

Prepared on: 9 May 2024

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 HIGH GRADE CORPORATE BOND FUND

(the "Sub-Fund"), a sub-fund of United Global Recovery Funds

Product Type	Unit Trust	Launch Date	24 July 2009
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 31 December 2023	Class A SGD Acc: 1.19% Class A SGD Acc (Hedged): 1.19%

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors who:
 - o seek returns over the long term; and
 - o are comfortable with the volatility and risks of a fund which invests mainly in investment grade corporate bonds issued globally.

Refer to paragraph 3 of Appendix 1 of the Prospectus for information on product suitability.

KEY PRODUCT FEATURES

WHAT ARE YOU INVESTING IN?

- You are investing in a sub-fund of an umbrella unit trust constituted in Singapore that aims to maximise returns over the long term through investments in a portfolio which consists mainly of investment grade corporate bonds issued globally.
- Please check with your distributor for the Classes available for subscription.
- The current distribution policy (for Distribution Classes only) is to make monthly distributions of 2.0% p.a. of the initial issue price or NAV per Unit, to commence 6 months following inception (or such other frequency, percentage, date or period (as the case may be) as the Managers may from time to time determine). **The making of distributions is at the absolute discretion of the Managers and is not guaranteed.**

Refer to paragraph 4 of Appendix 1 of the Prospectus for information on features of the product.

Investment Strategy

- The Managers aim to create a portfolio which consists mainly of investment grade bonds denominated in any currency and issued by corporations anywhere in the world. The Managers may also invest in bonds issued by governments, government agencies and supra-nationals worldwide.
- A bond is considered investment grade (or "IG") if it is rated BBB- or higher by Standard & Poor's or BBB- or higher by Fitch Ratings, or Baa3 or higher by Moody's Investor's Service. The Managers may also consider equivalent ratings of other reputable credit rating agencies, or conduct its own credit assessments to verify all such ratings. In the event of a difference between the ratings issued by the different credit rating agencies, the lowest rating will be used to classify a bond. For split-rated bonds, the Managers will only invest in bonds that are rated IG by at least two credit rating agencies. For bonds that are unrated by any rating agency, the Managers will only invest in bonds with internal credit rating of BBB- and above. Generally, IG bonds are judged as likely enough to meet payment obligations that banks are allowed to invest in them. Conversely, non-IG bonds are known as high yield or "junk" bonds.

Refer to paragraph 2 of Appendix 1 of the Prospectus for 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.



<ul style="list-style-type: none"> • If a bond is downgraded below IG by any one or more of the major reputable credit rating agencies after initial investment by the Sub-Fund, the Sub-Fund may continue to hold that bond if it is still rated IG by at least two rating agencies, but may not make additional investments in that bond. If there are less than two IG ratings after the downgrade, the Managers will use their best endeavours to dispose the downgraded bond within 90 days. • The Managers take an active approach to fund management. Through disciplined research and investment processes, the Managers will seek to optimise portfolio performance by focusing on and investing in selected sectors and individual credits that have the potential to outperform while maintaining adequate portfolio diversification. The investment process involves a top-down approach supplemented by bottom-up analysis, reviewed continuously in line with market developments. • The Sub-Fund may hold cash or use or invest in FDIs for the purposes of hedging existing positions and/or efficient portfolio management. • Units are Excluded Investment Products. Accordingly, the Sub-Fund will not invest in any product or engage in any transaction which may cause the Units not to be regarded as Excluded Investment Products. • The Sub-Fund is actively managed with reference to its benchmark (Bloomberg Barclays Global Aggregate Corporate Benchmark Index) which is used for performance comparison purposes only. 	
Parties Involved	
WHO ARE YOU INVESTING WITH? <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. 	Refer to <u>paragraphs 2, 4 and 20.4</u> of the Prospectus for information on these entities and what happens if they become insolvent.
KEY RISKS	
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:	Refer to <u>paragraph 8</u> of the Prospectus and <u>paragraph 5 of Appendix 1</u> of the Prospectus for information on risks of the product.
Market and Credit Risks	
<ul style="list-style-type: none"> • You are exposed to market risks in the global 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. • You are exposed to debt securities risks. <ul style="list-style-type: none"> ◦ Adverse changes in the financial condition of the issuer of bonds invested in, or in general economic conditions, or both, or an unanticipated rise in interest rates, may increase the potential for default by the issuers of these securities. Interest rate fluctuations may affect the price of a bond. A change in the credit rating of a bond as a result of any of the above factors can affect that bond's liquidity and therefore have an impact on the value of your investment. 	
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 due to portfolio size. <ul style="list-style-type: none"> • Some liquidity risk is anticipated in the fixed income markets owing to the Sub-Fund's size relative to the size of the markets, which may restrict the ease with which bonds may be bought or sold. 	
Product-Specific Risks	
<ul style="list-style-type: none"> • You are exposed to risk of using rating agencies and other third parties. <ul style="list-style-type: none"> ◦ Credit ratings of investments by the Sub-Fund are not a guarantee of quality. Rating methodologies may not be predictive of future trends and adjustments to credit ratings in response to subsequent changes in circumstances may take time. The downgrading of a rated debt security could decrease its value and liquidity. 	

- **You are exposed to risks associated with lower-rated bonds**
 - As the Sub-Fund may continue to hold bonds downgraded below IG subject to the limits set out in the Prospectus, the Sub-Fund may have exposure to bonds with greater market and credit risks than higher rated bonds.
 - **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 Sub-Fund or the relevant Class, fluctuations of the exchange rates of such currencies against the currency of the Sub-Fund or Class may affect the value of Units. The Managers may hedge the foreign currency exposure of the Sub-Fund or Class and may adopt an active 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.
 - *Hedged Classes:* In the case of Hedged Classes, the Managers currently adopt a passive hedging policy. Notwithstanding the above, the Managers retain the discretion to adopt any other hedging policy as they may determine from time to time. There can be no guarantee that the hedging strategy applied in a Hedged Class will entirely eliminate the adverse effects of changes in exchange rates.
 - **You are exposed to derivatives risk.**
 - The Sub-Fund may use or invest in FDIs, including foreign exchange forward contracts. 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 Sub-Fund's investment may be liquidated at a loss. Therefore, it is essential that such 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 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 Sub-Fund's NAV.
- 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:

Subscription fee	Class A and B: Currently up to 3%; maximum 3%. Class Z: Currently 0%; maximum 3%.
Realisation fee	Currently none; maximum 2%.
Switching fee	Currently 1%; maximum 1%.

- 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:

Management fee (a) Retained by Managers (b) Paid by Managers to financial adviser (trailer fee)	Class A: Currently 0.8% p.a.; maximum 2% p.a.. Class B: Currently 0.4% p.a.; maximum 2% p.a.. Class Z: Currently 0% p.a.; maximum 2% p.a.. (a) 50% to 92.19% of Management Fee (b) 7.81% to 50% ² of Management Fee
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Refer to paragraph 6 of Appendix 1 of the Prospectus for 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.

Trustee fee	Currently not more than 0.05% p.a.; maximum 0.1% p.a.. (Subject always to a minimum of S\$5,000 p.a..)
Administration fee	0.05% p.a..
Registrar and transfer agent fee	The higher of S\$15,000 p.a. or 0.125% p.a., subject always to a maximum of S\$25,000 p.a..
Valuation and accounting fees	0.125% 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). To counter dilution and protect investors' interest, the Sub-Fund may apply a technique known as swing pricing as part of its valuation policy.

Refer to paragraphs 9.5, 11 and 13 of the Prospectus for 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 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 realised, less any charges. An example is as follows:

1,000.00 Units	x	S\$0.900	=	S\$900.00
Your realisation request		Notional realisation price		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

APPENDIX: GLOSSARY OF TERMS	
bonds	bonds, fixed income securities, debt securities, fixed and floating rate securities and other similar instruments.
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	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.
Dealing Day	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. If on any day which would otherwise be a Dealing Day, the recognised 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.
Distribution Classes	Classes which declare and pay distributions in accordance with the applicable distribution policies.
Excluded Investment Products	are defined: (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 (b) as “prescribed capital markets products” under the Securities and Futures (Capital Markets Products) Regulations 2018.
FDIs or derivatives	Financial derivative instruments.
Hedged Class	A Class of a Sub-Fund to which the currency hedging strategy as described under the heading “Hedged Classes” in paragraph 8.1(b) of the Prospectus is applied.
Hedged Currency	The Class currency of the relevant Hedged Class.
Launch Date	For the purposes of this Product Highlights Sheet only, means the inception date of the Sub-Fund.
NAV	Net asset value. NAV will be computed after taking into account any swing pricing adjustments (which may adjust NAV upwards or downwards in certain circumstances). Refer to the prospectus for details.
Portfolio Currency	The currency in which the investments of the Sub-Fund are denominated.
Units	Units of the Sub-Fund, the relevant Class or all relevant Classes within the Sub-Fund (as the case may be).
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 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 a notice to notify the holders of such change is required.