

# Understanding money market funds



## Track Record

- Strong heritage in managing fixed income assets



- Managed by award-winning fund manager of our flagship fund, United SGD Fund
- Singapore and Asian fixed income funds are rated highly by independent sources<sup>2</sup>

## Investment Strategy

- Select high quality bonds and employ buy-and-hold strategy
- Hold high quality liquid money market instruments
- Maintain cash and cash-equivalents for liquidity purposes
- Hedge non-SGD exposures to mitigate foreign currency risk

## Investment Instruments

- High quality bonds and other securitised debt instruments
- High quality money market instruments
- Deposits, cash and cash-equivalents
- Financial derivatives (for hedging purposes)

## Portfolio Allocation

At least 90% of its NAV in:

- High quality bonds and money market instruments
- Eligible deposits

## Portfolio Maturity

- High quality bonds and money market instruments: Not more than 2 years
- Portfolio should maintain a dollar-weighted average maturity not exceeding 6 months

## Investments Rating

- High quality bonds or money market instruments

MOODY'S		S&P		FITCH	
Long-Term	Short-Term	Long-Term	Short-Term	Long-Term	Short-Term
Aaa	Prime 1	AAA	A-1+	AAA	F1+
Aa1		AA+		AA+	
Aa2		AA		AA	
Aa3		AA-		AA-	
A1	Prime 2	A+	A-1	A+	F1
A2		A		A	
A3		A-		A-	
Baa1		BBB+		BBB+	
Baa2	Prime 3	BBB	A-2	BBB	F2
Baa3		BBB-		BBB-	
			A-3		F3

- Deposits placed with eligible financial institutions

Minimum short-term rating

F-2 by Fitch

P-2 by Moody's or

A-2 by S&P

Rated other than by Fitch, S&P, Moody's for which the Managers have satisfied the Trustee that the short-term rating is comparable to the above

Licensed Singapore-incorporated bank which is not rated but approved under the CPF Investment Scheme to accept fixed deposits.

## Fund Details

Fund Name	United SGD Money Market Fund
Investment Objective	To provide a return which is comparable to that of Singapore dollar short-term deposits
Benchmark	3M Bank Deposit Rate
Fund Classes Available <sup>3</sup>	Class A SGD; Class A USD (Hedged) Class B SGD; Class B USD (Hedged)
Subscription Mode	Cash – SGD and USD SRS – SGD
Minimum Subscription	Class A: S\$1,000/US\$1,000 (initial) S\$500/US\$500 (subsequent)  Class B: S\$1,000,000/US\$1,000,000 (initial) S\$500,000/US\$500,000 (subsequent)
Subscription Fee	Currently 0%, maximum 5%
Management Fee	Class A: Currently 0.30% p.a.; maximum 2% p.a. Class B: Currently 0.15% p.a.; maximum 2% p.a.
Dealing Frequency <sup>4</sup>	Every business day, on a historical pricing basis up till 10am (Singapore time)

### Notes:

<sup>1</sup>Source: The Edge-Lipper Singapore Fund Awards: 2010, 2011, 2013-2015, The Singapore Investment Funds Awards: 2000, 2001, The Fundsupermart Choice Awards 2016 and iFAST Best Selling Fund 2016. These awards relate to past performance and are not a reliable indicator of future or likely performance.

<sup>2</sup>Source: UOBAM, Lipper, Morningstar as at 30 September 2017.

<sup>3</sup> Investors should refer to the Fund's prospectus for more details on the different classes available. Please check with our distributors on the availability of the Fund's classes.

<sup>4</sup> Please check with our distributors 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 subsidiary, associate or affiliate ("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.**