

August 2024

United SG Dynamic Income Fund



Why Invest?

- **Integration of analyst research and artificial intelligence machine learning (AIML) techniques:** The Fund applies UOB Asset Management's (UOBAM) AI-Augmentation@UOBAM framework. This framework harnesses technology to add value to the analysts' decision-making and uncovers hidden investment opportunities by optimising stock selection and allocation.
- **Attractive dividend payout:** For Class A SGD Dist, the current distribution policy is 6.0 per cent per annum, paid out monthly, which may be suitable for investors who are seeking regular income¹.
- **Mixed asset strategy:** The Fund capitalises on opportunities across five asset classes - Singapore real estate income trusts (SREITs), Singapore equities, Asia equities, Singapore bonds and Singapore money market instruments.
- **Dynamic asset allocation:** The Fund is rebalanced monthly based on AI-based analyses. As of end-August 2024, the Fund has shifted its asset allocation to 15% Singapore equities, 30% Singapore REITs, 50% money market funds and 5% cash.

Aug 2024 Portfolio Performance

United SG Dynamic Income Fund A SGD Acc	0.20 per cent ²
Benchmark: Singapore Overnight Rate Average (SORA) Index +2%	0.47 per cent

Source: Morningstar, Performance from 31 July 2024 to 31 August 2024 in SGD terms

² Fund performance is on a Net Asset Value ("NAV") basis, with dividends and distributions reinvested (if any).

Performance Review

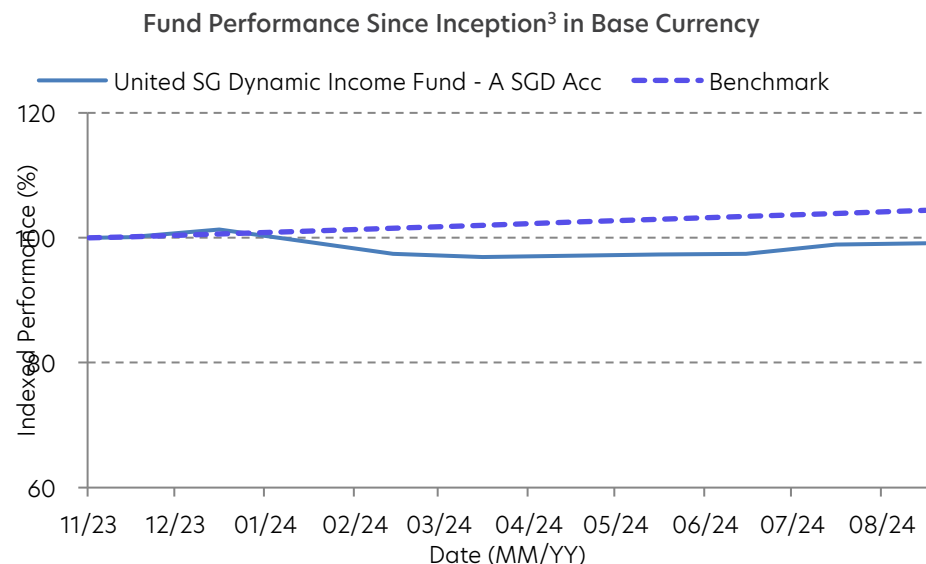
The Fund underperformed the reference benchmark in August 2024 weighed down by our overweight positioning in Singapore money market instruments which lagged the Singapore equities and bonds asset classes.

Portfolio Positioning

We reduce weight in Singapore equities and raised exposure to SREITs and Singapore money market instruments as recommended by the AI asset allocation model. The model is based on a combination of macro, fundamental and technical factors to determine the best asset combination to achieve the best risk-adjusted returns is in alignment with our tactically cautious house view. We remain constructive on global economic growth and continue to expect inflation trends to steadily improve, but risk assets have rallied ahead of targets and we are entering a seasonally volatile period of the year. We have tactically neutralised risks.

¹ Distributions (in SGD) are not guaranteed. Distributions may be made out of income, capital gains and/or capital. This relates to the disclosed distribution policy as set out in the Fund's prospectus.

Performance (Class A SGD Acc)



Past performance is not necessarily indicative of future performance.

Fund performance is calculated on a NAV to NAV basis.

Benchmark: SORA Index + 2%

Source: Morningstar. Performance as at 31 August 2024, SGD basis, with dividends and distributions reinvested, if any.

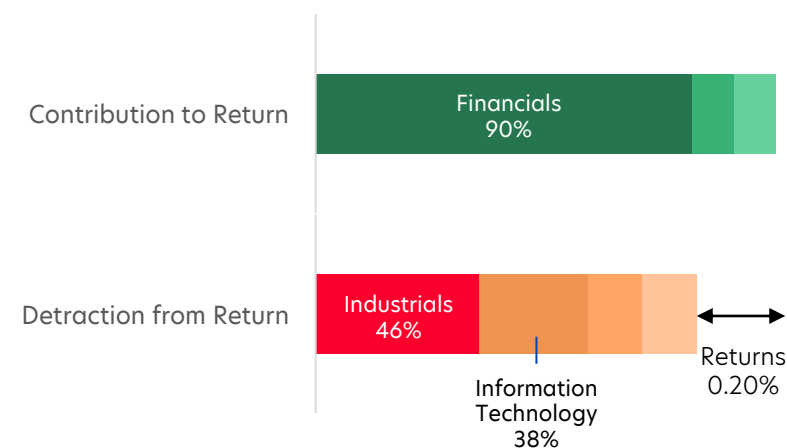
³ The United SG Dynamic Income Fund - A SGD Acc (ISIN Code: SGXZ43160589) was incepted on 16 November 2023.

All statistics quoted in the write-up are sourced from Bloomberg as at 31 August 2024 unless otherwise stated.

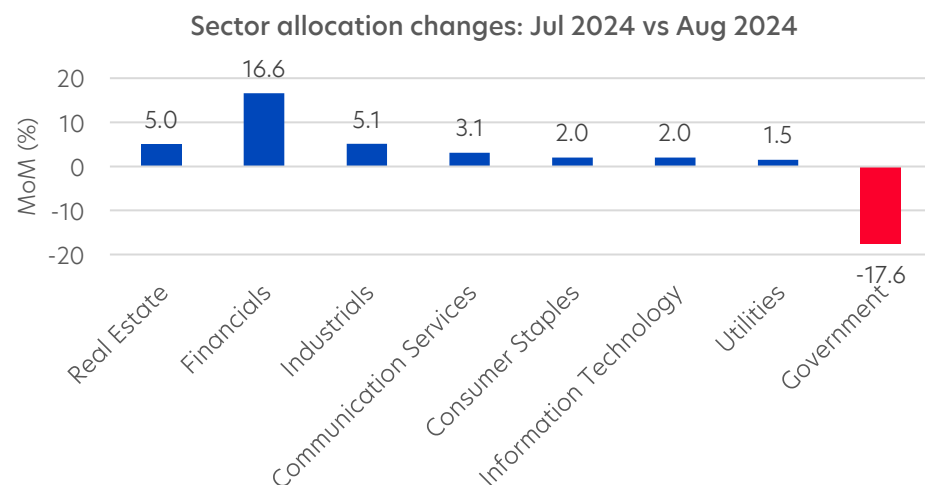
	Cumulative Performance (%)	Annualised Performance (%)			
	1 month	1 Year	3 Years	5 Years	Since Inception
Fund NAV to NAV	0.20	-	-	-	-0.90
Fund (Charges applied [^])	-2.80	-	-	-	-3.87
Benchmark	0.47	-	-	-	4.49

Source: Morningstar. Performance as at 31 August 2024, SGD basis, with dividends and distributions reinvested, if any. Performance figures for 1 month till 1 year show the per cent change, while performance figures above 1 year show the average annual compounded returns. Since inception performance under 1 year is not annualized. Benchmark: Singapore Overnight Rate Average (SORA) Index +2%. Past performance is not necessarily indicative of future performance. [^]Includes the effect of the current subscription fee that is charged, which an investor might or might not pay.

Performance Contributors/Detractors: August 2024



Portfolio Changes



Source: UOBAM

Portfolio Review

Analyst & AI Insights

The overweight in Singapore money market asset class did not benefit the Fund in August 2024. The asset classes was a laggard and underperformed Singapore equities notably Singapore REITs (FTSE Singapore REIT Index) which rose 6.63%.

Market Review

Global markets corrected in early August 2024 from unwinding of Japan carry trade and US recession fears before recovering and ending the month on a marginal gain as the US Fed signalled rate cuts in September 2024. MSCI All Country World Index (ACWI) was up 2.6% in USD terms but flat (0.1%) in SGD terms as the US Dollar Index (DXY) weakened from 104.1 to 101.7 on anticipated rate cuts and growth concerns. Asian markets trailed as North Asia faltered but South Asia picked up pace, led by Philippines and Malaysia. The 10-year US and Singapore government bond yields declined 17bps and 13bps month-over-month (MoM), respectively. SREITs continue to outperform other sectors +6.36% MoM against the Straits Times Index (STI) +1.7% and MSCI Singapore Index +2.7%. Within the Singapore market, Communications Services, Retail and Utilities sectors led whilst Transportation, Consumer Services and Capital Goods sectors underperformed. Financials and Industrials saw net institutional outflows. On the contrary, REITs and telcos benefitted from fund inflows.

Investment Objective

The investment objective of the United SG Dynamic Income Fund is to achieve a total return consisting of income and capital appreciation by primarily investing in Singapore.

Fund Information

Base Currency

SGD

Fund Size

SGD 7.77 mil

Fund Manager

Paul Ho



Important Notice and Disclaimers

Distributions will be made in respect of the Distribution Classes of the Fund. Distributions are based on the NAV per unit of the relevant Distribution Class as at the last business day of the calendar month or quarter. The making of distributions is at the absolute discretion of UOBAM and that distributions are not guaranteed. The making of any distribution shall not be taken to imply that further distributions will be made. UOBAM reserves the right to vary the frequency and/or amount of distributions. Distributions from a fund may be made out of income and/or capital gains and (if income and/or capital gains are insufficient) out of capital. Investors should also note that the declaration and/or payment of distributions (whether out of income, capital gains, capital or otherwise) may have the effect of lowering the net asset value (NAV) of the relevant fund. Moreover, distributions out of capital may amount to a reduction of part of your original investment and may result in reduced future returns. Please refer to the Fund's prospectus for more information.

All information in this publication is based upon certain assumptions and analysis of information available as at the date of the publication and reflects prevailing conditions and UOB Asset Management Ltd ("UOBAM")'s views as of such date, all of which are subject to change at any time without notice. Although care has been taken to ensure the accuracy of information contained in this publication, UOBAM makes no representation or warranty of any kind, express, implied or statutory, and shall not be responsible or liable for the accuracy or completeness of the information.

Potential investors should read the prospectus of the fund(s) (the "Fund(s)") which is available and may be obtained from UOBAM or any of its appointed distributors, before deciding whether to subscribe for or purchase units in the Fund(s). Returns on the units are not guaranteed. The value of the units and the income from them, if any, may fall as well as rise, and is likely to have high volatility due to the investment policies and/or portfolio management techniques employed by the Fund. Please note that the graphs, charts, formulae or other devices set out or referred to in this document cannot, in and of itself, be used to determine and will not assist any person in deciding which investment product to buy or sell, or when to buy or sell an investment product. An investment in the Fund(s) is subject to investment risks and foreign exchange risks, including the possible loss of the principal amount invested. Investors should consider carefully the risks of investing in the Fund(s) and may wish to seek advice from a financial adviser before making a commitment to invest in the Fund(s). Should you choose not to seek advice from a financial adviser, you should consider carefully whether the Fund(s) is suitable for you. Investors should note that the past performance of any investment product, manager, company, entity or UOBAM mentioned in this publication, and any prediction, projection or forecast on the economy, stock market, bond market or the economic trends of the markets is not necessarily indicative of the future or likely performance of any investment product, manager, company, entity or UOBAM or the economy, stock market, bond market or economic trends of the markets. Nothing in this publication shall constitute a continuing representation or give rise to any implication that there has not been or that there will not be any change affecting the Funds. All subscription for the units in the Fund(s) must be made on the application forms accompanying the prospectus of that fund.

The above information is strictly for general information only and is not an offer, solicitation advice or recommendation to buy or sell any investment product or invest in any company. This publication should not be construed as accounting, legal, regulatory, tax, financial or other advice. Investments in unit trusts are not obligations of, deposits in, or guaranteed or insured by United Overseas Bank Limited, UOBAM, or any of their subsidiary, associate or affiliate or their distributors. The Fund(s) may use or invest in financial derivative instruments and you should be aware of the risks associated with investments in financial derivative instruments which are described in the Fund(s)' prospectus.

In the event of any discrepancy between the English and Mandarin versions of this publication, the English version shall prevail.

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.

UOB Asset Management Ltd Co. Reg. No. 198600120Z