

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the Prospectus before deciding whether to purchase the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

## UNITED GLOBAL DURABLE EQUITIES FUND (the "Fund")

<b>Product Type</b>	Unit Trust	<b>Launch Date</b>	5 August 2015
<b>Managers</b>	UOB Asset Management Ltd	<b>Custodian</b>	State Street Bank and Trust Company, Singapore Branch
<b>Trustee</b>	State Street Trust (SG) Limited	<b>Dealing Frequency</b>	Every Dealing Day
<b>Capital Guaranteed</b>	No	<b>Expense Ratio for the year ended 31 December 2021</b>	Class SGD Acc: 2.10% Class SGD Dist: 2.07% Class USD Acc: 2.08% Class USD Dist: 2.08% Class Z USD Acc: N.A. (See Note on Class names in the Appendix.)

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
  - o seek total return over the long term; and
  - o are comfortable with the volatility and risks of a global equity fund.

Further Information  
Refer to [paragraph 6](#) of the Prospectus for further information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a unit trust constituted in Singapore whose investment objective is to seek total return consisting of capital appreciation and income over the long term by investing primarily in equity and equity-related securities of companies listed and traded on stock exchanges globally.
- Please check with your distributor for the Classes available for subscription.
- The current distribution policy is to make monthly distributions of up to 5.50% p.a. of the initial issue price or NAV per Unit in respect of Distribution Classes as at such date as the Managers may determine. **Distributions are at the Managers' absolute discretion and are not guaranteed, and may be made out of income, capital gains or capital.**

Refer to [paragraphs 1 and 6](#) of the Prospectus for further information on features of the product.

### Investment Strategy

- The Fund's investment strategy focuses on durable companies which provide investors with steady returns that compound over time at lower than average volatility.
- Durable companies are defined as companies with stable businesses and which typically exhibit the following characteristics:
  - o moderate but predictable revenue growth, generally due to good management practices such as skilled execution and capital allocation;
  - o companies with steady competitive dynamics and limited economic sensitivity i.e. companies whose future earnings outlook does not depend on bold predictions or macro-economic trends;
  - o companies with moderate returns on invested capital and typically trading at between 8-12% free cash flow yield.

Refer to [paragraph 6](#) of the Prospectus for further information on the investment strategy of the product.

<sup>1</sup> The Prospectus is available from the Managers (whose operating address is at 80 Raffles Place, 3<sup>rd</sup> Storey, UOB Plaza 2, Singapore 048624) or through their authorised agents or distributors during their respective business hours, or through the Managers' website at [uobam.com.sg](http://uobam.com.sg).

<ul style="list-style-type: none"> <li>● To identify such businesses at more reasonable or attractive valuations than well-known stable businesses, the Sub-Managers typically look at:             <ul style="list-style-type: none"> <li>○ industry sectors which may be perceived to be more volatile, leading to more reasonable valuations, and geographies that are typically less favoured by the investment industry.</li> <li>○ companies that may not grow fast enough for growth investors, lack the blue chip characteristics sought by quality investors and not cheap enough for value investors.</li> </ul> </li> <li>● The Fund may be concentrated in specific industries, sectors, regions and countries.</li> <li>● The Fund invests primarily in equity securities. Subject to the foregoing, the Fund may invest in other securities including, without limitation, equity-related securities such as depositary receipts.</li> <li>● FDIs may be used or invested in for hedging existing positions, efficient portfolio management, or a combination of both purposes.</li> <li>● The Fund is actively managed without reference to its benchmark (as set out in the Prospectus). Its benchmark is used as a reference for performance comparison purposes and to provide market context, and is neither used as a constraint on how the Fund's portfolio is to be constructed nor set as a target for the Fund's performance to beat.</li> <li>● Units are EIP and the Fund will not invest in any product or engage in any transaction which may cause the Units not to be regarded as EIP.</li> </ul>	
<b>Parties Involved</b>	
<p><b>WHO ARE YOU INVESTING WITH?</b></p> <ul style="list-style-type: none"> <li>● The Managers are UOB Asset Management Ltd.</li> <li>● The Sub-Managers are Wellington Management Singapore Pte Ltd.</li> <li>● The Sub-Investment Managers are Wellington Management Company LLP, Wellington Management International Ltd, Wellington Management Australia Pty Ltd, Wellington Management Hong Kong Ltd and Wellington Management Japan Pte Ltd.</li> <li>● The Trustee is State Street Trust (SG) Limited.</li> <li>● The Custodian is State Street Bank and Trust Company, Singapore Branch.</li> </ul>	<p>Refer to <u>paragraphs 2, 3, 4 and 20.4</u> of the Prospectus for further information on these entities and what happens if they become insolvent.</p>
<b>KEY RISKS</b>	
<p><b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b>  <b>The value of the Fund and its distributions (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:</b></p>	<p>Refer to <u>paragraph 8</u> of the Prospectus for further information on risks of the product.</p>
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li>● <b>You are exposed to market risks.</b> <ul style="list-style-type: none"> <li>○ Prices of the securities that the Fund invests in may be affected by changes in economic conditions, interest rates and the market's perception of the securities, which in turn may affect the value of your investment.</li> <li>○ Investments by the Fund in emerging markets may involve a high degree of risk and may be considered speculative. Such risks include (i) greater risk of expropriation, confiscatory taxation, nationalisation, and social, political and economic instability; (ii) the current small size of the markets for securities of emerging market issuers and the currently low or non-existent volume of trading, resulting in lack of liquidity and in price volatility, (iii) certain national policies which may restrict the Fund's investment opportunities including restrictions on investing in issuers or industries deemed sensitive to relevant national interests; and (iv) the absence of developed legal structures governing private or foreign investment and private property.</li> </ul> </li> <li>● <b>You are exposed to equity risks.</b> <ul style="list-style-type: none"> <li>○ The Fund invests in stocks and other equity securities that historically have greater price volatility than bonds and other fixed income securities. This in turn may affect the value or volatility of the Fund.</li> </ul> </li> </ul>	
<b>Liquidity Risks</b>	
<ul style="list-style-type: none"> <li>● <b>The Fund is not listed and you can redeem only on Dealing Days.</b> <ul style="list-style-type: none"> <li>○ There is no secondary market for the Fund. All realisation forms should be submitted to the Managers' authorised agents or distributors.</li> </ul> </li> <li>● <b>You are exposed to liquidity risk in the Fund's investments.</b> <ul style="list-style-type: none"> <li>○ Investments by the 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. There may be a greater degree of volatility in such markets because of the speculative element, significant retail participation and lack of liquidity.</li> </ul> </li> </ul>	

**Product-Specific Risks**

- **You are exposed to political, regulatory and legal risk.**
  - The Fund's investments may be adversely affected by international political developments, exchange controls, taxation, monetary and fiscal policies, foreign investment policies, government policies, restrictions on repatriation of investments and other changes in the laws and regulations in the relevant countries.
- **You are exposed to concentration risk.**
  - Concentration of investments in a relatively small number of securities, sectors or industries, or geographical regions may significantly affect performance.
- **You are exposed to foreign exchange / currency risk.**
  - Where investments are denominated in a currency that is different from the currency of denomination of the Fund or (as the case may be) relevant Class, fluctuations of the exchange rates of such currencies against the currency of the Fund or Class may affect the value of Units. The Managers may hedge the foreign currency exposure of the Fund or Class and may adopt an active or passive currency management approach. Foreign currency exposure may not be fully hedged depending on circumstances of each case, including the outlook, hedging costs and market liquidity of the relevant currency.
  - Where a Class is not denominated in SGD, changes in the exchange rate between SGD and the Class currency may adversely affect the value of the Units of such Class, as expressed in the Class currency.
- **You are exposed to small and medium capitalisation companies risk.**
  - The Fund will have exposure to small and medium capitalisation companies, which are generally less liquid and more volatile than larger companies.
- **You are exposed to derivatives risks.**
  - An investment in a FDI (including foreign exchange forward contracts and equity index future contracts) may require the deposit of an initial margin and additional deposit of margin on short notice if the market moves against the investment position. If the required margin is not provided in time, the investment may be liquidated at a loss. Therefore, it is essential that investments in FDIs are monitored closely. The Managers have controls for investments in FDIs and have in place systems to monitor the FDI positions of the Fund.
- **You are exposed to risks relating to distributions.**
  - Dividend/interest income may be adversely affected by e.g. investee entities suffering unexpected losses and/or paying lower than expected dividends, and currency fluctuations. Distributions from capital may reduce part of your original investment and result in reduced future returns. Distributions (out of capital or otherwise) may have the effect of lowering the Fund's NAV.

**You should be aware that the Fund may be exposed to other risks of an exceptional nature from time to time.**

**FEES AND CHARGES**

**WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?**

Payable directly by you

- You will need to pay the following fees and charges as a percentage of your gross investment amount:

<b>Subscription fee</b>	Class Z: Currently none; maximum 5%. All other Classes: Currently up to 5%; maximum 5%.
<b>Realisation fee</b>	All Classes: Currently none; maximum 2%.
<b>Switching fee</b>	All Classes: Currently 1%; maximum 2%.

- You should check with the agent or distributor through whom you subscribe for Units whether they impose other fees and charges not disclosed in the Prospectus.

Payable by the Fund from invested proceeds

- The Fund will pay the following fees and charges to the Managers, Trustee and other parties:

<b>Management fee</b> <b>(a) Retained by Managers</b> <b>(b) Paid by Managers to financial adviser (trailer fee)</b>	Class Z: Currently none; maximum 2.50% p.a.. All other Classes: Currently 1.75% p.a.; maximum 2.50% p.a.. (a) 74.29% to 96.43% of Management Fee (b) 3.57% to 25.71% <sup>2</sup> of Management Fee
<b>Trustee fee</b>	Currently not more than 0.05% p.a.; maximum 0.2% p.a.. (Subject to a minimum of S\$5,000 p.a..)
<b>Administration fee</b>	All Classes: Currently 0.075% p.a..
<b>Registrar and transfer agent fee</b>	The higher of S\$15,000 p.a. or 0.125% p.a., subject always to a maximum of S\$25,000 p.a..

Refer to [paragraph 7](#) of the Prospectus for further information on fees and charges.

<sup>2</sup> Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Managers.

<b>Valuation and accounting fees</b>	Currently 0.125% p.a.; maximum 0.20% p.a..
<b>Audit fee, custodian fee, transaction costs and other fees and charges</b>	Subject to agreement with the relevant parties. Each fee or charge may amount to or exceed 0.1% p.a., depending on the proportion that it bears to the Fund's NAV.

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

Prices of Units will generally be published 2 Business Days after the relevant Dealing Day in local or foreign publications such as The Straits Times and The Business Times, and on the Managers' website at [uobam.com.sg](http://uobam.com.sg) or any other website designated by the Managers. Prices may also be obtained from authorised agents and distributors of the Managers or by calling the Managers' hotline from 8 a.m. to 8 p.m. daily (Singapore time).

Refer to [paragraphs 9.5, 11 and 13](#) of the Prospectus for further information on valuation and exiting from the product.

### HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- You can exit the Fund on any Dealing Day by submitting a realisation form to the authorised agent or distributor of the Managers through whom you originally purchased Units. If applicable to you and you wish to exit the Fund within the cancellation period of 7 calendar days from the time of your subscription, you may do so by submitting a cancellation form and you will not incur the subscription fee and fees stated above. However, you will have to take the risk of any price changes in the NAV of the relevant Class of the Fund since your subscription and pay any bank charges, administrative or other fee imposed by the relevant agent or distributor.
- The Managers may limit the total number of Units which holders of the Fund or Class may realise and which the Managers are entitled to have cancelled on any Dealing Day to 10% of the total number of Units relating to the Fund or such Class then in issue.
- You will normally receive the realisation proceeds within 7 Business Days from the Dealing Day on which your realisation form is received and accepted.
- The realisation price of your Units is determined as follows:
  - o If you submit the realisation form by 3 p.m. Singapore time on a Dealing Day, you will be paid a price based on the NAV of the relevant Class of the Fund as at the Valuation Point of that Dealing Day.
  - o If you submit the realisation form after 3 p.m. Singapore time on a Dealing Day or on a day not being a Dealing Day, you will be paid a price based on the NAV of the relevant Class of the Fund as at the Valuation Point of the next Dealing Day.
- The net realisation proceeds that you will receive will be the realisation price of the relevant Class of the Fund multiplied by the number of Units realised, less any charges.

An example is as follows:

1,000 Units	x	S\$0.900	=	S\$900.00
Your realisation request		Notional realisation price per Unit		Gross realisation proceeds
S\$900.00	–	S\$0.00	=	S\$900.00
Gross realisation proceeds		Realisation fee (0%)		Net realisation proceeds

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

**UOB Asset Management Ltd**

Hotline No. : 1800 22 22 228  
 Operating hours : 8 a.m. to 8 p.m. daily (Singapore time)  
 Fax No. : 6532 3868  
 E-mail : [uobam@uobgroup.com](mailto:uobam@uobgroup.com)

APPENDIX: GLOSSARY OF TERMS	
<b>Business Day</b>	A day (other than Saturday, Sunday or a gazetted public holiday) on which commercial banks are open for business in Singapore, or any other day as the Managers and the Trustee may agree in writing.
<b>Class</b>	<p>Any class of Units in the Fund which may be designated as a class distinct from another class in the Fund as may be determined by the Managers from time to time.</p> <p><b>Important Note: the Managers intend to standardise the naming convention of the classes of units of their collective investment schemes and accordingly, the following Classes will be renamed as follows with effect from such date as the Managers and the Trustee may agree (the new Class names will be reflected in the monthly statement sent to you at the relevant time):</b></p> <ul style="list-style-type: none"> <li>● “Class SGD Acc” will be renamed as “Class A SGD Acc”</li> <li>● “Class SGD Dist” will be renamed as “Class A SGD Dist”</li> <li>● “Class USD Acc” will be renamed as “Class A USD Acc”</li> <li>● “Class USD Dist” will be renamed as “Class A USD Dist”</li> </ul>
<b>Dealing Day</b>	<p>In connection with the issuance, cancellation, valuation and realisation of Units, generally every Business Day. The Managers may change the Dealing Day with the Trustee’s approval, provided that the Managers give reasonable notice of such change to all affected holders on terms approved by the Trustee.</p> <p>If on any day which would otherwise be a Dealing Day:</p> <p>(a) one or more recognised markets on which investments of the Fund are quoted, listed or dealt in are not open for normal trading; and/or</p> <p>(b) one or more underlying entities of the Fund do not carry out valuation or dealing, and which affect investments of the Fund having in aggregate values amounting to at least 50% of the value of the assets of the Fund (as at the relevant Valuation Point), the Managers may determine that that day shall not be a Dealing Day.</p>
<b>Distribution Classes</b>	Classes which declare and pay distributions in accordance with the applicable distribution policies.
<b>EIP</b>	<p>Excluded Investment Products, defined:</p> <p>(a) as such under MAS Notice SFA 04-N12: Notice on the Sale of Investment Products and MAS Notice FAA-N16: Notice on Recommendations on Investment Products issued by the Authority; and</p> <p>(b) as “prescribed capital markets products” under the Securities and Futures (Capital Markets Products) Regulations 2018.</p>
<b>FDIs</b>	Financial derivative instruments.
<b>Launch Date</b>	For the purposes of this Product Highlights Sheet only, means the inception date of the Fund.
<b>NAV</b>	Net asset value.
<b>SGD</b>	Singapore dollar.
<b>Units</b>	Units of the relevant Class or all relevant Classes (as the case may be).
<b>USD</b>	United States dollar.
<b>Valuation Point</b>	The close of business of the last relevant market in relation to the relevant Dealing Day on which the NAV of the Fund or the relevant Class (as the case may be) is to be determined or such other time on the relevant Dealing Day or such other day as the Managers may determine with the prior approval of the Trustee who shall determine if the holders should be informed of such change.