

Investment Scenario & Strategy (2nd Quarter, 2004)

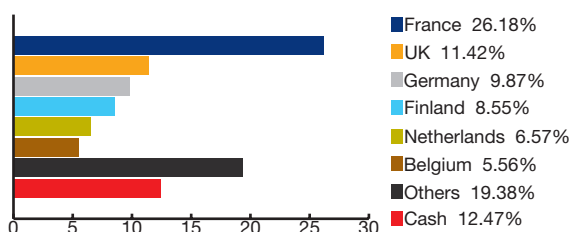
- During the first quarter of 2004, the Fund increased by 4.35% on a bid-bid basis compared with the 4.02% return of the benchmark. The technology sector largely outperformed the telco sector (+15.5% for the DJ Stoxx Technology compared with +1.9% for the DJ Stoxx Telecom). The currency had a negative effect (-4.1% against the euro).
- We are still overweight in the semiconductor sector, as we believe that the sector should enjoy positive earnings revision. We have strengthened our weight in Infineon, the global heavyweight in the international semiconductor industry.
- We are more positive on telco equipment stocks as we believe that telco companies should be increasing their capex following a time for underinvestment. We invested in telco equipment stocks such as Ericsson, Alcatel and Radiall. The telco equipment sector now represents 18.6% of the portfolio.
- We have maintained our underweight position in the telco sector. The telco sector currently offers an attractive valuation compared to the rest of the market, as well as historically speaking, but it should offer less momentum than the tech sector in the coming months.

投资环境与策略 (2004年第二季)

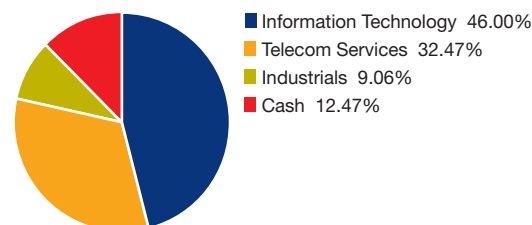
- 此基金在2004年第1季度上升4.35%(根据买价与买价的比较), 其指标则扬升4.02%。在季度中, 科技领域的表现超越电信服务领域(DJ Stoxx科技指数上升15.5%, DJ Stoxx电讯服务指数则上扬1.9%), 而有关的货币汇率的变动则带来了负面的影响(欧元兑欧元退低了4.1%)。
- 我们仍对半导体类股加码, 因为我们认为这领域应可好转而取得正面盈余; 我们加强了对国际半导体业中重量级公司英飞凌所作出的投资比重。
- 我们对电讯设备类股更为乐观, 主要因为我们认为电讯服务公司在经历一段投资不足的时期后, 将增加它们的固定成本资本性支出。我们在这领域所投资的公司包括爱立信、阿尔卡特及雷迪欧。电讯设备类股目前占了基金投资组合的18.6%。
- 我们维持对电讯服务领域减码。跟市场中其他类股比较以及从历史角度来看, 电讯服务类股目前的价值具吸引力, 但在未来几个月内, 其成长势头应不比科技领域的好。

Asset Allocation (As at 31 Mar 2004)

By Country



By Sector

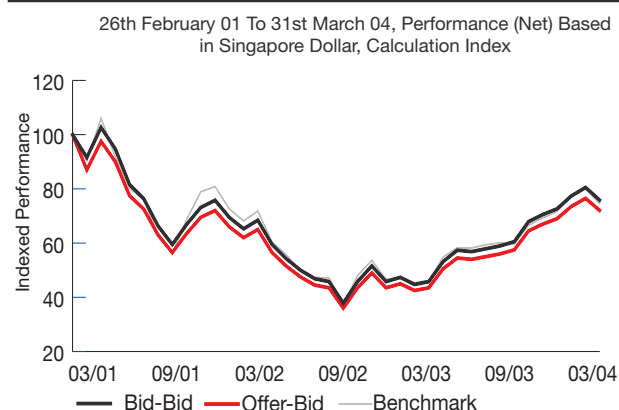


Top Holdings (As at 31 Mar 2004)

VODAFONE GROUP
 NOKIA OYJ
 ALCATEL ALSTOM
 ERICSSON LM - B
 EVS BROADCASTING

DEU TELEKOM REG
 WANADOO
 ST MICROELECTRO
 INFINEON TECH
 PORTUGAL TEL

Performance



Performance	Bid-Bid	Offer-Bid	Benchmark
1 month	-5.88%	-10.56%	-6.79%
3 months	4.35%	-0.69%	4.02%
6 months	25.22%	19.01%	24.98%
1 year	65.52%	58.24%	61.33%
3 years	-6.10%	-7.83%	-6.22%
Since Inception	-8.57%	-10.08%	-9.06%

Source: Lipper, Bloomberg • Performance are in SGD as at 31 Mar 04 • Performance figures for 1 mth till 1 yr show the % change, those exceeding 1 yr show the annual compounded return
 Benchmark = The composite benchmark comprises of the following indices: 15% Bloomberg European Internet Index, 42.5% DJ Stoxx Technology Index & 42.5% DJ Stoxx Telecom Index.

Fund Info

Fund Objective

To achieve medium to long-term capital growth by investing in publicly listed securities issued by European companies in the technology, telecommunications and Internet sectors.

Fund Awards

The Edge-Lipper SG UT Fund Awards 03

Fund Details

LAUNCH DATE
January 2001

FUND SIZE
\$S\$4.11 million

BID/OFFER PRICE
\$S\$0.7200/0.7550 (as at 31 Mar 04)

SUBSCRIPTION
Cash

INITIAL INVESTMENT
\$S\$1,000

SUB INVESTMENT
\$S\$500

MANAGEMENT FEE
1.50% p.a.

SUBSCRIPTION FEE
5.0%

MINIMUM RSP
\$S\$100/month, \$S\$500/quarter

TRUSTEE
Dexia Trust

Contact Details

Visit our website
www.uobam.com.sg
 Call our 24hr hotline
1800 22 22 228

Copies of the prospectus of the funds (the "Funds") are available and may be obtained from the Manager or any of its appointed distributors. Investors should read the relevant prospectus before deciding to purchase units in the Funds. All applications for units in the Funds must only be made on application forms accompanying the relevant prospectus. Past performance and any forecasts made are not necessarily indicative of future or likely performance of the Funds. The value of the units and the income from the Funds may fall as well as rise. The above information is strictly for information purposes only and should not be construed as an offer or solicitation to deal in the Funds. Reference to individual companies is for illustration only and is not a recommendation to buy or sell. Investment in unit trusts are not obligations of, deposits in, guaranteed or insured by United Overseas Bank Limited, UOB Asset Management Limited, any of its affiliates or distributors. An investment in unit trusts is subject to investment risk and foreign exchange risks, including the possible loss of the principal amount invested. Investors may wish to seek advice from a financial advisor before making a commitment to invest in units of the Funds. In the event an investor chooses not to seek advice from a financial advisor, the investor should consider whether the Funds are suitable for him.