

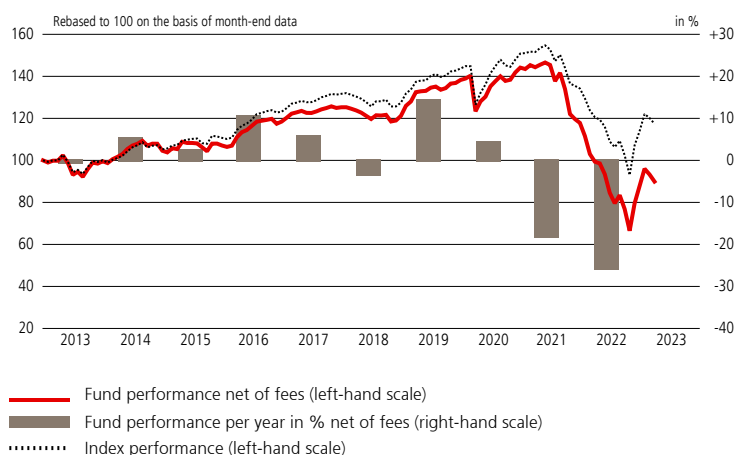
UBS Bond Asian High Yield

Performance Review

UBS (Lux) Bond SICAV - Asian High Yield (USD) P-mdist



Performance (basis USD, net of fees)¹



Past performance is not a reliable indicator of future results.

Performance in % (net of fees)¹

in %	2019	2020	2021	2022	2023 YTD ²	Mar. 2023	5 years Ø p.a.	5 years
Fund (USD)	14.09	4.24	-18.26	-25.49	2.41	-3.64	-27.36	-6.19
Ref. Index ³	12.76	4.94	-11.05	-15.09	3.05	-2.31	-9.93	-2.07

The performance shown does not take account of any commissions, entry or exit charges.

¹ These figures refer to the past. If the currency of a financial product, financial service or its costs is different from your reference currency, the return and/or costs can increase or decrease as a result of currency fluctuations. Source for all data and chart (if not indicated otherwise): UBS Asset Management.

² YTD: year-to-date (since beginning of the year)

³ Reference Index in currency of share class (without costs)

Worries over the health of the banking system on both sides of the Atlantic were the main preoccupation for investors in March. The yield on the 2-year US Treasury, which hit a peak of 5.06% prior to the turmoil in the banking sector, ended the month at 4.03%. While Asian investment grade was up, Asian high yield declined.

Monthly performance

In March the fund performed negatively with 3.6%. Fund returns were negatively affected by the pullback in the China property sector.

YTD performance

YTD as of the end of March, the fund has delivered a positive performance of 2.4%. Returns on the fund are still positive as it has benefited from the China reopening theme early in the year.

Performance contributors

The underweight in the financials sector and the overweight in quasi-sovereigns contributed positively to performance.

Performance detractors

The overweight in China real estate and the underweights in consumer and diversified sectors detracted from returns.

For more information

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Market exposure (%)

	Fund
China	29.1
India	13.1
Hong Kong	12.7
Macau	9.3
Philippines	4.7
Republic of Korea	4.0
Indonesia	3.4
Thailand	3.3
Sri Lanka	2.6
Pakistan	2.2
Others	15.7

Sector exposure (%)

	Fund
Real estate	23.4
Financial	18.6
Consumer Services	13.7
Sovereigns	8.2
Utilities	8.0
Quasi-Sovereign	5.6
Tmt	4.0
Diversified	3.3
Mining & Metal	3.1
Others	12.1

10 largest positions (%)

	Fund
Ind & Comm Bk Of China	3.28
Greenko Dutch Bv	2.17
Nwd Finance (Bvi) Ltd	1.76
Mgm China Holdings Ltd	1.57
Country Garden Hldgs	1.47
Melco Resorts Finance	1.43
Islamic Rep Of Pakistan	1.42
Wynn Macau Ltd	1.40
Republic Of Sri Lanka	1.32
Sands China Ltd	1.27

Current investment strategy

In light of the recent changes in the Chinese government's policy stance, we think the momentum for a recovery in the Asian credit market could continue. Nonetheless, volatility is expected given that there has been a sharp rally recently, and the road to full reopening will be bumpy.

Risks

Depending on the credit quality, the default risk is higher in the case of high yield bonds than with investment grade corporate and government bonds. Changes in interest and exchange rates have an effect on the value of the portfolio. This requires corresponding risk tolerance and capacity. All investments are subject to market fluctuations. Every fund has specific risks, which can significantly increase under unusual market conditions.

This share class (mdist) may make monthly, gross-of-fee distributions. As a consequence, in addition to income, this share class may also distribute capital. This can have negative tax consequences for investors in some jurisdictions. Investors should seek their own tax advice.

Please note that additional fees (e.g. entry or exit fees) may be charged. Please refer to your financial adviser for more details. Investors should read the Key Investor Information Document (KIID), Prospectus and any applicable local offering document prior to investing and to get complete information of the risks. Investors are acquiring units or shares in a fund, and not in a given underlying asset such as building or shares of a company. For a definition of financial terms refer to the glossary available at www.ubs.com/am-glossary.

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