

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 27th June 2007. 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.	Second Amending and Restating Deed	p.1	The Trust Deed made between State Street Global Advisors Singapore Limited and HSBC Institutional Trust Services Limited that was amended by an amending and restating deed dated 28 th June 2006 and <u>a second amending and restating deed dated 28 June 2007</u> with respect to the following: i) Adding clarity to the determination of Ex-Dividend Date and Record Date for Income Distribution; ii) Adding flexibility to increasing Daily Total Redemption Units.
2.	Singapore Code on Collective Investment Scheme	p.8, 69 – Appendix 2	The Non-Specialized Funds Investment Guidelines was last updated by the Monetary Authority of Singapore on 22 nd December 2006.

	Heading	Reference	Details of the Change
3.	Investment Policies and Strategies - Investment Restrictions	p.12	<p>The following paragraph has been added in the Prospectus:</p> <p><u>Financial derivatives may be used for the purposes of hedging and efficient portfolio management. The Manager has the necessary expertise to control and manage the risks relating to the use of financial derivatives and will ensure that the risk management and compliance procedures and controls adopted are adequate.</u></p> <p><u>Derivatives may be used only in portfolios where the declaration of trust, fund declaration or investment management guidelines clearly state that they are permitted. The controls and systems in place to manage derivative and associated risks will be appropriate to their complexity and intended use.</u></p> <p><u>The systems used to monitor and measure derivative exposure will be analytical tools used in conjunction with industry standard information and pricing sources to value and monitor derivative positions and ensure compliance with pre-defined hedging and investment parameters. The criteria used for assessing these systems are that they should allow risk monitoring of derivatives on a standalone basis but more significantly allow integration of derivative positions within the overall investment portfolio to provide a comprehensive monitoring of any breaches of the investment guidelines by combining direct and indirect holding through derivatives. These exposures are monitored through third party applications such as Yield Book and proprietary risk management tool to monitor and model risk exposures of investment positions in a portfolio.</u></p> <p><u>Derivatives exposures are monitored by an independent risk manager with regular portfolio reviews to ensure risk exposures of portfolio are managed within investment risk limits. In addition, the Compliance team performs regular checks to ensure compliance with overall investment guidelines and the list of approved counterparties for trades.</u></p>
4.	SFC Transaction Levy	p.24, 48	The SFC Transaction Levy is revised to <u>0.004%</u> .

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5	Management Fee	p.25	<p>With effect from 30 June 2007, the management fee is reduced as follow:</p> <table> <tr> <td>First US\$1 billion</td> <td><u>0.13% per annum</u></td> </tr> <tr> <td>Next US\$250 million</td> <td><u>0.12% per annum</u></td> </tr> <tr> <td>Next US\$250 million</td> <td><u>0.11% per annum</u></td> </tr> <tr> <td>Thereafter</td> <td><u>0.10% per annum</u></td> </tr> </table> <p style="text-align: right;"><u>Up to a maximum of 0.25% per annum of the Trust's NAV</u></p>	First US\$1 billion	<u>0.13% per annum</u>	Next US\$250 million	<u>0.12% per annum</u>	Next US\$250 million	<u>0.11% per annum</u>	Thereafter	<u>0.10% per annum</u>
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6.	Limitation on redemptions	p.38	The Manager is entitled to limit the total number of Units which unitholders are entitled to redeem on a Dealing Day to 500,000 Units (or such other number as the Manager may determine from time to time upon <u>giving reasonable prior notice to the Trustee and Authorized Participants</u>).								
7.	Management and Operations – Manager	p.41 p.41 - 42	<p>The Trust will pay the Manager a management fee, monthly in arrears and accrued daily, determined on the average daily net assets of the Trust at the rate of 0.16% per annum in respect of the first US\$1 billion, 0.15% per annum in respect of the next US\$250 million, 0.14% <u>per annum</u> in respect of the next US\$250 million and 0.13% <u>per annum</u> thereafter (with effect from 30 June 2007, the <u>management fee will be reduced to the rate of 0.13% per annum in respect of the first US\$1 billion, 0.12% per annum in respect of the next US\$250 million, 0.11% per annum in respect of the next US\$250 million and 0.10% per annum</u> thereafter).</p> <p>The directors of the Manager are:</p> <p>Hon Wing Cheung Bernard Patrick Reilly <u>Lochiel Cameron Crafter</u> <u>Sheau Yien Wang</u></p>								
8	Management and Operations – Supervisory Committee	p.42 - 43	<p>The following were recently appointed to replace some of the members in Supervisory Committee:</p> <ol style="list-style-type: none"> 1. Mr Ric Battellino – Deputy Governor, Reserve Bank of Australia; 2. Dr, Mr Guang-ju Rhee - Deputy Governor, Bank of Korea; 3. Mr Grant Spencer – Deputy Governor and Head of Financial Stability, Reserve Bank of New Zealand; 4. Mr Ong Chong Tee, Deputy Managing Director, Monetary Authority of Singapore; 5. Dr, Mrs Atchana Waiquamdee – Deputy Governor, Bank of Thailand 								

	Heading	Reference	Details of the Change
9.	Dividend and Distributions	p.49	<p>The Manager will determine the amount of income and net realized capital gains available for distribution to unitholders on the <u>Hong Kong Business Day</u> (each an "Ex-Dividend Date") which falls immediately before a <u>Record Date</u>.</p> <p><u>The "Record Dates" shall be 22nd January and 22nd July, save that in the event any such date is not a Hong Kong Business Day, the Record Date shall be the immediately following Hong Kong Business Day (or such other date as shall be determined by the Manager with the prior approval of the Trustee). A "Hong Kong Business Day" is any day on which the Stock Exchange is open for normal trading other than a day on which trading on the Stock Exchange is scheduled to close prior to its regular weekday closing time and excluding any day on which a tropical cyclone warning signal number 8 or above or a "black" rainstorm warning signal (or any warning or signal considered by the Trustee to be similar in effect) is in force in Hong Kong at any time after the Stock Exchange officially opens for trading and before the Stock Exchange officially closes for trading on that day (or such other day or days as may from time to time be determined by the Manager and the Trustee).</u></p>
10.	Selling Restrictions – Japan	p.74	The selling restriction in Japan has been revised to reflect the most up-to-date regulatory changes.
11.	Legal Advisers as to Hong Kong law	p.78	The address of Clifford Chance has been updated to 28 th Floor, Jardine House, One Connaught Place, Central, Hong Kong.

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

28 June 2007

State Street Global Advisors Singapore Limited is a wholly-owned subsidiary of State Street Corporation