

**UOB Smart US High Yield Fund**

**UOBSHY-M**

*Annual Report*

*(For the period of 2023/2024)*

# Content

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## Message from the Company

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To Unitholders

### Market Summary

In late 2023, inflation began turning into a downward trend due to a more balanced supply and demand in both the energy and labor markets. As a result, central banks stopped raising interest rates. In addition, weak job data and continued lower inflation rate in the last quarter caused consensus to expect multiple rate cuts. In 2024, global equity continued rallied led by developed markets on hope of aggressive rate cuts and better than expected global economy, these also reduced recession risk in 2024. However, the volatility increased in the late of the first quarter as US inflation rate continued to decline but at slower rate, causing consensus to adjust expectation of rate cut from 6 times to 1 time and global stocks declined from market bond yield spiked. However, the stock market correction happened briefly, and US stocks continued to rally as the Federal reserve removed possibility of rate hike in May meeting.

### Fund's Investment Strategy

The fund mainly invests in units of AXA World Funds US High Yield managed by AXA INVESTMENT MANAGERS PARIS S.A. at the average of not less than 80% of the net asset value of the fund. The investment objective of the Master Fund is to generate attractive total returns by investing in the full maturity and quality spectrum of sub-investment grade debt of US companies with improving fundamentals.

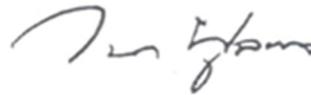
### Credit Quality Breakdown as at April 30, 2024

Credit Rating	%NAV
BBB	3.78
BB	29.35
B	45.86
CCC	19.22
Non-Rated	-
Cash	1.79

As we have managed UOB Smart US High Yield Fund for a period of one year on April 30, 2024 we would like to inform the net value to unit holder, UOB Smart US High Yield Fund (UOB SHY) has a net asset value 150,873,286.26 baht in asset value or its earning per unit is at 11.6751 baht and UOB Smart US High Yield Fund – A (UOB SHY-A) Fund has a net asset value 11,751,873.94 baht in asset value or its earning per unit is at 11.6753 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. UOB Smart US High Yield 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. Ms. Aumporn Supjindavong  | Director                   |
| 5. Mr. Vana Bulbon           | Director and CEO           |

**Management Team**

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

**Office Location**

UOB Asset Management (THAILAND) CO., LTD.

23A, 25 Floor, Asia Centre Building, 173/27-30, 31-33

South Sathon Road, Thungmahamek, Sathon,

Bangkok 10120, Thailand

Tel : +66 2786 2222

Fax : +66 2786 2377



Dear : The Unit holders of UOB Smart US High Yield Fund

**Mutual Fund Supervisor Opinion**

We, The Kasikornbank Public Company Limited, as the Mutual Fund Supervisor of UOB Smart US High Yield Fund by UOB Asset Management (Thailand) Co., Ltd. from May 1, 2023 until April 30, 2024 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

May 13, 2024

## UOB Smart US High Yield Fund

### Name List of Fund Manager

For the period of May 1, 2023 to April 30, 2024

No.	Name List of Fund Manager
1	Ms. Vannachan Ungthavorn*
2	Mr. Thitirat Ratanasingha*
3	Mr. Tanapat Suriyodom
4	Mr. Guy Siriphanporn*
5	Ms. Pornsajee Worasuttipisit
6	Mr. Waroon Saptaweekul

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



Remark :

1. Return per period
  2. Return per year
  3. If Since inception < 1 Year Return per period, If Since inception  $\geq$  1 Year Return per year
- 
- Benchmark : BofA Merrill Lynch US High Yield Master II Index in US dollar which is a comparative index of Master Fund , adjusted by the cost of hedging the exchange rate compare with Thai baht currency at the date of investment.
  - 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.

## UOB Smart US High Yield Fund

### Total Expenses as called from fund Table

From May 1, 2023 To April 30, 2024

Called expenses from fund (Fund's direct expense)	Amount Unit : Thousand	Percentage of Net Assets Value
Management fee	993.37	0.8025
Trustee fee	39.73	0.0321
Transaction fee	-	-
Registrar fee	158.94	0.1284
Advisory fee	-	-
Sale Promotion - IPO	-	-
Sale Promotion - After IPO	-	-
Auditing Fee	45.90	0.0371
Other Expenses*	18.87	0.0153
<b>Total Expenses **</b>	<b>1,256.81</b>	<b>1.0154</b>

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

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

UOB Smart US High Yield Fund  
 Details of Investment ,Borrowing and Obligations  
 As of April 30, 2024

	Market Value	%NAV
<b>Domestic : Assets and Securities List</b>		
<b><u>Deposits</u></b>	<b><u>8,358,002.51</u></b>	<b><u>5.14</u></b>
UNITED OVERSEAS BANK (THAI) PUBLIC COMPANY LIMITED	9,444.01	0.01
KASIKORNBANK PUBLIC COMPANY LIMITED	8,180,134.10	5.03
KASIKORNBANK PUBLIC COMPANY LIMITED (USD)	168,424.40	0.10
<b><u>Others</u></b>	<b><u>-4,185,639.12</u></b>	<b><u>-2.57</u></b>
Other Assets	1,446,570.63	0.89
Other Liabilities	-5,632,209.75	-3.46
<b>LUXEMBOURG : Assets and Securities List</b>		
<b><u>Common Stocks</u></b>	<b><u>166,203,070.80</u></b>	<b><u>102.20</u></b>
Non Listed Securities	166,203,070.80	102.20
Unit Trust	166,203,070.80	102.20
AXUHYIU	166,203,070.80	102.20
<b>Futures Contracts</b>		
<b><u>Forward Contracts</u></b>	<b><u>-7,750,273.99</u></b>	<b><u>-4.77</u></b>
Forward Contracts	-7,750,273.99	-4.77
<b>Net Asset Value</b>	<b>162,625,160.20</b>	<b>100.00</b>

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

UOB Smart US High Yield Fund

As of April 30, 2024

**Detail of investment in the Futures contracts**

<u>Type of Contract</u>	<u>Counter Party</u>	<u>Rating</u>	<u>Objective</u>	<u>Market Value</u>	<u>%NAV</u>	<u>Maturity Date</u>	<u>(net gain/loss)</u>
Currency Derivatives Contracts							
Forward Contracts	THE SIAM COMMERCIAL BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-236,652.22	-0.15	29/08/2024	-236,652.22
	THE SIAM COMMERCIAL BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-178,017.40	-0.11	29/08/2024	-178,017.40
	THE SIAM COMMERCIAL BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-152,107.28	-0.09	29/08/2024	-152,107.28
	THE SIAM COMMERCIAL BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-134,294.40	-0.08	29/08/2024	-134,294.40
	TMBTHANACHART BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-2,370,540.93	-1.46	27/06/2024	-2,370,540.93
	BANK OF AYUDHYA PUBLIC COMPANY LIMITED	AAA	Hedging	-1,787,855.02	-1.10	23/05/2024	-1,787,855.02
	BANK OF AYUDHYA PUBLIC COMPANY LIMITED	AAA	Hedging	-165,704.00	-0.10	23/05/2024	-165,704.00
	KIATNAKIN PHATRA BANK PUBLIC COMPANY LIMITED	A	Hedging	-475,241.85	-0.29	23/05/2024	-475,241.85
	KIATNAKIN PHATRA BANK PUBLIC COMPANY LIMITED	A	Hedging	-35,402.33	-0.02	23/05/2024	-35,402.33
	KIATNAKIN PHATRA BANK PUBLIC COMPANY LIMITED	A	Hedging	-201,340.07	-0.12	23/05/2024	-201,340.07
	CMB THAI BANK PUBLIC COMPANY LIMITED	AA	Hedging	-242,185.75	-0.15	27/06/2024	-242,185.75
	CMB THAI BANK PUBLIC COMPANY LIMITED	AA	Hedging	-1,398,365.71	-0.86	29/08/2024	-1,398,365.71
	KASIKORN BANK PUBLIC COMPANY LIMITED	AA+	Hedging	-372,567.03	-0.23	31/10/2024	-372,567.03

**Portfolio Turnover Ratio (PTR)**

**UOB Smart US High Yield Fund**

**For the period of May 1, 2023 to April 30, 2024**

12.41%
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**Credit rating of the bank or financial institution**

**UOB Smart US High Yield Fund**

**As of April 30, 2024**

Bank of deposit	Credit ratings by international institution	Credit ratings by domestic institution
United Overseas Bank (Thai) PCL.	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 May 1, 2023 to April 30, 2024**

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))

## UOB Smart US High Yield Fund

**Recording the value of a debt instrument or claim as zero “0” (set-aside)**

**(In the case that the mutual fund company records the value of a debt instrument as “0”,  
or that issuers of the debt instruments may be unable to pay the debt )**

Type	Issuer	Face Value (Baht)	Date of Recording the value as “0”	Maturity Date	Note
-	-None-	-	-	-	-

**Pay in kind (if any)**

-None-
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**Report on non-compliance of investment limit**

**UOB Smart US High Yield Fund**

**For the period of May 1, 2023 to April 30, 2024**

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 US High Yield Fund**

**As of April 30, 2024**

-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**

**UOB Smart US High Yield Fund**

**For the period of May 1, 2023 to April 30, 2024**

Revised matter	Reason for the amendment	Approval date	Effective date
Rights, duties and responsibilities of unit holders	Adjusted to be MF on Cloud Format	June 6, 2023	June 6, 2023

UOB SMART US HIGH YIELD FUND  
FINANCIAL STATEMENTS AND INDEPENDENT AUDITOR'S REPORT  
FOR THE YEAR ENDED 30 APRIL 2024

**INDEPENDENT AUDITOR'S REPORT**

**To the Unitholders of UOB Smart US High Yield Fund**

**Opinion**

I have audited the financial statements of UOB Smart US High Yield Fund (“the Fund”), which comprise the statement of financial position and details of investments as at 30 April 2024, and the statement of comprehensive income and statement of changes in net assets 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 US High Yield Fund as at 30 April 2024, and its financial performance and changes in its net assets for the year then ended in accordance with the Accounting Guidance for Mutual Funds and Provident Funds issued by the Association of Investment Management Companies and approved by the Securities and Exchange Commission.

**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 Code of Ethics for Professional Accountants, including Independence Standards issued by the Federation of Accounting Professions (Code of Ethics for Professional Accountants) that are relevant to my audit of the financial statements, and I have fulfilled my other ethical responsibilities in accordance with the Code of Ethics for Professional Accountants. 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 the Accounting Guidance for Mutual Funds and Provident Funds issued by the Association of Investment Management Companies and approved by the Securities and Exchange Commission, 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.



Chutima Wongsaraphanchai

Certified Public Accountant

Registration Number 9622

PV Audit Co., Ltd.

Bangkok, 4 June 2024

**UOB SMART US HIGH YIELD FUND**  
**STATEMENT OF FINANCIAL POSITION**  
**AS AT 30 APRIL 2024**

	Note	Baht	
		2024	2023
<b>ASSETS</b>	8		
Investments at fair value	3, 4	166,203,070.80	73,795,875.94
Cash at banks	5	8,347,596.37	1,621,166.34
Accounts receivable			
From interest	5	10,406.14	2,748.05
From sales of investment units		1,446,570.63	475,241.38
Accounts receivable from derivative contracts	3, 6	-	362,649.25
<b>Total Assets</b>		<b>176,007,643.94</b>	<b>76,257,680.96</b>
<b>LIABILITIES</b>	8		
Accounts payable from redemption of investment units		5,445,783.16	504,416.93
Accounts payable from derivative contracts	3, 6	7,750,273.99	240,262.77
Accrued expenses	5	177,725.41	106,846.70
Accrued income tax		1,560.92	412.21
Other liabilities		7,140.26	3,223.91
<b>Total Liabilities</b>		<b>13,382,483.74</b>	<b>855,162.52</b>
<b>NET ASSETS</b>		<b>162,625,160.20</b>	<b>75,402,518.44</b>
<b>NET ASSETS :</b>			
Capital received from unitholders		139,291,575.57	67,367,457.41
Retained earnings (deficit)			
Equalisation account		(36,429,020.66)	(45,808,158.12)
Retained earnings from operations		59,762,605.29	53,843,219.15
<b>Net Assets</b>	7	<b>162,625,160.20</b>	<b>75,402,518.44</b>

**UOB SMART US HIGH YIELD FUND**

**DETAILS OF INVESTMENTS**

**AS AT 30 APRIL 2024**

<u>Security Name</u>	<u>Units</u>	<u>Fair Value</u> (Baht)	<u>Percent of</u> <u>Investments</u>
<b>Investments in Foreign Unit Trust</b>			
<b>Unit Trust</b>			
AXA WORLD FUNDS US High Yield Bonds USD Fund *	15,240.50	166,203,070.80	100.00
<b>Total Investments (At cost : Baht 139,676,465.06)</b>		<b>166,203,070.80</b>	<b>100.00</b>

\* AXA WORLD FUNDS US High Yield Bonds USD Fund has a policy to invest in debt instruments.

**UOB SMART US HIGH YIELD FUND**

**DETAILS OF INVESTMENTS**

**AS AT 30 APRIL 2023**

<u>Security Name</u>	<u>Units</u>	<u>Fair Value</u> (Baht)	<u>Percent of</u> <u>Investments</u>
<b>Investments in Foreign Unit Trust</b>			
<b>Unit Trust</b>			
AXA WORLD FUNDS US High Yield Bonds USD Fund *	7,975.85	73,795,875.94	100.00
<b>Total Investments (At cost : Baht 66,519,422.97)</b>		<b>73,795,875.94</b>	<b>100.00</b>

\* AXA WORLD FUNDS US High Yield Bonds USD Fund has a policy to invest in debt instruments.

**UOB SMART US HIGH YIELD FUND**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 30 APRIL 2024**

	Note	Baht	
		2024	2023
<b>INCOME</b>	3		
Interest income	5	21,866.84	5,834.52
Total income		21,866.84	5,834.52
<b>EXPENSES</b>	3		
Management fee	5	993,373.18	603,779.79
Trustee fee		39,734.97	24,151.21
Registrar fee	5	158,939.77	96,604.80
Professional fee		45,900.00	50,900.00
Other expenses		18,870.00	13,500.00
Total expenses		1,256,817.92	788,935.80
Net loss		(1,234,951.08)	(783,101.28)
<b>Net gain (loss) on investments</b>	3		
Net realised gain on investments		2,072,774.09	4,813,309.50
Net unrealised gain (loss) on investments		19,250,152.77	(3,716,867.81)
Net realised loss on derivative contracts		(6,248,733.18)	(4,672,226.25)
Net unrealised gain (loss) on derivative contracts	6, 8	(7,872,660.47)	1,896,188.22
Net loss on foreign currency exchange rate		(43,915.90)	(119,507.19)
Total net realised and unrealised gain (loss) on investments		7,157,617.31	(1,799,103.53)
Increase (decrease) in net assets resulting from operations before income tax		5,922,666.23	(2,582,204.81)
<u>Less</u> Income tax	3	(3,280.09)	(875.16)
Increase (decrease) in net assets resulting from operations after income ta	7	5,919,386.14	(2,583,079.97)

**UOB SMART US HIGH YIELD FUND**  
**STATEMENT OF CHANGES IN NET ASSETS**  
**FOR THE YEAR ENDED 30 APRIL 2024**

	Baht	
	2024	2023
Increase (decrease) in net assets from		
Operations	5,919,386.14	(2,583,079.97)
Increase in capital received from unitholders during the year	111,254,734.63	29,966,277.59
Decrease in capital received from unitholders during the year	(29,951,479.01)	(39,843,160.62)
Increase (decrease) in net assets during the year	87,222,641.76	(12,459,963.00)
Net assets at the beginning of the year	75,402,518.44	87,862,481.44
Net assets at the end of the year	162,625,160.20	75,402,518.44

	Units	
<u>Changes of investment units</u>		
(at Baht 10 each)		
Investment units at the beginning of the year	6,736,745.7414	7,644,492.8693
<u>Add</u> : Investment units issued during the year	9,796,803.3976	2,675,071.2811
<u>Less</u> : Investment units redeemed during the year	(2,604,391.5819)	(3,582,818.4090)
Investment units at the end of the year	13,929,157.5571	6,736,745.7414

**UOB SMART US HIGH YIELD FUND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 30 APRIL 2024**

**1. GENERAL INFORMATION**

UOB Smart US High Yield Fund (“the Fund”) was registered with the Securities and Exchange Commission (“SEC”) on 14 May 2014. At present, the Fund has the registered value of Baht 10,000 million (divided into 1,000 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 Kasikornbank Public Company Limited serves as the Fund’s Trustee.

The Fund is an open-ended fund with no stipulated project life, which divides the investment units into 2 classes as follows:

1. Auto redemption class for individual investors to earn regularly from the auto redemption.
2. Normal redemption class for individual investors to earn capital gain and accumulated benefits from total return.

The Fund’s policy is to invest in a foreign unit trust of AXA WORLD FUNDS US High Yield Bonds USD Fund which is registered in Luxembourg and is managed by AXA INVESTMENT MANAGERS PARIS S.A., at least 80% of its net asset value. Therefore, the Fund may enter into derivative contracts for hedging of the risk of foreign currency exchange rate.

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 the Accounting Guidance for Mutual Funds and Provident Funds issued by the Association of Investment Management Companies and approved by the SEC (“Accounting Guidance”), while for those matters not covered by the Accounting Guidance, the Fund applies Thai Financial Reporting Standards issued by the Federation of Accounting Professions.

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.

### 3. SIGNIFICANT ACCOUNTING POLICIES

#### Investments

Investments are recognised as assets at fair value at the date on which the Fund has the right on investments.

- Investments in foreign unit trusts are presented at fair value by using the latest value of net assets per unit on the date of investment measurement.

Net unrealised gains or losses arising from their revaluation of investments to be fair value are reflected in profit or loss.

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 recognised as interest accrues, based on the effective interest rate method.

Expenses are recognised on an accrual basis.

On disposal of an investment, the difference between net consideration received and carrying amount is recognised in profit or loss.

#### 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 year 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 the end of the year, the unrealised gains or losses on outstanding derivative contracts, calculated as described above, are included within accounts receivable or accounts payable from derivative contracts in statement of financial position.

Foreign exchange differences are recognised in profit or loss.

#### 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.

#### Use of Accounting Judgments and Estimates

Preparation of financial statements in conformity with Accounting Guidance 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 recognised prospectively.

#### 4. INVESTMENT TRADING INFORMATION

The Fund had purchases and sales of investments during the year as follows:

	Baht	
	2024	2023
Purchases of investments	86,410,907.00	24,074,821.00
Sales of investments	15,326,639.00	38,743,679.70

#### 5. 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 30 April 2024 and 2023 were summarised as follows:

	Baht		Pricing Policy
	2024	2023	
UOB Asset Management (Thailand) Company Limited			
Management fee	993,373.18	603,779.79	The basis stated in the prospectus
Registrar fee	158,939.77	96,604.80	The basis stated in the prospectus
United Overseas Bank (Thai) Public Company Limited			
Interest income	2,554.50	2,070.88	Market rate

As at 30 April 2024 and 2023, the Fund had the significant outstanding balances with the related companies as follows:

	Baht	
	2024	2023
UOB Asset Management (Thailand) Company Limited		
Accrued management fee	113,795.06	48,738.70
Accrued registrar fee	18,207.21	7,798.23
United Overseas Bank (Thai) Public Company Limited		
Cash at bank	9,408.19	606,015.66
Accounts receivable from interest	35.82	1,472.52

**6. FINANCIAL DERIVATIVES AT FAIR VALUE**

	Baht		
	2024		
	Notional	Fair Value	
	Amount	Assets	Liabilities
Forward exchange contracts	150,861,012.12	-	7,750,273.99

	Baht		
	2023		
	Notional	Fair Value	
	Amount	Assets	Liabilities
Forward exchange contracts	74,586,013.23	362,649.25	240,262.77

**7. TYPES OF INVESTMENT UNITS IN ISSUE**

	2024	
	Auto redemption class	Normal redemption class
Investment units at the end of the year (units)	1,006,555.7750	12,922,601.7821
Net assets (Baht)	11,751,873.94	150,873,286.26
Net asset value per unit (Baht)	11.6753	11.6751

	2023	
	Auto redemption class	Normal redemption class
Investment units at the end of the year (units)	1,493,747.2054	5,242,998.5360
Net assets (Baht)	16,719,278.75	58,683,239.69
Net asset value per unit (Baht)	11.1928	11.1926

Increase (decrease) in net assets resulting from operations for the year classified by types of investment units were as follows:

	Baht	
	2024	2023
Auto redemption class	881,334.67	(369,598.27)
Normal redemption class	5,038,051.47	(2,213,481.70)
Total	5,919,386.14	(2,583,079.97)

## 8. DISCLOSURE OF FINANCIAL INSTRUMENTS

### Fair Value Estimation

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between buyers and sellers (market participants) at the measurement date. The Fund used quoted prices in active markets in measuring assets and liabilities which required to be measured at fair value under related accounting guidance. In case that there is no active market for identical assets or liabilities or the quoted prices in active markets are not available, the Fund will estimate the fair value using valuation techniques that fit to each circumstance and try to use observable data that is relevant to the assets or liabilities to be measured as much as possible.

The following table shows fair value of financial instruments categorised by measurement approach with different levels in a fair value hierarchy as follows:

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

Baht				
As at 30 April 2024				
	Level 1	Level 2	Level 3	Total
<u>Assets</u>				
Fund	-	166,203,070.80	-	166,203,070.80
<u>Liabilities</u>				
Derivative contracts	-	7,750,273.99	-	7,750,273.99

Baht				
As at 30 April 2023				
	Level 1	Level 2	Level 3	Total
<u>Assets</u>				
Fund	-	73,795,875.94	-	73,795,875.94
Derivative contracts	-	362,649.25	-	362,649.25
<u>Liabilities</u>				
Derivative contracts	-	240,262.77	-	240,262.77

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. These include unit trust and over-the-counter derivatives.

During the year, there were no transfers within the fair value hierarchy.

#### Interest Rate Risk

Interest rate risk is the risk that value of financial assets and financial liabilities is subject to change due to the movement of market interest rates.

The following table summarises the Fund's interest rate risk, which comprised fair value of financial assets and financial liabilities and categorised by type of interest rates:

	Baht			Total	
	Outstanding balance of net financial instruments as at 30 April 2024				
	Floating Interest Rate	Fixed Interest Rate	No Interest Rate		
<u>Financial Assets</u>					
Investments at fair value	-	-	166,203,070.80	166,203,070.80	
Cash at banks	8,347,596.37	-	-	8,347,596.37	
Accounts receivable from interest	-	-	10,406.14	10,406.14	
Accounts receivable from sales of investment units	-	-	1,446,570.63	1,446,570.63	
<u>Financial Liabilities</u>					
Accounts payable from redemption of investment units	-	-	5,445,783.16	5,445,783.16	
Accounts payable from derivative contracts	-	-	7,750,273.99	7,750,273.99	
Accrued expenses	-	-	177,725.41	177,725.41	
Accrued income tax	-	-	1,560.92	1,560.92	
Other liabilities	-	-	7,140.26	7,140.26	

Baht

Outstanding balance of net financial instruments as at 30 April 2023

	Floating Interest Rate	Fixed Interest Rate	No Interest Rate	Total
<u>Financial Assets</u>				
Investments at fair value	-	-	73,795,875.94	73,795,875.94
Cash at banks	1,621,166.34	-	-	1,621,166.34
Accounts receivable from interest	-	-	2,748.05	2,748.05
Accounts receivable from sales of investment units	-	-	475,241.38	475,241.38
Accounts receivable from derivative contracts	-	-	362,649.25	362,649.25
<u>Financial Liabilities</u>				
Accounts payable from redemption of investment units	-	-	504,416.93	504,416.93
Accounts payable from derivative contracts	-	-	240,262.77	240,262.77
Accrued expenses	-	-	106,846.70	106,846.70
Accrued income tax	-	-	412.21	412.21
Other liabilities	-	-	3,223.91	3,223.91

Credit Risk

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

Foreign Currency Risk

As at 30 April 2024 and 2023, the Fund had foreign currency accounts as follows:

Accounts	USD	
	2024	2023
Investments (at fair value)	4,481,316.62	2,163,848.11
Cash at bank	4,539.05	2,135.21
Accounts receivable from interest	2.16	0.84

The Fund entered into derivative contracts for hedging exchange rates on investments in foreign currency (see Note 6).

### Market Risk

The Fund is exposed to the market risk from changes in market prices with respect to its investments in foreign unit trust. The returns on investments fluctuate depending on the economic and political situation including the status of financial and capital markets. The mentioned situations may affect the operations 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 AXA WORLD FUNDS US High Yield Bonds USD Fund will analyse any factors which may affect price and the said fund has a policy to invest in debt instruments.

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

These financial statements have been approved for issue by the authorised persons of the Fund on 4 June 2024.

สำนักงานบริหารหลักทรัพย์  
ใบอนุญาตเลขที่ 33/2540  
โทร: 02-2540000

เหตุผลที่ห้ามขายหุ้นไม่ได้	
<input type="checkbox"/>	1. จำกัดขาดทุน
<input type="checkbox"/>	2. ไม่เสียค่าขนานส่งหุ้น
<input type="checkbox"/>	3. ไม่ยอมรับ
<input type="checkbox"/>	4. ไม่ได้รับมอบหุ้น
<input type="checkbox"/>	5. ไม่ยอมรับเงินค่าหุ้น
<input type="checkbox"/>	6. เติบโตช้า
<input type="checkbox"/>	7. ต้นทุนไม่ครอบคลุม
<input type="checkbox"/>	8. อื่นๆ.....
ลงชื่อ .....	

UOB Asset Management (Thailand) Co., Ltd.

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