

IMPORTANT

ABF PAN ASIA BOND INDEX FUND

A Singapore unit trust authorized under

*Section 286 of the Securities and Futures Act, Chapter 289 of Singapore and
Section 104 of the Securities and Futures Ordinance (Cap.571) of Hong Kong*

(Stock Code: 2821)

NOTICE TO UNITHOLDERS

Pursuant to the regulatory requirement in Singapore, the Prospectus of the Trust is required to be lodged to the Monetary of Authority on an annual basis. The registration of the Prospectus has expired on 26th June 2009. The updated Prospectus is now available at www.abf-paif.com.

If you are in any doubt about the Prospectus of the Trust, you should consult your stockbroker, bank manager, solicitor, professional accountant or other professional adviser.

The Manager has summarized the changes to the Prospectus as follows:

	Heading	Reference	Details of the Change
1.	Investment Policies and Strategies – Investment Restrictions	p.12	The Manager has <u>the</u> discretion to enter into repurchase agreements, futures contracts, options on futures contracts, options, warrants and other derivative instruments traded on recognized futures exchanges or over-the-counter ("OTC") <u>for the Trust</u> subject to the abovementioned restrictions. When entering into <u>repurchase agreements and OTC derivative transactions</u> the Manager intends to deal with counterparties where certain rating criteria are met. <u>Any income generated as a result of entering into any repurchase agreements, after deducting any fees or commissions payable, will be credited to the account of the Trust, and collateral taken for the repurchase agreements will be in the form of cash or cash equivalents (subject to the securities lending guidelines in the Non-Specialised Funds Investment Guidelines).</u>
		p. 13	The Manager may also enter into <u>repurchase agreements and</u> derivative transactions with counterparties and deposit or invest cash with banks which do not meet the above credit rating requirement if they are approved by the Trustee.

	Heading	Reference	Details of the Change
2.	Risk Factors Specific to the Trust – Use of futures and options contracts involve certain risks	p.19	<p>This section has been updated by adding the following statement:</p> <p><u>These transactions may be entered into with counterparties on an on- and off-exchange basis (over-the-counter) and may expose the Trust to counterparty risk.</u></p>
3.	Other Risk Factors – Recent Events in the international financial and credit markets	<p>p. 21</p> <p>p. 22</p>	<p>The following risk disclosure statements have been added:</p> <p><u>There exist significant additional risks as a result of the current crisis in the international financial and credit markets. Such risks include, but are not limited to: (i) the likelihood that the issuer of the underlying investments of the Trust will find it harder to unwind the hedging arrangement for and/or dispose of the assets underlying any such investment; (ii) the possibility that the value of the underlying investments of the Trust might have deteriorated and/or may deteriorate (and in some cases, significantly) from their initial value or issue price; and (iii) the possibility of an issuer failing to perform its obligations under the terms of the underlying investments of the Trust (i.e. the counterparty risk) may have increased significantly. These additional risks may, in turn, adversely affect the value of the investment in the Trust and/or even result in significant or total loss to the investors in the Trust.</u></p> <p><u>In the event that a credit rating initially accorded to an issuer of underlying investments of the Trust is subsequently lowered for whatever reason, the market value and liquidity of the underlying investments is likely to be adversely affected. Adverse changes in the financial condition of an issuer and/or in general political, social and/or economic conditions and/or legal or regulatory position in the relevant jurisdiction may also impair or significantly adversely affect the ability of an issuer to meet its payment obligations under the relevant financial instruments. Such risk of default would increase where the Trust concentrates on any one issuer. If an event of default occurs with respect to the underlying investments of the Trust, there can be no assurance as to the amount that can be recovered or as to the timing of any recovery.</u></p> <p><u>While the current crisis may alleviate for certain sectors of the global credit markets due to the actions taken by governments in major economies, there can be no assurance that the relevant financial and/or credit markets and/or sectors thereof into which the Trust invests will recover at the same time or to the same degree as the others.</u></p>

	Heading	Reference	Details of the Change
4.	Further Provisions Relating to Creations and Redemptions – Determining NAV	p.36	<p>The following paragraph has been deleted.</p> <p>“The NAV per Unit of the Trust on the last Dealing Day of each month will also be published two Business Days, or as soon as practicable, after the relevant Dealing Day in The Straits Times and the Lianhe Zaobao in Singapore, the Hong Kong Economic Times and the South China Morning Post in Hong Kong.</p> <p>Investors should note that the frequency of the publication of the NAV per Unit in the newspapers is dependent on the publication policies of the newspaper publisher concerned. The Manager does not accept any responsibility for any errors on the part of the publisher concerned relating to the NAV per Unit published in the newspapers or for any non-publication or late publication of prices and shall incur no liability in respect of any action taken or loss suffered by investors in reliance upon such erroneous publication.”</p>
5.	Management and Operations – Manager	p.41	<p>The current list of directors is:</p> <p>Hon Wing Cheung Bernard Patrick Reilly Sheau Yien Wang Kelly Quinn Driscoll</p>
6.	General Information – Taxation	p. 51 – 53	The Taxation section has been updated. For details of latest tax information please refer to the prospectus.
7.	Selling Restrictions – Japan	p. 76	The selling restriction in Japan has been updated. For details of latest information please refer to the prospectus.

Investors who have any questions concerning this Trust may contact the Manager at telephone number +65-6826-7500 in Singapore and +852 2103 0288 in Hong Kong.

State Street Global Advisors Singapore Limited
Manager

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