



# Harvest the wealth of income opportunities

United Income Focus Trust

 **UOB** 大华银行

RIGHT BY YOU  
FOR 80 YEARS & BEYOND



# Harvest the wealth of income opportunities

Investors are increasingly seeking income-generating opportunities to protect savings from eroding through inflation. Asia's ageing population and the current low interest rate environment also makes investing for income essential, especially for those looking to build their retirement fund.

However, the average investor tends to look at traditional income-generating assets such as sovereign and large-corporate bonds which may limit potential income.

The United Income Focus Trust (the "Fund") looks beyond traditional sources of income. The Fund invests in a wide range of asset classes around the world while mitigating risk and volatility, with an innovative risk-management approach.

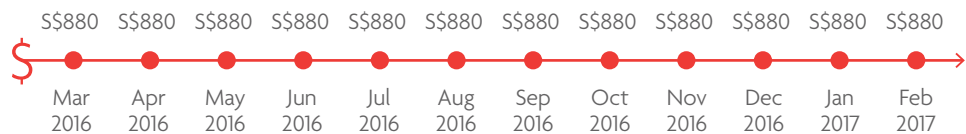
## Income

### Receive potential regular passive income

Enjoy an attractive potential monthly income of 5.28 cents per unit per annum<sup>1</sup>.

Building a robust passive income stream requires good management from the start so that it will continue to generate income in the future with little effort.

Assuming a net investment of S\$200,000 in the Fund at a net asset value of S\$1 per unit today, you may receive monthly dividends of S\$880 per month, or a total payout of S\$10,560 in one year.

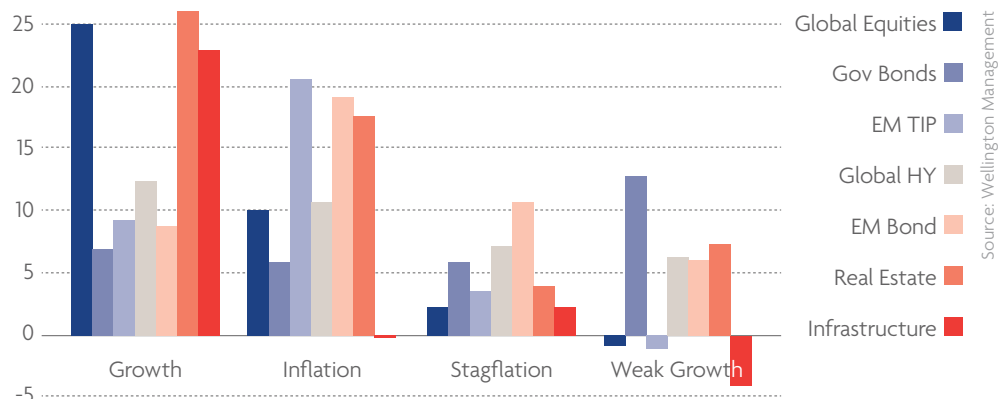


Total target payout of S\$10,560 or 5.28 cents per unit p.a.<sup>1</sup>

### Secure your income stream with an all-weather strategy

The traditional asset-allocation model is usually based on a fixed allocation, depending on the risk versus return of each asset class. However, this model may only be suitable for one or two economic conditions where a certain asset class may perform better over others.

The Fund's dynamic multi-asset allocation strategy invests in assets that outperform in four distinct economic environments: growth, weak growth, stagflation and inflation. This allows investors to enjoy global exposure to various asset classes and potentially enjoy regular returns while riding out economic peaks and troughs.

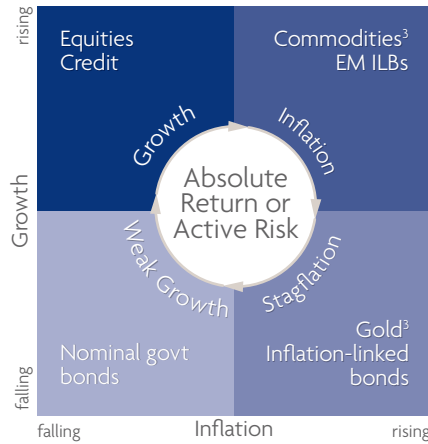


Annualised total returns across economic environments<sup>2</sup>

# Focus

## Profit on the upside while limiting your downside

The Fund offers flexible asset allocation across a wide range of global investment possibilities. Key asset classes are mapped to provide best income opportunity in each market scenario and the portfolio is tilted to harvest the most attractive return opportunities.



**Core Asset Classes**  
70% to 100%  
of total allocation

- Global equities
- Developed-market & emerging-market government bonds
- Investment-grade & high-yield bonds

**Opportunistic Classes**  
up to 30%  
of total allocation

- Emerging-market inflation-linked bonds
- Convertible bonds
- Contingent convertible bonds (CoCos)
- Preferred securities
- Currencies
- Real estate investment trusts (REITS)
- Infrastructure

Source: Wellington Management

Key income drivers in different markets

A wide net of global investment possibilities

Additional layers of downside risk-control are also built into the Fund to ensure yield and limit the investment downside during a downturn:

### Enhanced implementation

Diversification of assets with different correlations to reduce concentration risk

### Volatility-based signals

Reduces exposure to assets with rising expected volatility

### Momentum-based signals

Reduces exposure to assets with negative price momentum

### Overall drawdown filter

Reduces overall portfolio risk during periods of negative return

### Multi-layered downside risk control

The Fund's active management process focuses on specific risk/return factors in each economic environment for more efficient market exposures globally.

# Trust

## Benefit from the trusted expertise of Wellington Management<sup>4</sup>

Capitalise on the expertise of Wellington Management, the sub-manager of the Fund.

Since 1928, Wellington Management (comprising the sub-manager and its affiliates) has established and maintained a reputable market history. It is one of the world's oldest and largest sub-advisors of active mutual funds<sup>5</sup> and possesses global investment capabilities with assets under management (AUM) of US\$936 billion as at end June 2015.

Wellington Management combines a rigorous investment process with broad research resources. It serves as a trusted advisor and strategic partner to more than 2,100 institutional clients and mutual-fund sponsors in over 50 countries.



2,100+ Clients

2,000+ Employees

591 Investment Professionals,  
with an average of 18 years of experience

Clients across 50+ countries

High-calibre team of investment experts

## Fund Details

Fund Name	United Income Focus Trust
Investment Objective	The investment objective of the Fund aims to provide regular income to investors with a secondary focus on capital appreciation over the medium to long term by investing globally in a diverse set of traditional and alternative asset classes.
Sub-manager	Wellington Management
Benchmark	25% MSCI AC World Index, 75% Citi World Government 10+ Years Index (Hedged)
Fund Classes Available <sup>6</sup>	Class SGD Acc; Class SGD Dist   Class USD Acc; Class USD Dist
Subscription Mode	Cash - SGD and USD; SRS - SGD
Minimum Subscription	S\$1,000/US\$1,000 (initial), S\$500/US\$500 (subsequent)
Subscription Fee	Currently 5%, maximum 5%
Management Fee	Currently 1.25% p.a., maximum 2.50% p.a.
Dealing Frequency <sup>7</sup>	Every business day, on a forward pricing basis up till 3pm (Singapore time)

### Notes

<sup>1</sup> The monthly payout of 5.28 cents per unit p.a. is equivalent to 0.44 cents per unit per month. The first distribution will be declared three months after the inception of the Fund. Investors should note that the making of distributions is at the absolute discretion of the Managers and that distributions are not guaranteed. The making of any distribution shall not be taken to imply that further distributions will be made. The Managers reserve the right to vary the frequency and/or amount of distributions. The declaration or payment of distributions (whether out of income, capital gains, capital or otherwise) may have the effect of lowering the net asset value of the Fund. Moreover, distributions out of the capital of a Fund may amount to a reduction of part of the relevant holder's original investment. Such distributions may also result in reduced future returns to the relevant holders.

<sup>2</sup> Market environments are defined by year over year changes in GDP growth and inflation, measured quarterly. Growth: + GDP growth, – inflation. Weak growth: – GDP growth, – inflation. Inflation: + GDP growth, + inflation. Stagflation: – GDP growth, + inflation | Global GDP and inflation proxied by US GDP and inflation. Sources: Datastream, Wellington Management. All data [MSCI All Country World Index (Global Equities), WGBI 10+ USD Hedged Index (Gov Bonds), Barclays Global High Yield Index (Global HY); JP Morgan Emerging Markets Bond Index Plus (EM Bonds); Dow Jones US Select Real Estate Index (Real Estate)] is for the period Q1 1994 through Q2 2015 except for Barclays EM Tradable Inflation linked Index (EM TIP): Q2 2007 - Q2 2015; and MSCI All Country World Standard Infrastructure Index (Infrastructure): Q1 1999 - Q2 2015. Results shown are annualised quarterly returns. Indices are unmanaged and cannot be invested into directly. Some data, including data from our Performance Reporter system, is provided by a third party. While data is believed to be reliable, no assurance is being provided as to its accuracy or completeness.

<sup>3</sup> The Fund does not invest in physical commodities. However, it may participate in commodities through exchange traded funds (ETFs), equities or other listed securities.

<sup>4</sup> Wellington Management is the sub-manager of the Fund.

<sup>5</sup> The Wellington Management group is currently the world's largest sub-advisor (Source: Pensions & Investments, P&I Research Center, as at end Dec 2014) and possesses global investment capabilities, with assets under management (AUM) of US\$939 billion as at end March 2015.

<sup>6</sup> Investors should refer to the Fund's prospectus for more details on the different classes available. Please check with the distributor on the availability of the Fund Classes.

<sup>7</sup> Please check with the distributor for more details.

### Important notes and disclaimer

This document is for general information only. It does not constitute an offer or solicitation to deal in units in the Fund ("Units") or investment advice or recommendation and was prepared without regard to the specific objectives, financial situation or needs of any particular person who may receive it. The information is based on certain assumptions, information and conditions available as at the date of this document and may be subject to change at any time without notice. No representation or promise as to the performance of the Fund or the return on your investment is made. **Past performance of the Fund or UOB Asset Management Ltd ("UOBAM") and any past performance, prediction, projection or forecast of the economic trends or securities market are not necessarily indicative of the future or likely performance of the Fund or UOBAM.** The value of Units and the income from them, if any, may fall as well as rise. Investments in Units involve risks, including the possible loss of the principal amount invested, and are not obligations of, deposits in, or guaranteed or insured by United Overseas Bank Limited ("UOB"), UOBAM, or any of their subsidiaries, associates or affiliates ("UOB Group") or distributors of the Fund. The Fund 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. The UOB Group may have interests in the Units and may also perform or seek to perform brokering and other investment or securities-related services for the Fund. Investors should read the Fund's prospectus, which is available and may be obtained from UOBAM or any of its appointed agents or distributors, before investing. **You may wish to seek advice from a financial adviser before making a commitment to invest in any Units, and in the event that you choose not to do so, you should consider carefully whether the Fund is suitable for you. Applications for Units must be made on the application forms accompanying the Fund's prospectus.**

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大華資產管理

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