

2 April 2014

Dear Unitholder

**UNITED GLOBAL DIVIDEND BALANCED FUND
CHANGES IN INVESTMENT OBJECTIVE, FOCUS AND APPROACH OF UNDERLYING FUND**

Thank you for investing in the United Global Dividend Balanced Fund (the "**Sub-Fund**"), a sub-fund of the United Global Portfolios (the "**Fund**").

We, UOB Asset Management Ltd, the managers of the Fund (the "**Managers**"), are writing to inform you that changes will be made to the investment objective, focus and approach of the United Emerging Markets Bond Fund ("**UEMBF**"), an underlying fund of the Sub-Fund, with effect from 2 May 2014.

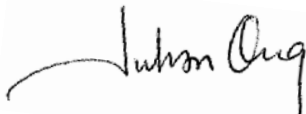
Details of these changes are set out in the Annex of this letter.

The above changes (together with other amendments) will be reflected in the supplementary prospectus to the registered prospectus of the Fund lodged with the Monetary Authority of Singapore on 1 April 2014. After the lodgement of the supplementary prospectus, you may obtain a copy of it from us, any of our authorised agents or distributors, or from our website at uobam.com.sg. ***Please note that this letter is not to be construed as an offer of units in UEMBF.***

This notice is for your information only. You do not need to take any action. These changes have no effect on your current holding of units in the Sub-Fund.

We look forward to your continued support. Should you have any queries, please call our hotline at 1800 222 2228 (operating hours from 8 a.m. to 8 p.m. daily (Singapore time)) or email us at uobam@uobgroup.com.

Yours faithfully



Julian Ong
Senior Director
Head of Product Development and Marketing Communications

ANNEX

Changes to the investment objective, focus and approach of UEMBF

Current investment objective, focus and approach (prior to 2 May 2014)	Revised investment objective, focus and approach (with effect from 2 May 2014)
<p>The investment objective of the UEMBF is to maximise returns, with high yield and capital appreciation over the longer term in Emerging Markets debt investments and products.</p> <p>UEMBF aims to capitalise on the opportunities in selected countries that are benefiting from significant positive changes such as political and economic reforms, increases in capital inflows and investor confidence. In many cases, the opportunities will arise from changes in value over time, following specific credit or currency events.</p> <p>Issuers of Emerging Market debt investments and products include:</p> <ul style="list-style-type: none"> (i) government or quasi-government institutions (including primarily central banks, government authorities, regional authorities and local public authorities); and (ii) private sector corporations based in an emerging-market country or those that conduct their principal business activity in such a country and those that mostly invest in companies based in an emerging-market country. <p>UEMBF invests mainly in sovereign and quasi-sovereign bonds which are US Dollar denominated. The Managers may seek to invest in US Dollars or other freely convertible currency or local currency denominated debt instruments so that UEMBF is exposed to the relevant Emerging Market. UEMBF may also invest in other Authorised Investments (including financial derivatives and synthetic products) in order to attain exposure to Emerging Markets, and hold part of its assets in liquid investments or cash for liquidity purposes.</p> <p>The Managers take an active management approach to fund management, combining analysis and research across many dimensions and a disciplined investment process. The investment process is driven by the Managers' assessment of the fundamental and technical factors which they consider to be important to the performance of UEMBF. The process involves a top down approach supplemented by bottom up analysis to arrive at the final investment decision.</p>	<p>The investment objective of the UEMBF is to maximise returns, with high yield and capital appreciation over the longer term, by investing primarily in Emerging Markets debt investments and products.</p> <p>UEMBF seeks to achieve its investment objective by investing primarily in debt securities (including non-investment grade securities) and debt obligations issued by governments, quasi-government bodies, international and multi-national organisations, banks, financial institutions, corporations and/or other entities located, incorporated or having significant business operations or assets in the Emerging Markets. Such investments would include, without limitation, fixed and floating rate debt instruments, convertible debt instruments or instruments which are convertible or exchangeable into other securities, mortgage or asset-backed securities, and synthetic or structured products which are linked to or derive their values from other securities or are linked to other assets or currencies. Subject to the provisions of the Code on Collective Investment Schemes issued by the Monetary Authority of Singapore, UEMBF may also invest in or hold stressed, distressed and/or defaulted debt investments. UEMBF may also invest in other Authorised Investments (as defined in the prospectus of the Fund) to achieve its investment objective.</p> <p>UEMBF may also invest in financial derivative instruments to optimise returns. Such financial derivative instruments include futures, options, warrants, swaps (such as credit default swaps and total return swaps) and forward currency contracts.</p> <p>To enhance its risk/return profile, UEMBF may, from time to time and at the Managers' discretion, invest (whether directly or through financial derivative instruments) in debt securities and debt obligations issued by governments, quasi-government bodies, international and multi-national organisations, banks, financial institutions, corporations and/or other entities located outside the Emerging Markets. UEMBF may also invest in investments other than debt securities and debt obligations including, equity and equity related securities, whether issued by entities in the Emerging Markets or otherwise. Such investments are not expected to form a significant part of UEMBF's portfolio.</p>

The Managers maintain a continuous review of their processes and models in line with market developments. The Managers' process emphasises teamwork. In addition, compliance and performance attribution are strongly emphasised and overseen by independent units.

*(The expression "**Emerging Markets**" refers to any country which is considered middle income or low income by the World Bank, or any country that is included in the MSCI Emerging Markets Index or any composite thereof.)*

Where any debt instruments invested into by UEMBF are converted or exchanged into other securities (including equity or equity related securities), UEMBF may hold such securities upon such conversion or exchange.

While UEMBF invests mainly in US Dollar denominated securities, the Managers may invest in securities which are denominated in any other currency.

The Managers' investment philosophy is to achieve consistent performance through rigorous and independent fundamental research to uncover relative value opportunities. The Managers adopt diversified strategies combined with active risk management *with the aim to generate favorable long-term risk adjusted returns vis-à-vis the benchmark for fixed income portfolios.*

The Managers' investment approach embodies two key principles:

- adding value through credit or security selection backed by its independent fundamental bottom-up research; and
- adopting a disciplined top-down strategy including adjustments to traditional variables such as duration, currency and sector.

UEMBF may also hold part of its assets in liquid investments or cash for liquidity purposes.

*(The expression "**Emerging Market**" shall refer to any country:*

- (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.)*