

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus¹.
- 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 EMERGING MARKETS LOCAL CURRENCY BOND FUND

(the “Sub-Fund”), a sub-fund of United Emerging Markets Portfolios

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| Product Type | Unit Trust | Launch Date | 1 October 2013 |
| Managers | UOB Asset Management Ltd | Custodian | State Street Bank and Trust Company, Singapore Branch |
| Trustee | State Street Trust (SG) Limited | Dealing Frequency | Every Dealing Day |
| Capital Guaranteed | No | Expense Ratio for year ended 30 June 2019 | Class SGD Acc: 1.99% Class SGD Dist: 1.98% (See Note on Class names in the Appendix.) |

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors who:
 - o seek long term capital appreciation;
 - o also seek regular income; and
 - o are comfortable with the greater volatility and risks of a bond fund which invests primarily in debt instruments in the Emerging Markets denominated primarily in the currencies of Emerging Markets.

Further Information
Refer to [paragraph 5](#) 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 that aims to achieve a total return consisting of income and capital appreciation over the longer term by investing primarily in a diversified portfolio of debt instruments which are issued by entities located, incorporated or having significant business operations or assets in Emerging Markets and denominated primarily in the relevant local currency.
- Please check with your distributor for the Classes available for subscription.
- The Managers currently intend to make regular monthly distributions **in respect of Distribution Classes only**, of 5% p.a. (or such other percentage as the Managers may from time to time determine) of the NAV per Unit of the relevant Distribution Class as at the Distribution Date, provided that no distributions will be made in the first 6 months (or such other period as the Managers may determine) following the inception of the relevant Distribution Class. **The making of distributions is at the Managers’ absolute discretion and is not guaranteed and may have the effect of lowering the Sub-Fund’s NAV.**

Refer to [paragraph 5](#) of the Prospectus for further information on features of the product and its distribution policy.

Investment Strategy

- The Sub-Fund invests primarily in debt securities (including non-investment grade securities) and debt obligations issued by any entity located, incorporated or having significant business operations or assets in the Emerging Markets.

Refer to [paragraph 5](#) of the Prospectus for further information on the investment strategy of the product.

¹ The Prospectus is available from the Managers (whose operating address is at 80 Raffles Place, 3rd 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.

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| <ul style="list-style-type: none"> • It may also invest in or hold stressed, distressed and/or defaulted debt investments. To enhance its risk/return profile, it may invest in debt securities and debt obligations, and other investments including, obligations converted into equity and equity related instruments. Such investments are not expected to form a significant part of the portfolio. • The Sub-Fund's investments are denominated primarily in Emerging Market currencies at the time of investment but may also be in any other currency. • The Managers aim to add value through credit or security selection backed by its independent fundamental bottom-up research, and adopt a disciplined top-down strategy including adjustments to traditional variables such as duration, currency and sector. The Sub-Fund may hold part of its assets in liquid investments or cash for liquidity purposes. • The Sub-Fund may use or invest in FDIs for the purposes of hedging existing positions, EPM, optimising returns or a combination of 2 or more of these purposes. | |
| Parties Involved | |
| <p>WHO ARE YOU INVESTING WITH?</p> <ul style="list-style-type: none"> • The Managers are UOB Asset Management Ltd. • The Trustee is State Street Trust (SG) Limited. • The Custodian is State Street Bank and Trust Company, Singapore Branch. | <p>Refer to paragraphs 2, 3 and 19.4 of the Prospectus for further information on these entities and what happens if they become insolvent.</p> |
| KEY RISKS | |
| <p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT? The value of the Sub-Fund and its distributions (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:</p> | <p>Refer to paragraph 7 of the Prospectus for further information on risks of the product.</p> |
| Market and Credit Risks | |
| <ul style="list-style-type: none"> • You are exposed to market risks in Emerging Markets. <ul style="list-style-type: none"> ◦ Prices of the securities that the Sub-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. ◦ Investments by the Sub-Fund in Emerging Markets may involve a high degree of risk and may be considered speculative. Such risks may include greater risk of expropriation, confiscatory taxation, nationalisation and social, political and economic instability, the current small size of the markets for securities of Emerging Market issuers resulting in lack of liquidity and in volatility; national policies which restrict the Sub-Fund's investment opportunities; and the absence of developed legal structures governing private or foreign investment and private property. • You are exposed to debt securities risks. <ul style="list-style-type: none"> ◦ Investments in bonds and other debt securities are subject to interest rate fluctuations and credit risks, such as risk of default by issuers. Adverse changes in the financial condition of issuers of debt securities which the Sub-Fund invests in, or in general economic conditions, or both, or an unanticipated rise in interest rates, may adversely affect such issuers' ability to meet their debt obligations. | |
| Liquidity Risks | |
| <ul style="list-style-type: none"> • The Sub-Fund is not listed and you can redeem only on Dealing Days. <ul style="list-style-type: none"> ◦ There is no secondary market for the Sub-Fund. All realisation forms should be submitted to the Managers' authorised agents or distributors. • You are exposed to liquidity risk in the Sub-Fund's investments. <ul style="list-style-type: none"> ◦ Investments by the Sub-Fund in some 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. | |
| Product-Specific Risks | |
| <ul style="list-style-type: none"> • You are exposed to political and economic risks. <ul style="list-style-type: none"> ◦ The Sub-Fund may be adversely affected by uncertainties such as political or diplomatic developments, social and religious instability, changes in government policies, taxation and interest rates, currency repatriation (including delays in, or refusal to grant, relevant approvals for repatriation) and other political and economic developments in law or regulations and, | |

in particular, the risks of expropriation, nationalisation and confiscation of assets and changes in legislation relating to the level of foreign ownership, and other changes in the laws, regulations, restrictions and controls in the relevant countries.

- **You are exposed to repatriation risk.**
 - The Sub-Fund may not be able to repatriate capital, dividends, interest and other income from certain Emerging Market countries, or it may require government consent to do so.
- **You are exposed to foreign exchange and currency risks.**
 - Investments by the Sub-Fund may be denominated in a wide range of currencies, some of which may not be freely convertible. The Sub-Fund's NAV will fluctuate in accordance with the changes in the foreign exchange rate between its base currency (SGD) and the currencies in which its investments are denominated.
 - 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 derivatives risk.**
 - FDIs involve risks different from, and, in some cases, greater than, the risks presented by more traditional investments. An investment in a FDI 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 Sub-Fund.
- **You are exposed to synthetic products risk.**
 - Synthetic products involve risks that counterparties or underlying entities may not be able to satisfy the terms of such products, for example when a counterparty or underlying entity is insolvent or the product is terminated or invalidated due to bankruptcy, illegality or change in laws. The Sub-Fund may lose its entire investment or be unable to repatriate the proceeds of its investment in such products.
- **You are exposed to risks relating to distributions.**
 - Dividend/interest income of the Sub-Fund may be adversely affected by e.g. investee entities suffering unexpected losses and/or paying lower than expected dividends. If income and/or net capital gains are insufficient, distributions may be made out of capital, which may amount to a reduction of part of your original investment and may result in reduced future returns to you. Distributions (out of capital or otherwise) may have the effect of lowering the NAV of the Sub-Fund or the relevant Class.

You should be aware that the Sub-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:

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| Subscription fee | Currently 5%; maximum 5% |
| Realisation charge | Currently nil; maximum 2% |
| Switching fee | 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 Sub-Fund from invested proceeds

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

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| Management fee | Currently 1.25% p.a.; maximum 2.50% p.a. |
| (a) Retained by Managers | (a) 50.00% to 95.00% of Management Fee |
| (b) Paid by Managers to financial adviser (trailer fee)² | (b) 5.00% to 50.00% of Management Fee |

Refer to [paragraph 6](#) of the Prospectus for further information on fees and charges.

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

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| Trustee Fee | Currently not more than 0.05% p.a. (subject to a minimum of S\$5,000 p.a.); maximum 0.20% p.a. |
| Registrar and transfer agent fee | 0.125% p.a. (subject to a minimum of S\$15,000 p.a. and a maximum of S\$25,000 p.a.) |
| Valuation and accounting fee | Currently 0.125% p.a.; maximum 0.2% p.a. |
| Audit fee, custodian fee, transaction costs and other fees and charges | 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 Sub-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 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 8.5, 10 and 12 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 Sub-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 Sub-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 Sub-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 Sub-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 Sub-Fund or 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:
 - 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 Sub-Fund as at the Valuation Point of that Dealing Day.
 - 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 Sub-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 Sub-Fund multiplied by the number of Units of the Class realised, less any charges. An example is as follows:

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| 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 charge (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
 Email : uobam@uobgroup.com

| APPENDIX: GLOSSARY OF TERMS | |
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| Business Day | 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. |
| Class | <p>Any class of Units in the Sub-Fund which may be designated as a class distinct from another class in the Sub-Fund as may be determined by the Managers from time to time.</p> <p>Important Note: the Managers intend to standardise the naming convention of the classes of units of their collective investment schemes and accordingly, the 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):</p> <ul style="list-style-type: none"> ● “Class SGD Acc” will be renamed as “Class A SGD Acc” ● “Class SGD Dist” will be renamed as “Class A SGD Dist” |
| Dealing Day | <p>In connection with the issuance, cancellation, valuation and realisation of Units, generally every Business Day. The Managers may change the Dealing Day after consulting the Trustee, provided that the Managers give reasonable notice of such change to all holders on terms approved by the Trustee.</p> <p>If on any day which would otherwise be a Dealing Day, the recognised stock exchange or the over-the-counter market or over-the-telephone market on which investments of the Sub-Fund having in aggregate values amounting to at least 50% of the value of the assets of the Sub-Fund (as at the relevant Valuation Point) are quoted, listed, or dealt in is not open for normal trading, the Managers may determine that that day shall not be a Dealing Day.</p> |
| Distribution Classes | Classes which declare and pay distributions in accordance with the applicable distribution policies. |
| Distribution Date | The last Business Day of every month or such other date as the Managers may from time to time determine. |
| EPM | Efficient portfolio management. |
| Emerging Markets | <p>The expression “Emerging Market” shall refer to any country:</p> <ol style="list-style-type: none"> (i) considered middle income or low income (or sub-categories or gradations thereof) by the World Bank; (ii) classified as an emerging market and/or developing economy by the International Monetary Fund; (iii) included in any emerging or emerging market index constructed by any major index provider (including, without limitation, MSCI, JP Morgan, S&P Dow Jones and FTSE); or (iv) reasonably considered to be an emerging market by the Managers from time to time. |
| FDIs or derivatives | Financial derivative instruments. |
| Launch Date | For the purposes of this Product Highlights Sheet only, means the inception date of Class SGD Acc (the first Class to inception) and “launched” shall be construed accordingly. |
| NAV | Net asset value. |
| S\$, SGD | Singapore Dollars. |
| Units | Units of the Sub-Fund, the relevant Class or all relevant Classes within the Sub-Fund (as the case may be). |
| USD | United States Dollars. |
| Valuation Point | The close of business of the last relevant market in relation to the relevant Dealing Day on which the NAV of the Sub-Fund or Class (as the case may be) is to be determined or such other time as the Managers may with the approval of the Trustee determine and the Managers shall notify the affected holders of such change if required by the Trustee. |