

UNI ASIA PACIFIC INFRASTRUCTURE FUND

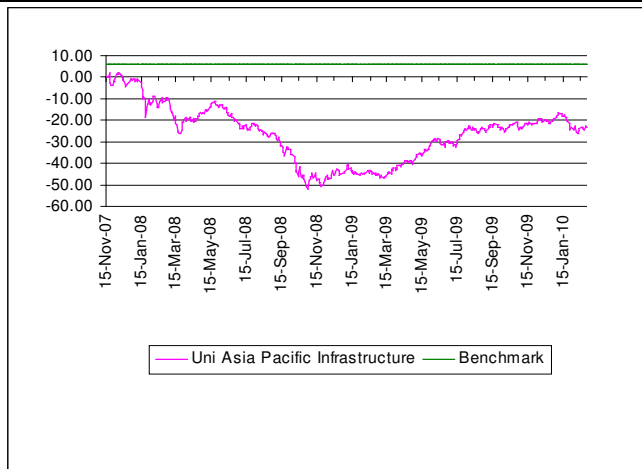
March 2010

OBJECTIVE

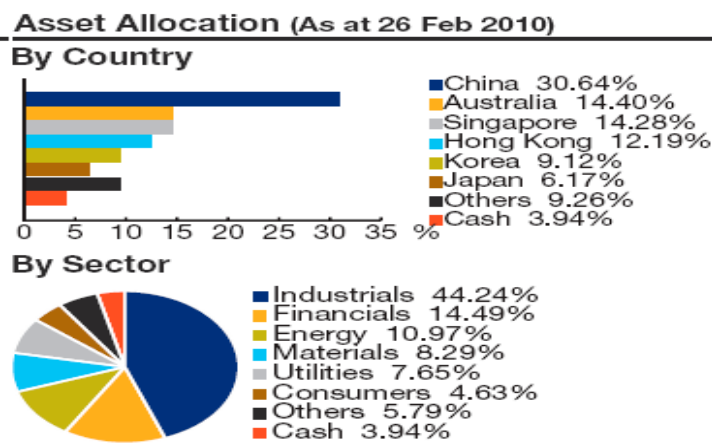
The fund aims to achieve medium to long-term capital growth by investing in a single collective investment scheme that invests primarily in securities (equities or equity-related securities) issued by companies which carry on infrastructure related businesses in the Asia-Pacific region.

THE FUND IS SUITABLE FOR INVESTORS WHO:

- This Fund is suitable for investors who are looking for investment that meant to produce returns over long-term



Note: Benchmark return 6% pa



Note: Asset Allocation of United Asia Pacific Infrastructure Fund as at 26 Feb10

MANAGER'S COMMENTS

The fund's NAV was up 0.03% in the month of February. Asian equity markets edged up in February despite concerns on Greece's large debt problem. In contrast to European economies, Asian economies are in relatively better shape as more countries emerged from recession to post very healthy GDP growth in 4Q09. As such, central banks continued their policy normalisation stance with the People's Bank of China leading the way as it tightened bank lending rules and hiked the required reserve ratio by 50 basis points. The outlook for Asian exports continues to be bright with the ISM index rising to 58.4 in January, its fastest pace since August 2004.

Equity markets continue to be volatile with the focus of the market currently on Greece's large debt problem. The credit default swap spreads on Greek sovereign have widened out to levels higher than was seen during the worst months of the global credit crisis. Greece is part of the Eurozone and the current dilemma for the Eurozone authorities is between the systemic risk of not bailing out Greece and the moral hazard that the other highly indebted economies in the Eurozone (Portugal, Spain, Ireland and Italy) will not reduce their fiscal deficits if Greece is bailed out. We expect the Eurozone policymakers to place the systemic risk over the moral hazard and that a solution will soon be found for Greece. We view the decline as a bull market correction and not a resumption of the bear market. Support for equities comes from the continuing recovery of the global economy, improving earnings, the Fed remaining on hold, a large amount of cash still on the sidelines earning practically zero interest and the high free cash flow in the corporate sector.

The Industrial sector is one of the main beneficiaries of Asia's fiscal stimulus through infrastructure spending and robust domestic demand. Industrial production has recovered quickly in the major Asian markets of China, India and Indonesia. Consequently, we also like the energy sector which benefits from Asia's demand pick up. Opportunities in the sector also arise in the alternative energy space, where demand for alternative sources of energy such as nuclear power, will benefit companies such as Dongfang Electric. We also favour the Korean construction players that are likely to receive a boost from the Middle East economies re-starting mega construction projects as well as a recovery in the Korean housing market.

FUND DETAILS		TOP 5 HOLDINGS of United Asia Pacific Infrastructure Fund (% of NAV) as at 26 February 2010	
Unit NAV (as at 25/2/10)	RM 0.3642	ZhuZhou CSR Times Electric Co Ltd	4.00%
Fund Size	RM45.5m	First Tractor Co Ltd	3.77%
Inception Date	15 November 2007	BHP Billiton Ltd	3.46%
Annual Fee	1.5%	CNOOC Ltd	2.96%
Initial Charge	5.0%	Komatsu Ltd	2.83%

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