



United Global Income Allocator Fund

**Interim Report
31 January 2021**

UNITED GLOBAL INCOME ALLOCATOR FUND

**Unaudited Interim Report and Financial Statements
For the First Financial Period Ended 31 January 2021**

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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 Income Allocator Fund (the "Fund") for the first financial period from 29 January 2020 (commencement date) to 31 January 2021.

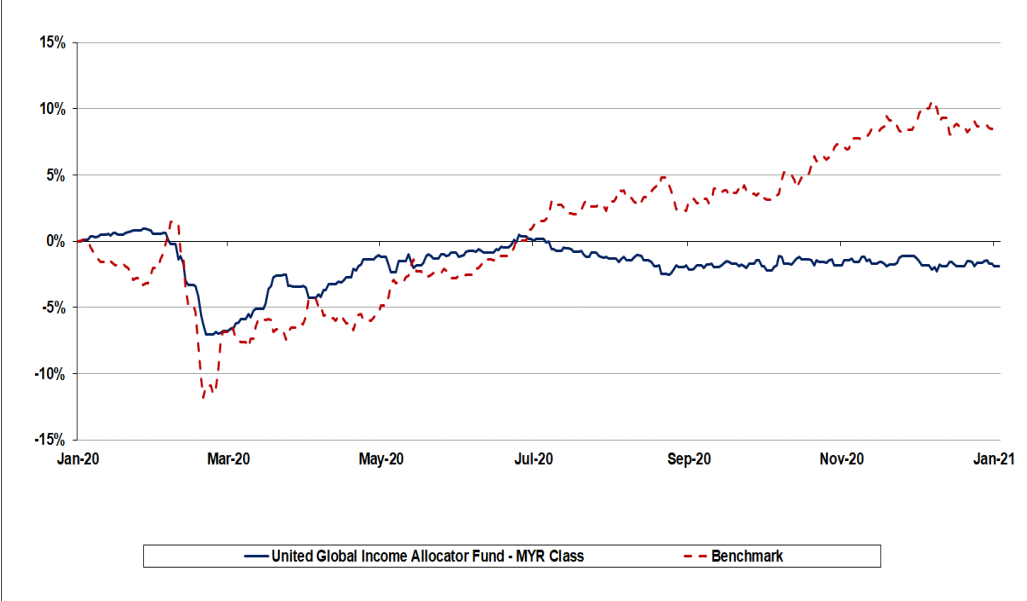
(1) Key Data of the Fund

1.1	Fund name	United Global Income Allocator Fund		
1.2	Fund category	Fixed Income (Fund-of-funds)		
1.3	Fund type	Income		
1.4	Investment objective	The Fund aims to provide investors regular income over the medium to long-term through investments in a diversified portfolio of global fixed income collective investment schemes.		
1.5	Performance benchmark	Bloomberg Barclays Global Aggregate Bond Index.		
1.6	Duration	The Fund was launched on 8 January 2020 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.		
1.7	Distribution policy	Subject to the availability of income, distribution will be made quarterly.		
1.8	Breakdown of unit holdings by size	<u>MYR Class</u>		
		As at 31 January 2021		
		Size of holding	No. of unit holders	No. of units held
		• 5,000 and below	1	2,016
		• 5,001 to 10,000	0	-
		• 10,001 to 50,000	1	20,437
		• 50,001 to 500,000	2	463,378
		• 500,001 and above	0	-
		Total	4	485,831
		<u>MYR hedged Class</u>		
		As at 31 January 2021		
		Size of holding	No. of unit holders	No. of units held
		• 5,000 and below	2	4,061
		• 5,001 to 10,000	0	-
		• 10,001 to 50,000	1	15,920
		• 50,001 to 500,000	0	-
		• 500,001 and above	1	17,889,771
		Total	4	17,909,752

1.8	Breakdown of unit holdings by size (continued)	<u>USD Class</u>		
		As at 31 January 2021		
		Size of holding	No. of unit holders	No. of units held
		• 5,000 and below	1	2,134
		• 5,001 to 10,000	0	-
		• 10,001 to 50,000	0	-
		• 50,001 to 500,000	0	-
		• 500,001 and above	1	1,081,527
		Total	2	1,083,661
		<u>SGD Class</u>		
		As at 31 January 2021		
		Size of holding	No. of unit holders	No. of units held
		• 5,000 and below	1	2,084
		• 5,001 to 10,000	0	-
• 10,001 to 50,000	0	-		
• 50,001 to 500,000	1	356,505		
• 500,001 and above	0	-		
Total	2	358,589		
<u>AUD Class</u>				
As at 31 January 2021				
Size of holding	No. of unit holders	No. of units held		
• 5,000 and below	1	2,206		
• 5,001 to 10,000	0	-		
• 10,001 to 50,000	0	-		
• 50,001 to 500,000	0	-		
• 500,001 and above	1	974,618		
Total	2	976,824		
(2) Performance Data of the Fund				
2.1	Portfolio composition	Details of portfolio composition of the Fund as at 31 January 2021 are as follows:		
		Sectors, category of investments & cash holdings	As at 31 January 2021 (%)	
		Collective Investment Scheme	95.69	
		Cash	4.31	
		Total	100.00	

2.2	Performance details	Performance details of the Fund for the financial period ended 31 January 2021 are as follows:	
			As at 31 January 2021
		Net Asset Value (“NAV”) (USD)	
		- MYR Class	58,837
		- MYR hedged Class	2,259,317
		- USD Class	529,857
		- SGD Class	128,902
		- AUD Class	321,890
		NAV per unit in USD	
		- MYR Class	0.1211
		- MYR hedged Class	0.1262
		- USD Class	0.4890
		- SGD Class	0.3595
- AUD Class	0.3295		
NAV per unit in respective currencies			
- MYR Class	0.4893		
- MYR hedged Class	0.5096		
- USD Class	0.4890		
- SGD Class	0.4770		
- AUD Class	0.4295		
Units in circulation			
- MYR Class	485,831		
- MYR hedged Class	17,909,752		
- USD Class	1,083,661		
- SGD Class	358,589		
- AUD Class	976,824		
Highest NAV per unit in respective currencies			
- MYR Class	0.5048		
- MYR hedged Class	0.5128		
- USD Class	0.5000		
- SGD Class	0.5067		
- AUD Class	0.5100		
Lowest NAV per unit in respective currencies			
- MYR Class	0.4649		
- MYR hedged Class	0.4410		
- USD Class	0.4271		
- SGD Class	0.4562		
- AUD Class	0.4246		
Total return (%)			
- MYR Class	-1.90		
- MYR hedged Class	2.44		
- USD Class	-0.93		
- SGD Class	-3.40		
- AUD Class	-13.00		

2.2	Performance details (continued)	Capital growth (%)	
		- MYR Class	-2.14
		- MYR hedged Class	1.94
		- USD Class	2.20
		- SGD Class	-4.60
		- AUD Class	-14.10
		Income distribution (%)	
		- MYR Class	0.24
		- MYR hedged Class	0.50
		- USD Class	-3.13
		- SGD Class	1.20
		- AUD Class	1.10
		Gross distribution (sen per unit) in respective currencies	
- MYR Class (RM)	0.12 [#]		
- MYR hedged Class (RM)	0.25 [#]		
- USD Class (USD)	0.62 [#]		
- SGD Class (SGD)	0.60 [#]		
- AUD Class (AUD)	0.57 [#]		
Net distribution (sen per unit) in respective currencies			
- MYR Class (RM)	0.12 [#]		
- MYR hedged Class (RM)	0.25 [#]		
- USD Class (USD)	0.62 [#]		
- SGD Class (SGD)	0.60 [#]		
- AUD Class (AUD)	0.57 [#]		
Management expense ratio ("MER") (%)	1.23		
Portfolio turnover ratio ("PTR") (times)	1.10		
<i>Notes:</i>			
# Date of distribution is shown in part 2.7 - Income distribution / Unit splits.			
Average total return			
	As at 31 January 2021		
	(%)		
	(annualised)		
Since commencement (29 January 2020)			
- MYR Class	-1.89		
- MYR hedged Class	2.42		
- USD Class	-0.92		
- SGD Class	-3.38		
- AUD Class	-12.90		

2.2	Performance details (continued)	<p>Annual total return</p> <table border="1" data-bbox="607 151 1629 467"> <tr> <td>Financial year ended</td> <td>The Fund (%)</td> </tr> <tr> <td>Since commencement (29 January 2020) - 31 July 2020</td> <td></td> </tr> <tr> <td>- MYR Class</td> <td>0.14</td> </tr> <tr> <td>- MYR hedged Class</td> <td>-0.54</td> </tr> <tr> <td>- USD Class</td> <td>-3.57</td> </tr> <tr> <td>- SGD Class</td> <td>-2.48</td> </tr> <tr> <td>- AUD Class</td> <td>-8.88</td> </tr> </table> <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>	Financial year ended	The Fund (%)	Since commencement (29 January 2020) - 31 July 2020		- MYR Class	0.14	- MYR hedged Class	-0.54	- USD Class	-3.57	- SGD Class	-2.48	- AUD Class	-8.88				
Financial year ended	The Fund (%)																			
Since commencement (29 January 2020) - 31 July 2020																				
- MYR Class	0.14																			
- MYR hedged Class	-0.54																			
- USD Class	-3.57																			
- SGD Class	-2.48																			
- AUD Class	-8.88																			
2.3	Has the Fund achieved its investment objective?	The Fund has achieved its investment objective of providing investors regular income by investing in a diversified portfolio of global fixed income collective investment schemes.																		
2.4	Performance review	<p><u>MYR Class</u></p> <p>For the financial period under review, the Fund registered a return of -1.90%, underperforming the benchmark return of 8.54%.</p> <p>Since commencement, the NAV per unit of the Fund decreased by 2.14% from RM0.5000 to RM0.4893.</p> <p>The line chart below shows comparison between the performance of the Fund and its benchmark from the commencement of the Fund to 31 January 2021.</p>  <p>Source: UOBAM(M), as at 31 January 2021.</p> <table border="1" data-bbox="607 1885 1629 2041"> <thead> <tr> <th></th> <th>1-month</th> <th>3-months</th> <th>6-months</th> <th>12-months</th> <th>Since Commencement</th> </tr> </thead> <tbody> <tr> <td>The Fund</td> <td>-0.10%</td> <td>0.29%</td> <td>-2.04%</td> <td>-2.00%</td> <td>-1.90%</td> </tr> <tr> <td>Benchmark*</td> <td>-1.36%</td> <td>5.21%</td> <td>6.88%</td> <td>8.40%</td> <td>8.54%</td> </tr> </tbody> </table> <p>Source: UOBAM(M), Lipper and Bloomberg as at 31 January 2021. * The benchmark of the Fund is Bloomberg Barclays Global Aggregate Bond Index.</p>		1-month	3-months	6-months	12-months	Since Commencement	The Fund	-0.10%	0.29%	-2.04%	-2.00%	-1.90%	Benchmark*	-1.36%	5.21%	6.88%	8.40%	8.54%
	1-month	3-months	6-months	12-months	Since Commencement															
The Fund	-0.10%	0.29%	-2.04%	-2.00%	-1.90%															
Benchmark*	-1.36%	5.21%	6.88%	8.40%	8.54%															

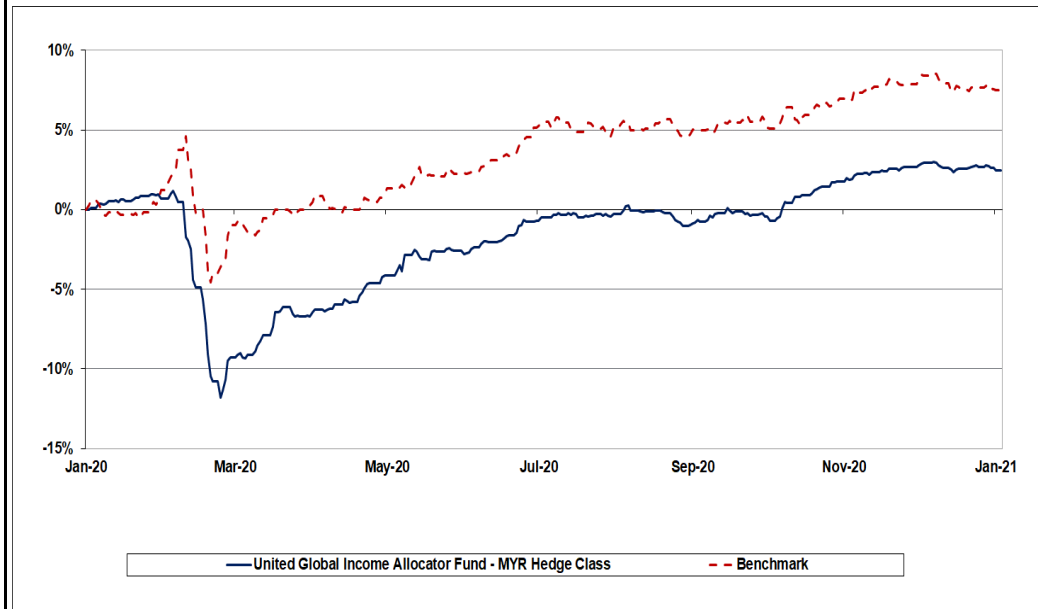
2.4 Performance review (continued)

MYR hedged Class

For the financial period under review, the Fund registered a return of 2.44%, underperforming the benchmark return of 7.47%.

Since commencement, the NAV per unit of the Fund increased by 1.94% from RM0.5000 to RM0.5097.

The line chart below shows comparison between the performance of the Fund and its benchmark from the commencement of the Fund to 31 January 2021.



Source: UOBAM(M), as at 31 January 2021.

	1-month	3-months	6-months	12-months	Since Commencement
The Fund	-0.51%	3.18%	2.98%	2.34%	2.44%
Benchmark*	-0.88%	2.28%	1.85%	6.87%	7.47%

Source: UOBAM(M), Lipper and Bloomberg as at 31 January 2021.

* The benchmark of the Fund is Bloomberg Barclays Global Aggregate Bond Index.

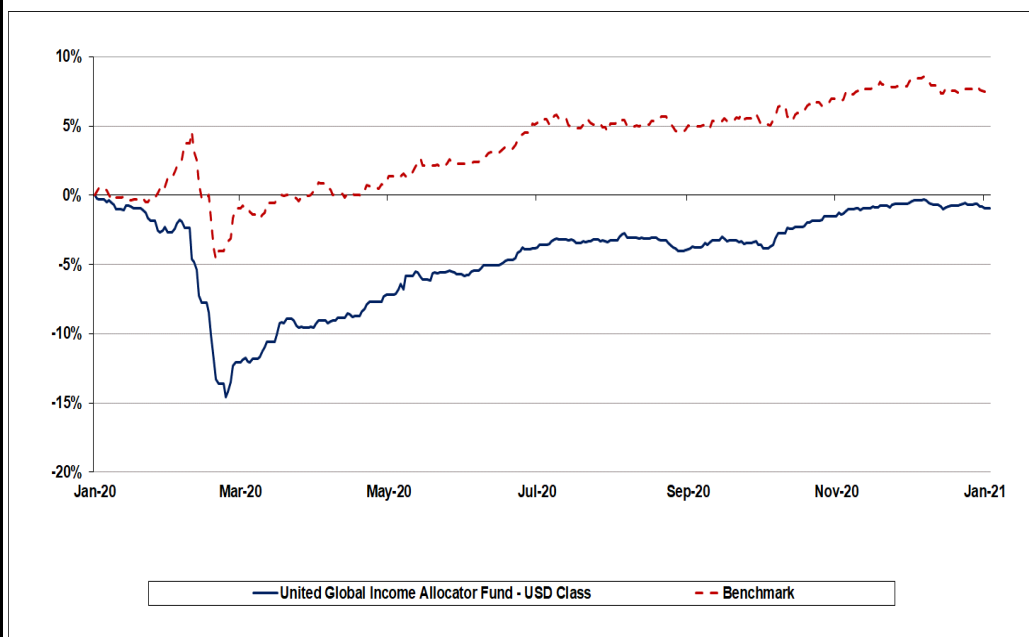
USD Class

For the financial period under review, the Fund registered a return of -0.93%, underperforming the benchmark return of 7.47%.

Since commencement, the NAV per unit of the Fund decreased by 2.20% from USD0.5000 to USD0.4890.

2.4 Performance review (continued)

The line chart below shows comparison between the performance of the Fund and its benchmark from the commencement of the Fund to 31 January 2021.



	1-month	3-months	6-months	12-months	Since Commencement
The Fund	-0.59%	3.04%	2.74%	-0.61%	-0.93%
Benchmark*	-0.88%	2.28%	1.85%	6.87%	7.47%

Source: UOBAM(M), Lipper and Bloomberg as at 31 January 2021.

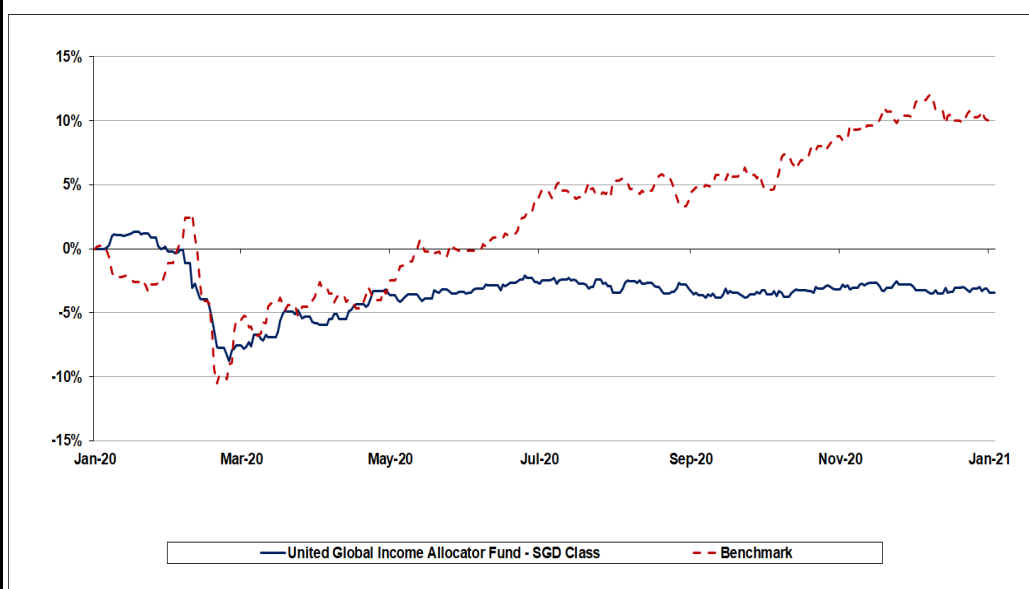
* The benchmark of the Fund is Bloomberg Barclays Global Aggregate Bond Index.

SGD Class

For the financial period under review, the Fund registered a return of -3.40%, underperforming the benchmark return of 10.02%.

Since commencement, the NAV per unit of the Fund decreased by 4.60% from SGD0.5000 to SGD0.4770.

The line chart below shows comparison between the performance of the Fund and its benchmark from the commencement of the Fund to 31 January 2021.



Source: UOBAM(M), as at 31 January 2021.

2.4 Performance review (continued)

	1-month	3-months	6-months	12-months	Since Commencement
The Fund	-0.19%	0.16%	-0.97%	-3.40%	-3.40%
Benchmark*	-1.40%	5.16%	5.34%	9.75%	10.02%

Source: UOBAM(M), Lipper and Bloomberg as at 31 January 2021.

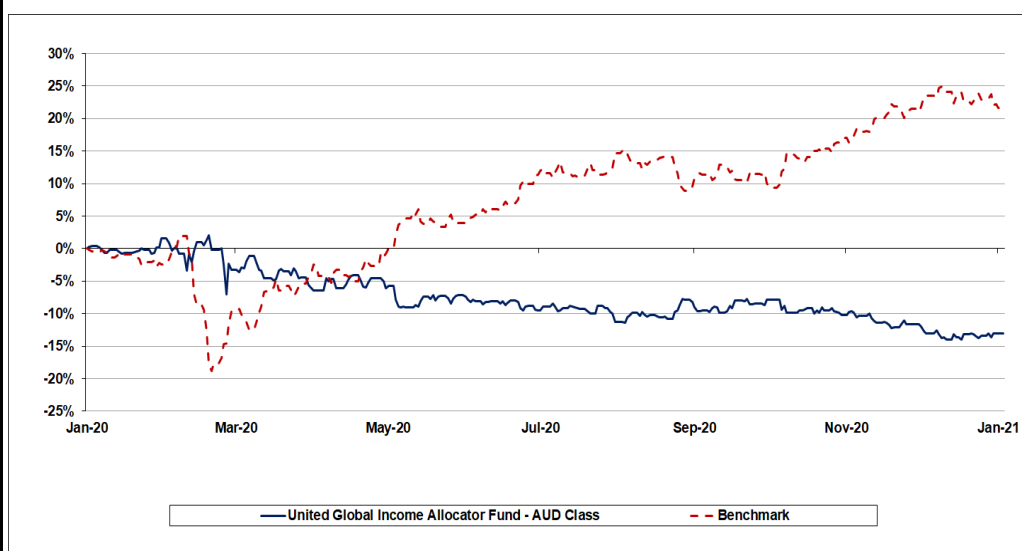
* The benchmark of the Fund is Bloomberg Barclays Global Aggregate Bond Index.

AUD Class

For the financial period under review, the Fund registered a return of -13.00%, underperforming the benchmark return of 21.63%.

Since commencement, the NAV per unit of the Fund decreased by 14.10% from AUD0.5000 to AUD0.4295.

The line chart below shows comparison between the performance of the Fund and its benchmark from the commencement of the Fund to 31 January 2021.



Source: UOBAM(M), as at 31 January 2021.

	1-month	3-months	6-months	12-months	Since Commencement
The Fund	0.00%	-5.59%	-4.54%	-13.31%	-13.00%
Benchmark*	-1.51%	11.24%	8.99%	9.75%	21.63%

Source: UOBAM(M), Lipper and Bloomberg as at 31 January 2021.

* The benchmark of the Fund is Bloomberg Barclays Global Aggregate Bond Index.

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.

2.5	Strategies and policies employed	<p>The Fund seeks to generate multiple source of income and provide capital appreciation by investing in a combination of defensive and growth fixed income sub-asset classes. Defensive sub-asset classes help reduce investment risk in the portfolio while growth sub-asset classes seeks to generate higher returns albeit with higher risk.</p> <p>In the defensive category, three predominantly Investment Grade ("IG") funds were deployed for the Fund.</p> <p><u>Global Credits</u></p> <ul style="list-style-type: none"> • Robeco Global Credits Fund – The Robeco Global Credits Fund invests primarily in a diversified portfolio of global IG corporate bonds. The selection of these bonds is based on fundamental analysis. This fund has the flexibility to invest in other fixed income asset classes such as high yield emerging credits and asset-backed securities. The fund can take limited active duration (interest-rate sensitivity) positions. • Robeco QI Global Multi-Factor Credits - The Robeco QI Global Multi-Factor Credits invests systematically in predominantly IG credits. The selection of these bonds is based on a quantitative model. The fund offers a balanced exposure to a number of quantitative factors by focusing on bonds with a low level of expected risk (Low Risk factor), an attractive valuation (Value), a strong performance trend (Momentum) and a small market value of debt (Size). The investment universe includes bonds with at least a BB-rating. <p><u>Asian Bond</u></p> <ul style="list-style-type: none"> • United SGD Fund - The investment focus of the United SGD Fund is to invest substantially all its assets in money market and short- term interest bearing debt instruments and bank deposits with the objective of achieving a yield enhancement over Singapore dollar deposits. <p>In the growth category, three High Yield Bond funds and a Multi-Asset Credit fund were deployed for the Fund.</p> <p><u>Global High Yield</u></p> <ul style="list-style-type: none"> • T. Rowe Price Global High Income Fund -The T. Rowe Price Global High Income Fund aims to maximise the value of its shares through both growth in the value of, and income from, its investments. The fund invests mainly in a diversified portfolio of high yield corporate bonds from issuers around the world, including emerging markets. • Wellington Global High Yield Bond Fund -The Wellington Global High Yield Bond Fund seeks long-term total returns by utilising bottom-up fundamental research to invest primarily in debt securities worldwide which are considered to be below investment grade.
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2.5	Strategies and policies employed (continued)	<p><u>Asian High Yield</u></p> <ul style="list-style-type: none"> • United Asian High Yield Bond Fund* - The United Asian High Yield Bond Fund seeks to achieve a total return consisting of high income and capital appreciation by investing primarily in high yield fixed income or debt securities (including money market instruments) issued by Asian corporations, financial institutions, governments and their agencies. <p><u>Multi Asset Credit</u></p> <ul style="list-style-type: none"> • Stone Harbor Multi Asset Credit Opportunistic Fund -The Stone Harbor Multi Asset Credit Opportunistic Fund aims to generate a total return by utilising the Manager’s experience and skill set in identifying credit investment opportunities across a broad fixed income universe - including U.S. and European high yield, bank loans, emerging markets debt, securitised debt and investment grade debt. The Fund combines a credit research-driven security selection process, identifying high conviction opportunities within each sub-sector, with a macro driven, active fixed income asset allocation process. The Manager seeks to take advantage of opportunities and inefficiencies within the sub-sectors while attempting to manage the volatility these markets generally exhibit by employing tactical asset allocation. <p>*The United SGD Fund and the United Asian High Yield Bond Fund are not rated by Mercer.</p> <p><i>Source: Mercer Investment Solutions (Singapore) Pte. Ltd. References to Mercer shall be construed to include Mercer LLC and/or its associated companies and include Mercer Investment Solutions (Singapore) Pte. Ltd. which provides UOBAM with certain non-discretionary investment consulting services. Investors of the United Global Income Allocator Fund are clients of UOB, not of Mercer.</i></p>												
2.6	Asset allocation	<p>This table below shows the asset allocation of the Fund as at 31 January 2021.</p> <table border="1" data-bbox="607 1391 1633 1596"> <thead> <tr> <th data-bbox="607 1391 1121 1471">Assets</th> <th data-bbox="1121 1391 1633 1471">As at 31 January 2021 (%)</th> </tr> </thead> <tbody> <tr> <td data-bbox="607 1471 1121 1512">Collective Investment Scheme</td> <td data-bbox="1121 1471 1633 1512">95.69</td> </tr> <tr> <td data-bbox="607 1512 1121 1553">Cash</td> <td data-bbox="1121 1512 1633 1553">4.31</td> </tr> <tr> <td data-bbox="607 1553 1121 1596">Total</td> <td data-bbox="1121 1553 1633 1596">100.00</td> </tr> </tbody> </table>	Assets	As at 31 January 2021 (%)	Collective Investment Scheme	95.69	Cash	4.31	Total	100.00				
Assets	As at 31 January 2021 (%)													
Collective Investment Scheme	95.69													
Cash	4.31													
Total	100.00													
2.7	Income distribution/ Unit splits	<p>For the financial period under review, the Fund has declared the following income distribution:</p> <p><u>MYR Class</u></p> <table border="1" data-bbox="607 1815 1633 1981"> <thead> <tr> <th data-bbox="607 1815 792 1895">Distribution Date</th> <th data-bbox="792 1815 1121 1895">Gross/Net Distribution per unit (RM)</th> <th data-bbox="1121 1815 1391 1895">Cum - NAV per unit (RM)</th> <th data-bbox="1391 1815 1633 1895">Ex - NAV per unit (RM)</th> </tr> </thead> <tbody> <tr> <td data-bbox="607 1895 792 1936">15-Jun-20</td> <td data-bbox="792 1895 1121 1936">0.0012</td> <td data-bbox="1121 1895 1391 1936">0.4919</td> <td data-bbox="1391 1895 1633 1936">0.4907</td> </tr> <tr> <td data-bbox="607 1936 792 1981">Total</td> <td data-bbox="792 1936 1121 1981">0.0012</td> <td data-bbox="1121 1936 1391 1981">--</td> <td data-bbox="1391 1936 1633 1981">--</td> </tr> </tbody> </table>	Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)	15-Jun-20	0.0012	0.4919	0.4907	Total	0.0012	--	--
Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)											
15-Jun-20	0.0012	0.4919	0.4907											
Total	0.0012	--	--											

2.7	Income distribution/ Unit splits	<u>MYR hedged Class</u>			
		Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)
		21-Dec-20	0.0025	0.5122	0.5097
		Total	0.0025	--	--
		<u>USD Class</u>			
		Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)
		15-Jun-20	0.0014	0.4693	0.4679
		23-Sep-20	0.0024	0.4797	0.4773
		21-Dec-20	0.0024	0.4917	0.4893
		Total	0.0062	--	--
		<u>SGD Class</u>			
		Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)
		15-Jun-20	0.0012	0.4807	0.4795
		23-Sep-20	0.0024	0.4834	0.4810
		21-Dec-20	0.0024	0.4823	0.4799
		Total	0.0060	--	--
		<u>AUD Class</u>			
		Distribution Date	Gross/Net Distribution per unit (RM)	Cum - NAV per unit (RM)	Ex - NAV per unit (RM)
		15-Jun-20	0.0012	0.4614	0.4602
		23-Sep-20	0.0023	0.4552	0.4529
21-Dec-20	0.0022	0.4386	0.4364		
Total	0.0057	--	--		
		The Fund did not carry out any unit split exercise during the financial year under review.			
2.8	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.			
2.9	Rebates and soft commission	<p>It is our policy to channel 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>During the financial period under review, the Manager had received on behalf of the Fund, soft commissions in the form of fundamental database, financial wire services, technical analysis software and stock quotation system incidental to investment management of the Fund. These soft commissions received by the Manager are deem to be beneficial to the unit holders of the Fund.</p>			

2.10	Market review	<p>United States of America ("U.S.") treasury ("UST") yields declined across the board in early 2020 on safe haven bids driven by heightened risk aversion following the escalation of the Covid-19 outbreak outside of China, including in the U.S.. The U.S. Federal Reserve ("Fed") delivered an emergency 50 basis points ("bps") interest rate cut on 3 March followed by another 100 bps cut on 15 March, bringing the federal funds rate to 0.00-0.25%.</p> <p>The rate cut on 3 March was the first inter-meeting policy easing by the Fed since the 2008 global financial crisis. In addition, a record USD2 trillion fiscal stimulus - the largest in U.S. history - was also launched to aid households, businesses and public services.</p> <p>The U.S. economy contracted by 32.9% in 2Q 2020 (1Q 2020: -5.0%) owing to lockdown measures during the period with broad-based slump recorded across Gross Domestic Product ("GDP") components. The unemployment rate spiked to 14.7% in April, the highest rate since the 1930's Great Depression.</p> <p>UST yields traded higher following a better showing of leading economic indicators. U.S. economic activity was firmer with ISM manufacturing index at 60.7 in December 2020 and services index at 57.2 in the same month. Meanwhile, the unemployment rate eased to 6.7% in December.</p> <p>Bond yields continued to trend high in January 2021 amid improving economic indicators, optimism from vaccination rollout and larger fiscal spending under the Biden administration. The U.S. government outlined a fresh USD1.9 trillion pandemic relief package pending legislative approval. At close, the 2- and 10-year UST benchmark yields fell by 120 and 44 bps to 0.117% and 1.07%.</p>
2.11	Market outlook	<p>According to International Monetary Fund ("IMF"), global economy is projected to grow by 5.5% in 2021 (2020: -3.5%). The outlook is underpinned by the vaccine rollout and supportive monetary and fiscal policies. On the other hand, the IMF also revised up the GDP forecast for U.S. in 2021 on the back of a strong momentum in the second half of 2020 and additional fiscal support from the Biden administration.</p> <p>The Fed kept the fed funds rate at 0.00-0.25% in January and committed to extend the asset purchase program of \$120 billion per month until substantial further progress has been made toward the committee's maximum employment and price stability goals. Meanwhile, the Fed chairman reiterated that it is premature to discuss about the timing of any removal of accommodation.</p> <p>Meanwhile, the Fed's latest economic forecasts showed a significant improvement to its GDP and unemployment projection. The 2020 GDP forecast was revised up from -3.7% to -2.4% and recover at a faster pace in 2021 at +4.2% (previous: +4.0%). On unemployment rate, the committee expects it to end lower at 6.7% (previous: 7.6%) in 2020 and ease further to 5.0% (previous: 5.5%) in 2021.</p>

Kuala Lumpur, Malaysia

UOB Asset Management (Malaysia) Berhad

30 March 2021

(B) TRUSTEE’S REPORT

TO THE UNIT HOLDERS OF UNITED GLOBAL INCOME ALLOCATOR FUND

We have acted as Trustee for United Global Income Allocator (the “Fund”) for the financial period from 29 January 2020 (date of commencement) to 31 January 2021. To the best of our knowledge, for the financial period under review, UOB Asset Management (Malaysia) Berhad (the “Manager”) has operated and managed the Fund in accordance with the following:

- (a) limitations imposed on the investment powers of the Manager under the Deed(s), the Securities Commission’s Guidelines on Unit Trust Funds, the Capital Markets and Services Act 2007 and other applicable laws;
- (b) valuation and pricing for the Fund is carried out in accordance with the Deed(s) of the Fund and any regulatory requirements; and
- (c) creation and cancellation of units for the Fund are carried out in accordance with the Deed(s) of the Fund and any regulatory requirements.

We are of the view that the distributions made during this financial period ended 31 January 2021 by the Manager is not inconsistent with the objective of the Fund.

For Deutsche Trustees Malaysia Berhad

Soon Lai Ching
Senior Manager, Trustee Operations

Gerard Ang Boon Hock
Chief Executive Officer

Kuala Lumpur, Malaysia
30 March 2021

UNITED GLOBAL INCOME ALLOCATOR FUND

(C) STATEMENT BY MANAGER

We, **Lim Suet Ling** and **Seow Lun Hoo**, being two of the directors of UOB Asset Management (Malaysia) Berhad, do hereby state that, in the opinion of the Manager, the accompanying financial statements set out on pages 16 to 42 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 Income Allocator Fund** as at 31 January 2021 and of its financial performance, changes in net asset value and cash flows for the first financial period from 29 January 2020 (date of commencement) to 31 January 2021 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

SEOW LUN HOO
Director

Kuala Lumpur, Malaysia
30 March 2021

UNITED GLOBAL INCOME ALLOCATOR FUND

(D) FINANCIAL STATEMENTS

UNAUDITED STATEMENT OF FINANCIAL POSITION AS AT 31 JANUARY 2021

	Note	31.01.2021 USD
ASSETS		
Investments	3	3,157,057
Forward foreign currency contracts	4	2,998
Cash at bank		<u>141,903</u>
TOTAL ASSETS		<u>3,301,958</u>
LIABILITIES		
Amount due to Manager	5	2,843
Amount due to Trustee	6	<u>312</u>
TOTAL LIABILITIES		<u>3,155</u>
UNITHOLDERS' EQUITY		
Unitholders' capital	7	3,089,153
Retained earning	7	<u>209,650</u>
TOTAL EQUITY, REPRESENTING NET ASSET VALUE ("NAV") ATTRIBUTABLE TO UNITHOLDERS	7	<u>3,298,803</u>
TOTAL EQUITY AND LIABILITIES		<u>3,301,958</u>
NET ASSET VALUE ATTRIBUTABLE TO UNITHOLDERS		
- AUD CLASS		321,890
- MYR CLASS		58,837
- MYR HEDGED CLASS		2,259,317
- SGD CLASS		128,902
- USD CLASS		<u>529,857</u>
		<u>3,298,803</u>

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

UNITED GLOBAL INCOME ALLOCATOR FUND

**UNAUDITED STATEMENT OF FINANCIAL POSITION (CONTINUED)
AS AT 31 JANUARY 2021**

	Note	31.01.2021 USD
UNITS IN CIRCULATION		
- AUD CLASS	7(a)	<u>976,824</u>
- MYR CLASS	7(b)	<u>485,831</u>
- MYR HEDGED CLASS	7(c)	<u>17,909,752</u>
- SGD CLASS	7(d)	<u>358,589</u>
- USD CLASS	7(e)	<u>1,083,661</u>
NET ASSET VALUE PER UNIT IN USD		
- AUD CLASS		<u>0.3295</u>
- MYR CLASS		<u>0.1211</u>
- MYR HEDGED CLASS		<u>0.1262</u>
- SGD CLASS		<u>0.3595</u>
- USD CLASS		<u>0.4890</u>
NET ASSET VALUE PER UNIT IN RESPECTIVE CURRENCIES		
- AUD CLASS (AUD)		<u>0.4295</u>
- MYR CLASS (MYR)		<u>0.4893</u>
- MYR HEDGED CLASS (MYR)		<u>0.5096</u>
- SGD CLASS (SGD)		<u>0.4770</u>
- USD CLASS (USD)		<u>0.4890</u>

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

UNITED GLOBAL INCOME ALLOCATOR FUND

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME
FOR THE SIXTH MONTHS FINANCIAL PERIOD FROM 29 JANUARY 2020
(DATE OF COMMENCEMENT) TO 31 JANUARY 2021**

	Note	29.01.2020 to 31.01.2021 USD
INVESTMENT INCOME		
Dividend income from quoted equities		1,479
Income distributions from investments at fair value through profit or loss ("FVTPL")		91,421
Interest income from deposits with licensed financial institutions		690
Net gain on investments at fair value through profit or loss ("FVTPL"):	3	
- net realised loss on sale of investments at FVTPL		(10,200)
- net unrealised gain on changes in fair value	7(g)	81,957
Net realised loss on foreign currency exchange		(8,859)
Net realised gain on forward foreign currency contracts		116,318
Net unrealised gain on forward foreign currency contracts	7(g)	2,998
		<u>275,804</u>
EXPENSES		
Manager's fee	8	35,616
Trustee's fee	9	3,441
Other expenses		1,610
		<u>40,667</u>
NET INCOME BEFORE TAXATION		235,137
Tax expense	10	<u>-</u>
NET INCOME AFTER TAXATION, REPRESENTING TOTAL COMPREHENSIVE INCOME FOR THE FINANCIAL PERIOD		<u>235,137</u>

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

UNITED GLOBAL INCOME ALLOCATOR FUND

**UNAUDITED STATEMENT OF COMPREHENSIVE INCOME (CONTINUED)
FOR THE SIXTH MONTHS FINANCIAL PERIOD FROM 29 JANUARY 2020
(DATE OF COMMENCEMENT) TO 31 JANUARY 2021**

	Note	29.01.2020 to 31.01.2021 USD
Net income after taxation is made up of the following:		
Realised amount	7(f)	150,182
Unrealised amount	7(g)	<u>84,955</u>
		<u>235,137</u>
Distributions for the financial period	11	<u>25,487</u>

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

UNITED GLOBAL INCOME ALLOCATOR FUND

**UNAUDITED STATEMENT OF CHANGES IN NET ASSET VALUE
FOR THE SIXTH MONTHS FINANCIAL PERIOD FROM 29 JANUARY 2020
(DATE OF COMMENCEMENT) TO 31 JANUARY 2021**

	Note	Unitholders' capital USD	Retained earning USD	Total net asset value USD
Balance as at 29 January 2020 (date of commencement)		-	-	-
Movement in net asset value:				
Total comprehensive income for the financial period		-	235,137	235,137
Creation of units				
- AUD CLASS	7(a)	517,422	-	517,422
- MYR CLASS	7(b)	177,618	-	177,618
- MYR HEDGED CLASS	7(c)	3,693,851	-	3,693,851
- SGD CLASS	7(d)	327,171	-	327,171
- USD CLASS	7(e)	508,405	-	508,405
Reinvestment of units				
- AUD CLASS	7(a)	5,055	-	5,055
- MYR CLASS	7(b)	228	-	228
- MYR HEDGED CLASS	7(c)	12,108	-	12,108
- SGD CLASS	7(d)	1,569	-	1,569
- USD CLASS	7(e)	6,527	-	6,527
Cancellation of units				
- AUD CLASS	7(a)	(216,055)	-	(216,055)
- MYR CLASS	7(b)	(120,581)	-	(120,581)
- MYR HEDGED CLASS	7(c)	(1,618,946)	-	(1,618,946)
- SGD CLASS	7(d)	(204,238)	-	(204,238)
- USD CLASS	7(e)	(981)	-	(981)
Distributions		-	(25,487)	(25,487)
Balance as at 31 January 2021		<u>3,089,153</u>	<u>209,650</u>	<u>3,298,803</u>

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

UNITED GLOBAL INCOME ALLOCATOR FUND

**UNAUDITED STATEMENT OF CASH FLOWS
FOR THE SIXTH MONTHS FINANCIAL PERIOD FROM 29 JANUARY 2020
(DATE OF COMMENCEMENT) TO 31 JANUARY 2021**

**29.01.2020
to 31.01.2021
USD**

**CASH FLOWS FROM OPERATING AND INVESTING
ACTIVITIES**

Proceeds from sale of investments	2,074,930
Purchase of investments	(5,162,310)
Proceeds from capital repayment	2,080
Income distributions received from investments at FVTPL	92,900
Interest received from deposits with licensed financial institutions	690
Manager's fee paid	(32,409)
Trustee's fee paid	(3,129)
Payment of other fees and expenses	(1,610)
Net realised gain on forward foreign currency contracts	116,318
Net realised loss on foreign currency exchange	(8,859)
Net cash used in operating and investing activities	<u>(2,921,399)</u>

CASH FLOWS FROM FINANCING ACTIVITIES

Proceeds from creation of units	5,224,103
Payment for cancellation of units	<u>(2,160,801)</u>
Net cash generated from financing activities	<u>3,063,302</u>

**NET INCREASE IN CASH AND
CASH EQUIVALENTS**

141,903

**CASH AND CASH EQUIVALENTS AT THE
DATE OF COMMENCEMENT**

-

**CASH AND CASH EQUIVALENTS AT THE
END OF THE FINANCIAL PERIOD**

141,903

Cash and cash equivalents comprises the following:

Cash at bank	<u>141,903</u>
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The accompanying notes form an integral part of the financial statements.

UNITED GLOBAL INCOME ALLOCATOR FUND

NOTES TO THE FINANCIAL STATEMENTS

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

The United Global Income Allocator Fund (hereinafter referred to as “the Fund”) was constituted pursuant to the execution of the Deed dated 6 September 2019, First Supplemental Deed dated 18 February 2020 (collectively referred to as “the Deeds”) between UOB Asset Management (Malaysia) Berhad (“the Manager”) and Deutsche Trustees Malaysia Berhad (“the Trustee”).

The Fund aims to provide investors regular income over the medium to long-term through investments in a diversified portfolio of global fixed income collective investment schemes. The Fund was launched on 8 January 2020 and commenced for operation on 29 January 2020. As provided in the Deed, the accrual period or financial year shall end on 31 July.

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

The financial statements were authorised for issue by the Manager on 30 March 2021.

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”) and International Financial Reporting Standards (“IFRS”).

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”).

2.2 Summary of significant accounting policies

(a) Financial instruments

Classification

In accordance with MFRS 9, 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

UNITED GLOBAL INCOME ALLOCATOR FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

(a) Financial instruments (continued)

Classification (continued)

- (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,
- (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 subsequently 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 FVTPL 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 INCOME ALLOCATOR FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 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 debt instruments. These include 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 INCOME ALLOCATOR FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

(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 weighted average method. They represent the difference between an instrument's initial carrying amount and disposal amount.

Return on investments and accrued interest on deposits which have not matured as at the reporting date are classified as realised income in the financial statements.

(c) 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 USD, which is also the Fund's functional currency.

(d) Unitholders' capital

Unitholders' capital of the Fund meets the definition of puttable instruments classified as equity instruments under the revised MFRS 132 *Financial Instruments: Presentation* and is classified as equity instruments. Any distribution to unitholders is recorded as a reduction from retained earning within equity.

(e) Distribution of income

Distribution of income is made at the discretion of the Manager. A distribution to the Fund's unitholders is accounted for as a deduction from realised reserves except where distribution is sourced out of distribution equalisation which is accounted for as a deduction from unitholders' capital. A proposed distribution is recognised as a liability in the period in which it is approved.

(f) Cash and cash equivalents

Cash and cash equivalents comprise deposits with a licensed financial institution and cash at bank which has an insignificant risk of changes in value.

UNITED GLOBAL INCOME ALLOCATOR FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

(g) 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 a licensed financial institution 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.

(h) 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.

(i) 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.

(j) Income tax

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.

UNITED GLOBAL INCOME ALLOCATOR FUND

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

2.2 Summary of significant accounting policies (continued)

(k) Significant accounting estimates and judgements

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.

3. INVESTMENTS

	31.01.2021
	USD
Investments designated as FVTPL:	
- collective investment schemes	<u>3,157,057</u>
	29.01.2020
	to 31.01.2021
	USD
Net gain on investments at FVTPL comprised:	
- net realised loss on sale of investments at FVTPL	(10,200)
- net unrealised gain on changes in fair value	<u>81,957</u>
	<u>71,757</u>

UNITED GLOBAL INCOME ALLOCATOR FUND

3. INVESTMENTS (CONTINUED)

Investments designated as FVTFL as at 31 January 2021 are as follows:

Name of counter	Quantity	Cost USD	Fair value USD	Fair value expressed as a percentage of value of the Fund %
Robeco Luxembourg S.A.	6,301	700,861	723,280	21.92
Robeco Luxembourg S.A.	5,759	735,949	768,244	23.29
Stone Harbor Investment Funds PLC	7,353	720,643	755,790	22.91
T. Rowe Price (Luxembourg) Management Sarl	19,567	212,525	210,347	6.38
UOB Asset Management Ltd	382,489	366,558	342,711	10.39
UOB Asset Management Ltd	134,198	136,399	136,748	4.14
Wellington Management Funds (Ireland) PLC	16,237	202,165	219,937	6.67
TOTAL COLLECTIVE INVESTMENT SCHEMES		3,075,100	3,157,057	95.70
EXCESS OF FAIR VALUE OVER ADJUSTED COST:				
- UNREALISED FAIR VALUE GAIN		81,957		
TOTAL INVESTMENTS AT FVTPL		3,157,057		

4. FORWARD FOREIGN CURRENCY CONTRACTS

As at the date of statement of financial position, there are 2 forward foreign currency contracts outstanding.

The notional principal amount of the outstanding forward foreign currency contracts amounted to USD8,573,351.

The forward foreign currency contracts entered into were for hedging against the currency exposure arising from the investments in the collective investment schemes denominated in USD.

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.

UNITED GLOBAL INCOME ALLOCATOR FUND

5. AMOUNT DUE TO MANAGER

	31.01.2021
	USD
Creation of units	364
Manager's fee payable	(3,207)
	<u>(2,843)</u>

The normal credit period for the Manager's fee payable is one month.

6. AMOUNT DUE TO TRUSTEE

	31.01.2021
	USD
Trustee's fee payable	<u>312</u>

The normal credit period for the Trustee's fee payable is one month.

7. UNITHOLDERS' EQUITY

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. For the purpose of computing the annual management fee and annual trustee fee, the NAV of the Fund is inclusive of the management fee and the trustee fee for the relevant day.

The NAV per unit of the Fund at a valuation point is determined by dividing the NAV of the Fund at that valuation point by the number of units in circulation of the Fund at the same valuation point.

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 January 2021, the multi-class ratio used in apportionment for AUD Class is 9.76, MYR Class is 1.78, MYR Hedged Class is 68.49, SGD Class is 3.91 and USD Class is 16.06.

UNITED GLOBAL INCOME ALLOCATOR FUND

7. UNITHOLDERS' EQUITY (CONTINUED)

Net asset value attributable to unitholders is represented by:

	Note	31.01.2021 USD
Unitholders' capital		
- AUD CLASS	(a)	306,422
- MYR CLASS	(b)	57,265
- MYR HEDGED CLASS	(c)	2,087,013
- SGD CLASS	(d)	124,502
- USD CLASS	(e)	513,951
		<u>3,089,153</u>
Retained earning		
- Realised gain	(f)	124,695
- Unrealised gain	(g)	84,955
		<u>209,650</u>
Total equity, representing NAV attributable to unitholders		<u>3,298,803</u>

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

	Units	31.01.2021 USD
At date of commencement	-	-
Creation of units during the financial period	1,631,295	517,422
Reinvestment of units during the financial period	15,633	5,055
Cancellation of units during the financial period	(670,104)	(216,055)
At the end of the financial period	<u>976,824</u>	<u>306,422</u>

(b) UNITHOLDERS' CAPITAL/UNITS IN CIRCULATION - MYR CLASS

	Units	31.01.2021 USD
At date of commencement	-	-
Creation of units during the financial period	1,527,815	177,618
Reinvestment of units during the financial period	1,991	228
Cancellation of units during the financial period	(1,043,975)	(120,581)
At the end of the financial period	<u>485,831</u>	<u>57,265</u>

UNITED GLOBAL INCOME ALLOCATOR FUND

7. UNITHOLDERS' EQUITY (CONTINUED)

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

	Units	31.01.2021 USD
At date of commencement	-	-
Creation of units during the financial period	31,506,464	3,693,851
Reinvestment of units during the financial period	96,181	12,108
Cancellation of units during the financial period	(13,692,893)	(1,618,946)
At the end of the financial period	<u>17,909,752</u>	<u>2,087,013</u>

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

	Units	31.01.2021 USD
At date of commencement	-	-
Creation of units during the financial period	943,393	327,171
Reinvestment of units during the financial period	4,442	1,569
Cancellation of units during the financial period	(589,246)	(204,238)
At the end of the financial period	<u>358,589</u>	<u>124,502</u>

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

	Units	31.01.2021 USD
At date of commencement	-	-
Creation of units during the financial period	1,072,061	508,405
Reinvestment of units during the financial period	13,600	6,527
Cancellation of units during the financial period	(2,000)	(981)
At the end of the financial period	<u>1,083,661</u>	<u>513,951</u>

The Manager and parties related to the Manager did not hold any units in the Fund as at 31 January 2021.

UNITED GLOBAL INCOME ALLOCATOR FUND

7. UNITHOLDERS' EQUITY (CONTINUED)

(f) RETAINED EARNING - REALISED

	31.01.2021 USD
At date of commencement	-
Total comprehensive income for the financial period	235,137
Net unrealised gain attributable to investments and others held transferred to unrealised reserve	(84,955)
Distributions for the financial period	(25,487)
Net increase in realised reserve for the financial period	124,695
At the end of the financial period	124,695

(g) RETAINED EARNING - UNREALISED

	31.01.2021 USD
At date of commencement	-
Net unrealised gain attributable to investments and others held transferred to unrealised reserve	
- Investments at FVTPL	81,957
- Forward foreign currency contracts	2,998
	84,955
At the end of the financial period	84,955

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% per annum of the net asset value of the Fund, calculated on a daily basis.

The management fee provided in the financial statements is 1.45% per annum based on the net asset value of the Fund, calculated on a daily basis for the financial period.

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 INCOME ALLOCATOR 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 0.20% per annum of the net asset value of the Fund, calculated on a daily basis; subject to a minimum fee of RM15,000 per annum (excluding foreign custodian fee and charges).

The Trustee's fee provided in the financial statements is 0.03% per annum based on the net asset value of the Fund, subject to a minimum fee of RM15,000 per annum (excluding foreign custodian fee and charges) 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 exempted from tax in accordance with Schedule 6, Paragraph 28 of the ITA. 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 before taxation at the statutory income tax rate to income tax expense at the effective income tax rate of the Fund is as follows:

	29.01.2020 to 31.01.2021 USD
Net income before taxation	<u>235,137</u>
Taxation at Malaysian statutory rate of 24%	56,433
Tax effects of:	
Income not subject to tax	(70,767)
Loss not deductible for tax purposes	4,574
Restriction on tax deductible expenses for funds	8,548
Expenses not deductible for tax purposes	<u>1,212</u>
Tax expense for the financial period	<u>-</u>

UNITED GLOBAL INCOME ALLOCATOR FUND

11. DISTRIBUTIONS

Final distributions to unitholders is derived from the following sources:

	29.01.2020 to 31.01.2021 USD
Dividend income	37,845
Interest income	281
Net realised loss on sale of investment	(10,703)
Net realised gain on foreign currency exchange	38,731
	<u>66,154</u>
Less:	
Expenses	(40,667)
Net distributable amount	<u>25,487</u>

Details of distributions to unitholders during the financial period are as follows:

Financial period ended 31 January 2021

Distributions Ex-date	Reinvestment settlement date	Distributions per unit AUD	Total distributions AUD	Total distributions USD
<u>AUD CLASS</u>				
15 June 2020	16 June 2020	0.0012	1,549	1,062
23 September 2020	24 September 2020	0.0023	2,892	2,054
21 December 2020	22 December 2020	0.0022	2,566	1,939
		<u>0.0057</u>	<u>7,007</u>	<u>5,055</u>
<u>MYR CLASS</u>				
15 June 2020	16 June 2020	0.0012	977	228
<u>MYR HEDGED CLASS</u>				
21 December 2020	22 December 2020	0.0025	49,024	12,108

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11. DISTRIBUTIONS (CONTINUED)

Details of distributions to unitholders during the financial period are as follows (continued):

Financial period ended 31 January 2021 (continued)

Distributions Ex-date	Reinvestment settlement date	Distributions per unit SGD	Total distributions SGD	Total distributions USD
<u>SGD CLASS</u>				
15 June 2020	16 June 2020	0.0012	425	305
23 September 2020	24 September 2020	0.0024	852	622
21 December 2020	22 December 2020	0.0024	856	642
		<u>0.0060</u>	<u>2,133</u>	<u>1,569</u>

Distributions Ex-date	Reinvestment settlement date	Distributions per unit USD	Total distributions USD
<u>USD CLASS</u>			
15 June 2020	16 June 2020	0.0014	1,364
23 September 2020	24 September 2020	0.0024	2,575
21 December 2020	22 December 2020	0.0024	2,588
		<u>0.0062</u>	<u>6,527</u>

12. TRANSACTIONS WITH BROKERS AND FINANCIAL INSTITUTIONS

Details of transactions with brokers and financial institutions by the Fund for the first financial period 29 January 2020 (date of commencement) to 31 January 2021 are as follows:

Brokers/Financial institution	Value of trade USD	Percentage of total trade %
Deutsche Bank (Malaysia) Berhad	<u>7,237,241</u>	<u>100.00</u>

The Directors of the Manager are of the opinion that any transactions with related parties 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 related parties are transacted at arm's length basis.

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13. MANAGEMENT EXPENSE RATIO (“MER”)

	29.01.2020 to 31.01.2021
	%
Manager’s fee	1.08
Trustee’s fee	0.10
Other expenses	0.05
Total MER	<u>1.23</u>

The MER 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.

14. PORTFOLIO TURNOVER RATIO (“PTR”)

	29.01.2020 to 31.01.2021
PTR (times)	<u>1.10</u>

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.

15. FINANCIAL INSTRUMENTS

(a) Classification of financial instruments

The Fund’s financial assets and financial liability are measured on an ongoing basis based on their respective classification. The significant accounting policies in Note 2.2 describe how the classes of financial instruments are measured, and how income and expenses are recognised:

- (i) the Fund’s investments, comprising local unquoted fixed income securities, are classified as financial assets at FVTPL which are measured at fair value;
- (ii) the Fund’s financial assets, comprising deposit with a licensed financial institution and cash at bank, are classified as other financial assets which are measured at amortised cost;
- (iii) all of the Fund’s financial liabilities, comprising amount due to Manager and amount due to Trustee, are classified as other financial liabilities which are measured at amortised cost; and
- (iv) the Fund’s forward foreign currency contracts are derivatives which are measured at FVTPL.

UNITED GLOBAL INCOME ALLOCATOR FUND

15. FINANCIAL INSTRUMENTS (CONTINUED)

(a) Classification of financial instruments (continued)

	Financial assets at FVTPL USD	Financial assets at amortised cost USD	Financial liabilities at amortised cost USD	Derivatives at FVTPL USD	Total USD
31.01.2021					
Financial Assets					
Investments	3,157,057	-	-	-	3,157,057
Forward foreign currency contracts	-	-	-	2,998	2,998
Cash at bank	-	141,903	-	-	141,903
Total financial assets	<u>3,157,057</u>	<u>141,903</u>	<u>-</u>	<u>2,998</u>	<u>3,301,958</u>
Financial Liabilities					
Amount due to Manager	-	-	2,843	-	2,843
Amount due to Trustee	-	-	312	-	312
Total financial liabilities	<u>-</u>	<u>-</u>	<u>3,155</u>	<u>-</u>	<u>3,155</u>

(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.

UNITED GLOBAL INCOME ALLOCATOR FUND

15. FINANCIAL INSTRUMENTS (CONTINUED)

(b) Financial instruments that are carried at fair value (continued)

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

	Level 1 USD	Level 2 USD	Level 3 USD	Total USD
31.01.2021				
Financial instruments				
- Collective investment schemes	-	3,157,057	-	3,157,057
- Forward foreign currency contract	-	2,998	-	2,998
Total financial instruments	-	3,160,055	-	3,160,055

(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:

- Forward foreign currency contracts
- Cash at bank
- Amount due to Manager
- Amount due to Trustee

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.

UNITED GLOBAL INCOME ALLOCATOR FUND

16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES

The Fund is exposed to a variety of risks including market risk, non-compliance risk, credit 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:

	31.01.2021
	USD
Investments at FVTPL	<u>3,157,057</u>

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 %	Impact on net income after Market taxation and value : asset value USD USD	
31.01.2021			
	-5	2,999,204	(157,853)
	0	3,157,057	-
	+5	<u>3,314,910</u>	<u>157,853</u>

UNITED GLOBAL INCOME ALLOCATOR FUND

16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(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.

(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.

Credit quality of financial assets

The following table sets out maximum exposure to credit risk and the credit risk concentrations of the Fund.

	Cash and cash equivalents USD	Derivatives at FVTPL USD	Total USD	As a percentage of net asset value %
31.01.2021				
Credit rating				
- AAA	-	2,488	2,488	0.08
- AA1	141,903	-	141,903	4.30
- AA3	-	510	510	0.02
	141,903	2,998	144,901	4.40

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

UNITED GLOBAL INCOME ALLOCATOR FUND

16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Currency risk

This risk is associated with investments denominated in currencies different from the base currency. As the Fund is denominated in USD, investments in other currencies other than USD will cause the Fund to be exposed to currency risks. Fluctuations in the exchange rates of other currencies against the USD 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.

	31.01.2021
	USD
<u>AUD</u>	
Cash at bank	<u>12,052</u>
<u>MYR</u>	
Forward foreign currency contracts	2,998
Amount due from Manager	364
Cash at bank	<u>107,649</u>
	<u>111,011</u>
<u>SGD</u>	
Cash at bank	<u>2,967</u>

The following table 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 INCOME ALLOCATOR FUND

16. FINANCIAL RISK MANAGEMENT OBJECTIVES AND POLICIES (CONTINUED)

(d) Currency risk (continued)

	Change in foreign exchange rate %	Impact on net profit after taxation and net asset value USD
31.01.2021		
AUD	+5	603
	-5	(603)
		<hr/>
MYR	+5	5,551
	-5	(5,551)
		<hr/>
SGD	+5	148
	-5	(148)
		<hr/>

(e) Liquidity risk

Liquidity risk refers to the ease of liquidating an investment depending on the investment's volume traded in the market. If the Fund hold securities that are illiquid, or are difficult to dispose of, the value of the Fund may be negatively affected when it has to sell such securities at an unfavourable price.

17. 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 Note 7(a), (b), (c), (d) and (e).

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

18. COMPARATIVES FIGURES

There are no comparative figures presented as this is the Fund's first set of interim financial statements since its commencement on 29 January 2020.

(E) CORPORATE INFORMATION

Manager	UOB Asset Management (Malaysia) Berhad 199101009166 (219478-X) Level 22, Vista Tower The Intermark 348, Jalan Tun Razak 50400 Kuala Lumpur Tel: 03-2732 1181 Fax: 03-2164 8188 Website: www.uobam.com.my
Board of Directors	Mr Wong Kim Choong Mr Thio Boon Kiat (alternate to Mr Wong Kim Choong) Mr Seow Lun Hoo Mr Seow Voon Ping (alternate to Mr Seow Lun Hoo) Mr Wong Yoke Leong Mr Lim Kheng Swee En 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
Tax Adviser of the Fund	Deloitte Tax Services Sdn Bhd
Investment Advisor	UOB Asset Management Ltd
Sub-Investment Advisor	Mercer Investment Solutions (Singapore) Pte. Ltd.

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