

January 2026

United Singapore Bond Fund



Why Invest?

- **Defensive positioning:** The United Singapore Bond Fund - A SGD Acc (the "Fund") invests in quality credits that have a leading market share. The Fund is 41.80 per cent invested in Government Bonds (as of January 2026), which contributes to its strong credit rating of "A".
- **Singapore Dollars ("SGD") exposure:** The Fund is 83.51 per cent invested in Singapore (as of January 2026). This allows the Fund to benefit from the strength of the SGD and the stability of Singapore's capital markets.
- **Attractive dividend payout:** For Class A SGD Dist, the current distribution policy is 2.0 per cent per annum, paid out quarterly, which may be suitable for investors who are seeking regular income¹.
- **Total Returns:** Rather than maximising regular payouts, the Fund is managed to achieve a healthy balance of interest payments and capital appreciation.



- **Highly rated:** The Fund currently holds a Morningstar four-star rating as of 31 January 2026.

January 2026 Portfolio Performance

The United Singapore Bond Fund - A SGD Acc	+0.44 per cent ²
Benchmark: TR/SGX SFI Government Bond Index	+1.13 per cent

Source: Morningstar, Performance from 31 December 2025 to 31 January 2026 in SGD terms

² Fund performance is on a Net Asset Value ("NAV") basis, with dividends and distributions reinvested (if any).

Performance Review

The Singapore Government Securities (SGS) yield curve resumed its outperformance versus the US Treasuries (USTs) in January 2026, with SGS bond yields 10 to 15 basis points (bps) lower from the 5-year part of the yield curve while USTs yields were 3 to 6 bps wider. The correlation of the 10-year SGS bond and UST went down to 0.33 after reaching a high of 0.85 in early November 2025.

Meanwhile, the Fund's holdings in corporate bonds have experienced broadly flat monthly returns given the expensive valuations. We expect higher portfolio coupon carry to play catch-up over time.

Lastly, the Fund's duration was kept neutral to benchmark.

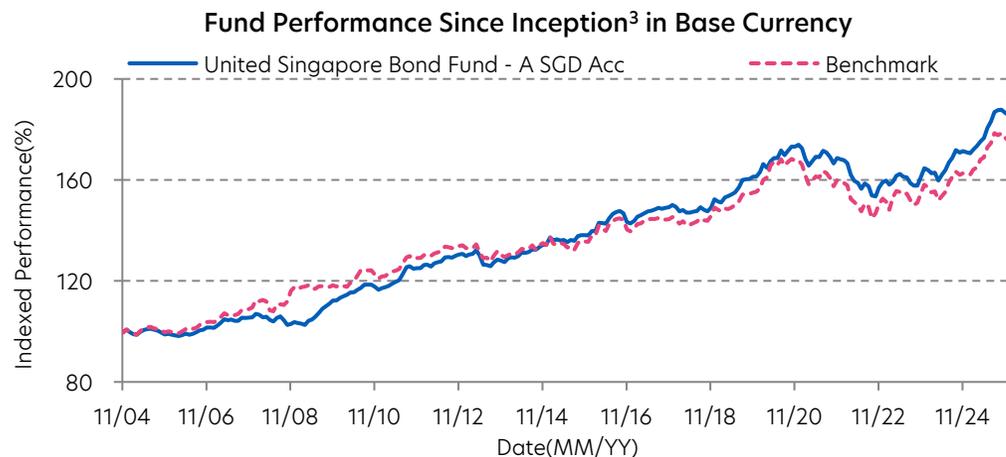
Portfolio Positioning

The Fund continues to overweight corporate credits for the purpose of overall yield enhancement and keeps a neutral duration position relative to the benchmark. We will continue to look out for relative-value trades and bonds from good-quality issuers.

SGS bond comprises about 42 per cent of the Fund, and we will hold at this weight, comprising holdings at the intermediate- to long-end of the yield curve. This is in line with the strategy to be neutral on duration relative to the benchmark.

¹ Distributions (in SGD) are not guaranteed. Distributions may be made out of income, capital gains and/or capital. This relates to the disclosed distribution policy as set out in the Fund's prospectus.

Performance (Class A SGD Acc)



Past performance is not necessarily indicative of future performance.

Fund performance is calculated on a NAV to NAV basis.

Benchmark: Since Inception - 31 May 17: Singapore Government Bond Index All UOB; 1 Jun 17 - Present: TR/SGX SFI Government Bond Index.

Source: Morningstar. Performance as at 31 January 2026, SGD basis, with dividends and distributions reinvested, if any.

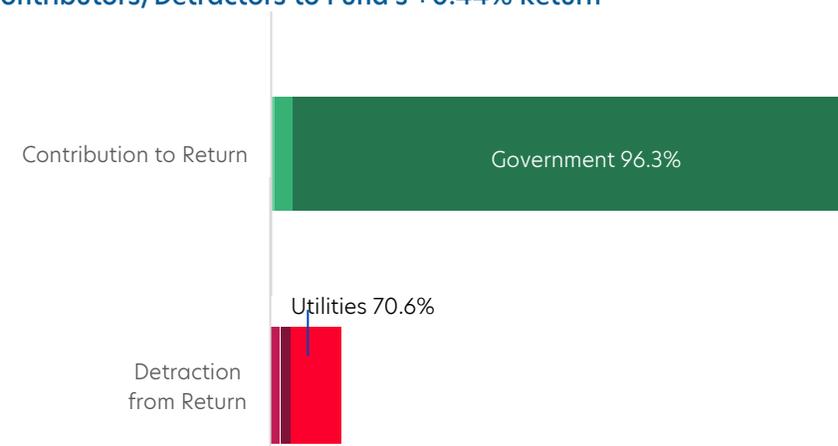
³ The United Singapore Bond Fund A SGD Acc (ISIN Code: SG9999003412) and A SGD Dist (ISIN Code: SGXZ36402089) were incepted on 26 November 2004 and 4 January 2021 respectively.

All statistics quoted in the write-up are sourced from Bloomberg as at 31 January 2026 unless otherwise stated.

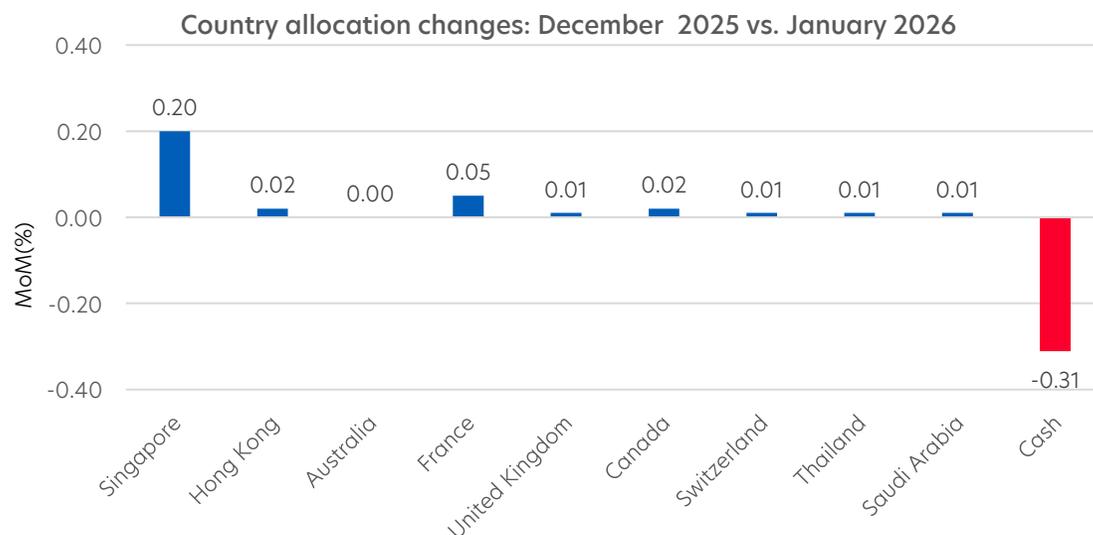
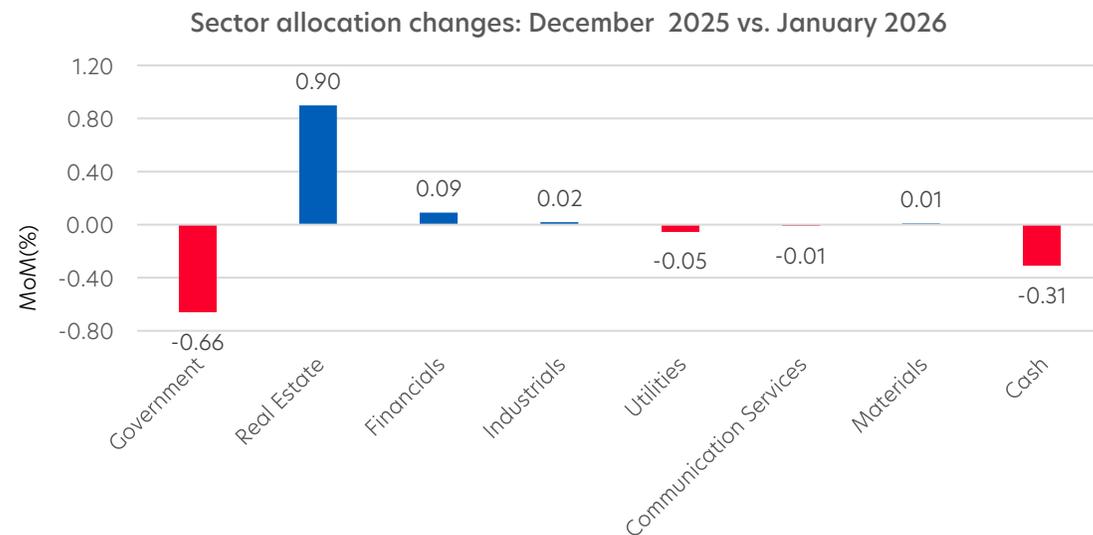
	Cumulative Performance (%)	Annualised Performance (%)			
	1 month	1 Year	3 Years	5 Years	Since Inception
Fund NAV to NAV	0.44	9.26	5.27	1.57	2.98
Fund (Charges applied [^])	-1.57	7.07	4.56	1.16	2.89
Benchmark	1.13	9.40	5.45	1.34	2.74

Source: Morningstar. Performance as at 31 January 2026, SGD basis, with dividends and distributions reinvested, if any. Performance figures for 1 month till 1 year show the per cent change, while performance figures above 1 year show the average annual compounded returns. Benchmark: Since inception - 31 May 2017: Singapore Government Bond Index All UOB; 1 June 2017 - Present: TR/SGX SFI Government Bond Index. Past performance is not necessarily indicative of future performance. [^]Includes the effect of the current subscription fee that is charged, which an investor might or might not pay.

Contributors/Detractors to Fund's +0.44% Return



Portfolio Changes



Portfolio Review

Analyst Insights

The new positions we added to the portfolio in January 2026 were corporate credits in the Financial sector. Meanwhile, we sold positions in the Communications sector.

As shown in the charts on the left, the biggest decrease in the sector allocation changes was in Government (-0.66 per cent), whereas the biggest increase was in Real Estate (+0.90 per cent). In terms of country allocation, the Fund had the largest increase in Singapore (+0.20 per cent) for January 2026.

Market Review

Growth indicators remained expansionary in January 2026, supported by sustained global demand for electronics and Artificial Intelligence (AI) linked products. Singapore Purchasing Managers' Index (PMI) for December 2025 edged up to 50.3 (November 2025: 50.2), marking the fifth consecutive month of expansion, with the electronics sub-index rising to 50.9. Industrial production was up +8.3 per cent year-on-year (y/y) in December 2025 (November 2025: +18.2 per cent y/y), driven by a sharp acceleration in electronics output, particularly semiconductors, at +32.4 per cent y/y. The growth of Non-oil Domestic Exports (NODX) moderated to +6.1 per cent y/y in December 2025 (November 2025: +8.7 per cent y/y), though electronics exports remained strong at +24.9 per cent y/y.

Inflation stayed unchanged in December 2025, with the headline and core Consumer Price Index (CPI) remaining at +1.2 per cent y/y. Food and services inflation were stable, while accommodation and private transport costs also showed minimal change. The Monetary Authority of Singapore (MAS) highlighted that inflation is expected to rise gradually in 2026, with core CPI projected in the 1-2 per cent range (previously 0.5-1.5 per cent) as domestic labour cost pressures normalise, and regional inflation picks up from unusually weak 2025 levels.

Issuance activity of SGD corporate credit revived in January 2026 after December's lull, with SGD 5.15 billion issued (November 2025: SGD 227 billion), a very strong showing by Singapore Fixed Income market's standards. In the Financial Institutions space, Singapore's UOB (United Overseas Bank) issued SGD 850 million Additional Tier 1 (AT1) Perpetual bonds (Perps) NC7 (Non-callable for 7 years) at 3 per cent, while Standard Chartered PLC issued SGD 750 million AT1 Perps NC 5.5 at 4.3 per cent. Other foreign banks were also active, with Credit Agricole issuing SGD 400 million non-preferred senior 6NC5 (6 years maturity, callable after 5 years) at 2.75 per cent, while Saudi Arabia's Riyad Bank issued SGD 315 million of senior sukuks at 2.86 per cent, followed by SGD 300 million of 10NC5 Tier 2 bonds at 3.50 per cent.

For the real estate names, Quasi-Sovereign agency HDB (The Housing & Development Board) issued SGD 1.2 billion 10-year senior at 2.471 per cent, while AIMS APAC REIT issued SGD 150 million subordinated Perps NC5 at 4.1 per cent to refinance their existing Perps. The industrial space is likewise active, with Singapore Airlines issuing SGD 500 million of 10-year senior at 2.7 per cent, whereas consumer conglomerate Fraser & Neave issued SGD 125 million 7-year senior at 2.6 per cent.

With growth still expected to hold up in 2026 and some resurgence in price pressures, MAS may tighten the Singapore Dollar Nominal Effective Exchange Rate (S\$NEER) slope slightly in April's meeting, which may result in USDSGD staying strong, as seen from NEER spot staying at the top of its allowed trading band. We also expect SGS bond yields to remain lower versus past averages, reflecting still-healthy demand from investors, as the diversification away from USD assets and stability of the SGD fixed income market remain strong pull-factors.

Investment Objective

The investment objective of the United Singapore Bond Fund is to maximise returns over the longer term by investing mainly in bonds denominated in Singapore Dollars (issued by entities incorporated or domiciled globally) and bonds denominated in foreign currencies (issued by entities incorporated or domiciled in Singapore). Apart from investments in bonds, the Fund may also invest in money market instruments (denominated in SGD or foreign currencies), bond funds (including funds managed by the Managers) and time deposits in any currency. Investments shall be made in accordance with the CPF Investment Guidelines. There is no target industry or sector.

Fund Information

Morningstar Rating	Base Currency	Fund Size	Fund Manager
★★★★	SGD	SGD 218.97 mil	Joyce Tan



Important Notice and Disclaimers

Distributions will be made in respect of the Distribution Classes of the Fund. Distributions are based on the NAV per unit of the relevant Distribution Class as at the last business day of the calendar month or quarter. The making of distributions is at the absolute discretion of UOBAM and that distributions are not guaranteed. The making of any distribution shall not be taken to imply that further distributions will be made. UOBAM reserves the right to vary the frequency and/or amount of distributions. Distributions from a fund may be made out of income and/or capital gains and (if income and/or capital gains are insufficient) out of capital. Investors should also note that the declaration and/or payment of distributions (whether out of income, capital gains, capital or otherwise) may have the effect of lowering the net asset value (NAV) of the relevant fund. Moreover, distributions out of capital may amount to a reduction of part of your original investment and may result in reduced future returns. Please refer to the Fund's prospectus for more information.

All information in this publication is based upon certain assumptions and analysis of information available as at the date of the publication and reflects prevailing conditions and UOB Asset Management Ltd ("UOBAM")'s views as of such date, all of which are subject to change at any time without notice. Although care has been taken to ensure the accuracy of information contained in this publication, UOBAM makes no representation or warranty of any kind, express, implied or statutory, and shall not be responsible or liable for the accuracy or completeness of the information.

Potential investors should read the prospectus of the fund(s) (the "Fund(s)") which is available and may be obtained from UOBAM or any of its appointed distributors, before deciding whether to subscribe for or purchase units in the Fund(s). Returns on the units are not guaranteed. The value of the units and the income from them, if any, may fall as well as rise, and is likely to have high volatility due to the investment policies and/or portfolio management techniques employed by the Fund(s). Please note that the graphs, charts, formulae or other devices set out or referred to in this document cannot, in and of itself, be used to determine and will not assist any person in deciding which investment product to buy or sell, or when to buy or sell an investment product. An investment in the Fund(s) is subject to investment risks and foreign exchange risks, including the possible loss of the principal amount invested. Investors should consider carefully the risks of investing in the Fund(s) and may wish to seek advice from a financial adviser before making a commitment to invest in the Fund(s). Should you choose not to seek advice from a financial adviser, you should consider carefully whether the Fund(s) is suitable for you. Investors should note that the past performance of any investment product, manager, company, entity or UOBAM mentioned in this publication, and any prediction, projection or forecast on the economy, stock market, bond market or the economic trends of the markets is not necessarily indicative of the future or likely performance of any investment product, manager, company, entity or UOBAM or the economy, stock market, bond market or economic trends of the markets. Nothing in this publication shall constitute a continuing representation or give rise to any implication that there has not been or that there will not be any change affecting the Funds. All subscription for the units in the Fund(s) must be made on the application forms accompanying the prospectus of that fund.

The above information is strictly for general information only and is not an offer, solicitation advice or recommendation to buy or sell any investment product or invest in any company. This publication should not be construed as accounting, legal, regulatory, tax, financial or other advice. Investments in unit trusts are not obligations of, deposits in, or guaranteed or insured by United Overseas Bank Limited, UOBAM, or any of their subsidiary, associate or affiliate or their distributors. The Fund(s) may use or invest in financial derivative instruments and you should be aware of the risks associated with investments in financial derivative instruments which are described in the Fund(s)' prospectus.

This advertisement or publication has not been reviewed by the Monetary Authority of Singapore.

UOB Asset Management Ltd Co. Reg. No. 198600120Z