

UOB Smart Asia Fund : UOB SA

Annual Report
(For the period of 2019/2020)

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Message from the Company

To Unitholders

Comment on investment of the portfolio during the last accounting period: August 1, 2019 – July 31, 2020

Market Summary

Global economy slowed down as Covid-19 pandemic still remains. Economic activities are still below normal level and inevitably affect global economy. Nonetheless, central banks and governments altogether launched unprecedented stimulus packages to combat such impacts which could support global economy. Markets were recovered once the pandemic shows some signs of being successfully contained. Policy rates are likely to maintain at a very low level. Easing monetary policy in major countries will reduce headwind for risk assets.

Fund's Investment Strategy

We believe that Asian markets continue to offer opportunities for growth with the region trading at attractive valuations, the long-term structural growth potential in Asia, driven by favorable demographic trends and rising incomes make the region an attractive investment destination.

Our strategy is to take advantage of these structural opportunities by investing in companies that have sound business models, are positioned in segments offering attractive growth and that have demonstrated operational and financial discipline in the way they manage their businesses.

Country allocation as of July 31, 2020

Country	%/NAV
China	49.81
Taiwan	15.39
South Korea	9.18
Hong Kong	7.43
India	6.66
Singapore	4.09
Thailand	2.07
Indonesia	1.16
Others	2.22
Cash	1.99

Performance Review

For the period ended July 31, 2020, the net asset value of the fund increased by 11.18%, compared to 14.00% increase in the composite benchmark.

UOB Smart Asia Fund	Return During Aug 1, 2019 – Jul 31, 2020	Return During Aug 1, 2018 – Jul 31, 2019
Fund	11.18%	-17.60%
Benchmark (Thai Baht)	14.00%	-9.79%

Benchmark: MSCI AC Asia (ex Japan) net TR USD adjusted in Thai Baht, compares with the United Asia Fund (Master Fund)

As we have managed UOB Smart Asia Fund for a period of one year on July 31, 2020, we would like to inform the net value to unit holder, UOB Smart Asia Fund has a net asset value 98,043,523.22 baht in asset value or its earning per unit is at 8.6228 baht.

In this connection, we would like to express our sincere thanks to the trust of all Unitholders has been extended to us for your investment. UOB Smart Asia Fund 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

SSFO 20/124

August 5, 2020

THE SUPERVISOR GRANT APPROVAL

To : Unitholders
UOB Smart Asia Fund

TMB Bank Public Company Limited, as the mutual fund supervisor of the UOB Smart Asia Fund, has performed our duties in such mutual fund project, administered and managed by UOB Asset Management (Thailand) Company Limited, from the period between August 1, 2019 to July 31, 2020

In our opinion, we are pleased to confirm that UOB Asset Management (Thailand) Company Limited, has managed the mutual fund strictly in accordance with the approved mutual fund project prospectus and the commitment made to the unitholders under The Securities and Exchange Act, BE 2535



MANEEVAN INGKAIVITAN
Fund Supervisory
TMB Bank Public Co., Ltd.

ธนาคารทหารไทย จำกัด (มหาชน)
TMB BANK PUBLIC COMPANY LIMITED

3000 ถนนพหลโยธิน แขวงจอมพล เขตจตุจักร กรุงเทพฯ 10900 ทะเบียนเลขที่/เลขประจำตัวผู้เสียภาษีอากร 0107537000017 โทร. 0-2299-1111
3000 Phahon Yothin Road, Chom Phon, Chatuchak, Bangkok 10900 Reg No./TAX ID No. 0107537000017 Tel. 0-2299-1111
tmbbank.com

UOB Smart Asia Fund

Name List of Fund Manager

For the period of August 1, 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 Jul 16, 2007

Ending Date of Accounting Period Jul 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)	6.65%	-25.26%	14.66%	7.60%	-0.93%	-2.46%	-0.21%	27.47%	-20.97%	3.52%
ผลตอบแทนดัชนีชี้วัด (Benchmark Return)	8.89%	-10.59%	18.23%	11.07%	3.15%	-0.50%	5.76%	29.32%	-14.53%	9.90%
ความผันผวนของผลดำเนินงาน (Fund Standard Deviation)	19.55%	26.02%	12.84%	13.90%	11.09%	16.10%	15.69%	10.79%	16.01%	13.09%
ความผันผวนของดัชนีชี้วัด (Benchmark Standard Deviation)	17.73%	23.17%	13.90%	13.70%	11.33%	16.30%	17.03%	10.42%	16.26%	12.60%

	ตั้งแต่ต้นปี (YTD) ¹⁾	3 เดือน (3 Months) ¹⁾	6 เดือน (6 Months) ¹⁾	1 ปี (1 Year) ²⁾	3 ปี (3 Years) ²⁾	5 ปี (5 Years) ²⁾	10 ปี (10 Years) ²⁾	ตั้งแต่จัดตั้ง (Since Inception) ²⁾
ผลตอบแทนของกองทุน (Fund Return)	5.96%	10.88%	7.20%	11.15%	-2.99%	0.45%	1.34%	-1.13%
ผลตอบแทนดัชนีชี้วัด (Benchmark Return)	7.03%	12.11%	8.47%	13.96%	2.70%	5.33%	6.14%	4.65%
ความผันผวนของผลดำเนินงาน (Fund Standard Deviation)	19.00%	10.84%	18.45%	20.97%	15.51%	14.81%	14.60%	19.01%
ความผันผวนของดัชนีชี้วัด (Benchmark Standard Deviation)	19.83%	9.97%	19.36%	21.74%	15.11%	14.43%	14.28%	18.58%

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 : MSCI AC Asia (ex Japan) net TR USD adjusted in Thai Baht , compares with the United Asia Fund (Master Fund)
- 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 Asia Fund (Master Fund)

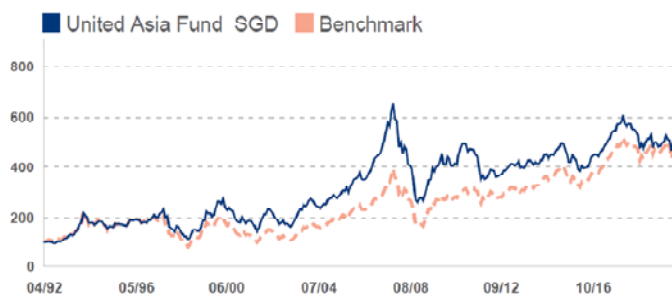
August 2020

United Asia Fund

Investment Objective

The investment objective of the Fund is to achieve long term capital growth mainly through investing in the securities of corporations in, or corporations listed or traded on stock exchanges in, or corporations which derive a significant proportion of their revenue or profits from or have a significant proportion of their assets in, Asia (excluding Japan).

Fund Performance Since Inception in Base Currency



Fund performance is calculated on a NAV to NAV basis.
Benchmark: Apr 92 – Dec 11: MSCI AC FE ex Japan; Jan 12 to present: MSCI AC Asia ex Japan

Performance By Share Class	Cumulative Performance (%)				Annualised Performance (%)			
	1M	3M	6M	1Y	3Y	5Y	10Y	Since Incept
SGD								
Fund NAV to NAV	7.40	12.40	8.92	11.69	1.06	4.12	2.92	6.26
Fund (Charges applied ^A)	2.03	6.78	3.47	6.11	-0.66	3.05	2.40	6.07
Benchmark	6.65	13.21	8.67	12.54	4.99	7.57	6.60	6.07

Source: Morningstar. Performance as at 31 July 2020, SGD basis, with dividends and distributions reinvested, if any. Performance figures for 1 month till 1 year show the % change, while performance figures above 1 year show the average annual compounded returns. Since inception performance under 1 year is not annualised.

^AIncludes the effect of the subscription fee applied.

Fund Information

Fund Size

SGD 37.12 mil

Base Currency

SGD

Fund Ratings



as of 31 July 2020

Contact Details

UOB Asset Management Ltd
80 Raffles Place #03-00
UOB Plaza 2
Singapore 048624

Hotline

1800 22 22 228(8am to 8pm
daily, Singapore time)

Email

uobam@UOBGroup.com

Website

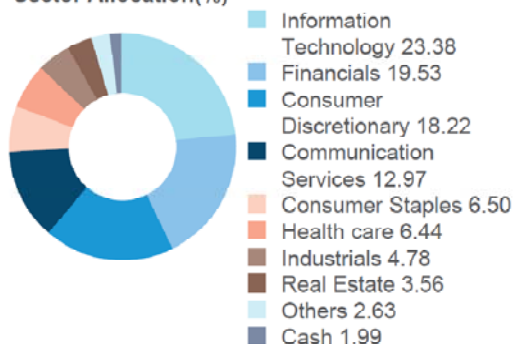
uobam.com.sg



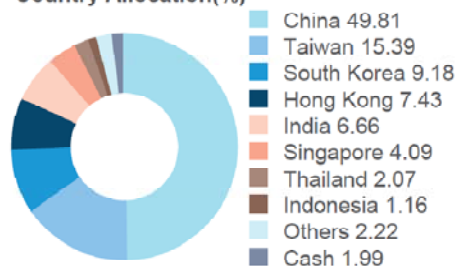
United Asia Fund

Portfolio Characteristics

Sector Allocation(%)



Country Allocation(%)



Top 10 Holdings(%)

ALIBABA GROUP HOLDING LTD	10.93	HONG KONG EXCHANGES & CLEARING	2.90
TENCENT HOLDINGS LTD	10.20	AIA GROUP LTD	2.53
TAIWAN SEMICONDUCTOR MANUFACTU	9.30	CHINA LIFE INSURANCE CO LTD	2.35
SAMSUNG ELECTRONICS CO LTD	7.30	PING AN INSURANCE GROUP CO OF	2.17
UNITED OVERSEAS BANK LTD	2.99	CHINA MENGNIU DAIRY CO LTD	2.11

Share Class Details

Share Class	NAV Price	Bloomberg Ticker	ISIN Code	Inception Date	Subscription mode
SGD	SGD 2.321 [#]	UOBUAFI SP	SG9999001051	Apr 92	Cash, SRS

Share Class	Min. initial investment	Min. subsequent investment	Subscription fee(%)	Annual management fee(%)
SGD	SGD 1,000	SGD 500	5	1.25

[#]The fund had a 2-for-1 unit split on 8th Apr 04.

All data as of 31 July 2020, unless otherwise specified.

UOB Smart Asia Fund

Total Expenses as called from fund Table

From August 1, 2019 To July 31, 2020

Called expenses from fund (Fund's direct expense)	Amount Unit : Thousand	Percentage of Net Assets Value
Management fee	1,615.03	1.6050
Trustee fee	32.30	0.0321
Transaction fee	-	-
Registrar fee	129.20	0.1284
Advisory fee	-	-
Sale Promotion - IPO	-	-
Sale Promotion - After IPO	-	-
Auditing Fee	51.00	0.0507
Other Expenses*	0.70	0.0007
Total Expenses **	1,828.23	1.8169
Rebate fee	Amount Unit : Baht	Percentage of Net Assets Value
Rebate fee	745,457.70	0.7418

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

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

UOB Smart Asia Fund
Details of Investment, Borrowing and Obligations
As of July 31, 2020

	Market Value	%NAV
Domestic : Assets and Securities List		
<u>Deposits</u>	<u>1,769,278.41</u>	<u>1.80</u>
UNITED OVERSEAS BANK (THAI) PUBLIC COMPANY LIMITED	1,595,055.80	1.63
TMB BANK PUBLIC COMPANY LIMITED (SGD)	66,675.94	0.07
TMB BANK PUBLIC COMPANY LIMITED	107,546.67	0.11
<u>Others</u>	<u>-138,018.91</u>	<u>-0.14</u>
Other Assets	60,867.06	0.06
Other Liabilities	-198,885.97	-0.20
SINGAPORE : Assets and Securities List		
<u>Common Stocks</u>	<u>96,412,263.72</u>	<u>98.34</u>
Non Listed Securities	96,412,263.72	98.34
Unit Trust	96,412,263.72	98.34
UASF	96,412,263.72	98.34
Net Asset Value	98,043,523.22	100.00

Portfolio Turnover Ratio (PTR)

UOB Smart Asia Fund

For the period of August 1, 2019 to July 31, 2020

2.21%

Credit rating of the bank or financial institution

UOB Smart Asia Fund

As of July 31, 2020

Bank of deposit	Credit ratings by international institution	Credit ratings by domestic institution
United Overseas Bank (Thai) Public Company Limited	Baa1(Moody)	AAA(Fitch)

List of Soft Commission

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

List of Connected Person with transaction

For the Period of August 1, 2019 to July 31, 2020

List of Connected Persons who had transactions with Fund
UOB ASSET MANAGEMENT LTD

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)

or The Securities and Exchange Commission (www.sec.or.th)

Report on non-compliance of investment limit

UOB Smart Asia Fund

For the Period of August 1, 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

UOB Smart Asia Fund

As of July 31, 2020

- None -

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)

The amendment to the commitment

UOB Smart Asia Fund

For the Period of August 1, 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		

UOB SMART ASIA FUND
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT
FOR THE YEAR ENDED 31 JULY 2020

INDEPENDENT AUDITOR'S REPORT

To the Unitholders of UOB Smart Asia Fund

Opinion

I have audited the financial statements of UOB Smart Asia Fund ("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 year then ended, 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 UOB Smart Asia Fund as at 31 July 2020, and its financial performance, changes in its net assets, cash flows and significant financial information for the year then ended 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.



Thirdthong Thepmongkorn
Certified Public Accountant
Registration Number 3787

PV Audit Co., Ltd.
Bangkok, 28 August 2020

UOB SMART ASIA FUND

BALANCE SHEET

AS AT 31 JULY 2020

		Baht	
	Note	2020	2019
ASSETS			
Investments at fair value (at cost: Baht 111,088,889.82			
in 2020 and Baht 139,824,408.24 in 2019)	3, 7, 8, 9	96,412,263.72	106,550,064.08
Cash at banks	6, 7, 9	1,768,751.95	1,130,862.63
Accounts receivable from interest	7	526.46	491.82
Accrued other income	7, 9	60,867.06	68,499.14
Total Assets		98,242,409.19	107,749,917.67
LIABILITIES			
Accounts payable from redemption of investment units		1,806.94	-
Accrued expenses	7	192,934.00	219,764.04
Accrued income tax		78.97	-
Other liabilities		4,066.06	9,129.71
Total Liabilities		198,885.97	228,893.75
NET ASSETS		98,043,523.22	107,521,023.92
NET ASSETS :			
Capital received from unitholders		113,701,648.26	138,633,178.43
Retained earnings (deficit)			
Equalization account		412,715,885.91	407,533,507.56
Deficit from operations	4	(428,374,010.95)	(438,645,662.07)
Net Assets		98,043,523.22	107,521,023.92
Net asset value per unit		8.6228	7.7557
Investment units sold at the end of the year (units)		11,370,164.8264	13,863,317.8429

UOB SMART ASIA FUND

THE DETAILS OF INVESTMENTS

AS AT 31 JULY 2020

<u>Security Name</u>	<u>Units</u>	<u>Fair Value</u> (Baht)	<u>Percent of</u> <u>Investments</u>
<u>Investments in Foreign Unit Trust</u>			
Unit Trust			
SINGAPORE			
United Asia Fund *	1,825,140.62	96,412,263.72	100.00
Total Investments (At Cost : Baht 111,088,889.82)		96,412,263.72	100.00

* United Asia Fund has a policy to invest in long-term investments in equity securities of listed companies in Asia.

UOB SMART ASIA FUND
THE DETAILS OF INVESTMENTS
AS AT 31 JULY 2019

<u>Security Name</u>	<u>Units</u>	<u>Fair Value</u> (Baht)	<u>Percent of</u> <u>Investments</u>
<u>Investments in Foreign Unit Trust</u>			
Unit Trust			
SINGAPORE			
United Asia Fund *	2,283,845.28	106,550,064.08	100.00
Total Investments (At Cost : Baht 139,824,408.24)		106,550,064.08	100.00

* United Asia Fund has a policy to invest in long-term investments in equity securities of listed companies in Asia.

UOB SMART ASIA FUND
STATEMENT OF INCOME
FOR THE YEAR ENDED 31 JULY 2020

		Baht	
	Note	2020	2019
INVESTMENT INCOME	3		
Interest income	7	5,155.50	7,035.59
Other income	7, 10	744,686.39	929,180.54
Total income		749,841.89	936,216.13
EXPENSES	3		
Management fee	5, 7	1,615,028.97	2,006,742.52
Trustee fee	5	32,300.51	40,134.85
Registrar fee	5, 7	129,202.32	160,539.42
Professional fee		51,000.00	51,200.00
Income tax		715.80	-
Other expenses		7,983.61	13,292.14
Total expenses		1,836,231.21	2,271,908.93
Net loss from investments		(1,086,389.32)	(1,335,692.80)
Net gain (loss) on investments	3		
Net realized loss on investments		(7,239,677.62)	(5,287,661.05)
Net unrealized gain (loss) on investments		18,597,718.06	(19,457,149.26)
Total net realized and unrealized gain (loss) on investments		11,358,040.44	(24,744,810.31)
Increase (decrease) in net assets resulting from operations		10,271,651.12	(26,080,503.11)

UOB SMART ASIA FUND

STATEMENT OF CHANGES IN NET ASSETS

FOR THE YEAR ENDED 31 JULY 2020

	Baht	
	2020	2019
Increase (decrease) in net assets from operations during the year		
Net loss from investments	(1,086,389.32)	(1,335,692.80)
Net realized loss on investments	(7,239,677.62)	(5,287,661.05)
Net unrealized gain (loss) on investments	18,597,718.06	(19,457,149.26)
Net increase (decrease) in net assets resulting from operations	10,271,651.12	(26,080,503.11)
Increase (decrease) in capital received from unitholders during the year		
Issuance of investment units during the year	374,405.46	222,362.67
Redemption of investment units during the year	(20,123,557.28)	(18,815,456.07)
Net decrease in capital received from unitholders	(19,749,151.82)	(18,593,093.40)
Decrease in net assets during the year	(9,477,500.70)	(44,673,596.51)
Net assets at the beginning of the year	107,521,023.92	152,194,620.43
Net assets at the end of the year	98,043,523.22	107,521,023.92

	Units	
<u>Changes of investment units</u>		
(at Baht 10 each)		
Investment units at the beginning of the year	13,863,317.8429	16,168,747.0052
<u>Add</u> : Investment units issued during the year	47,878.8161	25,604.6408
<u>Less</u> : Investment units redeemed during the year	(2,541,031.8326)	(2,331,033.8031)
Investment units at the end of the year	11,370,164.8264	13,863,317.8429

UOB SMART ASIA FUND
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 JULY 2020

	Baht	
	2020	2019
Cash flows from operating activities		
Increase (decrease) in net assets from operations	10,271,651.12	(26,080,503.11)
Adjustments to reconcile the increase (decrease) in net assets from operations to net cash provided by (used in) operating activities		
Purchases of investments	(2,218,341.50)	-
Sales of investments	23,714,182.30	19,886,652.70
(Increase) decrease in accounts receivable from interest	(34.64)	188.10
Decrease in accrued other income	7,931.66	26,156.48
Increase in accounts payable from redemption of investment units	1,806.94	-
Decrease in accrued expenses	(26,830.04)	(57,508.22)
Increase in accrued income tax	78.97	-
Decrease in other liabilities	(5,063.65)	(3,591.96)
Net realized loss on investments	7,239,677.62	5,287,661.05
Net unrealized (gain) loss on investments	(18,597,718.06)	19,457,149.26
Net unrealized (gain) loss on foreign currency exchange rate	(533.27)	1,957.71
Net cash provided by operating activities	20,386,807.45	18,518,162.01
Cash flows from financing activities		
Proceeds from issuance of investment units during the year	374,405.46	222,362.67
Payments for redemption of investment units during the year	(20,123,557.28)	(18,815,456.07)
Net cash used in financing activities	(19,749,151.82)	(18,593,093.40)
Net increase (decrease) in cash at banks	637,655.63	(74,931.39)
Cash at banks at the beginning of the year	1,130,862.63	1,206,802.44
Reconcile gain (loss) on foreign currency exchange rate from cash at banks	233.69	(1,008.42)
Cash at banks at the end of the year	1,768,751.95	1,130,862.63

UOB SMART ASIA FUND
SIGNIFICANT FINANCIAL INFORMATION
FOR THE YEAR ENDED 31 JULY 2020

	Baht					
	2020	2019	2018	2017	2016	2015
Information on results from operations (per unit)						
Net asset value at the beginning of the year	7.7557	9.4128	9.3560	7.7484	8.4307	8.5071
Income (loss) from investing activities						
Net loss from investments *	(0.0840)	(0.0883)	(0.1037)	(0.0891)	(0.0843)	(0.0994)
Net realized loss on investments **	(0.6062)	(0.3352)	(0.0514)	(0.2744)	(0.4104)	(0.5188)
Net unrealized gain (loss) on investments **	1.5573	(1.2336)	0.2119	1.9711	(0.1876)	0.5418
Total income (loss) from investing activities	0.8671	(1.6571)	0.0568	1.6076	(0.6823)	(0.0764)
Net asset value at the end of the year	8.6228	7.7557	9.4128	9.3560	7.7484	8.4307
Ratio of net profit (loss) to average net asset value						
during the year (%)	10.22	(20.86)	1.79	18.90	(9.59)	(0.77)
Significant financial ratios and additional information						
Net asset value at the end of the year (Thousand Baht)	98,044	107,521	152,195	185,357	179,606	227,947
Ratio of total expenses to average net asset value						
during the year (%)	1.83	1.82	1.82	1.81	1.85	1.94
Ratio of total investment income to average net asset value						
during the year (%)	0.75	0.75	0.75	0.75	0.75	0.75
Ratio of weighted average investment turnover to average						
net asset value during the year (%) ***	27.16	19.24	24.67	16.05	19.01	44.87

Supplemental information

* Based on average investment units outstanding throughout each year.

** The amounts reported may not accord with the change in aggregate gains and losses in securities during the year because of the timing of sales and purchases investment units in relation to fluctuating market values during the year.

*** 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.

UOB SMART ASIA FUND

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 JULY 2020

1. NATURE OF UOB SMART ASIA FUND

UOB Smart Asia Fund (“the Fund”) was registered with the Office of the Securities and Exchange Commission (“SEC”) on 16 July 2007. Currently the Fund has the registered capital in the amount of Baht 3,000 million (divided into 300 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 and TMB Bank Public Company Limited serves as the Fund’s Trustee.

The Fund is an open-ended feeder fund with no stipulated project life. The Fund mainly invests in a foreign unit trust at least 80% of its net asset value in the United Asia Fund, which is managed by UOB Asset Management Ltd..

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.

Adoption of New and Revised TFRS

New and revised TFRS that became effective in the current year

During the year, the Fund has adopted revised TFRS (revised 2018) and new TFRS which are effective for the financial statements for the period beginning on or after 1 January 2019. These TFRS were aimed at alignment with the corresponding International Financial Reporting Standards with most of the changes directed towards clarifying accounting treatment and providing accounting guidance for users of the standards.

The new TFRS are as follows:

<u>TFRS/TFRIC</u>	<u>Topic</u>
TFRS 1	First-time Adoption of Thai Financial Reporting Standards
TFRS 15	Revenue from Contracts with Customers
TFRIC 22	Foreign Currency Transactions and Advance Consideration

The adoption of these TFRS does not have any significant effects on the Fund's 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 unit trust are stated at fair value by using the latest value of net assets per unit on the date of valuation.

Net unrealized gains or losses arising from their revaluation of investment to be fair value are reflected in the statements 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.

Other income and 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 balance sheet date are converted into Baht at the rates of exchange on that date.

Gain or loss on conversion is included in the statements 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. DEFICIT AT THE BEGINNING OF THE YEAR

	Baht	
	2020	2019
Accumulated net loss from investments (accumulated since 16 July 2007)	(72,413,453.92)	(71,077,761.12)
Accumulated net realized loss on investments (accumulated since 16 July 2007)	(332,957,863.99)	(327,670,202.94)
Accumulated net unrealized loss on investments (accumulated since 16 July 2007)	(33,274,344.16)	(13,817,194.90)
Deficit at the beginning of the year	<u>(438,645,662.07)</u>	<u>(412,565,158.96)</u>

5. MANAGEMENT, TRUSTEE AND REGISTRAR FEES

<u>Expenses</u>	<u>Percentage</u>
Management fee	Not over 1.605 per annum of the Fund's net asset value
Trustee fee	Not over 0.06206 per annum of the Fund's net asset value
Registrar fee	Not over 0.1284 per annum of the Fund's net asset value

6. CASH AT BANKS

<u>Bank</u>	Baht		Interest Rate (%)	
	2020	2019	2020	2019
TMB Bank Plc.	107,542.05	106,190.47	0.05	0.125
United Overseas Bank (Thai) Plc.	1,594,533.96	860,438.88	0.30	0.85
Cash at bank held by trustee	66,675.94	164,233.28	-	-
Total cash at banks	<u>1,768,751.95</u>	<u>1,130,862.63</u>		

7. RELATED PARTY TRANSACTIONS

During the year, 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 years ended 31 July 2020 and 2019 were summarized as follows:

	Baht		
	2020	2019	Pricing Policy
UOB Asset Management (Thailand) Company Limited			
Management fee	1,615,028.97	2,006,742.52	The basis stated in the prospectus
Registrar fee	129,202.32	160,539.42	The basis stated in the prospectus
United Overseas Bank (Thai) Public Company Limited			
Interest income	5,029.19	6,745.43	Market rate
UOB Asset Management Ltd.			
Purchases of investments	2,218,341.50	-	Market price
Sales of investments	23,714,182.30	19,886,652.70	Market price
Other income	744,686.39	929,180.54	See Note 10

As at 31 July 2020 and 2019, the Fund had the significant outstanding balances with the related companies as follows:

	Baht	
	2020	2019
UOB Asset Management (Thailand) Company Limited		
Accrued management fee	131,787.52	158,782.78
Accrued registrar fee	10,543.01	12,702.63
United Overseas Bank (Thai) Public Company Limited		
Cash at bank	1,594,533.96	860,438.88
Accounts receivable from interest	521.84	430.65
UOB Asset Management Ltd.		
Accrued other income	60,867.06	68,499.14
United Asia Fund		
Investments	96,412,263.72	106,550,064.08

8. INVESTMENT TRADING INFORMATION

The Fund had investment trading transactions for the year ended 31 July 2020 excluding investments in promissory notes, amounted of Baht 25.93 million (Year 2019 : Baht 19.89 million) which is 25.80 percent (Year 2019 : 15.91 percent) of the average net asset value during the year.

9. 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 and 2019, the Fund had foreign currency accounts without hedging as follows:

<u>Accounts</u>	<u>SGD</u>	
	<u>2020</u>	<u>2019</u>
Investments (fair value)	4,236,151.38	4,745,830.49
Cash at bank	2,929.60	7,315.09
Accrued other income	2,674.37	3,051.01

Market Risk

The Fund is exposed to the risk from changes in market prices with respect to its investments in foreign unit trust. 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 manager of United Asia Fund will analyze any factors which may affect price and the said fund has a policy to diversify its investments in equity securities of listed companies in Asia.

10. OTHER INCOME

Other income is the rebate in management fee of the UOB Asset Management Ltd. to the Fund at the rate of 0.75 percent per annum of the market value of investments in United Asia Fund.

11. APPROVAL OF THE FINANCIAL STATEMENTS

These financial statements have been approved for issue by the authorized persons of the Fund on 28 August 2020.

ชำระค่าไปรษณีย์จาก ร.แส้ว
ใบอนุญานเลขที่ 33/2540
พณ. บางนา

เหตุขัดข้องที่ห้องธุรกรรมไม่ได้	
<input type="checkbox"/> 1. จำนวนไม่ครบ	<input type="checkbox"/> 2. ไม่ใส่เลขที่ใบขนานล่าช้า
<input type="checkbox"/> 3. ไม่มอบรับ	<input type="checkbox"/> 4. ไม่ใส่ผู้รับตามล่าช้า
<input type="checkbox"/> 5. ไม่มา รับตามล่าช้า	<input type="checkbox"/> 6. เลขที่เอกสาร
<input type="checkbox"/> 7. ยื่นใบขนานล่าช้า	<input type="checkbox"/> 8. อื่นๆ
ลงชื่อ	

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