

March 2025

# United SG Dynamic Income Fund



## Why Invest?

- **Integration of analyst research and artificial intelligence machine learning (AIML) techniques:** The Fund applies UOB Asset Management's (UOBAM) AI-Augmentation@UOBAM framework. This framework harnesses technology to add value to the analysts' decision-making and uncovers hidden investment opportunities by optimising stock selection and allocation.
- **Attractive dividend payout:** For Class A SGD Dist, the current distribution policy is 6.0 per cent per annum, paid out monthly, which may be suitable for investors who are seeking regular income<sup>1</sup>.
- **Mixed asset strategy:** The Fund capitalises on opportunities across five asset classes – Singapore real estate income trusts (SREITs), Singapore equities, Asia equities, Singapore bonds and Singapore money market instruments.
- **Dynamic asset allocation:** The Fund is rebalanced quarterly based on AI-based analyses. As of end-March 2025, the Fund has shifted its asset allocation to 33% Singapore equities, 30% Singapore bonds, 15% Asia equities, 7% Singapore REITs, 10% money market funds and 5% cash.

## Mar 2025 Portfolio Performance

United SG Dynamic Income Fund A SGD Acc	1.47 per cent <sup>2</sup>
Benchmark: Singapore Overnight Rate Average (SORA) Index +2%	0.36 per cent

Source: Morningstar, Performance from 28 February 2025 to 31 March 2025 in SGD terms

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

## Performance Review

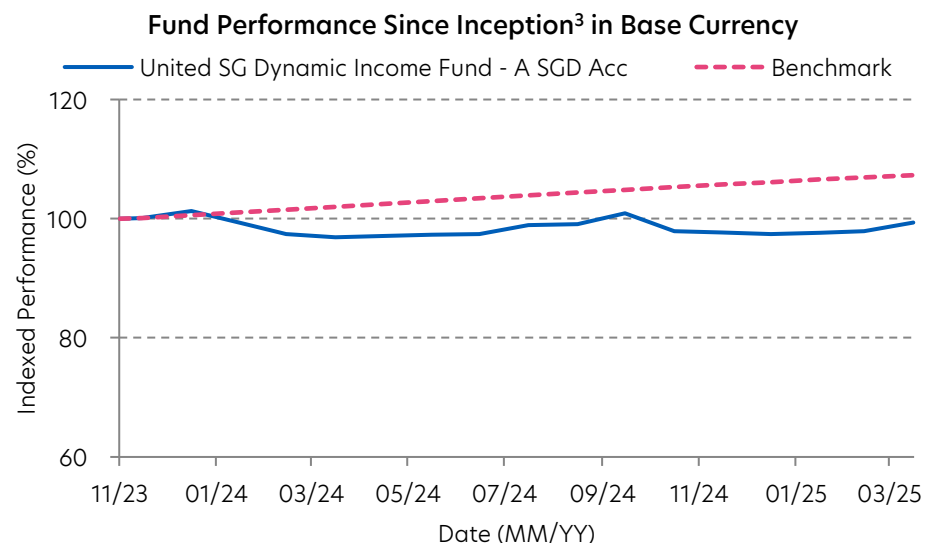
The Fund gained 1.46% against the reference benchmark in March 2025. Our overweight on Singapore REITs and Singapore equities contributed most to the gains. This was partially offset by drag from Asia equities which underperformed all the other asset classes.

## Portfolio Positioning

We took some profit off Singapore REITs after the asset class's outperformance in March 2025, and trimmed Singapore Government bond exposure to fund the increased weight in the Singapore equities asset class. We maintained a small overweight on Asia equities. The model which is based on a combination of macro, fundamental and technical factors to determine the best asset combination to achieve the best risk-adjusted returns is in alignment with our cautiously positive outlook on Singapore equities. Singapore equities could see relative resilience against global markets amid a more cautious macro backdrop.

<sup>1</sup> 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: SORA Index + 2%

Source: Morningstar. Performance as at 31 March 2025, SGD basis, with dividends and distributions reinvested, if any.

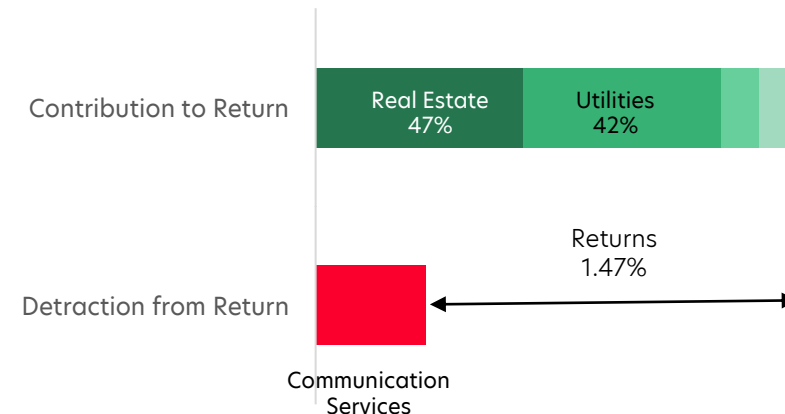
<sup>3</sup> The United SG Dynamic Income Fund - A SGD Acc (ISIN Code: SGXZ43160589) was inceptioned on 16 November 2023.

All statistics quoted in the write-up are sourced from Bloomberg as at 31 March 2025 unless otherwise stated.

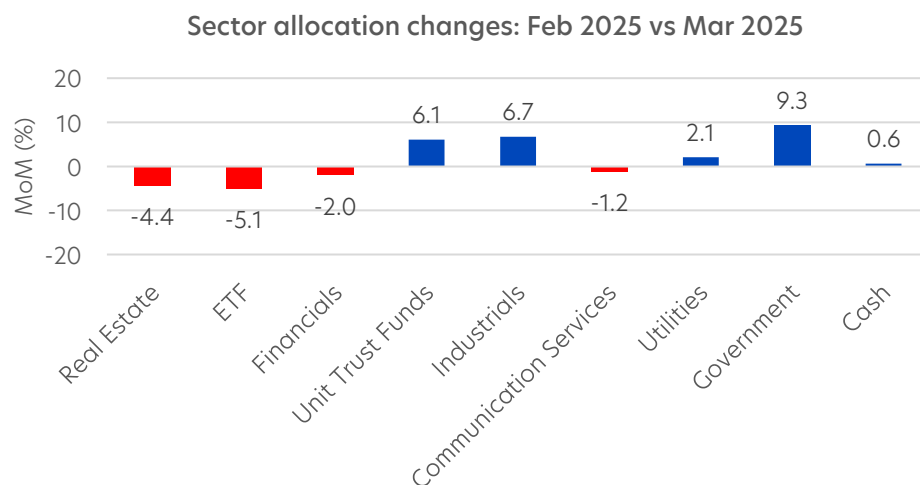
	Cumulative Performance (%)	Annualised Performance (%)			
	1 month	1 Year	3 Years	5 Years	Since Inception
Fund NAV to NAV	1.47	2.50	-	-	-0.50
Fund (Charges applied <sup>^</sup> )	-1.57	-0.57	-	-	-2.68
Benchmark	0.36	5.21	-	-	5.36

Source: Morningstar. Performance as at 31 March 2025, 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. Since inception performance under 1 year is not annualized. Benchmark: Singapore Overnight Rate Average (SORA) Index +2%. Past performance is not necessarily indicative of future performance. <sup>^</sup>Includes the effect of the current subscription fee that is charged, which an investor might or might not pay.

## Performance Contributors/Detractors: March 2025



## Portfolio Changes



Source: UOBAM

## Portfolio Review

### Analyst & AI Insights

Positive stock selection in Singapore equities, notably in the Industrials sector, drove most of this month's gains. This month's performance was partially weighed down by unfavourable asset class allocation, specifically the overweight on Asia equities, as well as the overweight on Singapore money market. Both asset classes trailed in terms of performance.

## Market Review

Asian markets (MSCI Asia ex Japan Index, SGD terms) declined by 0.4% in March 2025, outperforming global equities which fell 4.4% (MSCI ACWI Index SGD terms). Asian markets were relatively resilient as market correction was largely limited to US-centric risk off. Investors were worried that US President Trump's trade tariffs policy uncertainty would tip the US economy into a recession. China/HK markets inched higher following China National People's Congress (NPC) meeting with strong emphasis on innovation and AI. India rebounded as fund outflows stabilised. REITs bounced off from oversold levels, boosted by declining SORA and 10y MAS bond yields, outperforming both the Straits Times Index +2.2% MoM and MSCI Singapore Index +1.6% MoM. By sector, Capital Goods, Real Estate and Consumer Staples sectors drove most of the gains. In contrast, Consumer Discretionary, Transport and Financials sectors lagged. Within the REIT sector, Retail and Office REITs outperformed. Industrial REITs were boosted by oversold names, while Hospitality REITs lagged due to concerns over impact of slowing hotel demand.

## Investment Objective

The investment objective of the United SG Dynamic Income Fund is to achieve a total return consisting of income and capital appreciation by primarily investing in Singapore.

## Fund Information

**Base Currency**

SGD

**Fund Size**

SGD 6.79 mil

**Fund Manager**

Paul Ho



## Important Notice and Disclaimers

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