accumulated losses)			
- Realised gain/(loss)	(f)	9,142,464	3,532,428
- Unrealised gain/(loss)	(g)	36,284,345	34,033,333
		<u>45,426,809</u>	<u>37,565,761</u>
Total NAV attributable to unitholders		<u>370,429,498</u>	<u>387,737,054</u>

UNITED GLOBAL DURABLE EQUITY FUND

7. NET ASSET VALUE (“NAV”) ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

(a) UNITHOLDERS’ CAPITAL/UNITS IN CIRCULATION - AUD HEDGED CLASS

	Units	31.07.2023 RM	Units	31.01.2023 RM
At the beginning of the financial period/year	23,652,448	38,560,478	26,806,107	43,860,274
Creation of units during the financial period/year	630,557	1,084,291	2,359,825	3,941,497
Reinvestment of units during the financial period/year	157,886	260,446	560,596	989,253
Cancellation of units during the financial period/year	<u>(5,244,039)</u>	<u>(9,025,843)</u>	<u>(6,074,080)</u>	<u>(10,230,546)</u>
At the end of the financial period/year	<u>19,196,852</u>	<u>30,879,372</u>	<u>23,652,448</u>	<u>38,560,478</u>

The Manager and parties related to the Manager did not hold any units in the class of the Fund as at 31 July 2023 (31.01.2023: nil).

(b) UNITHOLDERS’ CAPITAL/UNITS IN CIRCULATION - GBP HEDGED CLASS

	Units	31.07.2023 RM	Units	31.01.2023 RM
At the beginning of the financial period/year	1,428,691	4,267,335	1,324,654	3,948,529
Creation of units during the financial period/year	-	-	125,558	377,366
Reinvestment of units during the financial period/year	9,045	26,941	-	-
Cancellation of units during the financial period/year	<u>(179,455)</u>	<u>(547,759)</u>	<u>(21,521)</u>	<u>(58,560)</u>
At the end of the financial period/year	<u>1,258,281</u>	<u>3,746,517</u>	<u>1,428,691</u>	<u>4,267,335</u>

The Manager and parties related to the Manager did not hold any units in the class of the Fund as at 31 July 2023 (31.01.2023: nil).

UNITED GLOBAL DURABLE EQUITY FUND

7. NET ASSET VALUE (“NAV”) ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

(c) UNITHOLDERS’ CAPITAL/UNITS IN CIRCULATION - MYR HEDGED CLASS

		31.07.2023		31.01.2023	
	Units	RM	Units	RM	
At the beginning of the financial period/year	391,002,230	249,213,374	399,603,480	254,931,427	
Creation of units during the financial period/year	41,435,622	28,615,885	60,351,295	41,156,864	
Reinvestment of units during the financial period/year	2,717,649	1,837,403	8,325,370	5,716,815	
Cancellation of units during the financial period/year	(69,385,887)	(48,386,121)	(77,277,915)	(52,591,732)	
At the end of the financial period/year	<u>365,769,614</u>	<u>231,280,541</u>	<u>391,002,230</u>	<u>249,213,374</u>	

The units held by the Manager and parties related to the Manager as at 31 July 2023 and 31 January 2023 are disclosed in Note 11.

(d) UNITHOLDERS’ CAPITAL/UNITS IN CIRCULATION - SGD HEDGED CLASS

		31.07.2023		31.01.2023	
	Units	RM	Units	RM	
At the beginning of the financial period/year	8,822,224	15,259,171	11,947,394	21,332,265	
Creation of units during the financial period/year	396,617	786,630	1,042,554	1,980,505	
Reinvestment of units during the financial period/year	58,191	114,638	259,960	496,117	
Cancellation of units during the financial period/year	(1,513,571)	(3,000,126)	(4,427,684)	(8,549,716)	
At the end of the financial period/year	<u>7,763,461</u>	<u>13,160,313</u>	<u>8,822,224</u>	<u>15,259,171</u>	

The Manager and parties related to the Manager did not hold any units in the class of the Fund as at 31 July 2023 (31.01.2023: nil).

UNITED GLOBAL DURABLE EQUITY FUND

7. NET ASSET VALUE (“NAV”) ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

(e) UNITHOLDERS’ CAPITAL/UNITS IN CIRCULATION - USD CLASS

		31.07.2023		31.01.2023
	Units	RM	Units	RM
At the beginning of the financial period/year	17,814,042	42,870,935	9,140,934	19,552,497
Creation of units during the financial period/year	2,349,558	6,798,422	11,092,525	29,987,548
Reinvestment of units during the financial period/year	138,435	398,830	358,421	1,003,340
Cancellation of units during the financial period/year	<u>(1,403,966)</u>	<u>(4,132,241)</u>	<u>(2,777,838)</u>	<u>(7,672,450)</u>
At the end of the financial period/year	<u>18,898,069</u>	<u>45,935,946</u>	<u>17,814,042</u>	<u>42,870,935</u>

The Manager and parties related to the Manager did not hold any units in the class of the Fund as at 31 July 2023 (31.01.2023: nil).

(f) RETAINED EARNINGS/(ACCUMULATED LOSSES) - REALISED

	31.07.2023	31.01.2023
	RM	RM
At the beginning of the financial period/year	3,532,428	21,785,850
Total comprehensive income/(loss) for the financial period/year	7,861,048	(2,503,787)
Net unrealised (gain)/loss attributable to investments and others held transferred to unrealised reserve	(2,251,012)	(15,749,635)
Net increase/(decrease) in realised reserve for the financial period/year	<u>5,610,036</u>	<u>(18,253,422)</u>
At the end of the financial period/year	<u>9,142,464</u>	<u>3,532,428</u>

UNITED GLOBAL DURABLE EQUITY FUND

7. NET ASSET VALUE (“NAV”) ATTRIBUTABLE TO UNITHOLDERS (CONTINUED)

(g) RETAINED EARNINGS/(ACCUMULATED LOSSES) - UNREALISED

	31.07.2023	31.01.2023
	RM	RM
At the beginning of the financial period/year	34,033,333	18,283,698
Net unrealised gain/(loss) attributable to investments and others held transferred to unrealised reserve		
- Investments at FVTPL	20,502,070	(3,669,694)
- Forward foreign currency contracts	(18,275,792)	19,419,289
- Foreign currency exchange	24,734	40
	2,251,012	15,749,635
At the end of the financial period/year	<u>36,284,345</u>	<u>34,033,333</u>

8. MANAGER’S FEE

Schedule 8 of the Deed provides that the Manager shall be entitled to a fee at a rate agreed between the Manager and the Trustee which the rate shall not exceed 2.00% (01.02.2022 to 31.07.2022: 2.00%) per annum of the net asset value of the Fund, calculated on a daily basis.

The management fee provided in the financial statements is computed based on 1.80% (01.02.2022 to 31.07.2022: 1.80%) per annum on the net asset value of the Fund, calculated on a daily basis for the financial period.

As the Fund is investing in the Target Fund, the Target Fund Manager’s fee is charged at 1.75% (01.02.2022 to 31.07.2022: 1.75%) per annum on the net asset value of the Target Fund and maximum 2.50% (01.02.2022 to 31.07.2022: 2.50%) per annum on the net asset value of the Target Fund. There will be no double charging of annual management fee.

There will be no further liability to the Manager in respect of Manager’s fee other than the amount recognised in the financial statements.

UNITED GLOBAL DURABLE EQUITY FUND

9. TRUSTEE'S FEE

Schedule 9 of the Deed provides that the Trustee shall be entitled to a fee at a rate agreed between the Manager and the Trustee which the rate shall not exceed 0.06% (01.02.2022 to 31.07.2022: 0.06%) per annum of the net asset value of the Fund, calculated on a daily basis; subject to a minimum fee of RM15,000 (01.02.2022 to 31.07.2022: RM15,000) per annum (excluding foreign custodian fee and charges).

The Trustee's fee provided in the financial statements is 0.06% (01.02.2022 to 31.07.2022: 0.06%) per annum based on the net asset value of the Fund, subject to a minimum fee of RM15,000 (01.02.2022 to 31.07.2022: RM15,000) per annum, calculated on a daily basis for the financial period.

There will be no further liability to the Trustee in respect of Trustee's fee other than the amount recognised in the financial statements.

10. INCOME TAX EXPENSE

Income from deposit placements is exempted from tax in accordance with Schedule 6, Paragraph 35A of the Income Tax Act, 1967 ("ITA"), subject to certain exclusion. Distribution income derived from sources outside Malaysia and received in Malaysia is not exempted from tax. Pursuant to Section 61(1)(b) of the ITA, gains from realisation of investment will not be treated as income of the Fund and hence are not subject to income tax.

A reconciliation of income tax expense applicable to net income/(loss) before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	01.02.2023 to 31.07.2023	01.02.2022 to 31.07.2022
	RM	RM
Net income/(loss) before taxation	10,251,240	(11,521,842)
Taxation at Malaysian statutory rate of 24% (01.02.2022 to 31.07.2022: 24%)	2,460,298	(2,765,242)
Tax effects of:		
(Income not subject to tax)/loss not deductible for tax purposes	(3,146,161)	1,433,190
Restriction on tax deductible expenses for funds	24,935	49,542
Expenses not deductible for tax purposes	660,928	1,282,510
	-	-
Tax on foreign income	2,390,192	101,024
Tax expense for the financial period	2,390,192	101,024

UNITED GLOBAL DURABLE EQUITY FUND

11. UNITS HELD BY THE MANAGER AND PARTY RELATED TO THE MANAGER

The related parties of and their relationship with the Fund are as follows:

Related party	Relationship
Connected Person to the Director of UOB Asset Management (Malaysia) Berhad	Director of the Manager

The units held by the Director of the Manager as at the date of the financial period as follows:

	31.07.2023		31.01.2023	
	Units	RM	Units	RM
<u>Party related to the Manager</u>				
MYR HEDGED CLASS				
Connected Person to the Director of UOB Asset Management (Malaysia) Berhad (The units are held legally and beneficially)	18,095	12,866	17,965	12,674

The Directors of the Manager are of the opinion that any transactions with the related party are entered into in the normal course of business and are established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. These dealings with the related party are transacted at arm's length basis.

12. DISTRIBUTIONS

Details of distribution to unitholders during the financial period ended 31 July 2023 are as follows:

Distributions Ex-date	Reinvestment settlement date	Distributions per unit AUD	Total distributions AUD	Total distributions RM
<u>AUD HEDGED CLASS</u>				
24 May 2023	25 May 2023	0.0040	86,821	260,446

UNITED GLOBAL DURABLE EQUITY FUND

12. DISTRIBUTIONS (CONTINUED)

Details of distribution to unitholders during the financial period ended 31 July 2023 are as follows: (continued)

Distributions Ex-date	Reinvestment settlement date	Distributions per unit GBP	Total distributions GBP	Total distributions RM
<u>GBP HEDGED CLASS</u>				
24 May 2023	25 May 2023	0.0038	4,747	26,941

Distributions Ex-date	Reinvestment settlement date	Distributions per unit RM	Total distributions RM
<u>MYR HEDGED CLASS</u>			
24 May 2023	25 May 2023	0.0049	1,837,403

Distributions Ex-date	Reinvestment settlement date	Distributions per unit SGD	Total distributions SGD	Total distributions RM
<u>SGD HEDGED CLASS</u>				
24 May 2023	25 May 2023	0.0042	33,704	114,638

Distributions Ex-date	Reinvestment settlement date	Distributions per unit USD	Total distributions USD	Total distributions RM
<u>USD CLASS</u>				
24 May 2023	25 May 2023	0.0046	86,910	398,830

Details of distribution to unitholders during the financial period ended 31 July 2022 are as follows:

Distributions Ex-date	Reinvestment settlement date	Distributions per unit AUD	Total distributions AUD	Total distributions RM
<u>AUD HEDGED CLASS</u>				
25 March 2022	28 March 2022	0.0039	104,759	330,579
23 May 2022	24 May 2022	0.0041	111,476	347,225
		0.0080	216,235	677,804

UNITED GLOBAL DURABLE EQUITY FUND

12. DISTRIBUTIONS (CONTINUED)

Details of distribution to unitholders during the financial period ended 31 July 2022 are as follows: (continued)

Distributions Ex-date	Reinvestment settlement date	Distributions per unit RM	Total distributions RM
<u>MYR HEDGED CLASS</u>			
25 March 2022	28 March 2022	0.0047	1,874,086
23 May 2022	24 May 2022	0.0050	2,012,427
		<u>0.0097</u>	<u>3,886,513</u>

Distributions Ex-date	Reinvestment settlement date	Distributions per unit SGD	Total distributions SGD	Total distributions RM
<u>SGD HEDGED CLASS</u>				
25 March 2022	28 March 2022	0.0041	46,530	144,109
23 May 2022	24 May 2022	0.0043	39,412	125,811
		<u>0.0084</u>	<u>85,942</u>	<u>269,920</u>

Distributions Ex-date	Reinvestment settlement date	Distributions per unit USD	Total distributions USD	Total distributions RM
<u>USD CLASS</u>				
25 March 2022	28 March 2022	0.0043	37,610	158,261
23 May 2022	24 May 2022	0.0046	54,326	238,327
		<u>0.0089</u>	<u>91,936</u>	<u>396,588</u>

The Fund has recorded unrealised loss amounting to RM1,511,771 for the previous financial period.

The distribution made in the previous financial period includes an amount of RM21,785,850 from previous years' realised income.

UNITED GLOBAL DURABLE EQUITY FUND

13. TRANSACTIONS WITH INVESTMENT MANAGER OF THE TARGET FUND

	Value of trade RM	Percentage of total trade %
Investment Manager of the Target Fund		
UOB Asset Management Ltd, Singapore*	32,813,615	100.00

* A company related to the Manager.

The Directors of the Manager are of the opinion that any transactions with the related party are entered into in the normal course of business and are established on terms and conditions that are not materially different from that obtainable in transactions with unrelated parties. These dealings with the related party are transacted at arm's length basis.

14. TOTAL EXPENSE RATIO ("TER")

	01.02.2023 to 31.07.2023 %	01.02.2022 to 31.07.2022 %
Manager's fee*	0.03	0.05
Trustee's fee	0.03	0.03
Other expenses	-**	-**
Total TER	0.06	0.08

* Manager's fee net of Target Fund's management fee

** Represents less than 0.01%

The TER of the Fund is the ratio of the sum of fees and expenses incurred by the Fund to the average NAV of the Fund calculated on a daily basis.

15. PORTFOLIO TURNOVER RATIO ("PTR")

	01.02.2023 to 31.07.2023	01.02.2022 to 31.07.2022
PTR (times)	0.04	0.05

The PTR of the Fund is the ratio of average acquisitions and disposals of the Fund for the financial period to the average NAV of the Fund calculated on a daily basis.

UNITED GLOBAL DURABLE EQUITY FUND

16. FINANCIAL INSTRUMENTS

(a) Classification of financial instruments

The Fund's financial assets and financial liabilities are measured on an ongoing basis based on their respective classification. The significant accounting policies in Note 2.3 describe how the classes of financial instruments are measured, and how income and expenses are recognised:

- (i) the Fund's investments, comprising collective investment scheme, are classified as financial assets at FVTPL which are measured at fair value;
- (ii) the Fund's financial assets, comprising cash at bank, are classified as other financial assets which are measured at amortised cost;
- (iii) all of the Fund's financial liabilities (excluding NAV attributable to unitholders), comprising amount due to Manager and amount due to Trustee, are classified as other financial liabilities which are measured at amortised cost;
- (iv) the Fund's forward foreign currency contracts are derivatives which are measured at FVTPL; and
- (v) the Fund's NAV attributable to unitholders are carried in the financial statements based on the residual value of the net assets of the Fund.

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Derivatives at FVTPL RM	Total RM
31.07.2023					
Financial assets					
Investments	368,520,867	-	-	-	368,520,867
Forward foreign currency contracts	-	-	-	340,477	340,477
Cash at bank	-	4,471,718	-	-	4,471,718
Total financial assets	368,520,867	4,471,718	-	340,477	373,333,062

UNITED GLOBAL DURABLE EQUITY FUND

16. FINANCIAL INSTRUMENTS (CONTINUED)

	Financial assets at FVTPL RM	Financial assets at amortised cost RM	Financial liabilities at amortised cost RM	Derivatives at FVTPL RM	Total RM
31.07.2023 (continued)					
Financial liabilities					
Amount due to Manager	-	-	2,436,421	-	2,436,421
Amount due to Trustee	-	-	17,595	-	17,595
Total financial liabilities	-	-	2,454,016	-	2,454,016
31.01.2023					
Financial assets					
Investments	366,663,645	-	-	-	366,663,645
Forward foreign currency contracts	-	-	-	18,616,269	18,616,269
Cash at bank	-	3,642,287	-	-	3,642,287
Total financial assets	366,663,645	3,642,287	-	18,616,269	388,922,201
Financial liabilities					
Amount due from Manager	-	-	427,279	-	427,279
Amount due to Trustee	-	-	18,215	-	18,215
Total financial liabilities	-	-	445,494	-	445,494

UNITED GLOBAL DURABLE EQUITY FUND

16. FINANCIAL INSTRUMENTS (CONTINUED)

(b) Financial instruments that are carried at fair value

The Fund uses the following hierarchy for determining and disclosing the fair value of financial instruments by valuation technique:

Level 1: Inputs are quoted prices (unadjusted) in active markets for identical asset or liability that the entity can access at the measurement date;

Level 2: Inputs are inputs, other than quoted prices included within level 1, that are observable for the asset or liability, either directly or indirectly; and

Level 3: Inputs are unobservable inputs for the asset or liability.

The following table shows an analysis of financial instruments recorded at fair value by the level of the fair value hierarchy:

	Level 1 RM	Level 2 RM	Level 3 RM	Total RM
31.07.2023				
Financial instruments				
Collective investment scheme - foreign	368,520,867	-	-	368,520,867
Forward foreign currency contracts	-	340,477	-	340,477
Total financial instruments	<u>368,520,867</u>	<u>340,477</u>	<u>-</u>	<u>368,861,344</u>
31.01.2023				
Financial instruments				
Collective investment scheme - foreign	366,663,645	-	-	366,663,645
Forward foreign currency contracts	-	18,616,269	-	18,616,269
Total financial instruments	<u>366,663,645</u>	<u>18,616,269</u>	<u>-</u>	<u>385,279,914</u>

UNITED GLOBAL DURABLE EQUITY FUND

16. FINANCIAL INSTRUMENTS (CONTINUED)

(c) Financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximations of fair value

The following are classes of financial instruments that are not carried at fair value and whose carrying amounts are reasonable approximation of fair value due to their short period to maturity or short credit period:

- Cash at bank
- Amount due from/(to) Manager
- Amount due to Trustee
- NAV attributable to unitholders

There were no financial instruments which are not carried at fair values and whose carrying amounts are not reasonable approximation of their respective fair values.

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks including market risk, non-compliance risk, credit risk, passive strategy risk, currency risk and liquidity risk. Whilst these are the most important types of financial risks inherent in each type of financial instrument, the Manager and the Trustee would like to highlight that this list does not purport to constitute an exhaustive list of all the risks inherent in an investment in the Fund.

The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. Specific guidelines on exposures to individual securities and certain industries are in place for the Fund at any time as part of the overall financial risk management to reduce the Fund's risk exposures.

(a) Market risk

Market risk refers to potential losses that may arise from changes in the market conditions which may affect the market prices of the financial instruments of the Fund and hence the NAV of the Fund. Market conditions are generally affected by, amongst others, social environment, political and economic stability.

The Fund's overall exposure to market risk was as follows:

	31.07.2023	31.01.2023
	RM	RM
Investments at FVTPL	<u>368,520,867</u>	<u>366,663,645</u>

UNITED GLOBAL DURABLE EQUITY FUND

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(a) Market risk (continued)

The table below summarises the sensitivity of the Fund's net asset value and net income after taxation to movements in prices of investments. The analysis is based on the assumption that the price of the investments fluctuates by 5% with all other variables held constant.

	Change in price of investments %	Market value RM	Impact on net income/(loss) after taxation and NAV RM
31.07.2023			
	-5	350,094,824	(18,426,043)
	0	368,520,867	-
	5	386,946,910	18,426,043
31.01.2023			
	-5	348,330,463	(18,333,182)
	0	366,663,645	-
	5	384,996,827	18,333,182

(b) Non-compliance risk

Non-adherence with laws, rules, regulations, prescribed practices, internal policies and procedures may adversely affect the Fund's investment when the Manager takes action to rectify the non-compliance. Investment goals may also be affected should the Manager not adhere to the investment mandate (such as the Fund's investment objective and investment policy and strategy). The non-adherence may be the outcome from human error (for instance the oversight of the Manager) or system failure (causing unnecessary downtime). The magnitude of such risk and its impact on the Fund and/or unitholders are dependent on the nature and severity of the non-compliance. In order to mitigate this risk, the Manager has stringent internal controls and ensures that compliance monitoring processes are undertaken.

UNITED GLOBAL DURABLE EQUITY FUND

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(c) Credit risk

Credit concentration risk is associated with the number of underlying investments or financial institutions which a Fund invests in or places deposits with. For example a Fund which invests its assets in a single underlying instrument or places deposits with a single institution is more risky compared to a Fund with two or more underlying investments or institutions. This is because if the single issuer/financial institution default, it would have a significant impact to that Fund.

At the reporting date, the Fund's maximum exposure to credit risk is represented by the carrying amount of each class of financial assets recognised in the statement of financial position.

Analysis of the Fund's financial instruments which are exposed to credit risk by rating agency designation is as follows:

	Cash at bank RM	Derivatives assets at FVTPL RM	Total RM	As a percentage of NAV %
31.07.2023				
AAA	-	318,141	318,141	0.09
AA1	4,471,718	-	4,471,718	1.21
AA	-	22,336	22,336	0.01
	4,471,718	340,477	4,812,195	1.31
31.01.2023				
AAA	-	9,495,950	9,495,950	2.45
AA1	3,642,287	-	3,642,287	0.94
AA	-	9,120,319	9,120,319	2.35
	3,642,287	18,616,269	22,258,556	5.74

The financial assets of the Fund are neither past due nor impaired.

UNITED GLOBAL DURABLE EQUITY FUND

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Passive strategy risk

The Fund adopts a passive strategy of investing a minimum of 90% of its NAV into the Target Fund at all times. This passive strategy would result in the Fund being exposed to the risk of its NAV declining when the Target Fund's net asset value declines. All investment decisions on the Target Fund are left with the Target Fund's Investment Manager.

(e) Currency risk

This risk is associated with investments denominated in currencies different from the base currency. As the Fund is denominated in RM, investments in other currencies other than RM will cause the Fund to be exposed to currency risks. Fluctuations in the exchange rates of other currencies against the RM may affect the NAV of the Fund and consequently the NAV per unit of the Fund.

The following table sets out the foreign currency risk concentrations of the Fund:

	31.07.2023		31.01.2023	
	Total	Percentage	Total	Percentage
	RM	of NAV	RM	of NAV
		%		%
Australian Dollar ("AUD")				
Forward foreign currency contracts	294,788	0.08	1,593,477	0.41
Amount due to Manager	(1,604,203)	(0.43)	(29,974)	(0.01)
Cash at bank	2,473,649	0.67	516,680	0.13
Net asset value attributable to unitholders	33,726,417	9.10	40,863,406	10.54
	<u>34,890,651</u>	<u>9.42</u>	<u>42,943,589</u>	<u>11.07</u>
Pound Sterling ("GBP")				
Forward foreign currency contracts	102,089	0.03	104,384	0.03
Cash at bank	264,365	0.07	92,782	0.02
Net asset value attributable to unitholders	4,038,513	1.09	4,109,772	1.06
	<u>4,404,967</u>	<u>1.19</u>	<u>4,306,938</u>	<u>1.11</u>

UNITED GLOBAL DURABLE EQUITY FUND

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Currency risk (continued)

The following table sets out the foreign currency risk concentrations of the Fund:
(continued)

	Total	31.07.2023	Total	31.01.2023
	RM	Percentage	RM	Percentage
		of NAV		of NAV
		%		%
Singapore Dollar (“SGD”)				
Forward foreign currency contracts	111,466	0.03	614,300	0.16
Amount due to Manager	(84,282)	(0.02)	(42,578)	(0.01)
Cash at bank	491,416	0.13	596,965	0.15
Net asset value attributable to unitholders	16,079,164	4.34	17,308,902	4.47
	<u>16,597,764</u>	<u>4.48</u>	<u>18,477,589</u>	<u>4.77</u>
United States Dollar (“USD”)				
Investments at FVTPL	368,520,867	99.48	366,663,645	94.56
Amount due from Manager	130,276	0.04	-	-
Amount due to Manager	-	-	(73,346)	(0.02)
Cash at bank	730,581	0.20	813,005	0.21
Net asset value attributable to unitholders	56,532,123	15.26	49,620,901	12.80
	<u>425,913,847</u>	<u>114.98</u>	<u>417,024,205</u>	<u>107.55</u>

The table below summarises the sensitivity of the Fund’s net asset value and profit after tax to changes in foreign exchange movements. The analysis is based on the assumption that the foreign exchange rate changes by 5%, with all other variables remaining constant. Any increase/decrease in foreign exchange rate will result in a corresponding decrease/increase in the net assets attributable to unitholders by approximately 5%. Disclosures below are shown in absolute terms, changes and impact could be positive or negative.

UNITED GLOBAL DURABLE EQUITY FUND

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(e) Currency risk (continued)

The following table sets out the foreign currency risk concentrations of the Fund:
(continued)

	Change in foreign exchange rate %	31.07.2023 Impact on net income/ (loss) after taxation and NAV RM	31.01.2023 Impact on net income/ (loss) after taxation and NAV RM
AUD	+5	1,744,533	2,147,179
	-5	(1,744,533)	(2,147,179)
GBP	+5	220,248	215,347
	-5	(220,248)	(215,347)
SGD	+5	829,888	923,879
	-5	(829,888)	(923,879)
USD	+5	21,295,692	20,851,210
	-5	(21,295,692)	(20,851,210)

(f) Liquidity risk

In the event of unexpectedly large realisations of units, there may be a possibility that the assets of the Target Fund may be forced to be liquidated at below their fair and expected value, especially in illiquid public exchanges or over-the-counter markets. The Investment Manager of the Target Fund will ensure that a sufficient portion of the Target Fund will be in liquid assets such as cash and cash-equivalents to meet expected realisations, net of new subscriptions.

Investments by the Target Fund in some Asian and/or emerging markets often involve a greater degree of risk due to the nature of such markets which do not have fully developed services such as custodian and settlement services often taken for granted in more developed markets. There may be a greater degree of volatility in such markets because of the speculative element, significant retail participation and lack of liquidity which are inherent characteristics of these markets.

UNITED GLOBAL DURABLE EQUITY FUND

17. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(f) Liquidity risk (continued)

The natures of undiscounted contractual cash flows for financial assets of the Fund are not presented as:

- (i) The investments have no maturity period; and
- (ii) Other financial assets and financial liabilities will contractually mature less than one year from the reporting date at amounts not significantly different from that presented on the statement of financial position.

18. CAPITAL MANAGEMENT

The capital of the Fund can vary depending on the demand for redemptions and subscriptions to the Fund. The Fund's units in issue at the end of the financial period are disclosed in Notes 7(a) to 7(e).

No changes were made to the Fund's objectives, policies or processes during the current and previous financial period.

(E) CORPORATE INFORMATION

Manager	UOB Asset Management (Malaysia) Berhad 199101009166 (219478-X) Level 20, UOB Plaza 1 7 Jalan Raja Laut 50350 Kuala Lumpur Tel: 03-2779 0011 Fax: 03-2602 1011 Website: www.uobam.com.my
Board of Directors	Mr Cheah Shu Kheem Mr Thio Boon Kiat (alternate to Cheah Shu Kheem) Ms Fan Lee Boey Mr Seow Voon Ping Pn. Zalinah binti A Hamid Dato' Syed Naqiz Shahabuddin Bin Syed Abdul Jabbar Ms Lim Suet Ling (Executive Director & CEO)
Trustee	Deutsche Trustees Malaysia Berhad 200701005591 (763590-H)
Auditor of the Fund	Ernst & Young PLT
Tax Adviser of the Fund	Deloitte Tax Services Sdn Bhd
Investment Manager of the Target Fund	UOB Asset Management Ltd
Sub-Manager of the Target Fund	Wellington Management Singapore Pte. Ltd.

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