United Asia Pacific Infrastructure Fund

Semi Annual Report

for the period 1st January to 30th June 2009

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大華資產管理

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A) Fund Performance

Fund Performance/ Benchmark Returns	3 mth % Growth	6 mth % Growth	1 yr % Growth	3 yr Ann Comp Ret	5 yr Ann Comp Ret	10 yr Ann Comp Ret	Since Inception 17 October 2006 Ann Comp Ret
United Asia Pacific Infrastructure Fund	23.96	28.67	-13.67	NA	NA	NA	-6.87
Benchmark	1.46	2.93	5.99	NA	NA	NA	6.00

Fund Performance

For the six months ended 30 June 2009, the unit price of the Fund **rose 28.7%** on a net asset value basis, compared with a 2.9% increase in the absolute return benchmark of 6% per annum in Singapore dollar terms. For reference, the MSCI AC Asia Pacific Index rose 15.1% over the same period.

The main reasons for the robust performance were the Fund's overweight positions in outperforming markets like **China**, **Hong Kong** and **Singapore** as well as positive stock selection with investments in quality companies including ***Keppel Corp***, ***Sun Hung Kai Properties*** and ***Zhejiang Expressway***.

As at 30 June 2009, the Fund had the following regional asset allocation: 34.2% in **China**, 12.8% in **Hong Kong**, 9.5% in **Singapore**, 8.8% in **Australia**, 7.4% in **India**, 6.4% in **Japan**, 4.8% in **Thailand**, 4.7% in **South Korea**, 2.1% in **Taiwan**, 1.4% in **Indonesia**, 1.1% in **Malaysia**, and 1.0% in **Philippines** and the remaining 5.8% in cash.

Market Review

Asian equity markets experienced sharp volatility in the first half of 2009, ending the first six months of the year higher and reversing some of the sharp losses of 2008. Markets were sold down in the first two months of the year amid concerns of deterioration in the global economy, elevated risk aversion and rumours of bank nationalization in the US. Export-oriented Asian countries showed fundamental weakness with exports data continuing to deteriorate against the backdrop of falling global demand. Governments around the world including Asia downgraded growth forecasts early in the year and at the same time introduced aggressive fiscal stimulus measures as well as interest rate cuts to support domestic growth.

March marked a turning point with markets paring their losses after the US Treasury unveiled a much-awaited plan to get rid of the toxic assets in the banking system to aid a recovery in the financial industry. Further measures from the US to clean up its financial system, added fiscal stimulus to boost its economy and the conclusion of the G20 leaders' meeting aimed to restart the global economy helped to lift the overall sentiment.

Markets continued to pick up strongly through to May with double-digit month-on-month price increases, supported by favourable economic data such as an improvement in regional exports growth, the global Purchasing Managers' Index and a pick-up in housing sales volumes. Markets started pricing in expectations that the global economic contraction had slowed and economic activity was turning out to be better than the worst-case outlook that had been projected.

However, markets again reversed course in June as renewed concerns surfaced about the global economy and the World Bank projected a lower global growth forecast of 2.9% in 2009. Investors were also concerned that Asian markets had run up too fast, ahead of economic fundamentals, and inflation fears again surfaced on the back of rising global oil prices.

Fund Strategy and Outlook

The fundamentals of the Asian infrastructure sector remain extremely strong despite the slowdown in the developed markets. Asian countries have aggressively engaged in pump priming their domestic economies through infrastructure spending to offset an external slowdown. Asia infrastructure development is still playing catch up to the region's strong economic growth over the past few years and is forecast to rise by 51% on average over 2007-2010 or 15% per annum compounded annual growth rate (source: CLSA Asia Infrastructure report 2008). Countries with large populations such as China and India lead the pack. There is upside risk to this forecast especially for China, which has the financial reserves and political will to execute infrastructure development.

Turning to the macro economy, globally synchronised rate cuts and liquidity injections, the positive market response to G-20 meetings and the much touted U.S. stress tests appear to have improved risk appetite and overall credit conditions. The recent GDP data releases affirm that the economies in China, Indonesia, Korea and Taiwan bottomed in the last quarter of 2008. The economies of Singapore, Malaysia and Thailand are also likely to have bottomed since then.

We believe liquidity conditions could continue to keep equity markets buoyant in the near term. However the risk is that corporate earnings for the second quarter could disappoint. Over the medium to longer term, the concern is that inflation returns before growth normalises. The authorities may then have to restrain fiscal and monetary expansion. In view of the increased liquidity, we favour the asset reflation trades that we expect will benefit in the near-term.

On a sectoral basis, we favour the **Industrial** sector as it will continue to be a beneficiary of the recovery in the economy and the various fiscal stimulus programmes in countries like China and India. For **China**, we like companies that are positioned to benefit from the government's massive Rmb 4 trillion package announced in October 2008. These include railway equipment manufacturer ***Zhuzhou CSR Times Electric*** and toll road company ***Zhejiang Expressway***. Similarly in **India** we are invested in power equipment manufacturer ***Bharat Heavy*** and construction company ***IVRCL***.

In the **Conglomerates** sector, the Fund is invested in quality blue chips like ***Keppel Corp*** and ***Beijing Enterprises*** given their market dominance in the offshore and marine segment and gas distribution segments respectively.

We are positive on the **Property** sector as being the clearest beneficiary of lower interest rates. Transaction volumes in Asia including China have improved and anecdotal evidence suggests that prices in China are firming. Higher liquidity and historical low interest rates should be supportive of the property market. Stocks we prefer in the sector include ***China Overseas Land*** and ***Sun Hung Kai Properties***.

We maintain our holdings in the **Telecom** sector as we view the sector to be relatively defensive. We continue to adopt a barbell strategy with stock selection based on 1) sustainable attractive dividend yield and the potential for capital restructuring; 2) earnings growth, especially in countries where the mobile penetration rate is still low and rural expansion is ongoing; 3) strong balance sheets, particularly those in net cash position; and 4) benign regulatory regimes. Stocks we prefer include ***PT Telkom*** and ***Chunghwa Telecom***.

As for the **Materials** sector, the underlying demand and supply fundamentals seem supportive of the price run-ups we have seen. Our view is that prices of certain materials such as copper have been supported by buying from the Chinese government but that this could soon cease. We favour the fertiliser stocks as government policy towards developing the agricultural sector will boost farmers' income and this supports the increasing use of fertilisers over the longer term. We prefer ***China BlueChemical***.

Our enthusiasm for the **Energy** sector is tempered by the fact that valuations of many energy companies have overshot in our view and do not offer attractive risk-adjusted returns. We prefer the exploration and production oil plays to the integrated plays on the view that oil prices are likely to be supported given production cuts by the Organisation of Petroleum Exporting Countries and the overall tight supply in the industry. One company we like is ***CNOOC***.

We are positive on the **Utilities** sector given their resilient earnings and our view that the contraction in electricity demand has bottomed on the back of a recovery in global economy. The earnings of independent power producers in China and Malaysia are expected to improve significantly off a low base with the decline in domestic coal prices and interest rate cuts. We prefer ***Tenaga*** in the sector.

In conclusion, given the massive infrastructure stimulus packages announced so far, the first half of 2009 has witnessed the formation of a very supportive environment for the infrastructure sector. Accordingly infrastructure related companies have performed well. Going forward, we believe this positive momentum is likely to continue and could boost the earnings of infrastructure related companies. However we remain cognizant of the fact that markets remain volatile and the outlook and pace for economic recovery remain uncertain. As such we manage risk by diversifying the portfolio's exposure across regional markets and we also employ a dynamic asset allocation process which allows the Fund to switch between the high-growth segments of infrastructure and the safer high cashflow, high yield-type investments in the infrastructure space like **Infrastructure trusts** and **Utilities/Telecoms**. The Fund also adopts a flexible approach to cash holding levels in order to facilitate dynamic asset allocation switches.

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		
Australia	7,575,129	8.79
China	29,495,941	34.24
Hong Kong	11,026,987	12.80
India	6,354,204	7.38
Indonesia	1,162,080	1.35
Japan	5,497,529	6.38
Malaysia	944,998	1.10
Philippines	843,607	0.98
Singapore	8,213,090	9.53
South Korea	4,064,895	4.72
Taiwan	1,809,959	2.10
Thailand	4,101,072	4.76
Portfolio of investments	81,089,491	94.13
Other net assets	5,056,020	5.87
Total	**86,145,511**	**100.00**

ii) Industry

	Fair Value (S$)	% of NAV
Energy	7,298,782	8.47
Financials	13,501,880	15.67
Industrials	31,645,755	36.73
Information Technology	485,125	0.56
Materials	5,297,639	6.15
Property Trust	3,300,100	3.83
Telecommunication Services	10,650,883	12.37
Utilities	8,909,327	10.35
Portfolio of investments	81,089,491	94.13
Other net assets	5,056,020	5.87
Total	**86,145,511**	**100.00**

iii) Asset Class

	Fair Value (S$)	% of NAV
Equities	81,089,491	94.13
Other net assets	5,056,020	5.87
Total	**86,145,511**	**100.00**

iv) Credit rating of debt securities

N/A

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 %
CHINA RESOURCES LAND LIMITED	**3,190,170**	**3.70**
CHINA MOBILE LIMITED	**3,188,258**	**3.70**
ZHUZHOU CSR TIMES ELECTRIC COMPANY LIMITED	**2,543,069**	**2.95**
BHP BILLITON LIMITED	**2,434,063**	**2.83**
ZHEJIANG EXPRESSWAY	**2,297,070**	**2.67**
BEIJING ENTERPRISES HOLDINGS	**2,157,004**	**2.50**
CNOOC LIMITED	**2,153,643**	**2.50**
KEPPEL CORPORATION LIMITED	**2,070,000**	**2.40**
TATA POWER COMPANY LIMITED	**2,015,815**	**2.34**
KOMATSU LIMITED	**2,010,254**	**2.33**

10 largest holdings at 30 June 2008

	Fair Value (S$)	Percentage of total net assets attributable to unitholders %
PT BUMI RESOURCES TBK	7,250,063	6.51
BEIJING ENTERPRISES HOLDINGS	3,186,553	2.86
CHINA COAL ENERGY COMPANY	2,966,485	2.66
SAMSUNG HEAVY INDUSTRIES	2,906,800	2.61
BHP BILLITON LIMITED	2,836,479	2.55
KEPPEL CORPORATION LIMITED	2,644,800	2.38
SEMBCORP INDUSTRIES LIMITED	2,496,000	2.24
CLP HOLDINGS LIMITED	2,442,449	2.19
BABCOCK & BROWN WIND PARTNER	2,280,396	2.05
HUTCHISON WHAMPOA	2,256,881	2.03

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

	Fair Value SGD	% of NAV
ASCENDAS REAL ESTATE INVESTMENT TRUST	785,000	0.91
CDL HOSPITALITY TRUST	812,570	0.94
CITYSPRING INFRASTRUCTURE TRUST	645,000	0.75
SUNTEC REIT	860,000	1.00
NIPPON BUILDING FUND	197,530	0.23

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	3,435,130
Total amount of subscriptions	SGD	1,449,095

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	15,889

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 the brokerage income earned by UOB Kay Hian Pte Ltd was SGD 469.

I) Expense ratios

	30 June 2009	30 June 2008
Expense ratio (including performance fees)	1.96%	7.25%
Expense ratio (excluding performance fees)	1.96%	1.99%

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.

J) Turnover ratios

30 June 2009	36.73%
30 June 2008	41.51%

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 ratio 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.*

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.

STATEMENT OF TOTAL RETURN

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

	Notes	30 June 2009 $	30 June 2008 $
Income			
Dividends		**1,494,067**	1,957,311
Interest		**6,608**	17,391
		1,500,675	1,974,702
Less: Expenses			
Management fee	10	**594,188**	1,047,697
Performance fee	10	**-**	759,471
Trustee fee	10	**15,845**	27,939
Audit fee		**7,594**	6,931
Registrar fee	10	**13,234**	13,300
Valuation fee	10	**49,516**	87,308
Custody fee		**20,235**	50,773
Interest expenses		**486**	4,450
Other expenses		**6,991**	31,946
		708,089	2,029,815
Net income/(loss)		**792,586**	(55,113)
Net gains or losses on value of investments			
Net realised losses on investments		**(9,837,213)**	(11,532,246)
Net change in fair value on investments		**28,753,048**	(33,321,954)
Net realised gains on financial derivatives		**-**	13,400
Net change in fair value on financial derivatives		**-**	(24)
Net foreign exchange losses		**(103,426)**	(366,797)
Net gains/(losses) on value of investments		**18,812,409**	(45,207,621)
Total return/(deficit) for the period before income tax		**19,604,995**	(45,262,734)
Less : Income tax	3	**(88,943)**	(127,983)
Total return/(deficit) for the period		**19,516,052**	(45,390,717)

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

BALANCE SHEET
As at 30 June 2009 (Un-audited)

	Notes	30 June 2009 $	31 December 2008 $
ASSETS			
Portfolio of investments		**81,089,491**	60,666,806
Receivables	4	**495,778**	154,670
Cash and bank balances	5	**5,210,742**	8,197,512
Total Assets		**86,796,011**	69,018,988
LIABILITIES			
Payables	6	**540,971**	403,494
Purchase awaiting settlement		**109,529**	-
Net assets attributable to unitholders	7	**86,145,511**	68,615,494
Total Liabilities		**86,796,011**	69,018,988

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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			
AUSTRALIA			
ATLAS IRON LIMITED	151,899	293,269	0.34
BHP BILLITON LIMITED	60,000	2,434,063	2.83
DUET GROUP	558,511	999,885	1.16
INFIGEN ENERGY	1,300,000	1,749,314	2.03
LIHIR GOLD ORD 10T FP	56,849	196,233	0.23
MACQUARIE AIRPORTS	540,000	1,434,321	1.66
QANTAS AIRWAYS LIMITED	200,000	468,044	0.54
TOTAL AUSTRALIA		**7,575,129**	**8.79**
CHINA			
ASIA CEMENT CHINA HOLDINGS CORPORATION	800,000	845,620	0.98
ANHUI EXPRESSWAY CO LIMITED	956,000	778,419	0.90
BEIJING ENTERPRISES HOLDINGS	300,000	2,157,004	2.50
CHINA COAL ENERGY COMPANY	250,000	431,401	0.50
CHINA COMMUNICATIONS SERVICES CORPORATION LIMITED	2,000,000	1,785,365	2.07
CHINA MOBILE LIMITED	220,000	3,188,258	3.70
CHINA POWER INTERNATIONAL DEVET LIMITED	2,000,000	922,563	1.07
CHINA RAILWAY CONSTRUCTION CORPORATION	300,000	670,072	0.78
CHINA RESOURCES LAND LIMITED	992,000	3,190,170	3.70
CHINA STH LOCOMOTIVE & ROLLING	1,000,000	847,861	0.99
CHINA TELECOM CORPORATION LIMITED	2,500,000	1,797,504	2.09
CNOOC LIMITED	1,200,000	2,153,643	2.50
COSCO PACIFIC	460,000	747,388	0.87
DALIAN PORT (PDA) COMPANY LIMITED	1,500,000	879,609	1.02
DATANG INTERNATIONAL POWER GEN	500,000	441,672	0.51
DONGFANG ELECTRICAL MACHINE	150,000	773,160	0.90
HUADIAN POWER INTERNATIONAL CORPORATION	2,000,000	907,623	1.05
LONKING HOLDINGS LIMITED	1,400,000	980,456	1.14
PETROCHINA COMPANY LIMITED	900,000	1,445,473	1.68
SHANGHAI ELECTRIC GROUP COMPANY LIMITED	1,200,000	741,785	0.86
WASION METERS GROUP LIMITED	1,400,000	1,513,825	1.76
ZHEJIANG EXPRESSWAY	2,000,000	2,297,070	2.67
TOTAL CHINA		**29,495,941**	**34.24**

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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			
HONG KONG			
CHEUNG KONG (HOLDINGS) LIMITED	60,000	998,385	1.16
CLP HOLDINGS LIMITED	50,000	479,957	0.56
GUANGDONG INVESTMENT LIMITED	2,544,000	1,762,626	2.05
HANG LUNG PROPERTIES LIMITED	300,000	1,409,056	1.64
HUTCHISON WHAMPOA	165,000	1,554,584	1.80
LUKS GROUP VIETNAM HOLDINGS	610,000	465,932	0.54
SUN HUNG KAI PROPERTIES LIMITED	100,000	1,813,378	2.10
ZHUZHOU CSR TIMES ELECTRIC COMPANY LIMITED	1,247,000	2,543,069	2.95
TOTAL HONG KONG		**11,026,987**	**12.80**
INDIA			
BHARAT HEAVY ELECTRICALS LIMITED	7,000	466,136	0.54
BHARTI AIRTEL LIMITED	40,000	969,351	1.13
IVRCL INFRASTRUCTURES AND PROJECTS LIMITED	150,000	1,550,829	1.80
RELIANCE INDUSTRIES LIMITED	10,000	611,328	0.71
RURAL ELECTRIFICATION CORPORATION LIMITED	150,000	740,745	0.86
TATA POWER COMPANY LIMITED	58,000	2,015,815	2.34
TOTAL INDIA		**6,354,204**	**7.38**
INDONESIA			
PT INDOCEMENT	257,500	282,965	0.33
PT SEMEN GRESIK (PERSERO)	500,000	347,392	0.40
PT TELKOMUNIKASI INDONESIA	500,000	531,723	0.62
TOTAL INDONESIA		**1,162,080**	**1.35**

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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			
JAPAN			
EAST JAPAN RAILWAY COMPANY	13,000	1,133,009	1.32
KOMATSU LIMITED	90,000	2,010,254	2.33
KUBOTA CORPORATION	20,000	239,112	0.28
MITSUBISHI ESTATE COMPANY	45,000	1,087,481	1.26
NIPPON BUILDING FUND	16	197,530	0.23
NIPPON ELECTRIC GLASS COMPANY LIMITED	30,000	485,125	0.56
TADANO LIMITED	50,000	345,018	0.40
TOTAL JAPAN		**5,497,529**	**6.38**
MALAYSIA			
TENAGA NASIONAL	300,000	**944,998**	**1.10**
PHILIPPINES			
AYALA LAND INC	1,617,000	393,911	0.46
PNOC ENERGY DEVELOPMENT CORPORATION	3,834,000	449,696	0.52
TOTAL PHILIPPINES		**843,607**	**0.98**
SINGAPORE			
ASCENDAS REAL ESTATE INVESTMENT TRUST	500,000	785,000	0.91
CDL HOSPITALITY TRUST	979,000	812,570	0.94
CITY DEVELOPMENTS LIMITED	50,000	429,000	0.50
CITYSPRING INFRASTRUCTURE TRUST	1,000,000	645,000	0.75
KEPPEL CORPORATION LIMITED	300,000	2,070,000	2.40
SEMBCORP INDUSTRIES LIMITED	600,000	1,812,000	2.10
SINGAPORE LAND LIMITED	152,000	799,520	0.93
SUNTEC REIT	1,000,000	860,000	1.00
TOTAL SINGAPORE		**8,213,090**	**9.53**

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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			
SOUTH KOREA			
GS ENGINEERING & CONSTRUCTION CORPORATION	12,000	1,008,867	1.17
HYUNDAI DEVELOPMENT COMPANY	15,000	686,780	0.80
HYUNDAI ENGINEERING AND CONSTRUCTION	8,000	484,438	0.56
SAMSUNG HEAVY INDUSTRIES	30,000	986,713	1.15
SK CHEMICALS COMPANY LIMITED	15,000	898,097	1.04
TOTAL SOUTH KOREA		**4,064,895**	**4.72**
TAIWAN			
CHUNGHWA TELECOM COMPANY LIMITED	200,000	576,999	0.67
TAIWAN MOBILE CO LTD	500,000	1,232,960	1.43
TOTAL TAIWAN		**1,809,959**	**2.10**
THAILAND			
ADVANCED INFO SERVICES (F)	150,000	568,723	0.66
ELECTRICITY GENERATING CO. (F)	280,000	892,115	1.04
LAND & HOUSES PUB - NVDR	6,500,000	1,408,266	1.63
QUALITY HOUSES - FOREIGN	20,000,000	1,231,968	1.43
TOTAL THAILAND		**4,101,072**	**4.76**
Portfolio of investments		**81,089,491**	**94.13**
Other net assets		**5,056,020**	**5.87**
Net assets attributable to unitholders		**86,145,511**	**100.00**

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

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		
Australia	**8.79**	7.42
China	**34.24**	32.91
Hong Kong	**12.80**	14.12
India	**7.38**	5.09
Indonesia	**1.35**	1.09
Japan	**6.38**	7.10
Malaysia	**1.10**	0.38
Philippines	**0.98**	0.42
Singapore	**9.53**	9.14
South Korea	**4.72**	3.93
Taiwan	**2.10**	3.68
Thailand	**4.76**	3.14
Portfolio of investments	**94.13**	88.42
Other net assets	**5.87**	11.58
Net assets attributable to unitholders	**100.00**	100.00

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

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	**-**	**-**	0.34
Energy	**7,298,782**	**8.47**	8.78
Financials	**13,501,880**	**15.67**	11.94
Industrials	**31,645,755**	**36.73**	31.65
Information Technology	**485,125**	**0.56**	0.64
Materials	**5,297,639**	**6.15**	5.12
Property Trust	**3,300,100**	**3.83**	2.98
Telecommunication Services	**10,650,883**	**12.37**	16.04
Utilities	**8,909,327**	**10.35**	10.93
Portfolio of investments	**81,089,491**	**94.13**	88.42
Other net assets	**5,056,020**	**5.87**	11.58
Net assets attributable to unitholders	**86,145,511**	**100.00**	100.00

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

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 Asia Pacific Infrastructure Fund (the "Fund") is a Singapore-registered trust fund constituted by a Trust Deed dated 31 August 2006 between UOB Asset Management Limited (the "Manager") and RBC Dexia Trust Services Singapore Limited (the "Trustee"). The Deed is governed by the laws of the Republic of Singapore.

The primary activity of the Fund is that of investment trading. The Fund's investment objective is to achieve medium to long term capital growth by investing in securities (equities or equity-related securities) issued by companies which carry on infrastructure-related businesses in the Asia-Pacific region.

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.

(c) Investments

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

(i) *Initial recognition*

Purchase of investments are recognized 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.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 30 June 2009 (Un-audited)

2. Significant accounting policies (continued)

(c) Investments (continued)

(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.

(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.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 30 June 2009 (Un-audited)

2. **Significant accounting policies** (continued)

(f) Financial derivatives

Financial derivatives including forwards contracts 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 or 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	**65,411**	114,079
Singapore income tax	**23,532**	13,904
Total income tax	**88,943**	127,983

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

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

The Singapore income tax represents tax deducted at source for Singapore sourced dividends. The overseas income tax represents tax withheld on foreign sourced income.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 30 June 2009 (Un-audited)

4. Receivables

	30 June 2009 $	31 December 2008 $
Amount due from unitholders	**184,466**	6,451
Dividend receivable	**311,298**	147,660
Interest receivable	**14**	559
	495,778	154,670

5. Cash and bank balances

	30 June 2009 $	31 December 2008 $
Cash at bank	**3,210,742**	1,190,678
Fixed deposits with financial institutions	**2,000,000**	7,006,834
	5,210,742	8,197,512

The weighted average effective interest rate of the fixed deposits with financial institutions as at 30 June 2009 is 0.25% per annum (31 December 2008: 0.4089%), with an average maturity date of 6 days (31 December 2008: 5 days) from the balance sheet date.

6. Payables

	30 June 2009 $	31 December 2008 $
Amount due to unitholders	**183,606**	96,857
Amount due to Manager	**336,418**	280,195
Amount due to Trustee	**8,144**	6,872
Other creditors and accrued expenses	**12,803**	19,570
	540,971	403,494

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	**68,615,494**	159,441,509
Operations		
Change in net assets attributable to unitholders resulting from operations	**19,516,052**	(79,958,403)
Unitholders' contributions/(withdrawals)		
Creation of units	**1,449,095**	9,588,430
Cancellation of units	**(3,435,130)**	(20,456,042)
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	**(1,986,035)**	(10,867,612)
Total increase/(decrease) in net assets attributable to unitholders	**17,530,017**	(90,826,015)
At the end of the financial period/year	**86,145,511**	68,615,494
Units in issue (Note 8)	**115,884,895**	118,916,817
	$	$
Net assets attributable to unitholders per unit	**0.74**	0.58

8. Units in issue

	30 June 2009	31 December 2008
Units at beginning of period/year	**118,916,817**	133,186,637
Units created	**2,130,107**	9,466,974
Units cancelled	**(5,162,029)**	(23,736,794)
Units at end of period/year	**115,884,895**	118,916,817

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 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.

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 $	JPY $	HKD $	AUD $	IDR $	Others $	Total $
Assets							
Portfolio of investments	8,213,090	5,497,529	40,522,928	7,575,129	1,162,080	18,118,735	**81,089,491**
Receivables	155,512	4,576	24,568	171,697	-	139,425	**495,778**
Cash and bank balances	3,898,027	9,207	64,223	-	-	1,239,285	**5,210,742**
Total Assets	**12,266,629**	**5,511,312**	**40,611,719**	**7,746,826**	**1,162,080**	**19,497,445**	**86,796,011**
Liabilities							
Payables	534,720	-	-	-	-	6,251	**540,971**
Purchase awaiting settlement	-	-	-	109,529	-	-	**109,529**
Net assets attributable to unitholders	86,145,511	-	-	-	-	-	**86,145,511**
Total Liabilities	**86,680,231**	**-**	**-**	**109,529**	**-**	**6,251**	**86,796,011**
Net currency exposure	**(74,413,602)**	**5,511,312**	**40,611,719**	**7,637,297**	**1,162,080**	**19,491,194**	

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 31 December 2008

	SGD $	JPY $	HKD $	AUD $	IDR $	Others $	Total $
Assets							
Portfolio of investments	6,631,920	4,871,133	31,904,438	5,091,862	747,869	11,419,584	60,666,806
Receivables	7,010	-	-	147,660	-	-	154,670
Cash and bank balances	8,189,423	-	-	-	-	8,089	8,197,512
Total Assets	14,828,353	4,871,133	31,904,438	5,239,522	747,869	11,427,673	69,018,988
Liabilities							
Payables	403,494	-	-	-	-	-	403,494
Net assets attributable to unitholders	68,615,494	-	-	-	-	-	68,615,494
Total Liabilities	69,018,988	-	-	-	-	-	69,018,988
Net currency exposure	(54,190,635)	4,871,133	31,904,438	5,239,522	747,869	11,427,673	

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)

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.

(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	
	$	**%**	$	%
80% MSCI Asia Pacific ex Japan, 20% MSCI Japan	**16,380,077**	**20**	11,162,692	20

(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.

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(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.

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	**540,971**	**-**	**-**	**-**
Purchase awaiting settlement	**109,529**	**-**	**-**	**-**
Net assets attributable to unitholders	**86,145,511**	**-**	**-**	**-**

As at 31 December 2008

	Less than 3 months $	3 months to 1 year $	1-5 years $	Above 5 years $
Payables	403,494	-	-	-
Net assets attributable to unitholders	68,615,494	-	-	-

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 30 June 2009 (Un-audited)

9. Financial risk management (continued)

(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.

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

	Amount $	**Credit rating**	**Source of credit rating**
Bank			
State Street Bank & Trust Co.	**3,194,853**	**B**	**Moody's**
United Overseas Bank Limited	**15,889**	**B**	**Moody's**
Overseas-Chinese Banking Corporation	**2,000,000**	**B**	**Moody's**

As at 31 December 2008

	Amount $	Credit rating	Source of credit rating
Bank			
State Street Bank & Trust Co.	1,173,804	B+	Moody's
United Overseas Bank Limited	2,017,414	B	Moody's
Overseas-Chinese Banking Corporation	5,006,294	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.

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 RBC Dexia Trust Services Singapore Limited respectively.

UOB Asset Management Limited is a subsidiary of United Overseas Bank Limited. RBC Dexia Trust Services Singapore Limited is a subsidiary of RBC Dexia Investor Services, a joint venture between Dexia Banque International A. Luxembourg S.A. and Royal Bank of Canada.

Management, valuation and performance fees are paid to the Manager, while trustee fee is paid to the Trustee and the register 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 account with a related party:

	30 June 2009 $	31 December 2008 $
United Overseas Bank Limited		
Bank balances	**15,889**	16,874
Fixed deposits	**-**	2,000,540

(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	**60**	30
Interest expense	**10**	10

NOTES TO THE FINANCIAL STATEMENTS
For the half year ended 30 June 2009 (Un-audited)

10. Related party transactions (continued)

(d) UOB Kay Hian Pte Ltd is an affiliate company of United Overseas Bank Limited.

As at the end of the financial period, the Fund has brokerage fee paid or payable to UOB Kay Hian Pte Ltd as follows:

	30 June 2009 $	30 June 2008 $
Brokerage charges	**469**	7,370

11. Financial ratios

	30 June 2009	30 June 2008
Expense ratio (including performance fees)[1]	**1.96%**	7.25%
Expense ratio (excluding performance fees)[1]	**1.96%**	1.99%
Turnover ratio [2]	**36.73%**	41.51%

[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.*

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

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