

This Product Highlights Sheet is an important document.

- It highlights the key terms and risks of this investment product and complements the Prospectus<sup>1</sup>.
- It is important to read the Prospectus before deciding whether to purchase the product. If you do not have a copy, please contact us to ask for one.
- You should not invest in the product if you do not understand it or are not comfortable with the accompanying risks.
- If you wish to purchase the product, you will need to make an application in the manner set out in the Prospectus.

## UNITED FIXED MATURITY BOND FUND 1

(the "Sub-Fund")

a sub-fund of United Target Maturity Portfolios

Product Type	Unit Trust	Launch Date	Not incepted yet
Managers	UOB Asset Management Ltd	Custodian	State Street Bank and Trust Company, Singapore Branch
Trustee	State Street Trust (SG) Limited	Dealing Frequency	Every Dealing Day
Capital Guaranteed	No	Expense Ratio	Not available yet

### PRODUCT SUITABILITY

#### WHO IS THE PRODUCT SUITABLE FOR?

- The Sub-Fund is only suitable for investors who:
  - o seek income;
  - o are comfortable holding Units for at least 3 years; and
  - o are comfortable with the volatility and risks of a bond fund that invests globally.

Refer to paragraph 3 of Appendix 1 of the Prospectus for information on product suitability.

### KEY PRODUCT FEATURES

#### WHAT ARE YOU INVESTING IN?

- You are investing in a sub-fund of an umbrella unit trust constituted in Singapore which objective is to provide income by investing in a portfolio of bonds.
- **The Sub-Fund is a 3-year fixed maturity bond fund which will mature and terminate on the Maturity Date (i.e. the last day (the "relevant day") of a period of 3 years from the Investment Date, if the relevant day is also a Dealing Day; if the relevant day is not a Dealing Day, then the Maturity Date shall be the Dealing Day immediately following the relevant day).**
- Please check with your distributor for the Classes available for subscription.
- The current distribution policy is to make regular quarterly distributions **in respect of Distribution Classes only**, of up to 4% p.a. (or such other frequency or percentage as the Managers may from time to time determine) of the initial issue price, or the NAV per Unit, as at such date as the Managers may from time to time determine.
- **The making of distributions is at the absolute discretion of the Managers and is not guaranteed.**

Refer to paragraph 1, 3 and 4 of Appendix 1 of the Prospectus for information on features of the product.

### Investment Strategy

- The Sub-Fund will invest in a portfolio of bonds globally.
- Generally, the Managers will adopt a buy-and-hold strategy and will be investing in bonds with different tenures that closely match the tenure of the Sub-Fund. However, the Managers may, at their discretion, replace or dispose any bonds in the portfolio depending on the opportunities in the market or fundamentals of the companies/issuers.

Refer to paragraph 3 of Appendix 1 of the Prospectus for information on the investment strategy of the product.

<sup>1</sup> The Prospectus is available from the Managers (whose operating address is at 80 Raffles Place, 3<sup>rd</sup> Storey, UOB Plaza 2, Singapore 048624) or through their authorised agents or distributors during their respective business hours, or through the Managers' website at [uobam.com.sg](http://uobam.com.sg).

<ul style="list-style-type: none"> <li>• The Sub-Fund will not hold bonds with a rating of below BBB- as rated by Standard &amp; Poor's or an equivalent rating by Moody's or Fitch at the point of investment.</li> <li>• FDIs may be used or invested in for the purposes of hedging existing positions, efficient portfolio management, optimising returns or a combination of such purposes.</li> <li>• In the event of extreme market conditions, severe market stress or disruptions, or if there are no suitable investment opportunities, up to 100% of the Sub-Fund's assets may be temporarily held in cash and/or placed in cash deposits and/or invested in money market instruments and/or short-term debt securities.</li> <li>• The Sub-Fund is actively managed without reference to a benchmark. There is no benchmark against which the performance of the Sub-Fund can be measured as the Managers are of the view that there is currently no available index that adequately reflects the investment focus and approach of the Sub-Fund.</li> </ul>	
<b>Parties Involved</b>	
<b>WHO ARE YOU INVESTING WITH?</b> <ul style="list-style-type: none"> <li>• The Managers are UOB Asset Management Ltd.</li> <li>• The Trustee is State Street Trust (SG) Limited.</li> <li>• The Custodian is State Street Bank and Trust Company, Singapore Branch.</li> </ul>	Refer to <u>paragraphs 2, 3 and 19.4</u> of the Prospectus for information on these entities and what happens if they become insolvent.
<b>KEY RISKS</b>	
<b>WHAT ARE THE KEY RISKS OF THIS INVESTMENT?</b> <b>The value of the Sub-Fund and its distributions (if any) may rise or fall. These risk factors may cause you to lose some or all of your investment:</b>	Refer to <u>paragraph 7</u> of the Prospectus and <u>paragraph 5 of Appendix 1</u> of the Prospectus for information on risks of the product.
<b>Market and Credit Risks</b>	
<ul style="list-style-type: none"> <li>• <b>You are exposed to the market risks.</b> <ul style="list-style-type: none"> <li>o Prices of the securities that the Sub-Fund invests in may be affected by changes in economic conditions, interest rates and the market's perception of the securities, which in turn may affect the value of your investment.</li> </ul> </li> <li>• <b>You are exposed to debt security risks.</b> <ul style="list-style-type: none"> <li>o Adverse changes in the financial condition of the issuer of bonds invested in, or in general economic conditions, or both, or an unanticipated rise in interest rates, may increase the potential for default by the issuers of these securities. Interest rate fluctuations may affect the price of a bond. A change in the credit rating of a bond as a result of any of the above factors can affect that bond's liquidity and therefore have an impact on the value of your investment.</li> </ul> </li> </ul>	
<b>Liquidity Risks</b>	
<ul style="list-style-type: none"> <li>• <b>The Sub-Fund is not listed and you can redeem only on Dealing Days.</b> <ul style="list-style-type: none"> <li>o There is no secondary market for the Sub-Fund. All realisation forms should be submitted to the Managers' authorised agents or distributors.</li> </ul> </li> <li>• <b>You are exposed to liquidity risks in the Sub-Fund's investments.</b> <ul style="list-style-type: none"> <li>o Investments by the Sub-Fund in some Asian and/or emerging markets often involve a greater degree of risk due to the nature of such markets which do not have fully developed services such as custodian and settlement services. There may be a greater degree of volatility in such markets because of the speculative element, significant retail participation and lack of liquidity.</li> </ul> </li> </ul>	
<b>Product-Specific Risks</b>	
<ul style="list-style-type: none"> <li>• <b>You are exposed to foreign exchange / currency risk.</b> <ul style="list-style-type: none"> <li>o Where investments are denominated in a currency that is different from the currency of denomination of the Sub-Fund or the relevant Class, fluctuations of the exchange rates of such currencies against the currency of the Sub-Fund or Class may affect the value of Units. The Managers may hedge the foreign currency exposure of the Sub-Fund or Class and may adopt an active or passive currency management approach. Foreign currency exposure may not be fully hedged depending on circumstances of each case, including the outlook, hedging costs and market liquidity of the relevant currency.</li> </ul> </li> </ul>	

- o Where a Class is not denominated in SGD, changes in the exchange rate between SGD and the Class currency may adversely affect the value of the Units of such Class, as expressed in the Class currency.
  - o *Hedged Classes*: In the case of Hedged Classes, the Managers currently adopt a passive hedging policy. Notwithstanding the above, the Managers retain the discretion to adopt any other hedging policy as they may determine from time to time. There can be no guarantee that the hedging strategy applied in a Hedged Class will entirely eliminate the adverse effects of changes in exchange rates.
  - **You are exposed to derivatives risks.**
    - o Investments in FDIs are subject to risks associated with FDIs including leverage risk and short sale risk. An investment in a FDI (including foreign exchange forward contracts and equity index future contracts) may require the deposit of an initial margin and additional deposit of margin on short notice if the market moves against the investment position. If the required margin is not provided in time, the investment may be liquidated at a loss. Therefore, it is essential that investments in FDIs are monitored closely. The Managers have controls for investments in FDIs and have in place systems to monitor the FDI positions of the Sub-Fund.
  - **You are exposed to risks relating to distributions.**
    - o Dividend/interest income of the Sub-Fund may be adversely affected by (amongst others) investee entities suffering unexpected losses and/or paying lower than expected dividends. Where distributable income and/or capital gains are insufficient, distributions may be made out of capital, which may amount to a reduction of part of your original investment and may result in reduced future returns to you. Payment of distributions (whether out of capital or otherwise) may have the effect of lowering the Sub-Fund's NAV.
- You should be aware that the Sub-Fund may be exposed to other risks of an exceptional nature from time to time.**

## FEES AND CHARGES

### WHAT ARE THE FEES AND CHARGES OF THIS INVESTMENT?

#### Payable directly by you

- You will need to pay the following fees and charges as a percentage of your gross investment amount:

<b>Subscription fee</b>	Class A: Currently up to 3%; maximum 5%. Class B: Currently up to 1%; maximum 5%.
<b>Realisation fee</b>	All Classes: Currently up to 2%.
<b>Switching fee</b>	All Classes: Currently 1%.

- You should check with the agent or distributor through whom you subscribe for Units whether they impose other fees and charges not disclosed in the Prospectus.

#### Payable by the Sub-Fund from invested proceeds

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

<b>Management fee</b> <b>(a) Retained by Managers</b> <b>(b) Paid by Managers to financial adviser (trailer fee)</b>	All Classes: Currently up to 0.50% p.a.; maximum 2.00% p.a.. (a) 25% to 100% of Management Fee (b) 0% to 75% <sup>2</sup> of Management Fee
<b>Trustee fee</b>	Currently not more than 0.05% p.a.; maximum 0.25% p.a.. (Subject to a minimum of S\$5,000 p.a..)
<b>Administration fee</b>	All Classes: Currently 0.05% p.a..
<b>Registrar and transfer agent fee</b>	The higher of S\$15,000 p.a. or 0.125% p.a., subject always to a maximum of S\$25,000 p.a..
<b>Valuation and accounting fees</b>	All Classes: Currently up to 0.125% p.a.; maximum 0.20% p.a..
<b>Audit fee, custodian fee, transaction costs and other fees and charges</b>	Subject to agreement with the relevant parties. Each fee or charge may amount to or exceed 0.1% p.a., depending on the proportion that it bears to the Sub-Fund's NAV.

Refer to [paragraph 6 of Appendix 1](#) of the Prospectus for information on fees and charges.

<sup>2</sup> Your financial adviser is required to disclose to you the amount of trailer fee it receives from the Managers.

## VALUATIONS AND EXITING FROM THIS INVESTMENT

### HOW OFTEN ARE VALUATIONS AVAILABLE?

Prices of Units will generally be published 2 Business Days after the relevant Dealing Day in local or foreign publications such as The Straits Times and The Business Times, and on the Managers' website at [uobam.com.sg](http://uobam.com.sg) or any other website designated by the Managers. Prices may also be obtained from authorised agents and distributors of the Managers or by calling the Managers' hotline from 8 a.m. to 8 p.m. daily (Singapore time).

Refer to paragraphs 8.5, 10 and 12 and paragraph 9 of Appendix 1 of the Prospectus for information on valuation and exiting from the product.

### HOW CAN YOU EXIT FROM THIS INVESTMENT AND WHAT ARE THE RISKS AND COSTS IN DOING SO?

- You can exit the Sub-Fund on any Dealing Day by submitting a realisation form to the authorised agent or distributor of the Managers through whom you originally purchased Units. If applicable to you and you wish to exit the Sub-Fund within the cancellation period of 7 calendar days from the time of your subscription, you may do so by submitting a cancellation form and you will not incur the subscription fee and fees stated above. However, you will have to take the risk of any price changes in the NAV of the relevant Class of the Sub-Fund since your subscription and pay any bank charges, administrative or other fee imposed by the relevant agent or distributor.
- The Managers may limit the total number of Units which holders of the Sub-Fund or Class may realise and which the Managers are entitled to have cancelled on any Dealing Day to 10% of the total number of Units relating to the Sub-Fund or such Class then in issue.
- You will normally receive the realisation proceeds within 7 Business Days from the Dealing Day on which your realisation form is received and accepted.
- The realisation price of your Units is determined as follows:
  - If you submit the realisation form by 3 p.m. Singapore time on a Dealing Day, you will be paid a price based on the NAV of the relevant Class of the Sub-Fund as at the Valuation Point of that Dealing Day.
  - If you submit the realisation form after 3 p.m. Singapore time on a Dealing Day or on a day not being a Dealing Day, you will be paid a price based on the NAV of the relevant Class of the Sub-Fund as at the Valuation Point of the next Dealing Day.
- The net realisation proceeds that you will receive will be the realisation price of the relevant Class of the Sub-Fund multiplied by the number of Units realised, less any charges. An example is as follows:

1,000.00 Units Your realisation request	x	S\$0.900 Notional realisation price	=	S\$900.00 Gross realisation proceeds
S\$900.00 Gross realisation proceeds	–	S\$18.00 Realisation fee (2%)	=	S\$882.00 Net realisation proceeds

## CONTACT INFORMATION

### HOW DO YOU CONTACT US?

UOB Asset Management Ltd

Hotline No. : 1800 22 22 228  
 Operating hours : 8 a.m. to 8 p.m. daily (Singapore time)  
 Fax No. : 6532 3868  
 E-mail : [uobam@uobgroup.com](mailto:uobam@uobgroup.com)

<b>APPENDIX: GLOSSARY OF TERMS</b>	
<b>Business Day</b>	A day (other than a Saturday, Sunday or gazetted public holiday) on which commercial banks are open for business in Singapore, or any other day as the Managers and the Trustee may agree in writing.
<b>Class</b>	Any class of Units of the Sub-Fund which may be designated as a class distinct from another class in the relevant Sub-Fund as may be determined by the Managers from time to time.
<b>Dealing Day</b>	<p>In connection with the issuance, cancellation, valuation and realisation of Units, means every Friday of the week, and if a Friday is not a Business Day, then the Dealing Day will be the Business Day immediately following that Friday or such other day as provided in the Deed. The Managers may change the Dealing Day after consulting the Trustee, provided that the Managers give reasonable notice of such change to all affected holders on terms approved by the Trustee.</p> <p>If on any day which would otherwise be a Dealing Day:</p> <ul style="list-style-type: none"> <li>(a) one or more Recognised Markets on which investments of the Sub-Fund are quoted, listed or dealt in are not open for normal trading; and/or</li> <li>(b) one or more underlying entities of the Sub-Fund do not carry out valuation or dealing,</li> </ul> <p>and which affect investments of the Sub-Fund having in aggregate values amounting to at least 50% of the value of the assets of the Sub-Fund (as at the relevant Valuation Point), the Managers may determine that that day shall not be a Dealing Day for the Sub-Fund.</p>
<b>Distribution Classes</b>	Classes which declare and pay distributions in accordance with the applicable distribution policies.
<b>FDIs</b>	Financial derivative instruments.
<b>Investment Date</b>	The 8 <sup>th</sup> calendar day after the end of the initial offer period (as described in paragraph 7 of Appendix 1 of the Prospectus), or (where the 8 <sup>th</sup> calendar day is not a Business Day) the Business Day immediately following such 8 <sup>th</sup> calendar day, or such other date as the Managers may decide. The Managers may at their sole discretion incept the Sub-Fund earlier than the 8 <sup>th</sup> calendar day if the Managers are of the view that it would be beneficial to the Holders of the Sub-Fund.
<b>Launch Date</b>	For the purposes of this Product Highlights Sheet only, means the inception date of the Sub-Fund.
<b>NAV</b>	Net asset value.
<b>SGD</b>	Singapore dollar.
<b>Units</b>	Units of the Sub-Fund, the relevant Class or all relevant Classes within the Sub-Fund (as the case may be).
<b>Valuation Point</b>	The close of business of the last relevant market in relation to the relevant Dealing Day on which the NAV of the Sub-Fund or Class (as the case may be) is to be determined or such other time as the Managers may determine the prior approval of the Trustee determine if the holders should be informed of such change.