



United Global Technology Fund

Semi Annual Report

for the period 1st January to
30th June 2009

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

MANAGER

UOB Asset Management Limited
Registered Address:
80 Raffles Place
UOB Plaza
Singapore 048624
Company Registration No. : 198600120Z

OPERATIONS ADDRESS

80 Raffles Place
#06-00 UOB Plaza 2
Singapore 048624
Tel: 1800 22 22 228

DIRECTORS OF UOB ASSET MANAGEMENT

Terence Ong Sea Eng
Yeo Eng Cheong
Thio Boon Kiat

TRUSTEE

HSBC Institutional Trust Services (Singapore) Limited
21 Collyer Quay
#14-01 HSBC Building
Singapore 049320

AUDITORS

PricewaterhouseCoopers LLP
8 Cross Street
#17-00 PWC Building
Singapore 048424

SOLICITORS TO THE MANAGER

Allen & Gledhill LLP
One Marina Boulevard
#28-00
Singapore 018989

SOLICITORS TO THE TRUSTEE

Shook Lin & Bok LLP
1 Robinson Road
#18-00 AIA Tower
Singapore 048542

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

A) Fund Performance

	3 mth	6 mth	1 yr	3 yr	5 yr	10 yr	Since Inception
Fund Performance/ Benchmark Returns	% Growth	% Growth	% Growth	Ann Comp Ret	Ann Comp Ret	Ann Comp Ret	31 October 1997 Ann Comp Ret
United Global Technology Fund	13.52	19.92	-14.78	-5.64	-3.71	-5.26	-0.12
Benchmark	14.79	22.07	-17.11	-6.44	-5.13	-5.06	0.41

Source: Lipper, a Thomson Reuters Company, Bloomberg

Note: The performance returns of the Fund are in Singapore dollars based on a NAV-to-NAV basis with net dividends reinvested. The Benchmark of the Fund: Since Inception – Oct 98: 20% Dow Jones ex Japan, 80% NASDAQ Index; Nov 98 – Dec 03: 100% Dow Jones Technology Index; Jan 04 – Present: MSCI World Information Technology Index.

The Fund **increased 19.9%** on a net asset value basis, underperforming the benchmark MSCI World IT Index, which increased by 22.1%, in Singapore dollar terms. The Fund's underperformance can be attributed to our underweight position in the cyclical sub-sectors such as semiconductor and hardware, and overweight position in the software sub-sector.

The strong performance of the semiconductor (+22.6%) and hardware (+24.8%) sub-sectors was mainly driven by re-stocking. Global semiconductor and PC hardware inventories bottomed around March 2009 and since then there have been strong production bookings at the foundries and contract manufacturers. This translated to the re-rating of both sub-sectors.

Concerns over prolonged IT budget cuts have weighed on the software sub-sector performance (+16.7%) in which the Fund has an overweight position. While we have yet to see the end of IT budget cuts, anecdotal evidence from major IT vendors suggest that the rate of budget cuts has stabilised and that corporations are reevaluating their IT budgets. As such, we stay with our overweight position in the software sub-sector given its nature of being a late cyclical.

The Fund increased its exposure in the semiconductor sub-sector and increased positions in higher beta stocks to take advantage of the inventory re-stocking theme. The Fund added **Texas Instruments, Altera, ARM, CSR, Intersil, LSI, Rohm** and **Samsung Electronics**, during the period under review.

Performance was boosted by our holdings in **Apple (US), IBM (US), Research In Motion (Canada), Autonomy (UK), Google (US), Oracle (US)** and **Cisco (US)**.

Performance was dragged down mainly by **Toshiba (Japan), Indra Sistemas (Spain), Accenture (US), Nintendo (Japan), Pixart Imaging (Taiwan)** and **Altera (US)**.

As at 30 June 2009, the sub-sector exposure of the Fund was Technology Software & Services (24.4%), Hardware & Equipment (35.5%), Communications (15.3%), Semiconductor and Semiconductor Equipment (8.9%), Internet (7.3%), Others (4.5%), and Cash (4.1%).

The Fund's geographic exposure was the US/Canada (75.5%), Europe (9.3%), Japan (6.1 %) and Asia ex-Japan (5.0%).

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

Market Review

Software/Services sector

Tech heavyweight **Microsoft** outperformed the software sub-sector benchmark substantially by 710bps during the period under review. Microsoft continues to be the Fund's top holding, constituting 10% of the NAV. The impending launch of Windows 7 (Win7) operating system in October 2009 has reignited interest in Microsoft. Our research suggests that Win7 is likely to provide a smoother transition experience compared to the previous upgrade cycle from Windows XP to Windows Vista. Furthermore, the corporate PC replacement cycle could kick off as early as 2010 after being delayed for almost two years on the back of a weak macro environment and the lack of killer applications.

Despite facing major IT budget cuts, **IBM** and **Oracle** have remained resilient as they continue to win new contracts and customers renew maintenance contracts. That said, we would caution that IT budget cuts may not have ended, even though they are stabilising, given that the macro environment remains challenging. IBM stands out for its ability to win multi-year projects while Oracle's huge recurring revenue base would almost ensure profitability through the downturn.

Autonomy is one of the best performing enterprise software companies in our portfolio. The secular growth story for complex enterprise search engines remains intact as it is largely driven by regulatory requirements. In addition, we view the acquisition of **Interwoven** as a positive development given there are many revenue and cost synergies that the combined entity can leverage on.

Hardware

According to Gartner, worldwide PC shipments contracted about 6.5% in the first three months of 2009. This is within our expectation of between 5% to 7% contraction. Volume shipment for portable PCs namely, notebooks and netbooks, continues to grow whereas Desktop PCs posted shipment contraction.

Hewlett-Packard and **Apple** are our top picks in the PC space. While Hewlett-Packard's share price has underperformed so far, we believe the company has one of the strongest business franchises and leadership to emerge stronger in an upturn. Apple's ability to slash selling prices of its flagship Macs without sacrificing substantial margins has once again proven that the company can weather the downturn better than its competitors.

Communications

Smartphone penetration rates continue to rise and now accounts for almost 15% of worldwide unit shipments. We remain optimistic on the smartphone's secular growth story. With Average Revenue Per User (ARPU) declining due to pricing pressures on voice services, wireless carriers turn to smartphones to entice consumers to embrace mobile internet. Smartphone users typically add a data plan on top of their basic voice plan hence increasing ARPU.

Apple rebounded strongly during the period under review. In June 2009, the company released an improved iPhone which boasts better hardware specifications than its predecessor. The limited worldwide launch was extremely successful and we expect similar response from the remaining regions.

After a few quarters of disappointing earnings performance, **Research in Motion's (RIM)** operating metrics have finally stabilised and the company has begun to deliver earnings exceeding market expectations. The company's aggressive push into the consumer market is finally bearing fruit with growing revenues and stable margins. Over the past one year, RIM has focussed on the consumer market, which now constitutes almost 50% of its installed base, to arrest the weak corporate segment.

The early adoption of Google's Android mobile platform has given **HTC** a head start over credible competitors such as **Samsung Electronics**. With Google's aggressive strategy to popularise its platform, HTC would be one of the early beneficiaries. The launch of HTC's second generation Android-enabled smartphones would further consolidate its technological edge over its competitors.

Semiconductor

After a dismal performance in 2008, the semiconductor sub-sector was among the best performers during the period under review, rising by 22.6%. The strong outperformance was attributed to restocking. During the period under review, we increased our semiconductor positions through the addition of **Altera, ARM, CSR, Intersil, LSI, Rohm, Synaptics** and **Texas Instruments**. **Intel** remains our top semiconductor stock. With the launch of the Consumer Ultra Low Voltage (CULV) based processor, Intel has once again leapfrogged its nearest competitor AMD. Intel's push into the consumer electronics segment is seen as a right strategy to reduce its over dependence on the PC market.

Outlook and strategy

We see several positive catalysts and investment themes developing within the Technology sector, namely i) Corporate PC replacement cycle could kick off in early 2010 ii) Demand for enterprise software and services may gain momentum in the second half of 2009 iii) Smartphone penetration rates likely to continue to rise iv) Touch panel penetrating into handsets, notebook PCs and desktops.

We expect PC shipment to contract 5% - 7% in 2009 largely because of falling desktop purchases by the corporate sector. With cost cuttings as top priorities for most corporate executives, corporate PC useful lives have been extended by another year to almost five years. This is much longer than the typical replacement cycle of about three years. Having said that, we see huge opportunities for the PC supply chain once corporations revisit their 2010 IT budget spending during end 2009. We believe corporations will have to replace their ageing machines to improve productivity and reduce maintenance costs. Besides this, the impending launch of the Windows 7 operating system in October 2009 would provide corporations a reason to upgrade their ageing Windows XP operating system as Microsoft will cease software support in 2011. We believe **Microsoft, Intel** and **Hewlett-Packard** are likely to benefit from the PC replacement cycle.

Like the PC industry, IT software and services spending is likely to contract in 2009 for the first time in four years, in the range of 2% - 3%. Fortunately, anecdotal evidence from leading IT vendors such as **Oracle, Autonomy, Accenture** and **Infosys** suggest that IT managers are now more willing to invest in IT. This would provide some relief to IT vendors after suffering from budget cuts or delays in the first half of 2009. We continue to favour enterprise software providers such as **IBM, Microsoft, Oracle** and **Autonomy** as they have strong recurring maintenance revenue to help them ride out the downturn while benefiting the IT investment cycle when the upturn comes.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

The smartphone adoption rate continued to grow in the first half of 2009 and now accounts for about 15% of the 1.1 billion global annual handset unit shipments. Many leading handset Original Equipment Manufacturers (OEMs) launched a slew of smartphone models at very attractive prices that are specifically targeted at the consumer segment. However, we see handset OEMs with application portals as the key winning ingredient to maintain customers' loyalty and attract new users. **Apple** and **RIM** are two leading handset OEMs which we believe offer exciting applications to consumers. **Nokia**, while being slightly behind Apple and RIM, is making a good comeback with a revamped application portal to win back consumers' hearts.

Touch screen capability has increasingly become a standard feature in high-end handphones. The falling cost and growing awareness of touch screens have created new opportunities for both the handset makers and touch screen supply chain. Handset makers can now differentiate their products with applications that utilise touch screens. Touch screen supply chain manufacturers such as **Nissha Printing**, **Young Fast**, **Nitto Denko** and **Synaptics** are beneficiaries who possess competitive edge in their respective fields.

On the back of the higher penetration rate of smartphones and high-end handphones, we are positive on the semiconductor space, in particular the fabless semiconductor IC design companies. The rise of smartphones and high-end phones demand better processors and connectivity solutions. **Qualcomm**, **Texas Instruments**, **ARM**, **CSR**, **Synaptics** and **Rohm** provide leading-edge solutions to handset makers.

To sum up, we believe the Technology sector is well-positioned to take advantage of demand recovery when the macro environment improves. The sector has among the strongest balance sheet and most technology companies generate positive free cash flow compared to other sectors. While the downturn would interrupt earnings growth in the near term, we remain optimistic of the long term prospect of the Technology sector.

United Global Technology Fund
(Constituted under a Trust Deed in the Republic of Singapore)

B) Investments at fair value and as a percentage of NAV as at 30 June 2009 under review classified by

	Fair Value (S\$)	% of NAV
i) Country		
Canada	247,119	2.48
Finland	368,784	3.70
Hong Kong	70,425	0.71
Japan	603,781	6.05
South Korea	134,289	1.35
Switzerland	98,216	0.98
Taiwan	292,249	2.93
United Kingdom	463,558	4.64
United States	7,292,479	73.07
Portfolio of investments	9,570,900	95.91
Other net assets	408,618	4.09
Total	9,979,518	100.00

ii) Industry		
Consumer Discretionary	275,234	2.76
Industrials	94,181	0.94
Information Technology	9,201,485	92.21
Portfolio of investments	9,570,900	95.91
Other net assets	408,618	4.09
Total	9,979,518	100.00

iii) Asset Class		
Equities	9,570,900	95.91
Other net assets	408,618	4.09
Total	9,979,518	100.00

iv) Credit rating of debt securities

N/A

United Global Technology Fund
(Constituted under a Trust Deed in the Republic of Singapore)

C) Top Ten Holdings

The top 10 holdings as at 30 June 2009 and 30 June 2008

10 largest holdings at 30 June 2009

	Fair Value (S\$)	Percentage of total net assets attributable to unitholders %
MICROSOFT	1,005,005	10.07
INTERNATIONAL BUSINESS MACHINES CORPORATION	754,938	7.56
APPLE COMPUTER INC	612,254	6.14
CISCO SYSTEMS INC	558,457	5.60
HEWLETT PACKARD	547,645	5.49
INTEL CORPORATION	504,506	5.06
ORACLE CORPORATION	461,933	4.63
GOOGLE INC - CLASS A	396,604	3.97
QUALCOMM INC	389,595	3.90
NOKIA OYJ	368,784	3.70

10 largest holdings at 30 June 2008

	Fair Value (S\$)	Percentage of total net assets attributable to unitholders %
MICROSOFT	1,219,358	9.42
INTERNATIONAL BUSINESS MACHINES CORPORATION	787,635	6.08
CISCO SYSTEMS INC	654,166	5.05
APPLE COMPUTER INC	632,429	4.88
RESEARCH IN MOTION	598,607	4.62
HEWLETT PACKARD	587,315	4.54
INTEL CORPORATION	528,227	4.08
ORACLE CORPORATION	487,891	3.77
TEMENOS GROUP AG-REG	471,299	3.64
GOOGLE INC - CLASS A	465,052	3.59

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

D) Exposure to derivatives

- i) fair value of derivative contracts and as a percentage of NAV as at 30 June 2009
N/A
- ii) net gains/(losses) on derivative contracts realised during the financial period ended 30 June 2009
N/A
- iii) net gains/(losses) on outstanding derivative contracts marked to market as at 30 June 2009
N/A

E) Amount and percentage of net asset value (NAV) invested in other schemes as at 30 June 2009

N/A

F) Amount and percentage of borrowings to net asset value (NAV) as at 30 June 2009

N/A

G) Amount of redemptions and subscriptions for the period 01 January 2009 to 30 June 2009

Total amount of redemptions	SGD	818,767
Total amount of subscriptions	SGD	567,977

H) The amount and terms of related-party transactions for the period 01 January 2009 to 30 June 2009

- i) As at 30 June 2009 the Fund maintained current accounts with the United Overseas Bank Limited as follows :

Bank balances	SGD	8,721
---------------	-----	-------
- ii) Purchase/holdings of UOBAM unit trusts by UOB or its affiliated companies as at 30 June 2009
N/A
- iii) Investment in Initial Public Offerings managed by UOB Group.
N/A
- iv) As at 30 June 2009 there was no brokerage income earned by UOB Kay Hian Pte Ltd.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

I) Expense ratios

30 June 2009	3.01%
30 June 2008	2.64%

Note : The expense ratio is computed in accordance with the IMAS guidelines on disclosure of expense ratios dated 25 May 2005. Brokerage and other transaction costs, interest expense, foreign exchange gains/losses, tax deducted at source or arising on income received and dividends paid to unitholders are not included in the expense ratio. The Fund does not pay any performance fees.

J) Turnover ratios

30 June 2009	43.04%
30 June 2008	16.08%

Note : The turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes".

K) Any material information that will adversely impact the valuation of the scheme such as contingent liabilities of open contracts

N/A

L) For schemes which invest more than 30% of their deposited property in another scheme, the following key information on the second-mentioned scheme ("the underlying scheme")¹ should be disclosed as well

i) top 10 holdings at fair value and as percentage of NAV as at 30 June 2009 and 30 June 2008

N/A

ii) expense ratios for the period ended 30 June 2009 and 30 June 2008. A footnote should state (where applicable) that the expense ratio does not include brokerage and other transaction costs, performance fee, foreign exchange gains/losses, front or back end loads arising from or arising out of income received.

N/A

iii) turnover ratios for the period ended 30 June 2009 and 30 June 2008

N/A

¹ where the underlying scheme is managed by a foreign manager which belongs to the same group of companies as, or has a formal arrangement or investment agreement with, the Singapore Manager, the above information should be disclosed on the underlying scheme. In other cases, such information on the underlying scheme should be disclosed only if it is readily available to the Singapore Manager.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

M) Soft dollar commissions/arrangements

UOB Asset Management has entered into soft dollars arrangements with selected brokers from whom products and services are received from third parties. The product and services relate essentially to computer hardware and software to the extent that they are used to support the investment decision making process, research and advisory services, economic and political analyses, portfolio analyses including performance measurements, market analyses, data and quotation services, all of which are believed to be helpful in the overall discharge of UOB Asset Management's duties to clients. As such services generally benefit all of UOB Asset Management's clients in terms of input into the investment decision making process, the soft credits utilised are not allocated on a specific client basis. The Manager confirms that trades were executed on the best available terms and there was no churning of trades.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENT OF TOTAL RETURN

For the half year ended 30 June 2009 (Un-audited)

		30 June 2009 \$	30 June 2008 \$
Income	Notes		
Dividends		65,367	50,308
Interest		87	2,448
		65,454	52,756
Less: Expenses			
Management fee	10	85,569	104,613
Trustee fee	10	9,216	5,978
Audit fee		6,315	6,315
Registrar fee	10	7,984	7,984
Valuation fee	10	6,112	7,472
Custody fee		7,204	11,123
Other expenses		5,750	9,607
		128,150	153,092
Net loss		(62,696)	(100,336)
Net gains or losses on value of investments			
Net realised (losses)/gains on investments		(879,048)	137,581
Net change in fair value on investments		2,656,599	(2,256,735)
Net foreign exchange (losses)/gains		(7,063)	5,885
Net gains/(losses) on value of investments		1,770,488	(2,113,269)
Total return/(deficit) for the period before income tax		1,707,792	(2,213,605)
Less : Income tax	3	(17,252)	(12,514)
Total return/(deficit) for the period		1,690,540	(2,226,119)

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

BALANCE SHEET

As at 30 June 2009 (Un-audited)

	Notes	30 June 2009 \$	31 December 2008 \$
ASSETS			
Portfolio of investments		9,570,900	7,695,485
Receivables	4	14,190	8,628
Cash and bank balances	5	490,643	931,117
Total Assets		10,075,733	8,635,230
LIABILITIES			
Payables	6	73,057	95,462
Purchases awaiting settlement		23,158	-
Net assets attributable to unitholders	7	9,979,518	8,539,768
Total Liabilities		10,075,733	8,635,230

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

PORTFOLIO STATEMENT

As at 30 June 2009 (Un-audited)

	Holdings at 30 June 2009	Fair value at 30 June 2009 \$	Percentage of total net assets attributable to unitholders at 30 June 2009 %
By Geography - Primary Quoted Equities			
CANADA			
RESEARCH IN MOTION	2,400	247,119	2.48
FINLAND			
NOKIA OYJ	17,400	368,784	3.70
HONG KONG			
JU TENG INTERNATIONAL HOLDINGS LTD	90,000	70,425	0.71
JAPAN			
CANON INC	4,300	202,540	2.03
NINTENDO	200	79,804	0.80
NISSHA PRINTING COMPANY LIMITED	1,700	117,306	1.18
PANASONIC CORPORATION	4,000	78,124	0.78
ROHM CO LTD	1,200	126,007	1.26
TOTAL JAPAN		603,781	6.05
SOUTH KOREA			
SAMSUNG ELECTRONICS	200	134,289	1.35
SWITZERLAND			
TEMENOS GROUP AG-REG	4,000	98,216	0.98
TAIWAN			
HTC CORPORATION	8,000	163,571	1.64
MEDIATEK INC	2,000	34,497	0.35
YOUNG FAST OPTOELECTRONICS CO LTD	7,000	94,181	0.94
TOTAL TAIWAN		292,249	2.93

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

PORTFOLIO STATEMENT

As at 30 June 2009 (Un-audited)

	Holdings at 30 June 2009	Fair value at 30 June 2009 \$	Percentage of total net assets attributable to unitholders at 30 June 2009 %
By Geography - Primary (continued)			
Quoted Equities			
UNITED KINGDOM			
ARM HOLDINGS PLC	55,000	156,660	1.57
AUTONOMY CORPORATION PLC	5,800	198,523	1.99
CSR PLC	13,000	108,375	1.08
TOTAL UNITED KINGDOM		463,558	4.64
UNITED STATES			
ALTERA CORP	7,000	164,839	1.65
APPLE COMPUTER INC	2,970	612,254	6.14
BMC SOFTWARE INC	2,000	97,812	0.98
CHECK POINT SOFTWARE TECHNOLOGIES	4,000	135,877	1.36
CISCO SYSTEMS INC	20,700	558,457	5.60
CITRIX SYSTEMS INC	4,100	189,180	1.89
EMC CORPORATION MASSACHUSETTS	10,300	195,291	1.96
GOOGLE INC - CLASS A	650	396,604	3.97
HEWLETT PACKARD	9,800	547,645	5.49
INTEL CORPORATION	21,100	504,506	5.06
INTERNATIONAL BUSINESS MACHINES CORPORATION	5,000	754,938	7.56
INTERSIL CORPORATION - CL A	5,100	92,638	0.93
JUNIPER NETWORKS INC	3,950	134,922	1.35
LOGMEIN INC	1,000	28,580	0.29
MICROSOFT	29,200	1,005,005	10.07
NETAPP INC	6,000	171,163	1.71
ORACLE CORPORATION	14,900	461,933	4.63
QUALCOMM INC	5,950	389,595	3.90
SYMANTEC CORP	14,700	331,055	3.32
SYNAPTICS INC	2,000	111,851	1.12
TEXAS INSTRUMENTS	7,000	215,800	2.16
YAHOO INC	8,500	192,534	1.93
TOTAL UNITED STATES		7,292,479	73.07

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

PORTFOLIO STATEMENT

As at 30 June 2009 (Un-audited)

	Holdings at 30 June 2009	Fair value at 30 June 2009 \$	Percentage of total net assets attributable to unitholders at 30 June 2009 %
By Geography - Primary (continued)			
Quoted Equities			
Portfolio of investments		9,570,900	95.91
Other net assets		408,618	4.09
Net assets attributable to unitholders		9,979,518	100.00

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

PORTFOLIO STATEMENT

As at 30 June 2009 (Un-audited)

	Percentage of total net assets attributable to unitholders at 30 June 2009 %	Percentage of total net assets attributable to unitholders at 31 December 2008 %
By Geography - Primary (Summary)		
Quoted Equities		
Canada	2.48	3.31
Finland	3.70	2.14
Germany	-	0.88
Hong Kong	0.71	-
Japan	6.05	5.86
Singapore	-	0.36
South Korea	1.35	1.00
Spain	-	3.48
Sweden	-	1.10
Switzerland	0.98	2.86
Taiwan	2.93	1.41
United Kingdom	4.64	2.49
United States	73.07	65.22
Portfolio of investments	95.91	90.11
Other net assets	4.09	9.89
Net assets attributable to unitholders	100.00	100.00

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

PORTFOLIO STATEMENT

As at 30 June 2009 (Un-audited)

	Fair value at 30 June 2009 \$	Percentage of total net assets attributable to unitholders at 30 June 2009 %	Percentage of total net assets attributable to unitholders at 31 December 2008 %
By Industry - Secondary Quoted Equities			
Consumer Discretionary	275,234	2.76	2.26
Industrials	94,181	0.94	-
Information Technology	9,201,485	92.21	87.85
Portfolio of investments	9,570,900	95.91	90.11
Other net assets	408,618	4.09	9.89
Net assets attributable to unitholders	9,979,518	100.00	100.00

The accompanying notes form an integral part of these financial statements.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1. General

United Global Technology Fund (the “Fund”) is a Singapore registered trust fund constituted by a Trust Deed dated 24 September 1997 between UOB Asset Management Limited (the “Manager”) and HSBC Institutional Trust Services (Singapore) Limited (the “Trustee”). The Deed is governed by the laws of the Republic of Singapore.

The Fund is included by the Central Provident Fund (“CPF”) Board under the CPF investment scheme - Ordinary account for subscription by unitholders using their CPF monies. However, unitholders should note that no new subscriptions for units (including subscriptions under the RSP) shall be accepted using CPF monies with effect from 1 April 2008. The Fund will nevertheless remain as a CPFIS Included Fund.

The primary activity of the Fund is to invest in securities of companies in the information technology sector globally i.e., computer hardware and software; multimedia products and services; data processing and services; and financial services companies disseminating market, economic and financial information and other companies involved extensively in other areas of technology such as biotechnology, agriculture and health-care.

2. Significant accounting policies

(a) Basis of accounting

The financial statements have been prepared under the historical cost convention, modified by the revaluation of financial assets at fair value through profit or loss, and in accordance with the Statement of Recommended Accounting Practice 7 “Reporting Framework for Unit Trusts” (“RAP 7”) issued by the Institute of Certified Public Accountants of Singapore.

The financial statements are expressed in Singapore dollars.

(b) Recognition of income

Dividend income is recognised when the right to receive payment is established. Interest income is recognised on a time proportion basis using the effective interest method.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

2. Significant accounting policies (continued)

(c) Investments

Investments are classified as financial assets at fair value through profit or loss.

(i) *Initial recognition*

Purchase of investments are recognised on trade date. Investments are recorded at fair value on initial recognition.

(ii) *Subsequent measurement*

Investments are subsequently carried at fair value. Net change in fair value on investments are included in the Statement of Total Return in the period in which they arise.

(iii) *Derecognition*

Investments are derecognised on the trade date of disposal. The resultant realised gains and losses on the sale of investments are computed on the basis of the difference between the weighted average cost and selling price net of transaction costs, and are taken up in the Statement of Total Return.

(d) Basis of valuation of investments

The fair value of financial instruments traded in active markets is based on quoted market prices at the balance sheet date. The quoted market price for these investments held by the Fund is the current market quoted bid price.

(e) Foreign currency translation

(i) *Functional and presentation currency*

The Fund's investors are mainly from Singapore with the subscriptions and redemptions of the units denominated in Singapore dollars and United States dollars.

The performance of the Fund is measured and reported to the investors in Singapore dollars. The Manager considers the Singapore dollars as the currency of the primary economic environment in which the Fund operates. The financial statements are presented in Singapore dollars, which is the Fund's functional and presentation currency.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

2. Significant accounting policies (continued)

(e) Foreign currency translation (continued)

(ii) *Transactions and balances*

Foreign currency transactions are translated into the functional currency using the exchange rates prevailing at the dates of the transactions. Foreign exchange gains and losses resulting from the settlement of such transactions and from the translation at period/year-end exchange rates of monetary assets and liabilities denominated in foreign currencies are recognised in the Statement of Total Return. Translation differences on non-monetary financial assets and liabilities are also recognised in the Statement of Total Return within the fair value net gain or loss.

(f) Financial derivatives

Financial derivatives including forwards and swaps are entered into for the purpose of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provisions of the Trust Deed.

Financial derivatives outstanding at the balance sheet date are valued at forward rates of at current market prices using the “mark-to-market” method, as applicable, and the resultant gains and losses are taken up in the Statement of Total Return.

(g) Expenses charged to the Fund

All direct expenses relating to the Fund are charged directly to the Statement of Total Return. In addition, certain expenses shared by all unit trusts managed by the Manager are allocated to each Fund based on the respective Fund's net asset value.

3. Income tax

	30 June 2009	30 June 2008
	\$	\$
Overseas income tax	17,252	12,514

The Fund was granted the status of a Designated Unit Trust and, therefore, the following income is exempt from tax in accordance with section 35(12) of the Income Tax Act (Cap 134):

- (i) gains or profits derived from Singapore or elsewhere from the disposal of securities;
- (ii) interest (other than interest for which tax has been deducted under Section 45 of the Singapore Income Tax Act); and

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

3. Income tax (continued)

(iii) dividends derived from outside Singapore and received in Singapore.

The overseas income tax represents tax withheld on foreign sourced income.

4. Receivables

	30 June 2009	31 December 2008
	\$	\$
Amount due from unitholders	9,494	1,655
Dividend receivable	4,696	6,955
Other receivable	-	18
	14,190	8,628

5. Cash and bank balances

	30 June 2009	31 December 2008
	\$	\$
Cash at bank	490,643	430,677
Fixed deposit with a financial institution	-	500,440
	490,643	931,117

The weighted average effective interest rate of the fixed deposits with the financial institution as at 30 June 2009 is Nil % per annum (31 December 2008: 0.4375%) maturing within Nil days (31 December 2008: 5 days) from the balance sheet date.

6. Payables

	30 June 2009	31 December 2008
	\$	\$
Amount due to unitholders	12,418	25,327
Amount due to Manager	46,438	43,901
Amount due to Trustee	4,986	11,414
Other creditors and accrued expenses	9,215	14,820
	73,057	95,462

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

7. Net assets attributable to unitholders

	30 June 2009	31 December 2008
	\$	\$
At the beginning of the financial period/year	8,539,768	11,984,293
Operations		
Change in net assets attributable to unitholders resulting from operations	1,690,540	(6,122,497)
Unitholders' contributions/(withdrawals)		
Creation of units	567,977	6,915,190
Cancellation of units	(818,767)	(4,237,218)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	(250,790)	2,677,972
Total increase/(decrease) in net assets attributable to unitholders	1,439,750	(3,444,525)
At the end of the financial period/year	9,979,518	8,539,768
Units in issue (Note 8)	10,426,482	10,705,097
	\$	\$
Net assets attributable to unitholders per unit	0.96	0.80

8. Units in issue

	30 June 2009	31 December 2008
Units at beginning of the period/year	10,705,097	8,915,329
Units created	651,517	5,792,257
Units cancelled	(930,132)	(4,002,489)
Units at end of the period/year	10,426,482	10,705,097

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management

The Fund's activities expose it to a variety of financial risk (including currency risk, interest rate risk and price risk), credit risk and liquidity risk. The Fund's overall risk management programme seeks to minimise potential adverse effects on the Fund's financial performance. The Fund may use financial futures contracts, financial options contracts and/or currency forward contracts subject to the terms of the Prospectus to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Fund at any time as part of the overall financial risk management to reduce the Fund's risk exposures.

The Fund's assets principally consist of financial instruments such as equity investments, money market investments and cash. They are held in accordance with the published investment policies of the Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve their investment objectives.

(a) Market risk

Market risk is the risk of loss arising from uncertainty concerning movements in market prices and rates, including observable variables such as interest rates, credit spreads, exchange rates, and others that may be only indirectly observable such as volatilities and correlations. Market risk includes such factors as changes in economic environment, consumption pattern and investor's expectation etc. which may have significant impact on the value of the investments. The Fund's investments are substantially dependent on changes in market prices. The Fund's investments are monitored by the Manager on a regular basis so as to assess changes in fundamentals and valuation. Although the Manager makes reasonable efforts in the choice of investments, events beyond reasonable control of the Manager could affect the prices of the underlying investments and hence the asset value of the Fund. Guidelines are set to reduce the Fund's risk exposures to market volatility such as diversifying the portfolio by investing across various geographies, alternatively, the Fund may be hedged using derivative strategies.

(i) Foreign exchange risk

The Fund has securities denominated in currencies other than the Singapore dollars and it may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Singapore dollars and such other currencies. The Manager may at his discretion, implement a currency management strategy either to reduce currency volatility or to hedge the currency exposures of the Fund.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(a) Market risk (continued)

(i) Foreign exchange risk (continued)

The table below summarises the on-balance sheet exposure to currency risks for the Fund.

As at 30 June 2009

	SGD \$	USD \$	JPY \$	Others \$	Total \$
ASSETS					
Portfolio of investments	-	7,292,479	603,781	1,674,640	9,570,900
Receivables	6,000	4,891	3,299	-	14,190
Cash and bank balances	354,274	60,625	2,176	73,568	490,643
Total Assets	360,274	7,357,995	609,256	1,748,208	10,075,733
LIABILITIES					
Payables	71,826	1,231	-	-	73,057
Purchases awaiting settlement	-	23,158	-	-	23,158
Net assets attributable to unitholders	9,979,518	-	-	-	9,979,518
Total Liabilities	10,051,344	24,389	-	-	10,075,733
Net currency exposure	(9,691,070)	7,333,606	609,256	1,748,208	

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(a) Market risk (continued)

(i) Foreign exchange risk (continued)

As at 31 December 2008

	SGD \$	USD \$	JPY \$	Others \$	Total \$
ASSETS					
Portfolio of					
Investments	30,660	5,570,029	500,012	1,594,784	7,695,485
Receivables	1,281	1,981	5,366	-	8,628
Cash and bank balances	878,884	52,233	-	-	931,117
Total Assets	910,825	5,624,243	505,378	1,594,784	8,635,230
LIABILITIES					
Payables	90,565	4,897	-	-	95,462
Net assets attributable to unitholders	8,539,768	-	-	-	8,539,768
Total Liabilities	8,630,333	4,897	-	-	8,635,230
Net currency exposure	(7,719,508)	5,619,346	505,378	1,594,784	

Investments, which is the significant item in the balance sheet is exposed to currency risk and other price risk. The other price risk sensitivity analysis includes the impact of currency risk on non-monetary investments. The Fund's net financial assets comprise significantly non-monetary investments, hence currency risk sensitivity analysis has not been performed on the remaining financial assets.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(a) Market risk (continued)

(ii) Price risk

Price risk is the risk of potential adverse changes to the value of financial investments because of changes in market conditions and volatility in security prices.

The table below summarises the impact of increases/decreases from the Fund's underlying investments in equities on the Fund's net assets attributable to unitholders at 30 June 2009 and 31 December 2008. The analysis is based on the assumption that the index components within the benchmark increased/ decreased by a reasonable possible shift, with all other variables held constant and that the fair value of Fund's investments moved according to the historical correlation with the index.

Benchmark components	30 June 2009		31 December 2008	
	Net impact to net assets attributable to unitholders		Net impact to net assets attributable to unitholders	
	\$	%	\$	%
MSCI World Information Technology Index	2,320,943	25	1,789,200	25

(iii) Interest rate risk

Interest rate risk is the risk that the value of a financial instrument will fluctuate due to changes in market interest rates.

The Fund's financial assets and liabilities are largely non-interest bearing. Hence, the Fund is not subjected to risk due to fluctuations in the prevailing levels of market interest rates.

(b) Liquidity risk

The Fund is exposed to daily cash redemptions and disbursements for the settlements of purchases. The Manager therefore ensures that the Fund maintains sufficient cash and cash equivalents and that it is able to obtain cash from the sale of investments held to meet its liquidity requirements. Reasonable efforts will be taken to invest in securities which are traded in a relatively active market and which can be readily disposed of.

The Fund's investments in listed securities are considered to be readily realisable as they are listed on established regional stock exchanges.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(b) Liquidity risk (continued)

The table below analyses the Fund's financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows. Balances due within 12 months equal their carrying balances, as the impact of discounting is not significant.

As at 30 June 2009

	Less than 3 months \$	3 months to 1 year \$	1-5 years \$	Above 5 years \$
Payables	73,057	-	-	-
Purchases awaiting settlement	23,158	-	-	-
Net assets attributable to unitholders	9,979,518	-	-	-

As at 31 December 2008

	Less than 3 months \$	3 months to 1 year \$	1-5 years \$	Above 5 years \$
Payables	95,462	-	-	-
Net assets attributable to unitholders	8,539,768	-	-	-

(c) Credit risk

The Fund takes on exposure to credit risk, which is the risk that a counterparty will be unable to pay amounts in full when due. The Fund's credit risk is concentrated on amounts or securities receivable on the sale and purchase of investments respectively. In order to mitigate exposure to credit risk, all transactions in listed securities are settled/paid for upon delivery and transacted with approved counterparties using an approved list of brokers that are regularly assessed and updated by the Investment Manager.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(c) Credit risk (continued)

The table below summarises the credit rating of banks in which the Fund's assets are held as at 30 June 2009 and 31 December 2008.

As at 30 June 2009

<u>Bank</u>	Amount \$	Credit rating	Source of credit rating
State Street Bank & Trust Co.	481,922	B	Moody's
United Overseas Bank Limited	8,721	B	Moody's

As at 31 December 2008

<u>Bank</u>	Amount \$	Credit rating	Source of credit rating
State Street Bank & Trust Co.	421,050	B+	Moody's
United Overseas Bank Limited	9,627	B	Moody's
Oversea-Chinese Banking Corporation	500,440	B	Moody's

All investments are held in custody with State Street Bank Trust Co., whose credit rating assigned by Moody's at 30 June 2009 is B (31 December 2008: B+). The maximum exposure to credit risk at the reporting date is the carrying amount of the financial assets.

(d) Capital management

The Fund's capital is represented by the net assets attributable to unitholders. The Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

10. Related party transactions

- (a) The Manager and the Trustee of the Fund are UOB Asset Management Limited and HSBC Institutional Trust Services (Singapore) Limited respectively. UOB Asset Management Limited is a subsidiary of HSBC Holdings Plc. These fees paid or payable by the Fund shown in the Statement of Total Return and in the respective Notes to the Financial Statements are on terms set out in the Trust Deed. All other related party transactions are shown elsewhere in the financial statements.

Management and valuation fees are paid to the Manager, while trustee fee is paid to the Trustee and the registrar fee is paid to HSBC Securities Services (Transfer Agency) Pte Ltd, a subsidiary of HSBC Holdings Plc. These fees paid or payable by the Fund shown in the Statement of Total Return and in the respective Notes to the Financial Statements are on terms set out in the Trust Deed. All other related party transactions are shown elsewhere in the financial statements.

- (b) As at the end of the financial period/year, the Fund maintained the following accounts with a related party:

	30 June 2009	31 December 2008
	\$	\$
<u>United Overseas Bank Limited</u>		
Bank balances	8,721	9,627

- (c) The following transactions took place during the financial period between the Fund and United Overseas Bank Limited at terms agreed between the parties as follows:

	30 June 2009	30 June 2008
	\$	\$
Bank charges	70	9

United Global Technology Fund

(Constituted under a Trust Deed in the Republic of Singapore)

NOTES TO THE FINANCIAL STATEMENTS

For the half year ended 30 June 2009 (Un-audited)

11. Financial ratios

	30 June 2009	30 June 2008
Expense ratio ¹	3.01%	2.64%
Turnover ratio ²	43.04%	16.08%

1. The expense ratio is computed in accordance with the IMAS guidelines on disclosure of expense ratios dated 25 May 2005. Brokerage and other transaction costs, interest expense, foreign exchange gains/losses, tax deducted at source or arising on income received and dividends paid to unitholders are not included in the expense ratio. The Fund does not pay any performance fees.

2. The turnover ratio is calculated in accordance with the formula stated in the "Code on Collective Investment Schemes".

United Global Technology Fund
(Constituted under a Trust Deed in the Republic of Singapore)

This page has been intentionally left blank.

United Global Technology Fund
(Constituted under a Trust Deed in the Republic of Singapore)

This page has been intentionally left blank.

