

**United Dynamic Bond Complex Return Fund 3Y3 : UDBC3Y3**

***Annual Report  
For the period of 2019/2020***

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## Message from the Company

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To Unitholders

### Fund's Investment Strategy

United Dynamic Bond Complex Return Fund 3Y3 is a fixed income fund that invest in debt instruments and deposit with buy and hold strategy. The fund divided investment into two portions.

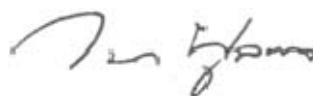
1. The fund has a policy to invest in debt instruments both onshore and offshore, investing in debt securities rated in the Investment Grade, Non-investment Grade as well as Unrated Securities, totaling not less than 89% of the fund's net asset value. The goal is to grow this investment portion to 100% of this fund's net asset value. The fund may invest in high yield bonds and/or non – investment grade and/or unrated bond no more than 60% of the fund's net asset value and in accordance to the portfolio manager's discretion the fund will invest in foreign domiciled market at no more than 80% of the fund's net asset value.
2. The fund will invest up to 11% of its net asset value to invest in Derivatives which is Call Warrant and/or Call Option that are paid based on the underlying assets which is NAV of Jupiter Dynamic Bond L EUR Acc issued by foreign financial institution with credit rating classified as Investment Grade or Non-Investment Grade) or Unrated in accordance to the payoff policy to enable the fund to seek additional returns from the Jupiter Dynamic Bond L EUR Acc.

NAV of Jupiter Dynamic Bond L EUR Acc as of July 31, 2020 was 12.56, which is over the initial value of 12.17.

As we have managed United Dynamic Bond Complex Return Fund 3Y3 for a period of one year on July 31, 2020 we would like to inform the net value to unit holder, The fund has a net asset value 127,212,100.11 Baht in asset value or its earning per unit is at 10.3225 Baht.

In this connection, we would like to express our sincere thanks to the trust of all Unit holders has been extended to us for your investment United Dynamic Bond Complex Return Fund 3Y3. Should you have any further question or need more information, you can monitor or follow the announcement the net asset value of the fund in the company website.

UOB Asset Management (Thailand) Co., Ltd.



(Mr. Vana Bulbon)  
Chief Executive Officer

**List of Board of Directors And Management Team**  
**UOB Asset Management (Thailand) Co., Ltd.**

**Board of Directors**

- |                              |                            |
|------------------------------|----------------------------|
| 1. Mr. Lee Wai Fai           | Chairman Board of Director |
| 2. Mr. Thio Boon Kiat        | Director                   |
| 3. Mr. Sanchai Apisaksirikul | Director                   |
| 4. Mrs. Kanlika Buspavanich  | Director                   |
| 5. Mr. Vana Bulbon           | Director and CEO           |

**Management Team**

- |                 |              |   |
|-----------------|--------------|---|
| 1. Mr. Vana     | Bulbon       | Chief Executive Officer                         |
| 2. Mrs. Sunaree | Piboonsakkul | Senior Director (Operation Division)            |
| 3. Mr. Jerdphan | Nithayayon   | Senior Director (Investment Division)           |
| 4. Ms. Rachada  | Tangharat    | Senior Director (Business Development Division) |

**Office Location**

UOB Asset Management (Thailand) Co., Ltd.  
23A, 25 Floor, Asia Centre Building, 173/27-30, 32-33  
South Sathon Road, Thungmahamek, Sathon,  
Bangkok 10120, Thailand  
Tel : +66 2786 2222  
Fax : +66 2786 2377



Dear : The Unit holders of United Dynamic Bond Complex Return Fund 3Y3

**Mutual Fund Supervisor Opinion**

We, The Kasikornbank Public Company Limited, as the Mutual Fund Supervisor of United Dynamic Bond Complex Return Fund 3Y3 by UOB Asset Management (Thailand) Co., Ltd. from August 6, 2019 until July 31, 2020 consider that UOB Asset Management (Thailand) Co., Ltd. has well performed and fully completed its duties pursuant to its project and Securities and Exchange Act B.E. 2535.

**Mutual Fund Supervisor**

**August 7, 2020**

## United Dynamic Bond Complex Return Fund 3Y3

### Name List of Fund Manager

For the period of August 6, 2019 to July 31, 2020

No.	Name List of Fund Manager
1	Ms. Vannachan Ungthavorn*
2	Mr. Kittiphong Kangwankiattichai*
3	Mr. Guy Siriphanporn*
4	Mr. Thitirat Ratanasingha*
5	Ms. Sirianong Peyasantiwong

\* Fund manager and portfolio manager in derivatives ( if any )

## Fund Performance

Registration Date                      August 6, 2019

Ending Date of Accounting Period    July 31, 2020

	2553	2554	2555	2556	2557	2558	2559	2560	2561	2562
	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
ผลตอบแทนของกองทุน (Fund Return)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	-0.27%
ผลตอบแทนตัวชี้วัด (Benchmark Return)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
ความผันผวนของผลดำเนินงาน (Fund Standard Deviation)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	1.62%
ความผันผวนของตัวชี้วัด (Benchmark Standard Deviation)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

	ตั้งแต่ต้นปี (YTD) <sup>1)</sup>	3 เดือน (3 Months) <sup>1)</sup>	6 เดือน (6 Months) <sup>1)</sup>	1 ปี (1 Year) <sup>2)</sup>	3 ปี (3 Years) <sup>2)</sup>	5 ปี (5 Years) <sup>2)</sup>	10 ปี (10 Years) <sup>2)</sup>	ตั้งแต่จัดตั้ง (Since Inception) <sup>3)</sup>
ผลตอบแทนของกองทุน (Fund Return)	4.06%	4.58%	2.72%	N/A	N/A	N/A	N/A	3.77%
ผลตอบแทนตัวชี้วัด (Benchmark Return)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A
ความผันผวนของผลดำเนินงาน (Fund Standard Deviation)	4.90%	1.10%	4.81%	N/A	N/A	N/A	N/A	5.16%
ความผันผวนของตัวชี้วัด (Benchmark Standard Deviation)	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Remark : 1. Return per period

2. Return per year

3. If Since inception < 1 Year Return per period, If Since inception >= 1 Year Return per year

- Benchmark : None

- Performance measures used in this annual report comply with AIMC performance presentation standards.

- Past performance / performance comparison relating to a capital market product is not a guarantee of future results.

## United Dynamic Bond Complex Return Fund 3Y3

### Total Expenses as called from fund Table

From August 6, 2019 to July 31, 2020

Called expenses from fund (Fund's direct expense)	Amount Unit : Thousand	Percentage of Net Assets Value
Management fee	111.72	0.0196
Trustee fee	39.06	0.0321
Transaction fee	-	-
Registrar fee	130.21	0.1070
Sub-Management fee	70.79	0.0008
Advisory fee	-	-
Set-up Fund Fee	1,318.63	1.0700
Sale Promotion - IPO	-	-
Sale Promotion - After IPO	-	-
Other Expenses *	-	-
<b>Total Expenses **</b>	<b>1,670.41</b>	<b>1.2295</b>

Remark \* Other expense which each items is less than 0.01% of NAV

\*\* Included VAT (if any) and Not included brokerage fee



United Dynamic Bond Complex Return Fund 3Y3

Details of Investment, Borrowing and Obligations

As of July 31, 2020

	Market Value	%NAV
<b>Domestic : Assets and Securities List</b>		
<u>Deposits</u>	<u>2,349,885.69</u>	<u>1.84</u>
KASIKORNBANK PUBLIC COMPANY LIMITED	1,664,234.14	1.30
KASIKORNBANK PUBLIC COMPANY LIMITED (USD)	685,651.55	0.54
<u>Others</u>	<u>-1,677,714.28</u>	<u>-1.31</u>
Other Assets	0.00	0.00
Other Liabilities	-1,677,714.28	-1.31
<b>CAYMAN ISLANDS : Assets and Securities List</b>		
<u>Debenture</u>	<u>19,617,874.12</u>	<u>15.34</u>
Rate A+	6,493,041.07	5.08
CDBL28SX	6,493,041.07	5.08
Rate A2	6,634,791.58	5.19
SECO24SX	6,634,791.58	5.19
Rate BBB	6,490,041.47	5.07
LNGF27SX	6,490,041.47	5.07
<b>HONG KONG : Assets and Securities List</b>		
<u>Debenture</u>	<u>6,424,998.59</u>	<u>5.02</u>
Rate A-	6,424,998.59	5.02
HAOH26SX	6,424,998.59	5.02
<b>INDONESIA : Assets and Securities List</b>		
<u>Debenture</u>	<u>16,557,807.90</u>	<u>12.95</u>
Rate BBB	16,557,807.90	12.95
INDO23SX	8,177,072.12	6.39
PERT25SX	8,380,735.78	6.55
<b>JAPAN : Assets and Securities List</b>		
<u>Debenture</u>	<u>10,820,399.95</u>	<u>8.46</u>
Rate A1	3,346,868.33	2.62
MUFG227S	3,346,868.33	2.62
Rate A	7,473,531.62	5.84
MITC27SX	7,473,531.62	5.84

United Dynamic Bond Complex Return Fund 3Y3  
Details of Investment, Borrowing and Obligations  
As of July 31, 2020

	Market Value	%NAV
<b>KOREA : Assets and Securities List</b>		
<u>Debenture</u>	<u>27,587,421.28</u>	<u>21.57</u>
Rate AA	6,482,532.66	5.07
KOE26SX	6,482,532.66	5.07
Rate A1	6,495,467.02	5.08
KOE24SX	6,495,467.02	5.08
Rate A	6,523,322.88	5.10
KOE28SX	6,523,322.88	5.10
Rate Baa1	8,086,098.72	6.32
GSCC26SX	8,086,098.72	6.32
<b>MALAYSIA : Assets and Securities List</b>		
<u>Debenture</u>	<u>7,086,734.54</u>	<u>5.54</u>
Rate A2	7,086,734.54	5.54
PETM25SX	7,086,734.54	5.54
<b>NETHERLANDS : Assets and Securities List</b>		
<u>Debenture</u>	<u>6,482,736.15</u>	<u>5.07</u>
Rate A-	6,482,736.15	5.07
ENEL25SX	6,482,736.15	5.07
<b>THAILAND : Assets and Securities List</b>		
<u>Debenture</u>	<u>12,862,254.91</u>	<u>10.06</u>
Rate BBB+	12,862,254.91	10.06
KBAN24SX	6,392,435.95	5.00
SCBT27SX	6,469,818.96	5.06
<b>USA : Assets and Securities List</b>		
<u>Common Stocks</u>	<u>7,565,491.26</u>	<u>5.92</u>
Non Listed Securities	7,565,491.26	5.92
Call Warrants	7,565,491.26	5.92
WRUDB3Y3	7,565,491.26	5.92
<b>VIRGIN ISLANDS : Assets and Securities List</b>		
<u>Debenture</u>	<u>15,936,937.39</u>	<u>12.46</u>
Rate A	15,936,937.39	12.46
BJGA25SX	9,528,205.77	7.45
HRIN25SX	6,408,731.62	5.01
<b>Futures Contracts</b>		
<u>Forward Contracts</u>	<u>-3,732,060.09</u>	<u>-2.92</u>
Forward Contracts	-3,732,060.09	-2.92
<b>Net Asset Value</b>	<b>127,882,767.41</b>	<b>100.00</b>

## Explanation of rating of credit rating institute

AAA	The highest rating, indicates risk investment having smallest degree of credit risk. The company has extremely strong capacity to pay interest and repay principal on time and is unlikely to be affected by adverse changes in business, economic or other external conditions
AA	The rating indicates a debt instruments with a very low degree of credit risk.
A	The rating indicates a debt instruments with low credit risk.
BBB	The rating indicates a debt instruments with moderate credit risk.
BB	The rating indicates a debt instruments with high credit risk.
B	The rating indicates a debt instruments with very high credit risk.
C	The rating indicates a debt instruments with highest risk of default. The company's performance to repay/not repay principle and to pay/not pay interest on time is significantly depend upon the favorable business, economic or other external conditions to meet its obligations.
D	The rating for a debt instruments for which payment is in default.

**Details of Instruments and the Ranking of Credit of respective Instruments in the Portfolio**

**United Dynamic Bond Complex Return Fund 3Y3**

**As of July 31, 2020**

Type	Securities	Issuer	Guarantor/Acceptor/ Endorser	Maturity Date	Rating	Face Value	Market Value
<b>Debenture</b>							
BJGA25SX		BEIJING GAS SG CAPITAL		31-May-2022	A3	300,000.00	9,528,205.77
CDBL28SX		CDBL FUNDING TWO		01-Aug-2022	A2	200,000.00	6,493,041.07
ENEL25SX		ENEL FINANCE INTL NV		25-May-2022	BBB+	200,000.00	6,482,736.15
GSCC26SX		GS CALTEX CORP		12-Jun-2022	BBB	250,000.00	8,086,098.72
HAOH26SX		BLUESTAR FIN HOLDINGS		19-Jun-2022	Baa2	200,000.00	6,424,998.59
HRIN25SX		HUARONG FINANCE 2019		29-May-2022	Baa1	200,000.00	6,408,731.62
INDO23SX		PERUSAHAAN PENERBIT SBSN		29-Mar-2022	Baa2	250,000.00	8,177,072.12
KBAN24SX		KASIKORNBANK PUBLIC COMPANY LIMITED		06-Apr-2022	Baa1	200,000.00	6,392,435.95
KOE26SX		KOREA EAST-WEST POWER CO		19-Jun-2022	AA	200,000.00	6,482,532.66
KORE24SX		KOREA RESOURCES CORP		24-Apr-2022	A	200,000.00	6,495,467.02
KORE28SX		KT CORP		07-Aug-2022	A3	200,000.00	6,523,322.88
LNGF27SX		LONGFOR PROPERTIES		13-Jul-2022	BBB	200,000.00	6,490,041.47
MITC27SX		MITSUBISHI CORP		14-Jul-2022	A	230,000.00	7,473,531.62
MUFG227S		MITSUBISHI UFJ FIN GRP		25-Jul-2022	A-	103,000.00	3,346,868.33
PERT25SX		PERTAMINA PT		03-May-2022	BBB	250,000.00	8,380,735.78
PETM25SX		PETRONAS CAPITAL LTD		22-May-2022	A-	200,000.00	7,086,734.54
SCBT27SX		SIAM COMMERCIAL BANK (HK)		26-Jul-2022	Baa1	200,000.00	6,469,818.96
SECO24SX		SAUDI ELEC GLOBAL SUKUK		03-Apr-2022	A-	200,000.00	6,634,791.58
						<b>Total</b>	<b>123,377,164.83</b>

**Detail of investment in the Futures contracts**

Type of Contract	Counter Party	Rating	Objective	Market Value	%NAV	Maturity Date	(net gain/loss)
<b>Currency Derivatives Contracts</b>							
Forward Contracts	BANK OF AYUDHYA PUBLIC COMPANY LIMITED	AAA	Hedging	-1,792,004.00	-1.40	16/08/2022	-1,792,004.00
	KIATNAKIN BANK PUBLIC COMPANY LIMITED	A-	Hedging	-234,253.24	-0.18	16/08/2022	-234,253.24
	THE SIAM COMMERCIAL BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-1,705,802.85	-1.33	16/08/2022	-1,705,802.85

**Port Turnover Ratio (PTR)**

**United Dynamic Bond Complex Return Fund 3Y3**

**For the period of August 6, 2019 to July 31, 2020**

0.00%
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**Credit rating of the bank or financial institution**

**United Dynamic Bond Complex Return Fund 3Y3**

**As of July 31, 2020**

Bank of deposit	Credit ratings by international institution	Credit ratings by domestic institution
-None-	-	-

### List of Soft Commission

No.	Brokerage	Soft Commission	Reason for receiving
-	- None -	-	-

### **List of Connected Person with transactions**

**For the period of August 6, 2019 to July 31, 2020**

List of Connected Persons who had transactions with Fund
-None-

Remark :

The investors can verify the Connected Persons' transactions of fund directly at  
UOB Asset Management (Thailand) Co., Ltd. or through the website of the Company ([www.uobam.co.th](http://www.uobam.co.th))  
or The Securities and Exchange Commission ([www.sec.or.th](http://www.sec.or.th))



**Report on non-compliance of investment limit**

**United Dynamic Bond Complex Return Fund 3Y3**

**For the period of August 6, 2019 to July 31, 2020**

Date	Fund Name	Ratio at the end of the day (%NAV)	Ratios of the project (%NAV)	cause	performance
-None-	-	-	-	-	-

## **Voting right and voting right exercising**

Investors should examine guidance on voting right and voting right exercising via Asset  
Management Website: <http://www.uobam.co.th>

**Information on the exceeding of 1/3 unit holding**

**United Dynamic Bond Complex Return Fund 3Y3**

**As of July 31, 2020**

-None-
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Remark :

The investor can verify the information on the exceeding of 1/3 unit holding through the website of the company  
([www.uobam.co.th](http://www.uobam.co.th))

**The amendment to the commitment**

**United Dynamic Bond Complex Return Fund 3Y3**

**For the period of August 6, 2019 to July 31, 2020**

Revised matter	Reason for the amendment	approval date	Effective date
Duties and Responsibilities of Trustee	Comply with Announcement No. Sor.Nor. 38/2562	October 31, 2019	October 31, 2019
Voting Rights for Amendments to the Scheme or Changing of the mutual fund management			
Redemption payment in the form of cash or other assets in lieu of cash (Pay in kind) for Unitholders			
Limitation on Unitholding of Outstanding Units	Comply with Announcement No. Tor.Nor. 13/2562		

UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3  
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT  
FOR THE PERIOD FROM 6 AUGUST 2019 (DATE OF INCEPTION)  
TO 31 JULY 2020

## **INDEPENDENT AUDITOR'S REPORT**

### **To the Unitholders of United Dynamic Bond Complex Return Fund 3Y3**

#### **Opinion**

I have audited the financial statements of United Dynamic Bond Complex Return Fund 3Y3 ("the Fund"), which comprise the balance sheet and the details of investments as at 31 July 2020, and the statement of income, statement of changes in net assets, statement of cash flows and significant financial information for the period from 6 August 2019 (date of inception) to 31 July 2020, and notes to the financial statements, including a summary of significant accounting policies.

In my opinion, the financial statements present fairly, in all material respects, the financial position of United Dynamic Bond Complex Return Fund 3Y3 as at 31 July 2020, and its financial performance, changes in its net assets, cash flows and significant financial information for the period from 6 August 2019 to 31 July 2020 in accordance with Thai Financial Reporting Standards.

#### **Basis for Opinion**

I conducted my audit in accordance with Thai Standards on Auditing. My responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Fund in accordance with the Federation of Accounting Professions' Code of Ethics for Professional Accountants together with the ethical requirements that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.

#### **Other Information**

Management is responsible for the other information. The other information comprises information including in annual report but does not include the financial statements and my auditor's report thereon, which is expected to be made available to me after that date.

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

In connection with my audit of the financial statements, my responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or my knowledge obtained in the audit, or otherwise appears to materially misstated.

When I read the annual report, if I conclude that there is a material misstatement therein, I am required to communicate the matter to management to make correction the misstatement.

## **Responsibilities of Management for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with Thai Financial Reporting Standards, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the 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 management either intends to liquidate the Fund or to cease operations, or has no realistic alternative but to do so.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

My 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 my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Thai Standards on Auditing 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 Thai Standards on Auditing, I exercise professional judgment and maintain professional skepticism throughout the audit. I 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 my 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 Fund's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management'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 Fund's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the 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.

I communicate with management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.



Rathapat Limsakul

Certified Public Accountant

Registration Number 10508

PV Audit Co., Ltd.

Bangkok, 2 September 2020



**UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

**BALANCE SHEET**

**AS AT 31 JULY 2020**

	Note	Baht
<b>ASSETS</b>		
Investments at fair value (at cost : Baht 124,647,646.32)	3, 5, 8, 10	130,097,024.86
Cash at banks	6, 10	2,349,787.67
Accounts receivable from interest	10	845,729.25
Total Assets		133,292,541.78
<b>LIABILITIES</b>		
Accounts payable from derivative contracts	3, 9, 10	3,732,060.09
Accrued expenses	7	1,662,535.08
Accrued income tax		7,300.93
Other liabilities		7,878.27
Total Liabilities		5,409,774.37
NET ASSETS		127,882,767.41
<b>NET ASSETS :</b>		
Capital received from unitholders		123,236,633.63
Retained earnings		
Retained earnings from operations		4,646,133.78
Net Assets		127,882,767.41
Net asset value per unit		10.3770
Investment units sold at the end of the period (units)		12,323,663.3638

**UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

**THE DETAILS OF INVESTMENTS**

**AS AT 31 JULY 2020**

Details of investments are classified by type of investments.

Security Name	Interest Rate (%)	Maturity	Principal/ Units	Fair Value (Baht)	Percent of Investments
<b>Debentures</b>					
BEIJING GAS SINGAPORE CAPITAL CORP. (BJGA25SX)	2.75	31/05/22	USD 0.30 million	9,484,576.69	7.29
CDBL FUNDING TWO (CDBL28SX)	3.00	01/08/22	USD 0.20 million	6,399,411.07	4.92
ENEL FINANCE INTERNATIONAL N.V. (ENEL25SX)	2.875	25/05/22	USD 0.20 million	6,449,835.50	4.96
GS CALTEX CORP. (GSCC26SX)	3.00	12/06/22	USD 0.25 million	8,054,238.62	6.19
CNAC HK FINBRIDGE CO., LTD. (HAOH26SX)	3.125	19/06/22	USD 0.20 million	6,402,241.19	4.92
HUARONG FINANCE 2019 CO., LTD. (HRIN25SX)	3.375	29/05/22	USD 0.20 million	6,372,449.99	4.90
PERUSAHAAN PENERBIT SBSN (INDO23SX)	3.40	29/03/22	USD 0.25 million	8,087,169.84	6.22
KASIKORNBANK PCL. (HONG KONG BRANCH) (KBAN24SX)	2.375	06/04/22	USD 0.20 million	6,345,079.14	4.88
KOREA EAST-WEST POWER CO., LTD. (KOE26SX)	2.625	19/06/22	USD 0.20 million	6,463,416.53	4.97
KOREA RESOURCES CORP. (KORE24SX)	3.00	24/04/22	USD 0.20 million	6,445,010.75	4.95
KT CORP. (KORE28SX)	2.625	07/08/22	USD 0.20 million	6,444,127.51	4.95
LONGFOR PROPERTIES CO., LTD. (LNGF27SX)	3.875	13/07/22	USD 0.20 million	6,477,947.59	4.98
MITSUBISHI CORP. (MITC27SX)	2.625	14/07/22	USD 0.23 million	7,464,633.65	5.74
MITSUBISHI UFJ FINANCIAL GROUP INC. (MUFG227S)	2.665	25/07/22	USD 0.10 million	3,345,440.47	2.57
PERTAMINA PERSERO PT (PERT25SX)	4.875	03/05/22	USD 0.25 million	8,287,755.88	6.37
PETRONAS CAPITAL LTD. (PETM25SX)	7.875	22/05/22	USD 0.20 million	6,992,519.35	5.37
SIAM COMMERCIAL BANK PCL. (CAYMAN ISLANDS BRANCH) (SCBT27SX)	3.20	26/07/22	USD 0.20 million	6,467,044.70	4.97
SAUDI ELECTRICITY GLOBAL SUKUK CO. (SECO24SX)	4.211	03/04/22	USD 0.20 million	6,548,635.13	5.03
<b>Total Debentures</b>				<b>122,531,533.60</b>	<b>94.18</b>
<b>Derivative Instruments</b>					
<b>Call Warrants</b>					
WARRANT 3Y LINKED TO UDB FUND GUARANTEED BY CITI (see Note 5)			402	7,565,491.26	5.82
<b>Total Call Warrants</b>				<b>7,565,491.26</b>	<b>5.82</b>
<b>TOTAL INVESTMENTS (At cost : Baht 124,647,646.32)</b>				<b>130,097,024.86</b>	<b>100.00</b>

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

**UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

**STATEMENT OF INCOME**

**FOR THE PERIOD FROM 6 AUGUST 2019 (DATE OF INCEPTION) TO 31 JULY 2020**

	Note	Baht
INVESTMENT INCOME	3	
Interest income		4,546,913.92
Total income		4,546,913.92
EXPENSES	3	
Management fee	4, 7	111,719.70
Trustee fee	4	39,061.63
Registrar fee	4, 7	130,206.94
Setup fee	4, 7	1,318,631.98
Overseas co-management fee	4, 7, 11	70,793.10
Income tax		7,682.14
Total expenses		1,678,095.49
Net income from investments		2,868,818.43
Net gain (loss) on investments	3	
Net unrealized gain on investments		5,449,378.54
Net unrealized loss on derivative contracts	9, 10	(3,732,060.09)
Net gain on foreign currency exchange rate		59,996.90
Total net realized and unrealized gain on investments		1,777,315.35
Increase in net assets resulting from operations		4,646,133.78

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

**UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

**STATEMENT OF CHANGES IN NET ASSETS**

**FOR THE PERIOD FROM 6 AUGUST 2019 (DATE OF INCEPTION) TO 31 JULY 2020**

	Baht
Increase (decrease) in net assets from operations during the period	
Net income from investments	2,868,818.43
Net unrealized gain on investments	5,449,378.54
Net unrealized loss on derivative contracts	(3,732,060.09)
Net gain on foreign currency exchange rate	59,996.90
Net increase in net assets resulting from operations	4,646,133.78
Increase in capital received from unitholders during the period	
Units initially offered	123,236,633.63
Net increase in capital received from unitholders	123,236,633.63
Increase in net assets during the period	127,882,767.41
Net assets at the beginning of the period	-
Net assets at the end of the period	127,882,767.41
	Units
<u>Changes of investment units</u>	
(at Baht 10 each)	
Units initially offered	12,323,663.3638
Investment units at the end of the period	12,323,663.3638

**UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

**STATEMENT OF CASH FLOWS**

**FOR THE PERIOD FROM 6 AUGUST 2019 (DATE OF INCEPTION) TO 31 JULY 2020**

	Baht
Cash flows from operating activities	
Increase in net assets from operations	4,646,133.78
Adjustments to reconcile the increase in net assets from operations to net cash provided by (used in) operating activities	
Purchases of investments	(123,962,529.04)
Amortization of discount on debt instruments	(685,117.28)
Increase in accounts receivable from interest	(845,729.25)
Increase in accrued expenses	1,662,535.08
Increase in accrued income tax	7,300.93
Increase in other liabilities	7,878.27
Net unrealized gain on investments	(5,449,378.54)
Net unrealized loss on derivative contracts	3,732,060.09
Net unrealized loss on foreign currency exchange rate	2,125.12
Net cash used in operating activities	(120,884,720.84)
Cash flows from financing activities	
Units initially offered	123,236,633.63
Net cash provided by financing activities	123,236,633.63
Net increase in cash at banks	2,351,912.79
Cash at banks at the beginning of the period	-
Reconcile loss on foreign currency exchange rate from cash at banks	(2,125.12)
Cash at banks at the end of the period	2,349,787.67

**UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

**SIGNIFICANT FINANCIAL INFORMATION**

**FOR THE PERIOD FROM 6 AUGUST 2019 (DATE OF INCEPTION) TO 31 JULY 2020**

	Baht
Information on results from operations (per unit)	
Units initially offered	10.0000
Income (loss) from investing activities	
Net income from investments *	0.2328
Net unrealized gain on investments **	0.4421
Net unrealized loss on derivative contracts **	(0.3028)
Net gain on foreign currency exchange rate **	0.0049
Total income from investing activities	0.3770
Net asset value at the end of the period	10.3770
Ratio of net profit to average net asset value during the period (%)	3.77
Significant financial ratios and additional information	
Net asset value at the end of the period (Thousand Baht)	127,883
Ratio of total expenses to average net asset value during the period (%)	1.36
Ratio of total investment income to average net asset value during the period (%)	3.69
Ratio of weighted average investment turnover to average net asset value during the period (%) ***	100.66

Supplementary information

- \* Based on average investment units outstanding throughout the period.
- \*\* The amounts reported may not accord with the change in aggregate gains and losses in securities during the period because of the timing of sales and purchases investment units in relation to fluctuating market values during the period.
- \*\*\* This is not included cash at bank and investment in promissory notes and trading investments should be the independent trading transactions which are not included repurchase agreements or resale agreements.

## **UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

### **NOTES TO THE FINANCIAL STATEMENTS**

**FOR THE PERIOD FROM 6 AUGUST 2019 (DATE OF INCEPTION) TO 31 JULY 2020**

#### **1. NATURE OF UNITED DYNAMIC BOND COMPLEX RETURN FUND 3Y3**

United Dynamic Bond Complex Return Fund 3Y3 (“the Fund”) was registered with the Office of the Securities and Exchange Commission (“SEC”) on 6 August 2019 with the registered capital of Baht 123.24 million (divided into 12.32 million investment units at Baht 10 each). UOB Asset Management (Thailand) Company Limited (“the Management Company”) serves as the Fund’s Manager and Investment Unit Registrar, with UOB Asset Management Ltd. as a co-manager in foreign. Kasikornbank Public Company Limited serves as the Fund’s Trustee.

The Fund is an auto redemption fund with project life approximately three years from date of inception. The objectives of the Fund are as follows:

1. The Fund will mainly invest in both domestic and international debt instruments, deposits and/or deposit equivalent. In addition, may invest in CIS units of the Fixed Income Fund by investing in the above securities totaling approximately 93% of the net asset value of the Fund, with the goal of investments in this segment grow to 100% of the net asset value of the Fund. The Fund will invest in foreign at not less than 80% of net asset value of the Fund.
2. The Fund will invest not more than 7% of the net asset value in derivative contracts such as a call warrant or a call option that has a return payment based on foreign underlying assets which is the investment value of the Jupiter Dynamic Bond L EUR Acc (see Note 5).

In addition, the Fund may invest in derivative contracts to increase the efficiency of investment management at the discretion of the fund manager as appropriate to the situation.

The Fund’s policy is not to pay dividends to the unitholders.

#### **2. BASIS OF PREPARATION OF THE FINANCIAL STATEMENTS**

The financial statements of the Fund are prepared in accordance with Thai Financial Reporting Standards (“TFRS”) including related interpretations and accounting guidance promulgated by the Federation of Accounting Professions in accordance with generally accepted accounting principles in Thailand. In addition, the financial statements have been prepared in accordance with Thai Accounting Standard No. 106 “Accounting for Investment Companies”.

The financial statements of the Fund have been prepared in the Thai language and expressed in Thai Baht. Such financial statements have been prepared for domestic reporting purposes. For the convenience of the readers not conversant with the Thai language, an English version of the financial statements has been provided by translating from the Thai version of the financial statements.

#### The Issuance of the Accounting Guidance for Mutual Funds and Provident Funds

On 26 December 2019, the SEC approved the Accounting Guidance for Mutual Funds and Provident Funds issued by the Association of Investment Management Companies, which is effective for the financial statements for the period beginning on or after 1 January 2020. The management of the Fund is assessing the effects of this accounting guidance on the financial statements for the year in which it is initially applied.

### **3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

#### Investment Measurement

Investments are recognized as assets with the cost of investments at the date on which the Fund has the right on investments. The costs of investments are comprised with the purchase price and all direct expenses which the Fund paid to get those investments.

- Investments in foreign debt instruments are presented at the fair value, using the price or the yield rate from the foreign bond market on the date of investment measurement.
- Investments in foreign derivative instruments are presented at the fair value, using the price from the Issuer of derivative instruments on the date of investment measurement.

Net unrealized gains or losses arising from their revaluation of investments to be fair value are reflected in the statement of income on the measurement date.

The weighted average method is used to determine the cost of each security at the time of sales.

#### Revenues and Expenses Recognition

Interest income is recognized as interest accrues, based on the effective rate method.

The premium (discount) on debt instruments is amortized by the effective rate method. The amortized amount is presented as an adjustment of the interest income.

Expenses are recognized on an accrual basis.

Gain or loss on trading of securities is recorded as revenues or expenses on trading date.

#### Accounts in Foreign Currencies

Accounts in foreign currencies are converted into Baht at the rates of exchange on the transaction date. Assets and liabilities in foreign currencies at the end of the period are converted into Baht at the rates of exchange on that date. The derivative contracts are converted at the contract rates on the transaction date.

Outstanding derivative contracts are marked to market by comparing contract rates to forward rates established by the contracting bank with same maturity. At each balance sheet date, the unrealized gains or losses on outstanding derivative contracts, calculated as described above, are included within accounts receivable or accounts payable from derivative contracts in balance sheet.

Gain or loss on conversion is included in the statement of income.



#### Income Tax

The Fund shall pay income tax according to the Revenue Code based on income under section 40 (4) (a) at the rate of 15% of income before deducting expenses, effective from 20 August 2019.

#### Use of Accounting Judgments and Estimates

Preparation of financial statements in conformity with generally accepted accounting principles requires management to make judgments and estimates that affect the reported amounts of assets, liabilities, revenues, expenses and disclosure of contingent assets and liabilities. Actual results may differ from those estimates.

The judgments and estimates are reviewed on an ongoing basis. Revisions to accounting estimates are recognized prospectively.

#### **4. MANAGEMENT, TRUSTEE, REGISTRAR, SETUP AND OVERSEAS CO-MANAGEMENT FEES**

<u>Expenses</u>	<u>Percentage</u>
Management fee	Not over 2.14 per annum of the Fund's registered capital at the inception date
Trustee fee	Not over 0.0803 per annum of the Fund's registered capital at the inception date
Registrar fee	Not over 0.428 per annum of the Fund's registered capital at the inception date
Setup fee	Not over 1.605 of the Fund's registered capital at the inception date
Overseas co-management fee	As specified in the agreement (see Note 11)

#### **5. INVESTMENTS**

As at 31 July 2020, the Fund had call warrants as follows:

On 7 August 2019, the Fund entered into the USD 3 Year Warrants Linked to Jupiter Dynamic Bond Fund Contract with a foreign bank in the amount of USD 0.16 million. This contract is a 3-year term contract which pays returns based on the returns of the Jupiter Dynamic Bond L EUR Acc.

The return will be paid only when Call Warrants mature. The payoff at expiry date from investment is divided into 3 cases as follows:

Case 1 The net asset value of the Jupiter Dynamic Bond L EUR Acc at the date of the underlying asset of the Call Warrants is less than the net asset value of Jupiter Dynamic Bond L EUR Acc at the date of entering into the contract. The Fund will receive a return equal to 0%.

Case 2 The net asset value of the Jupiter Dynamic Bond L EUR Acc at the date of the underlying asset of the Call Warrants equal to or more than 0% but not more than 8% compared to the net asset value of Jupiter Dynamic Bond L EUR Acc at the date of entering into the contract. The Fund will receive a return equal to 8%.

Case 3 The net asset value of the Jupiter Dynamic Bond L EUR Acc at the date of the underlying asset of the Call Warrants is higher than 8% compared to the net asset value of Jupiter Dynamic Bond L EUR Acc at the date of entering into the contract. The Fund will receive a return equal to the actual calculated returns.

## 6. CASH AT BANKS

<u>Bank</u>	<u>Baht</u>	<u>Interest Rate (%)</u>
Kasikornbank Public Company Limited	1,664,136.12	0.05
JPMorgan Chase Bank, N.A.	685,651.55	-
Total cash at banks	2,349,787.67	

## 7. RELATED PARTY TRANSACTIONS

During the period, the Fund had significant business transactions with the Management Company and other enterprises, which have the same shareholders and/or directors as the Management Company and the Fund. Such transactions for the period ended 31 July 2020 were summarized as follows:

	<u>Baht</u>	<u>Pricing Policy</u>
UOB Asset Management (Thailand) Company Limited		
Management fee	111,719.70	The basis stated in the prospectus
Registrar fee	130,206.94	The basis stated in the prospectus
Setup fee	1,318,631.98	The basis stated in the prospectus
UOB Asset Management Ltd.		
Overseas co-management fee	70,793.10	As specified in the agreement

As at 31 July 2020, the Fund had the significant outstanding balances with the related companies as follows:

	<u>Baht</u>
UOB Asset Management (Thailand) Company Limited	
Accrued management fee	111,719.70
Accrued registrar fee	130,206.94
Accrued setup fee	1,318,631.98
UOB Asset Management Ltd.	
Accrued overseas co-management fee	70,793.10

## 8. INVESTMENT TRADING INFORMATION

The Fund had investment trading transactions for the period ended 31 July 2020 excluding investments in promissory notes, amounted of Baht 123.96 million which is 100.66 percent of the average net asset value during the period.

## 9. DERIVATIVE CONTRACTS

As at 31 July 2020, the Fund had forward exchange contracts outstanding balance in the amount of USD 4.06 million to exchange Baht 123.55 million.

## 10. DISCLOSURE OF FINANCIAL INSTRUMENTS

The Fund does not speculate in or engage in the trading of any derivative financial instruments.

### Fair Value

As the majority of financial assets and financial liabilities are short-term, and most financial assets are marketable securities, which are presented at fair value based on their quoted market prices, the Fund believes that their carrying value does not materially differ from their fair value.

### Interest Rate Risk

Interest rate risk represents the probability that debt instrument may increase or decrease in value due to the general fluctuation in interest rates in the market. Debt instrument will decrease in value when the market interest rate increases and will increase in value when the market interest rate decreases. The longer the life of debt instrument is, the more sensitive their prices to the interest rate fluctuation.

### Credit Risk

The Fund is exposed to the risk of nonperformance of the financial instruments obligations by counterparties since the Fund has accounts receivable. However, such financial assets are due in the short-term, so the Fund does not anticipate material losses from its debt collection.

### Foreign Currency Risk

As at 31 July 2020, the Fund had foreign currency accounts as follows:

<u>Accounts</u>	<u>USD</u>
Investments (at fair value)	4,168,440.40
Cash at bank	21,968.97
Accounts receivable from interest	27,094.88

The Fund entered into derivative contracts for hedging exchange rates on investments in foreign currency (see Note 9).

### Market Risk

The Fund is exposed to the risk from changes in market prices with respect to its investments in debt and derivative instruments. The returns on investment fluctuate depending on the economic and political situation including the status of financial and capital markets. The mentioned situations may affect the operation of the financial instruments' issuers in a positive or negative way depending on the kind of business of those issuers and how they relate with fluctuating market, which may arise to an increase or decrease of the financial instruments' market price.

### Risk Management

The Fund manages risks which may arise from investments by establishing its risk management policy to cover risks on investments such as diversifying its investments and analyzing the status of those entities invested by the Fund.

### **11. COMMITMENT**

The Fund has commitment in respect of payment according to the Investment Management Agreement at the rate of 0.00072 percent per annum of the Fund's net assets in portfolio managed by the Co-Manager in foreign.

### **12. APPROVAL OF THE FINANCIAL STATEMENTS**

These financial statements have been approved for issue by the authorized persons of the Fund on 2 September 2020.

ชำระค่าไปรษณีย์มาแล้ว  
ใบอนุญาตนเลขที่ 33/2540  
ประเภท ธนาคาร

เหตุผลข้อห้ามไม่ยอมรับไม่ได้
<input type="checkbox"/> 1. จำกัดไม่ชัดเจน
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