

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 units in 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 ASIA ACTIVE ALLOCATION FUND (the “Fund”)

Product Type	Unit Trust	Inception Date	13 November 2007
Managers	UOB Asset Management Ltd	Custodian	State Street Bank and Trust Company
Trustee	HSBC Institutional Trust Services (Singapore) Limited	Dealing Frequency	Every Business Day
Capital Guaranteed	No	Expense Ratio for year ended 31 December 2010	2.00%

PRODUCT SUITABILITY

WHO IS THE PRODUCT SUITABLE FOR?

- The Fund is only suitable for investors who:
 - o seek medium to long term capital growth and regular distributions
 - o are comfortable with the volatility and risk of fund which assets are actively allocated into Asian equities and fixed income instruments

Further Information
Refer to paragraph 13 on page 3 of the Prospectus for 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 provide you with medium to long term capital growth and regular distributions through investments in Asian large capitalisation companies' equities, Asian small capitalisation companies' equities, Asian fixed income and money market instruments.
- The Fund may make regular annual distributions of 5% of the NAV per Unit as at the last Business Day of every year, payable in 4 separate quarterly distributions in Units.

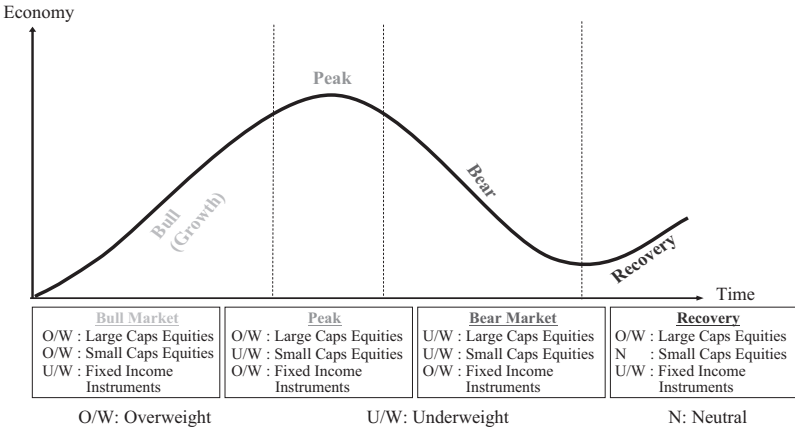
Refer to paragraphs 13 to 16 on pages 3 to 7 of the Prospectus for information on features of the product.

¹ The Prospectus is available from the Managers (whose operating address is at 80 Raffles Place, 6th Storey, UOB Plaza 2, Singapore 048624) or their appointed agents or distributors or through the Managers' website at uobam.com.sg.

Investment Strategy

- The Fund will invest all or substantially all of its assets in 3 Singapore-authorized collective investment schemes managed by the Managers, i.e. United Asia Fund, United Asian Growth Opportunities Fund and United Asian Bond Fund (the “**Underlying Funds**”)². The Fund may also invest in other collective investment schemes.
- The Fund’s tactical asset allocation to Asian large capitalisation companies’ equities and Asian fixed income instruments and money market instruments could range between 20% to 60% for each asset class, and for Asian small capitalisation companies’ equities between 0% to 40%. The Managers will examine the case for each asset class at different market and business cycles every quarter, based on performance, valuation, market/sector exposure and liquidity, and decide on asset allocation. Besides quarterly strategy meetings to determine asset allocation, Managers will also hold monthly meetings to ensure that the quarterly strategy asset allocation remains relevant.
- Some of the economic indicators that the Managers track to monitor the economic cycle are the Purchasing Manager’s Index, retail sales, consumer sentiment, industrial production, durable goods and investment spending, trade balance and current account, Consumer Price Index and Production Price Index, interest rates and yield curve and central bank policy outlook. Below for a chart of the Managers’ probable underweight/overweight policy at various stages of the economic cycle:

Refer to **Part VI** on page 3 of the Prospectus for information on the investment strategy of the product.



- *The Fund may use or invest in financial derivative instruments for the purposes of hedging, efficient portfolio management, or a combination of both objectives.*

Parties Involved

WHO ARE YOU INVESTING WITH?

- The Managers are UOB Asset Management Ltd.
- The Trustee is HSBC Institutional Trust Services (Singapore) Limited.

Refer to **Parts II and III** on page 2 of the Prospectus for information on their roles and responsibilities.

² More information on the Underlying Funds can be found in the Prospectus or from uobam.com.sg.

KEY RISKS							
<p>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</p> <p>The value of the product and its distributions may rise or fall. These risk factors may cause you to lose some or all of your investment:</p>	<p>Refer to <u>Part VIII</u> on page 10 of the Prospectus for information on risks of the product.</p>						
Market Risks							
<ul style="list-style-type: none"> ● You are exposed to the market risks in the global markets. <ul style="list-style-type: none"> ○ Prices of the securities (and the underlying 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. 							
Liquidity Risks							
<ul style="list-style-type: none"> ● The 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 Fund. All realisation requests should be made to the Managers or their authorised agents or distributors. 							
Product-Specific Risks							
<ul style="list-style-type: none"> ● You are exposed to the risk of investing in an Asian regional fund. <ul style="list-style-type: none"> ○ Investment in a regional fund may be subject to higher risk as it may be less diversified than a global portfolio. ● You are exposed to political risks. <ul style="list-style-type: none"> ○ Investments by the Fund may be adversely affected by political instability as well as exchange controls, changes in taxation, foreign investment policies, restrictions on repatriation and other restrictions and controls which may be imposed by the relevant authorities. ● You are exposed to emerging market risks. <ul style="list-style-type: none"> ○ 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 the lack of liquidity. ● You are exposed to smaller capitalisation companies risk. <ul style="list-style-type: none"> ○ The Fund will have exposure to smaller capitalisation companies, which are generally less liquid and more volatile than larger companies. ● Other risks to your investment include foreign exchange/currency risk, counterparty risk, underlying risk, exceptional market conditions and actions of institutional investors. 							
FEES AND CHARGES							
<p>WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?</p> <p><u>Payable directly by you</u></p> <ul style="list-style-type: none"> ● You will need to pay the following fees and charges as a percentage of your gross investment amount: <table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="background-color: #e0e0e0;">Subscription Fee</td> <td>Currently 5%; maximum 5%</td> </tr> <tr> <td style="background-color: #e0e0e0;">Realisation Charge</td> <td>Currently Nil; maximum 2%</td> </tr> <tr> <td style="background-color: #e0e0e0;">Switching fee</td> <td>Currently 1%; maximum 1%</td> </tr> </table>	Subscription Fee	Currently 5%; maximum 5%	Realisation Charge	Currently Nil; maximum 2%	Switching fee	Currently 1%; maximum 1%	<p>Refer to <u>paragraph 18</u> on page 8 of the Prospectus for information on fees and charges.</p>
Subscription Fee	Currently 5%; maximum 5%						
Realisation Charge	Currently Nil; maximum 2%						
Switching fee	Currently 1%; maximum 1%						

Payable by the Fund from invested proceeds

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

Annual management fee	Currently 1.5%; maximum 2%
Annual Trustee remuneration	Currently not more than 0.05%; Subject always to a minimum of S\$5,000; Maximum 0.1%
Annual registrar's fees (payable to the Managers)	Currently higher of S\$15,000 or 0.125%; Maximum S\$25,000
Annual valuation fee (payable to the Managers)	Currently 0.125%
Audit fee, custodian fee 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 NAV of the Fund

The Underlying Funds will pay fees and charges from its assets, including management fees, trustee fees, registrar's fees, valuation fees, audit fees, custodian fees, administrative costs and expenses and other fees and expenses typical for funds.

VALUATIONS AND EXITING FROM THIS INVESTMENT

HOW OFTEN ARE VALUATIONS AVAILABLE?

Valuations are performed for each Dealing Day. The issue and realisation prices of Units will generally be published 2 Business Days after the relevant Dealing Day in The Straits Times, The Business Times, Lianhe Zaobao, other selected publications and on the Managers' website at uobam.com.sg.

Refer to [paragraph 26, Part XI and Part XIII](#) on pages 17 and 34 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 Fund on any Dealing Day by submitting realisation forms to any authorised agent or distributor. If you wish to exit the Fund within the cancellation period of 7 days from 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 Fund since your subscription and pay any bank charges, administrative or other fee imposed by the distributor.
- You will usually receive the realisation proceeds within 7 Business Days from the time the Managers receive and accept your realisation request.
- Your realisation price is determined as follows:
 - o If you submit the realisation request by 3pm on a Dealing Day, you will be paid a price based on the NAV of the Fund as at the Valuation Point for such Dealing Day.
 - o If you submit the realisation request after 3pm on a Dealing Day, you will be paid a price based on the NAV of the Fund as at the Valuation Point for the next Dealing Day.

- The net realisation proceeds that you will receive will be the realisation price multiplied by the number of Units realised, less any charges. An example is as follows:

1,000 Units Your realisation request	x	S\$0.900 Realisation price	=	S\$900.00 Gross Realisation Proceeds	
S\$900.00 Gross Realisation Proceeds	-	S\$0.00 Realisation Charge (0%)	-	S\$0.00 Transaction Adjustment (if any)	= S\$900.00 Net Realisation Proceeds

CONTACT INFORMATION

HOW DO YOU CONTACT US?

24 hour Hotline No : 1800 22 22 228
 Fax No : 6532 3868
 E-mail : uobam@uobgroup.com

APPENDIX: GLOSSARY OF TERMS

Business Day	A day (other than a 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.
Dealing Day	In connection with the issuance, cancellation, valuation and realisation of Units, means every Business Day or such other day or days at such intervals as the Managers may from time to time determine with the prior consultation of the Trustee provided that reasonable notice of any such determination shall be given by the Managers to all holders at such time and in such manner as the Trustee may approve.
NAV	Net asset value.
Units	Units in the Fund.
Valuation Point	The close of business of the last relevant market in relation to the relevant Dealing Day on which the value of the deposited property is to be determined or such other time on the relevant Dealing Day or such other day as the Managers with the approval of the Trustee may from time to time determine and the Managers shall decide if a notice to notify Holders of such determination is required.