

UBS Stgy Fd Balanced Sust USD

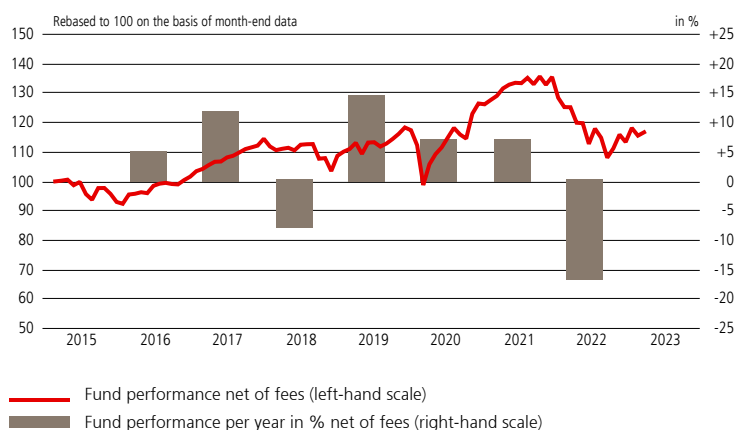
Performance **Review**

UBS (Lux) Strategy Fund - Balanced Sustainable (USD) (CAD hedged) P-4%-mdist



Markets continue to be impacted by persistent inflation figures and concerns that monetary policy is going to remain restrictive for longer. The higher-than-anticipated interest rates resulted in some turmoil in the banking sector, sending an additional signal of uncertainty and putting a halt to short-term financial market growth.

Performance (basis CAD, 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 (CAD)	14.31	6.89	7.14	-16.33	2.92	0.99	5.49

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)

Monthly performance

In March the fund performed positively with 1.0%. Risk assets recovered from the pull-back in March and continued the positive trend that we have seen during the year. Only UK equities fell in March. Returns across fixed income were also positive in March.

YTD performance

YTD as of the end of March, the fund has delivered a positive performance of 2.9%. Risk assets continue to deliver a positive performance in the year to date. Both developed and emerging markets delivered a positive first quarter to start the year, with developed markets in particular performing strongly. Bond markets have also performed positively this year.

Performance contributors

Fixed income investments were the best contributors in March, with Multilateral Development Bank and USD Investment Grade Corporates Sustainable performing particularly well. Equities also made an overall positive contribution. Within equities, the best contributions came from the Global Opportunity Sustainable, Long Term Themes, Active Climate Aware and Global Sustainable Improvers strategies.

Performance detractors

The only detractors in March were currency hedging and the Global Impact and Gender Equality strategies.

For more information

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Current allocation by sub-asset class in %

	Current allocation
Liquidity	5
Multilateral development bank bonds (1-5)	4.0
Multilateral development bank bonds (5-10)	6.0
Green, social and sustainable bonds	9.0
US corporate ESG leaders bonds	19.0
EUR corporate ESG leaders bonds	0.0
ESG engagement high yield bonds	4.0
Emerging market sustainable finance	3.0
Other bonds	0.0
Bonds	45
ESG thematic equities	9.4
ESG leaders equities	9.4
ESG improvers equities	14.1
ESG engagement equities	14.1
CH ESG leaders / improvers equities	0.0
EMU ESG leaders / improvers equities	0.0
EMU ESG leaders	0.0
US ESG leaders equities	0.0
UK ESG leaders equities	0.0
JP ESG leaders equities	0.0
EM ESG leaders equities	2.0
Other equities	1.0
Equities	50
Total	100

For illustrative purposes only. Current allocation may be changed at any time without prior notice. The allocation is based on the model portfolio of the strategy. Due to implementation exceptions, actual exposures may deviate. Foreign currency risks are largely hedged against the reference currency.

Current investment strategy

We increased our US corporate bond exposure by reducing our global equities and our position in the gender equality ETF. We are holding on to our positions in the EM Socially Responsible ETF and Gender Equality ETF, sourced from ESG Leaders and ESG Improvers. We are also sticking with our AUD overweight, sourced from the USD.

Risks

The fund invests in equities, bonds of varying credit quality and money market securities on a global basis, and may therefore be subject to high fluctuations in value. The fund may use derivatives which can reduce investment risk or give rise to additional risks (inter alia the counterparty risk). The value of a unit may fall below the purchase price. This requires an elevated risk tolerance and capacity. Every fund reveals specific risks, a description of these risks can be found in the prospectus.

The monthly 4%-mdist distributing share classes may distribute capital as well as income. It is possible that the distributions result in an erosion of assets and a reduction of invested capital. There are potential negative tax consequences for some investors in some jurisdictions. Investors in some jurisdictions may incur a higher rate of tax on distributed capital than on any capital gains which are realised on disposal of fund shares. Some investors may therefore choose to invest in the accumulating (-acc) instead of the distributing (-dist) share classes. Investors may be taxed at a later point in time on income and capital arising on accumulating (-acc) share classes compared to distributing (-dist) share classes. Investors should seek their own tax advice.

10 largest equity positions (%)

	Fund
VMware Inc	1.11
Danone SA	0.95
Spectris PLC	0.92
Ingersoll Rand Inc	0.86
Regal Rexnord Corp	0.83
Alcon Inc	0.76
Bunge Ltd	0.76
Linde PLC	0.75
Micron Technology Inc	0.66
Microsoft Corp	0.66

5 largest bond issuers (%)

	Fund
International Bank for Reconstruction & Development	6.99
Asian Development Bank	0.95
Inter-American Development Bank	0.85
United States Treasury Note/Bond	0.67
European Bank for Reconstruction & Development	0.54

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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