

United ETF Series 1

➤ UOBAM Ping An ChiNext ETF

Annual Report

for the financial year ended
30 June 2023



Right By You

United ETF Series 1

(Constituted under a Trust Deed in the Republic of Singapore)

MANAGER

UOB Asset Management Ltd

Registered Address:

80 Raffles Place

UOB Plaza

Singapore 048624

Company Registration No. : 198600120Z

Tel: 1800 22 22 228

DIRECTORS OF UOB ASSET MANAGEMENT LTD

Lee Wai Fai

Peh Kian Heng

Thio Boon Kiat

Edmund Leong Kok Mun

Lam Sai Yoke (Resigned 15 March 2023)

TRUSTEE

State Street Trust (SG) Limited

168 Robinson Road

#33-01, Capital Tower

Singapore 068912

CUSTODIAN / ADMINISTRATOR / REGISTRAR

State Street Bank and Trust Company, acting through its Singapore Branch

168 Robinson Road

#33-01, Capital Tower

Singapore 068912

PRC CUSTODIAN

Industrial and Commercial Bank of China Limited

No.55 FuXingMenNei Street

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100140 People's Republic of China

AUDITOR

PricewaterhouseCoopers LLP

7 Straits View, Marina One

East Tower, Level 12

Singapore 018936

UOBAM Ping An ChiNext ETF

(Constituted under a Trust Deed in the Republic of Singapore)

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 14 November 2022 Ann Comp Ret
UOBAM Ping An ChiNext ETF	-10.35	-8.82	N/A	N/A	N/A	N/A	-9.77
Benchmark	-10.56	-8.27	N/A	N/A	N/A	N/A	-10.32

Source: Morningstar.

Note: The performance returns of the Fund are in Singapore Dollar based on a NAV-to-NAV basis, with dividends and distributions reinvested, if any.
The benchmark of the Fund: ChiNext Index.

During the review period ending 30 June 2023, the net asset value (NAV) of the Fund fell **9.77%** since inception on 14th November 2022 in Singapore Dollar (SGD) terms compared to the 10.32% fall for the benchmark ChiNext Index over the same period.

As at 30 June 2023, the Fund had the following sector allocation: **Industrials** (36.55%), **Health Care** (20.25%), **Information Technology** (18.81%), **Financial** (7.16%), **Materials** (6.94%), **Consumer Staples** (4.97%), **Communication Services** (2.02%), **Consumer Discretionary** (1.08%) and cash (2.21%).

Economic and Market Review

In the twelve-month period under review ended 30 June 2023, intensified COVID woes and growing concern for property market in the second half of 2022 weighed on **China** equity markets. The earlier-than-expected border reopening was well-received by investors with markets bottoming out and staging a strong rebound in Nov 2022. Nevertheless, the escalation of technological war between the **US** and **China** as well as worries over domestic post-COVID growth recovery saw enthusiasm fading in **China** markets. On the other hand, AI and robotics emerged as a promising investment theme in 2023. Against the backdrop of a lackluster market, interest in technology stocks appeared exceptionally high.

Domestic economy improved marginally though overall recovery trend remained weak. 1Q23 GDP growth rose to 4.5%, beating market expectations. Consumption had been the main growth driver in 2023, **China** retail sales bottomed out in Nov 2022 and had been recording double-digit growth since Mar 2023. Nevertheless, overall economic recovery remained moderate. Manufacturing PMI had a brief recovery in 1Q after the easing of epidemic control and border reopening but returned to contraction in 2Q dragged by soft global demand. May CPI and PPI came in lower than expected and total social financing data extended decline. Nevertheless, as we enter June 2023, we are seeing more positive signals from macroeconomic indicators.

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A) Fund Performance (continued)

In terms of liquidity, we expect to see more monetary policy actions to stabilise growth. Against the backdrop of the recent interest rate cut, the Monetary Policy Committee of the Central bank highlighted in the Q2 regular meeting that it is necessary to strengthen macroeconomic policy regulation, implement prudent, effective, and consistent monetary policy to serve as counter-cyclical measures. The committee will tap on all available monetary policy tools while considering their structural functions to stabilise growth, employment and prices as well as stimulate domestic demand and encourage consumption.

From its inception on 14 November 2022, the UOBAM Ping An ChiNext ETF tracked the ChiNext Index very closely with only very minor performance deviations that was a result of fees and initial deployment.

In June 2023, the ChiNext Index replaced 10 Index stocks, among which 6 stocks from **Electronics** and **Computer** fields, 2 stocks from **Medicines** field, 1 stock from **Wind power** field and 1 stock from **Machinery** field were included, while 4 stocks from **New energy industry** chains, 3 stocks from **Medicines** field and 2 stocks from **Chemicals** field were removed.

Stocks Included		
Securities code	Securities abbreviation	Industry sector
300633	Sonoscape Medical	Medical biology
300666	Jiangfeng Electronics	Electronics
300803	Compass	Computer
301095	Semitronix	Computer
301155	Haili Wind Power	Power equipment
301207	Hualan Bio Vaccine	Medical biology
301236	iSoftStone	Computer
301268	iSoftStone	Mechanical equipment
301269	Empyrean	Computer
301308	Longsys	Electronics

Stocks Removed		
Securities code	Securities abbreviation	Industry sector
300035	Zhongke Electric	Power equipment
300457	Yinghe Technology	Power equipment
300482	Wondfo Biotech	Medical biology
300618	Hanrui Cobalt	Non-ferrous metal
300725	PharmaBlock Sciences	Medical biology
300741	Huabao Shares	Basic chemical engineering
300747	Raycus Laser	Mechanical equipment
300821	Dongyue Silicon Materials	Basic chemical engineering
301047	Sino Biological	Medical biology
301219	Tengyuan Cobalt	Non-ferrous metal

A) Fund Performance (continued)

Outlook and Fund Strategy

We remain optimistic about the fundamentals and prospects of **China** 'A' shares.

The economy has gradually improved after the easing of dynamic zero-COVID measures. However, based on recent data, the strength of economic recovery has been weaker than expected. On policy front, we expect monetary policy to remain accommodative to encourage economic recovery and further fiscal stimulus to support stable economic growth. In addition, the market had experienced a significant decline in 2022 and broad-based indices are still hovering near low levels, hence we see a smaller probability of an extended decline in 2023. Nevertheless, if economic recovery was mild in 2023, the full-year return is unlikely to be exceptionally high.

The ChiNext Index mainly focuses on advanced **Manufacturing**, **Pharmaceutical** and **Medical** sectors. The CPC Central Committee had stressed in 2Q that **China** should speed up the construction of a modern industrial system supported by the real economy. We remain confident in the development of high growth companies on the back of **China**'s economic transformation and supply chain upgrade. From valuation perspective, the Index has undergone a period of market correction. The Index is currently trading at a relatively low valuation with Price-to-Earnings (PER) ratio as of end June 2023 at more than one standard deviation below its 5-year historical mean, which provides a good margin of safety.

Key downside risks to our constructive stance on **China** markets include an escalation of geopolitical tension between the **US** and **China**, weaker-than-expected **China** macroeconomic recovery, a severe global recession, and a bigger-than-expected tail risk from the **Real Estate** or **Local Government Financing Vehicles (LGFV)** sector.

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B) Investments at fair value and as a percentage of net asset value (“NAV”) as at 30 June 2023 under review classified by

i) Country

	Fair Value (S\$)	% of NAV
China	11,969,924	98.43
Portfolio of investments	11,969,924	98.43
Other net assets/(liabilities)	191,133	1.57
Total	12,161,057	100.00

ii) Industry

N/A

iii) Asset Class

	Fair Value (S\$)	% of NAV
Quoted unit trusts	11,969,924	98.43
Other net assets/(liabilities)	191,133	1.57
Total	12,161,057	100.00

iv) Credit rating of quoted bonds

N/A

C) Top Ten Holdings

10 largest holdings as at 30 June 2023

	Fair Value (S\$)	Percentage of total net assets attributable to unitholders %
PING AN CHINEXT ETF	11,969,924	98.43

There was only 1 holding as at 30 June 2023.

D) Exposure to derivatives

The global exposure relating to derivative instruments is calculated using the commitment approach:

- (i) the absolute value of the exposure of each individual financial derivative not involved in netting or hedging arrangements;
- (ii) the absolute value of the net exposure of each individual financial derivative after netting or hedging arrangements; and
- (iii) the sum of the values of cash collateral received under certain cases.

- i) Fair value of derivative contracts and as a percentage of NAV as at 30 June 2023

N/A

- ii) There was a net realised loss of SGD 23,007 on derivative contracts during the financial period from 14 November 2022 (date of inception) to 30 June 2023.

- iii) Net gains/(losses) on outstanding derivative contracts marked to market as at 30 June 2023

N/A

E) Amount and percentage of NAV invested in other schemes as at 30 June 2023

Please refer to the Statement of Portfolio.

F) Amount and percentage of borrowings to NAV as at 30 June 2023

N/A

G) Amount of redemptions and subscriptions for the financial period from 14 November 2022 (date of inception) to 30 June 2023

Total amount of redemptions	SGD	2,202,589
Total amount of subscriptions	SGD	15,654,695

H) The amount and terms of related-party transactions for the financial period from 14 November 2022 (date of inception) to 30 June 2023

Please refer to Note 9 of the Notes to the Financial Statements.

I) Expense ratios

Please refer to Note 10 of the Notes to the Financial Statements.

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J) Turnover ratios

Please refer to Note 10 of the Notes to the Financial Statements.

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 2023

10 largest holdings as at 30 June 2023

	Ping An Chinext ETF	
	Fair Value (RMB)	Percentage of total net assets attributable to unitholders %
CONTEMPORARY AMPEREX TECHNOLOGY CO LTD	82,844,859	18.59
EAST MONEY INFORMATION CO LTD	25,604,219	5.74
SHENZHEN MINDRAY BIO-MEDICAL ELECTRONICS CO LTD	21,258,218	4.77
SHENZHEN INOVANCE TECHNOLOGY CO LTD	17,738,077	3.98
SUNGROW POWER SUPPLY CO LTD	16,911,350	3.79
WENS FOODSTUFFS GROUP CO LTD	14,141,831	3.17
ZHONGJI INNOLIGHT CO LTD	12,869,436	2.89
AIER EYE HOSPITAL GROUP CO LTD	11,005,344	2.47
EVE ENERGY CO LTD	10,935,678	2.45
CHONGQING ZHIFEI BIOLOGICAL PRODUCTS CO LTD	7,056,530	1.58

ii) Expense ratios for the financial period ended 30 June 2023

Ping An Chinext ETF

30 June 2023 0.32%

UOBAM Ping An ChiNext ETF
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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 (continued)

iii) Turnover ratios for the financial period ended 30 June 2023

Ping An Chinext ETF

30 June 2023

4.34%

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 products 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 a best execution basis and there was no churning of trades.

N) Where the scheme offers pre-determined payouts, an explanation on the calculation of the actual payouts received by participants and any significant deviation from the pre-determined payouts

N/A

United ETF Series 1

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REPORT OF THE TRUSTEE

The Trustee is under a duty to take into custody and hold the assets of the sub-fund of United ETF Series 1, namely UOBAM Ping An ChiNext ETF (the "Sub-Fund") in trust for the unitholders. In accordance with the Securities and Futures Act 2001, its subsidiary legislation and the Code on Collective Investment Schemes, the Trustee shall monitor the activities of the Manager for compliance with the limitations imposed on the investment and borrowing powers as set out in the Trust Deed in each annual accounting period and report thereon to unitholders in an annual report.

To the best knowledge of the Trustee, the Manager has, in all material respects, managed the Sub-Fund during the financial period covered by these financial statements, set out on pages 15 to 39, in accordance with the limitations imposed on the investment and borrowing powers set out in the Trust Deed.

For and on behalf of the Trustee
STATE STREET TRUST (SG) LIMITED

Authorised signatory
22 September 2023

United ETF Series 1

(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENT BY THE MANAGER

In the opinion of UOB Asset Management Ltd, the accompanying financial statements set out on pages 15 to 39, comprising the Statement of Total Return, Statement of Financial Position, Statement of Movements of Unitholders' Funds, Statement of Portfolio and Notes to the Financial Statements are drawn up so as to present fairly, in all material respects, the financial positions and portfolio holdings of the sub-fund of United ETF Series 1, namely UOBAM Ping An ChiNext ETF (the "Sub-Fund") as at 30 June 2023, and the financial performance and movements of unitholders' funds for the period then ended in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants. At the date of this statement, there are reasonable grounds to believe that the Sub-Fund will be able to meet its financial obligations as and when they materialise.

For and on behalf of the Manager
UOB ASSET MANAGEMENT LTD

THIO BOON KIAT
Authorised signatory
22 September 2023

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF THE SUB-FUND OF UNITED ETF SERIES 1

Our Opinion

In our opinion, the accompanying financial statements of the sub-fund of United ETF Series 1, namely UOBAM Ping An ChiNext ETF (the "Sub-Fund"), are properly drawn up in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants, so as to present fairly, in all material respects, the financial positions and portfolio holdings of the Sub-Fund as at 30 June 2023, and the financial performance and movements of unitholders' funds for the financial period from 14 November 2022 (date of inception) to 30 June 2023.

What we have audited

The financial statements of the Sub-Fund comprise:

- the Statement of Total Return for the financial period from 14 November 2022 (date of inception) to 30 June 2023;
- the Statement of Financial Position as at 30 June 2023;
- the Statement of Movements of Unitholders' Funds for the financial period from 14 November 2022 (date of inception) to 30 June 2023;
- the Statement of Portfolio as at 30 June 2023; and
- the Notes to the Financial Statements, including a summary of significant accounting policies.

Basis for Opinion

We conducted our audit in accordance with Singapore Standards on Auditing ("SSAs"). Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Independence

We are independent of the Sub-Fund in accordance with the Accounting and Corporate Regulatory Authority Code of Professional Conduct and Ethics for Public Accountants and Accounting Entities ("ACRA Code") together with the ethical requirements that are relevant to our audit of the financial statements in Singapore, and we have fulfilled our other ethical responsibilities in accordance with these requirements and the ACRA Code.

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF THE SUB-FUND OF UNITED ETF SERIES 1

Our Audit Approach

As part of designing our audit, we determined materiality and assessed the risks of material misstatement in the accompanying financial statements. In particular we considered where the Sub-Fund's manager (the "Manager") made subjective judgements; for example, in respect of significant accounting estimates that involved making assumptions and considering future events that are inherently uncertain. As in all our audits, we also addressed the risk of management override of internal controls, including among other matters consideration of whether there was evidence of bias that represented a risk of material misstatement due to fraud.

Key Audit Matters

We have determined that there are no key audit matters to communicate in our report.

Other Information

The Manager is responsible for the other information. The other information comprises all sections of the annual report but does not include the financial statements and our auditor's report thereon.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of the Manager for the Financial Statements

The Manager is responsible for the preparation and fair presentation of these financial statements in accordance with the recommendations of Statement of Recommended Accounting Practice 7 "Reporting Framework for Investment Funds" issued by the Institute of Singapore Chartered Accountants and for such internal control as the Manager determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Manager is responsible for assessing the Sub-Fund's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless the Manager either intends to terminate the Sub-Fund or to cease the Sub-Fund's operations, or has no realistic alternative but to do so.

The Manager's responsibilities include overseeing the Sub-Fund's financial reporting process.

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF THE SUB-FUND OF UNITED ETF SERIES 1

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SSAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with SSAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Sub-Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the Manager.
- Conclude on the appropriateness of the Manager's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Sub-Fund's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Sub-Fund to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Manager regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

INDEPENDENT AUDITOR'S REPORT TO THE UNITHOLDERS OF THE SUB-FUND OF UNITED ETF SERIES 1

We also provide the Manager with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with the Manager, we determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. We describe these matters in our auditor's report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partner on the audit resulting in this independent auditor's report is Ong King Howe.

PricewaterhouseCoopers LLP
Public Accountants and Chartered Accountants

Singapore, 22 September 2023

United ETF Series 1
(Constituted under a Trust Deed in the Republic of Singapore)

STATEMENT OF TOTAL RETURN

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

	Note	UOBAM Ping An ChiNext ETF For the financial period from 14 November 2022 (date of inception) to 30 June 2023 \$
Income		
Interest		<u>643</u>
Total		<u>643</u>
Less: Expenses		
Management fee	9	42,312
Trustee fee	9	3,149
Audit fee		14,000
Registrar fee	9	10,482
Valuation fee	9	10,578
Custody fee	9	8,717
Preliminary expenses		171,348
Transaction costs		3,015
Reimbursement of expenses by the Manager	9	(213,761)
Other expenses		<u>37,018</u>
Total		<u>86,858</u>
Net income/(losses)		<u>(86,215)</u>
Net gains/(losses) on value of investments and financial derivatives		
Net gains/(losses) on investments		(1,192,941)
Net gains/(losses) on financial derivatives		(23,007)
Net foreign exchange gains/(losses)		<u>11,165</u>
		<u>(1,204,783)</u>
Total return/(deficit) for the financial period before income tax		(1,290,998)
Less: Income tax	3	<u>(51)</u>
Total return/(deficit) for the financial period		<u>(1,291,049)</u>

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

United ETF Series 1

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STATEMENT OF FINANCIAL POSITION

As at 30 June 2023

		UOBAM Ping An ChiNext ETF 2023
	Note	\$
Assets		
Portfolio of investments		11,969,924
Receivables	4	30,000
Cash and bank balances	9	198,653
Margin accounts	9	<u>4,278</u>
Total assets		<u>12,202,855</u>
Liabilities		
Payables	5	<u>41,798</u>
Total liabilities		<u>41,798</u>
Equity		
Net assets attributable to unitholders	6	<u>12,161,057</u>

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

United ETF Series 1

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STATEMENT OF MOVEMENTS OF UNITHOLDERS' FUNDS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

	UOBAM Ping An ChiNext ETF
	For the financial period from 14 November 2022 (date of inception) to 30 June 2023
	Note
	\$
Net assets attributable to unitholders at the beginning of the financial period	-
Operations	
Change in net assets attributable to unitholders resulting from operations	(1,291,049)
Unitholders' contributions/(withdrawals)	
Creation of units	15,654,695
Cancellation of units	<u>(2,202,589)</u>
Change in net assets attributable to unitholders resulting from net creation and cancellation of units	13,452,106
Total increase/(decrease) in net assets attributable to unitholders	<u>12,161,057</u>
Net assets attributable to unitholders at the end of the financial period	6 <u>12,161,057</u>

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

United ETF Series 1

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STATEMENT OF PORTFOLIO

As at 30 June 2023

UOBAM Ping An ChiNext ETF

	Holdings at 30 June 2023	Fair value at 30 June 2023 \$	Percentage of total net assets attributable to unitholders at 30 June 2023 %
By Geography - Primary			
Quoted unit trusts			
CHINA			
PING AN CHINEXT ETF	45,929,200	<u>11,969,924</u>	<u>98.43</u>
Portfolio of investments		11,969,924	98.43
Other net assets/(liabilities)		<u>191,133</u>	<u>1.57</u>
Net assets attributable to unitholders		<u>12,161,057</u>	<u>100.00</u>

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

United ETF Series 1

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STATEMENT OF PORTFOLIO

As at 30 June 2023

	UOBAM Ping An ChiNext ETF
	Percentage of total net assets attributable to unitholders at 30 June 2023 %
By Geography - Primary (Summary)	
Quoted unit trusts	
China	<u>98.43</u>
Portfolio of investments	98.43
Other net assets/(liabilities)	<u>1.57</u>
Net assets attributable to unitholders	<u>100.00</u>

As the Sub-Fund is invested wholly into quoted unit trusts, it is not meaningful to classify the investments into industry segment.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

These notes form an integral part of and should be read in conjunction with the accompanying financial statements.

1 General

United ETF Series 1 is a Singapore-registered umbrella fund, which currently offers one sub-fund, namely UOBAM Ping An ChiNext ETF (the “Sub-Fund”). The Sub-Fund is constituted under a Trust Deed between UOB Asset Management Ltd (the “Manager”) and State Street Trust (SG) Limited (the “Trustee”). The Trust Deed is governed by the laws of the Republic of Singapore.

The investment objective of the Sub-Fund is to provide investment results that, before fees, costs and expenses (including any taxes and withholding taxes), closely correspond to the performance of the ChiNext Index.

The following classes of units have been established within the Sub-Fund:

- SGD Class Units (denominated in SGD)
- RMB Class Units (denominated in RMB)*

*The RMB Class Units are not available for subscription at the current date.

Subscriptions and redemptions of the units are denominated in the Singapore Dollar, the United States Dollar and the Renminbi Yuan.

2 Significant accounting policies

(a) Basis of preparation

The financial statements have been prepared under the historical cost convention, as modified by the revaluation of financial instruments at fair value, and in accordance with the recommendations of Statement of Recommended Accounting Practice 7 “Reporting Framework for Investment Funds” (“RAP7”) issued by the Institute of Singapore Chartered Accountants.

(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.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

2 Significant accounting policies (continued)

(c) Investments

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

(i) Initial recognition

Purchases of investments are recognised on the trade date. Investments are recorded at fair value on initial recognition.

(ii) Subsequent measurement

Investments are subsequently carried at fair value. Net changes in fair value on investments are included in the Statement of Total Return in the period in which they arise.

(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 gross of transaction costs, and are taken up in the Statement of Total Return.

(d) Basis of valuation of investments

The fair value of investments held in the Investee Fund is the quoted net asset value of the Investee Fund as determined by the Investee Fund's administrator. Net changes in fair value of investments are included in the Statement of Total Return in the period in which they arise.

(e) Foreign currency translation

(i) Functional and presentation currency

The performance of the Sub-Fund is measured and reported to the investors in the Singapore Dollar. The Manager considers the Singapore Dollar as the currency of the primary economic environment in which the Sub-Fund operates. The financial statements are presented in the Singapore Dollar, which is the Sub-Fund's functional and presentation currency.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

2 Significant accounting policies (continued)

(e) Foreign currency translation (continued)

(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-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 "Net gains/losses on investments".

(f) Receivables

Receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. Receivables are initially recognised at their fair value and subsequently carried at amortised cost using the effective interest method, less accumulated impairment losses.

(g) Sales and purchases awaiting settlement

Sales and purchases awaiting settlement represent receivables for securities sold and payables for securities purchased that have been contracted for but not yet settled or delivered on the Statement of Financial Position date respectively. These amounts are recognised initially at fair value and subsequently measured at amortised cost.

(h) Cash and bank balances

Cash and bank balances comprise cash at banks which are subject to an insignificant risk of changes in value.

(i) Payables

Payables are recognised initially at fair value and subsequently stated at amortised cost using the effective interest method.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

2 Significant accounting policies (continued)

(j) Financial derivatives

Financial derivatives including forwards and swaps may be entered into for the purposes of efficient portfolio management, tactical asset allocation or specific hedging of financial assets held as determined by the Manager and in accordance with the provision of the Trust Deed and the Code on Collective Investment Schemes.

Financial derivatives outstanding on the financial period end date are valued at the forward rate or at the 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.

(k) Distributions

The Manager has the absolute discretion to determine whether a distribution is to be made. In such an event, an appropriate amount will be transferred to a distribution account, to be paid out on the distribution date. The amount shall not be treated as part of the property of the Sub-Fund. Distributions are accrued for at the financial period end date if the necessary approvals have been obtained and a legal or constructive obligation has been created.

(l) Preliminary expenses

Preliminary expenses are expensed off in the Statement of Total Return as and when incurred.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

2 Significant accounting policies (continued)

(m) Structured entities

A structured entity is an entity that has been designed so that voting or similar rights are not the dominant factor in deciding who controls the entity, such as when any voting rights relate to administrative tasks only and the relevant activities are directed by means of contractual arrangements. A structured entity often has some or all of the following features or attributes: (a) restricted activities, (b) a narrow and well-defined objective, such as to provide investment opportunities for investors by passing on risks and rewards associated with the assets of the structured entity to investors, (c) insufficient equity to permit the structured entity to finance its activities without subordinated financial support and (d) financing in the form of multiple contractually linked instruments to investors that create concentrations of credit or other risks (tranches).

The Sub-Fund considers its investments in another fund (“Investee Fund”) to be investments in unconsolidated structured entities. The Sub-Fund invests in Investee Fund whose objective is to track the Index by adopting a full replication strategy, with minimum tracking error. The Investee Fund is managed by unrelated asset managers and the Investee Fund applies various investment strategies to accomplish its investment objective. The Investee Fund finances its operations by issuing redeemable shares which are puttable at the holder’s option and entitles the holder to a proportional stake in the respective fund’s net assets. The Sub-Fund holds redeemable shares in the Investee Fund.

The change in fair value of the Investee Fund is included in the Statement of Total Return within “Net gains/losses on investments”.

(n) Income taxes

Current income tax for current period is recognised at the amount expected to be paid to or recovered from the tax authorities, using the tax rates and tax laws that have been enacted or substantively enacted by the Statement of Financial Position date. The Manager periodically evaluates positions taken in tax returns with respect to situations in which applicable tax regulation is subject to interpretation. It establishes provisions, where appropriate, on the basis of amounts expected to be paid to the tax authorities.

Deferred income tax is recognised for all temporary differences arising between the tax bases of assets and liabilities and their carrying amounts in the financial statements except when the deferred income tax arises from the initial recognition of an asset or liability that affects neither accounting nor taxable profit or loss at the time of the transaction.

Deferred income tax is measured at the tax rates that are expected to apply when the related deferred income tax asset is realised or the deferred income tax liability is settled, based on tax rates and tax laws that have been enacted or substantively enacted by the Statement of Financial Position date.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

2 Significant accounting policies (continued)

(n) Income taxes (continued)

Current and deferred income taxes are recognised as income or expenses in the Statement of Total Return, except to the extent that the tax arises from a transaction which is recognised directly in net assets attributable to unitholders.

3 Income tax

	UOBAM Ping An ChiNext ETF For the financial period from 14 November 2022 (date of inception) to 30 June 2023 \$
Tax expense attributable to profit is made up of:	
- Current income tax	_____ -
Singapore income tax	_____ -
Add:	
- Overseas income tax	_____ 51
Total income tax	_____ 51

The Sub-Fund is not under the Designated Unit Trust ("DUT") Scheme or the Enhanced-Tier Fund ("ETF") Scheme.

The overseas income tax represents tax withheld on foreign sourced income.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

3 Income tax (continued)

The tax on profit before tax differs from the theoretical amount that would arise using the Singapore standard rate of income tax as follows:

	UOBAM Ping An ChiNext ETF For the financial period from 14 November 2022 (date of inception) to 30 June 2023 \$
Profit before tax	<u>(1,290,998)</u>
Tax calculated at tax rate of 17%	(219,470)
Effects of:	
- income not subject to tax	<u>219,470</u>
Tax charge	<u>-</u>

(a) Movements in current income tax liabilities

	UOBAM Ping An ChiNext ETF 2023 \$
Beginning of financial period	<u>-</u>
End of financial period	<u>-</u>

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

4 Receivables

	UOBAM Ping An ChiNext ETF 2023 \$
Receivables for reimbursement of expenses by the Manager	30,000

5 Payables

	UOBAM Ping An ChiNext ETF 2023 \$
Amount due to the Manager	19,651
Amount due to Trustee	1,247
Other creditors and accrued expenses	<u>20,900</u>
	<u>41,798</u>

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

6 Units in issue

During the financial period ended 30 June 2023, the numbers of units issued, redeemed and outstanding were as follows:

	UOBAM Ping An ChiNext ETF For the financial period from 14 November 2022 (date of inception) to 30 June 2023
Units at the beginning of the financial period	-
Units created	15,799,900
Units cancelled	<u>(2,214,000)</u>
Units at the end of the financial period	<u>13,585,900</u>
	\$
Net assets attributable to unitholders	12,161,057
Net assets value per unit	0.8951

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

6 Units in issue (continued)

A reconciliation of the net assets attributable to unitholders per unit per the financial statements and the net assets attributable to unitholders per unit for issuing/redeeming units at the financial period end date is prepared below:

	UOBAM Ping An ChiNext ETF
	For the financial period from 14 November 2022 (date of inception) to 30 June 2023
	\$
Net assets attributable to unitholders per financial statements per unit	0.8951
Effect of adjustment of reimbursement of expenses by the Manager	(0.0135)
Effect of preliminary expenses	0.0110
Net assets attributable to unitholders for issuing/redeeming per unit	<u>0.8926</u>

7 Financial risk management

The Sub-Fund's activities expose it to a variety of market risk (including foreign exchange risk, price risk and interest rate risk), liquidity risk and credit risk. The Sub-Fund's overall risk management programme seeks to minimise potential adverse effects on the Sub-Fund's financial performance. The Sub-Fund may use financial futures contracts, financial options contracts and/or foreign currency contracts subject to the terms of the Trust Deed to moderate certain risk exposures. Specific guidelines on exposures to individual securities and certain industries are in place for the Sub-Fund at any time as part of the overall financial risk management to reduce the Sub-Fund's risk exposures.

The Sub-Fund's assets principally consist of financial instruments such as investments into other funds and cash. They are held in accordance with the published investment policies of the Sub-Fund. The allocation of assets between the various types of investments is determined by the Manager to achieve its investment objectives.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

7 Financial risk management (continued)

(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 Sub-Fund investments are substantially dependent on changes in market prices and 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 Sub-Fund. Guidelines are set to reduce the Sub-Fund risk exposures to market volatility such as diversifying the portfolio by investing in Investee Fund with a diversified portfolio of investments. Alternatively, the Sub-Fund may be hedged using derivative strategies.

(i) Foreign exchange risk

The Sub-Fund has monetary financial assets and liabilities denominated in currencies other than the Singapore Dollar and it may be affected favourably or unfavourably by exchange rate regulations or changes in the exchange rates between the Singapore Dollar 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 Sub-Fund.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

7 Financial risk management (continued)

(a) Market risk (continued)

(i) Foreign exchange risk (continued)

The table below summarises the Sub-Fund's exposures to foreign currencies at the end of the financial period.

UOBAM Ping An ChiNext ETF

As at 30 June 2023

	RMB \$	SGD \$	Total \$
Assets			
Portfolio of investments	11,969,924	-	11,969,924
Receivables	-	30,000	30,000
Cash and bank balances	11,993	186,660	198,653
Margin accounts	4,278	-	4,278
Total Assets	11,986,195	216,660	12,202,855
Liabilities			
Payables	-	41,798	41,798
Total Liabilities	-	41,798	41,798
Net currency exposure	11,986,195	174,862	

Investments, which is the significant item in the Statement of Financial Position, is exposed to foreign exchange risk and other price risk. Other price risk sensitivity analysis includes the impact of foreign exchange risk on non-monetary investments. The Sub-Fund's net financial assets comprise significantly of non-monetary investments, hence foreign exchange risk sensitivity analysis has not been presented 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.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

7 Financial risk management (continued)

(a) Market risk (continued)

(ii) Price risk (continued)

The table below summarises the impact of increases/decreases from the Sub-Fund's investments in Investee Fund on the Sub-Fund's net assets attributable to unitholders at 30 June 2023. The analysis is based on the assumption that the index components within the benchmark and the price of the Investee Fund increased/decreased by a reasonable possible shift, with all other variables held constant and that the price of the Investee Fund moved according to the historical correlation with the index.

Benchmark component	2023	
	Volatility	Net impact to net assets attributable to unitholders
	%	\$
UOBAM Ping An ChiNext ETF		
ChiNext Index	20	2,315,502

(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.

Investment funds that invest in equity securities may be subject to interest rate risk as any interest rate change may affect the equity risk premium though at varying degrees. To manage this risk, the Manager analyses how interest rate changes may affect different industries and securities and then seeks to adjust the Sub-Fund's portfolio investments accordingly. However, the effects of changes in interest rates in the Sub-Fund's portfolio may not be quantified as the relationship between the interest rates and the value of equity securities is indirect.

Other than cash and bank balances and margin accounts which are at short term market interest rates, and therefore subject to insignificant interest rate risk, the Sub-Fund's financial assets and liabilities are largely non-interest bearing.

Hence, no sensitivity analysis has been presented separately.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

7 Financial risk management (continued)

(b) Liquidity risk

The Sub-Fund is exposed to daily cash redemptions and disbursements for the settlements of purchases. The Manager therefore ensures that the Sub-Fund maintains sufficient cash and bank balances 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 Sub-Fund's investments in the Investee Fund are considered to be readily realisable as the net asset value is struck daily, and units are redeemable on demand at the published price.

The Manager may from time to time employ derivatives to implement a portfolio strategy to reduce risk or for the purpose of efficient portfolio management. Market liquidity of complex derivatives are significantly less than traditional investment instruments and such positions may therefore require a longer time to reverse than would typically be expected for traditional investment instruments. No such investments were held at the financial period end date.

The table below analyses the Sub-Fund's financial liabilities into relevant maturity groupings based on the remaining period at the financial period end 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.

	UOBAM Ping An ChiNext ETF		
	Less than 3 months	3 months to 1 year	Over 1 year
	\$	\$	\$
As at 30 June 2023			
Payables	41,798	-	-

(c) Credit risk

The Sub-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 Sub-Fund's credit risk is concentrated on cash and bank balances, margin accounts and 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 is regularly assessed and updated by the Manager.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

7 Financial risk management (continued)

(c) Credit risk (continued)

The table below summarises the credit rating of banks and custodians in which the Sub-Fund's assets are held as at 30 June 2023.

The credit ratings are based on the Viability ratings published by Fitch.

UOBAM Ping An ChiNext ETF

	Credit rating as at 30 June 2023
Bank and custodian	
State Street Bank and Trust Company	aa-
Margin accounts	
Industrial and Commercial Bank of China Limited	bbb

The custodian of the Investee Fund is Bank of China. As at 30 June 2023, Bank of China is rated bbb based on the Viability ratings by Fitch.

The maximum exposure to credit risk at the financial period end date is the carrying amount of the portfolio of investments, cash and bank balances and margin accounts as presented in Statement of Financial Position.

For purposes of impairment assessment, the Sub-Fund's assets which are measured at amortised cost are considered to have low credit risk as they are not due for payment at the end of the reporting period and there has been no significant increase in the risk of default on the receivables since initial recognition. Accordingly, for the purpose of impairment assessment for these receivables, the loss allowance is measured at an amount equal to 12-month expected credit losses ("ECL"). The ECL for these assets as at the end of the reporting period is not significant.

(d) Capital management

The Sub-Fund's capital is represented by the net assets attributable to unitholders. The Sub-Fund strives to invest the subscriptions of redeemable participating units in investments that meet the Sub-Fund's investment objectives while maintaining sufficient liquidity to meet unitholder redemptions.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

7 Financial risk management (continued)

(e) Fair value estimation

The Sub-Fund classifies fair value measurements using a fair value hierarchy that reflects the significance of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Quoted prices (unadjusted) in active markets for identical assets or liabilities (Level 1).
- Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices) (Level 2).
- Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs) (Level 3).

The following table analyses within the fair value hierarchy, the Sub-Fund's financial assets and liabilities (by class) measured at fair value at 30 June 2023:

	UOBAM Ping An ChiNext ETF			
	Level 1	Level 2	Level 3	Total
	\$	\$	\$	\$
As at 30 June 2023				
Assets				
Portfolio of investments				
- Quoted unit trusts	<u>11,969,924</u>	<u>-</u>	<u>-</u>	<u>11,969,924</u>
Total	<u>11,969,924</u>	<u>-</u>	<u>-</u>	<u>11,969,924</u>

Investments in open-ended investment funds whose net assets value are struck daily, price information is published and readily available and units are subscribed and redeemable on demand at the published price, are classified within Level 1. The quoted price for these financial instruments is not adjusted.

Except for cash and bank balances and margin accounts which are classified as Level 1, the Sub-Fund's assets and liabilities not measured at fair value at 30 June 2023 have been classified as Level 2. The assets and liabilities included in the Statement of Financial Position except portfolio of investments are carried at amortised cost; their carrying values are reasonable approximation of fair value.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

8 Structured entities

The Sub-Fund's investments in the Investee Fund are subject to the terms and conditions of the Investee Fund's offering documentation and is susceptible to market price risk arising from uncertainties about future value of the Investee Fund. The Manager makes investment decisions after extensive due diligence of the Investee Fund, its strategy and the overall quality of the Investee Fund's manager. The Investee Fund's portfolio manager is compensated by the Investee Fund for its services. Such compensation generally consists of an asset based fee and is reflected in the valuation of the Sub-Fund's investments in the Investee Fund.

The Sub-Fund has the right to request redemption of its investment in the Investee Fund on a daily basis.

The exposure to investments in the Investee Fund at fair value is disclosed under the Statement of Portfolio. These investments are included within "Portfolio of Investments" in the Statement of Financial Position.

The Sub-Fund's holdings in an Investee Fund, as a percentage of the Investee Fund's total net asset value, will vary from time to time, dependent on the volume of subscriptions and redemptions at the Investee Fund level. It is possible that the Sub-Fund may, at any point in time, hold a majority of an Investee Fund's total units in issue.

The Sub-Fund's maximum exposure to loss from its interests in the Investee Fund is equal to the total fair value of its investments in the Investee Fund.

Once the Sub-Fund has disposed of its shares in the Investee Fund, the Sub-Fund ceases to be exposed to any risk from it.

9 Related party transactions

(a) The Manager and the Trustee of the Sub-Fund are UOB Asset Management Ltd and State Street Trust (SG) Limited, respectively. The Manager is a subsidiary of United Overseas Bank Limited while the Trustee is a subsidiary of State Street Bank and Trust Company.

Management fee and valuation fee are paid to the Manager for the financial period. Trustee fee is paid to the Trustee while registrar fee and custody fee are paid to State Street Bank and Trust Company, Singapore Branch. During the financial year ended 30 June 2023, the Manager has absorbed certain expenses of the Sub-Fund.

These fees paid or payable by the Sub-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.

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

9 Related party transactions (continued)

(b) As at the end of the financial period, the Sub-Fund maintained the following accounts with their related parties:

	UOBAM Ping An ChiNext ETF 2023 \$
State Street Bank and Trust Company, Singapore Branch	
Cash and bank balances	198,653

(c) The following transactions took place during the financial period between the Sub-Fund and related parties at terms agreed between the parties:

	UOBAM Ping An ChiNext ETF For the financial period from 14 November 2022 (date of inception) to 30 June 2023 \$
State Street Bank and Trust Company, Singapore Branch	
Interest income	643
United Overseas Bank Limited	
Bank charges	37

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NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

10 Financial ratios

Current year disclosure for the Sub-Fund is covering the period from 14 November 2022 (date of inception) to 30 June 2023.

	UOBAM Ping An ChiNext ETF 2023 \$
Total operating expenses (excluding preliminary expenses)	(87,505)
Total operating expenses (including preliminary expenses)	83,843
Average daily net assets value	13,516,101
Investee Fund's expense ratio	<u>0.32%</u>
Expense ratio (excluding preliminary expenses) (annualised) ¹	<u>0.12%</u>
Expense ratio (including preliminary expenses) (annualised) ¹	<u>1.39%</u>
Lower of total value of purchases or sales	1,530,057
Average daily net assets value	<u>13,516,101</u>
Turnover ratio ²	<u>11.32%</u>

¹ The expense ratio has been computed based on the guidelines laid down by the Investment Management Association of Singapore ("IMAS"). This is the sum of the Sub-Fund's expense ratio and the Investee Fund's unaudited expense ratios. The unaudited expense ratio of the Investee Fund is obtained from Investee Fund's manager. The calculation of the Sub-Fund's expense ratio at financial period end was based on total operating expenses divided by the average net assets value respectively for the financial period. The total operating expenses do not include (where applicable) brokerage and other transactions costs, interest expense, distribution paid out to unitholders, foreign exchange gains/losses, front or back end loads arising from the purchase or sale of other funds and tax deducted at source or arising out of income received. The Sub-Fund does not pay any performance fee. The average net assets value is based on the daily balances.

² The portfolio turnover ratio is calculated in accordance with the formula stated in the Code on Collective Investment Schemes. The calculation of the portfolio turnover ratio was based on the lower of the total value of purchases or sales of the underlying investments divided by the average daily net assets value.

NOTES TO THE FINANCIAL STATEMENTS

For the financial period from 14 November 2022 (date of inception) to 30 June 2023

11 Comparative

The financial statements cover the financial period from 14 November 2022 (date of inception) to 30 June 2023. This being the first set of financial statements for the Sub-Fund, there are no available comparative figures.

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