



Investment Scenario & Strategy (3rd Quarter, 2005)

- We sold Ericsson, Agfa Gevaert, Sage and Oberthur after their strong performance. We introduced Groupe Steria, a French IT company, for its strong prospects.
- We still believe that the telco sector continues to offer an attractive valuation thanks to a high free-cash flow yield (about 12.5% for 2005), with a comfortable dividend yield as well as large share buy-backs. Moreover, at 41%, the pay-out of European telecom companies remained low compared to the pay-out of utilities (around 70%). We believe that the newsflow in the sector will be better in the second half of 2005 than during the first half.

投资环境与策略 (2005年第三季)

- 在季度中，我们于Ericsson、Agfa Gevaert、Sage及Oberthur取得强劲表现后，脱售这些股份。另一方面，我们也因法国资讯科技公司Groupe Steria的良好前景，而把这个股纳入基金组合。
- 我们仍认为电信服务类股可持续提供具吸引力的估值，因为有关公司的自由现金流量产出率高（预计2005年为大约12.5%），加上其股息率也不错，并可能进行大规模股票回购活动。此外，欧洲电信服务公司的41%股息分配率，仍比公用事业公司的大约70%为低。我们认为欧洲电信服务业在2005下半年可能传出比上半年更多的利好消息。

Fund Info

Fund Objective

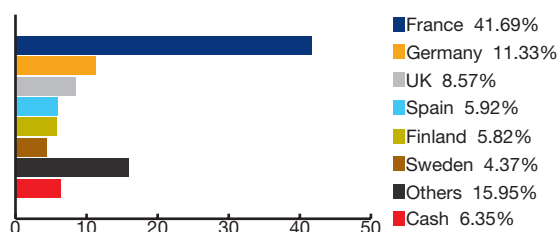
To achieve medium to long-term capital growth by investing in publicly listed securities issued by European companies in the technology, telecommunications and Internet sectors.

Fund Awards

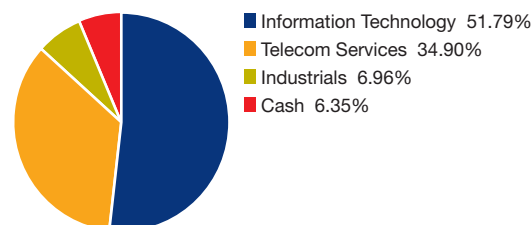
The Edge-Lipper SG UT Fund Awards 04, 03

Asset Allocation (As at 29 Jul 2005)

By Country



By Sector

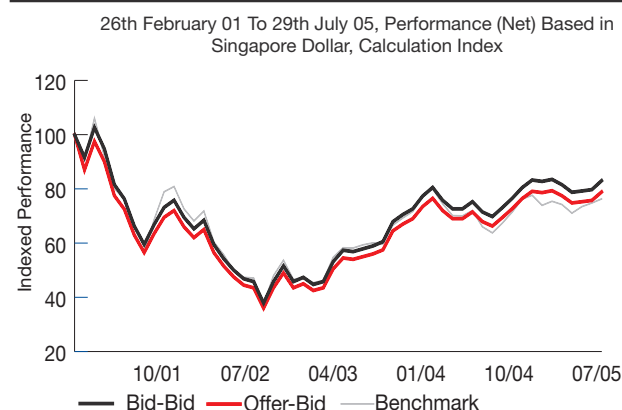


Top Holdings (As at 29 Jul 2005)

VODAFONE GROUP PLC
 DEUTSCHE TELEKOM REG
 TELEFONICA SA
 NOKIA OYJ
 ALCATEL ALSTOM

INFOVISTA SA
 GROUPE STERIA
 FRANCE TELECOM
 SOFTWARE
 ERICSSON

Performance



Performance	Bid-Bid	Offer-Bid	Benchmark
1 month	4.20%	-0.77%	2.06%
3 months	5.49%	0.47%	7.44%
6 months	0.38%	-4.40%	3.24%
1 year	16.22%	10.67%	15.61%
3 years	21.06%	18.87%	17.24%
Since Inception	-4.11%	-5.22%	-5.93%

Source: Lipper, Bloomberg • Performance are in SGD as at 29 Jul 05 • Performance figures for 1 mth till 1 yr show the % change, those exceeding 1 yr show the annual compounded return
 Benchmark = The composite benchmark comprises of the following indices: 15% Bloomberg European Internet Index, 42.5% DJ Stoxx Technology Index & 42.5% DJ Stoxx Telecom Index.

Fund Details

LAUNCH DATE

January 2001

FUND SIZE

\$S\$2.61 million

BID/OFFER PRICE

\$S\$0.7891/0.8286

(as at 29 Jul 05)

SUBSCRIPTION

Cash

INITIAL INVESTMENT

\$S\$1,000

SUB INVESTMENT

\$S\$500

MANAGEMENT FEE

1.50% p.a.

SUBSCRIPTION FEE

5.0%

MINIMUM RSP

\$S\$100/month,

\$S\$500/quarter

TRUSTEE

Dexia Trust

Contact Details

Visit our website
 www.uobam.com.sg
 Call our 24hr hotline
1800 22 22 228
 SG Company Reg No.:
 198600120Z

*The above chart reflects performance from the first month end of the Fund.

Prospectuses of the funds (the "Funds") may be obtained from the Manager or its appointed distributors. Investors should read the relevant prospectus before purchasing units in the Funds ("Units"). All applications for Units must be made on application forms accompanying the relevant prospectus. **Past performance of the Funds or the Manager and any forecasts on the economy or markets are not indicative of the future or likely performance of the Funds.** The value of Units and any income from the Funds may fall as well as rise. The above information is strictly for information purposes only and must not be construed as an offer or solicitation to deal in Units, nor a recommendation to invest in any company. Investments in unit trusts are not obligations of, deposits in, or guaranteed or insured by UOB, UOBAM, or any affiliates or distributors. An investment in unit trusts is subject to investment risks and foreign exchange risks, including the possible loss of the principal amount invested. Investors may wish to seek advice from a financial adviser before making a commitment to invest in Units. In the event an investor chooses not to seek advice from a financial adviser, the investor should consider whether the Funds are suitable for him.