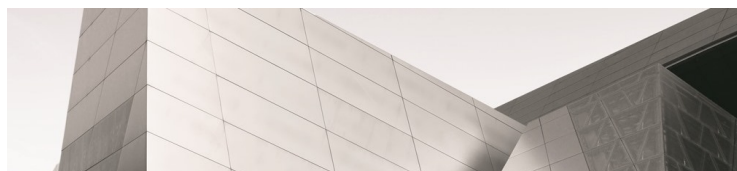


UBS Strategy Xtra Balanced (EUR)

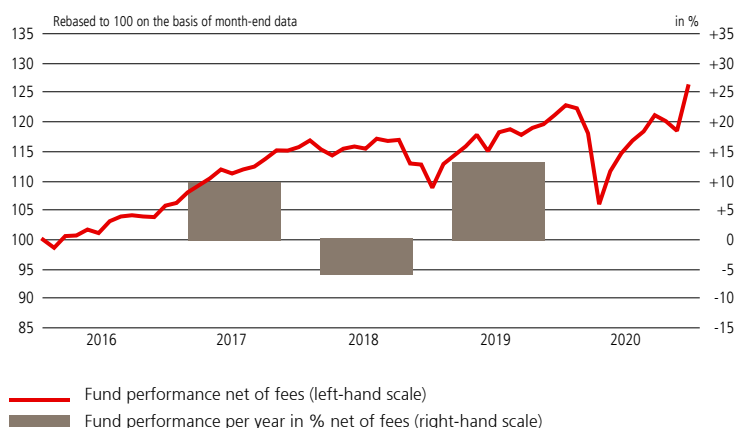
Performance Review

UBS (Lux) Strategy Xtra SICAV - Balanced (EUR) (USD hedged) P-4%-mdist



Global financial markets rallied in November, with global equities enjoying their best monthly gain ever, supported by reduced US political uncertainty, positive vaccine news and the prospect of a faster economic recovery.

Performance (basis USD, net of fees)¹



Past performance is not a reliable indicator of future results.

Performance in % (net of fees)¹

in %	2016	2017	2018	2019	2020 YTD ²	LTD ³	4 years	Ø p.a. 4 years
Fund (USD)	n.a.	9.41	-5.97	12.88	2.62	26.94	21.40	4.97

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

¹ These figures refer to the past. Source for all data and charts (if not indicated otherwise): UBS Asset Management

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

³ LTD: launch-to-date

Monthly performance

In November the fund performed positively with 6.4%. It was a strong month, with equity allocations contributing the most.

YTD performance

YTD as of the end of November, the fund has delivered a positive performance of 2.6%. After markets soared in November, performance moved into positive territory.

Performance contributors

While the S&P 500 hit a record high, the more cyclical stocks and smaller caps also profited from another market rotation. In the eurozone, restrictions to contain the virus further widened the gap between the pace of recovery in the manufacturing and in the services sectors. Emerging market equities posted robust returns, with Latin America leading the way. Further spread tightening to levels last seen after the financial crisis allowed USD corporate bonds to end the month slightly higher. Within the global high-yield market, energy, oil & gas exploration and airlines were among the biggest winners. Emerging market bonds performed well, with an additional boost to local currency issues as the USD weakened. The hedge fund posted positive returns across the main styles. The risk parity strategies recorded strongly positive returns in a generally pro-risk environment.

Performance detractors

Precious metals were the only commodity sector to post a negative return as investor demand for safe investments waned.

For more information

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UBS Strategy Xtra Balanced (EUR)

Current allocation by sub-asset class in %

	Current allocation
Liquidity	4.0
High grade bonds	7.0
USD inflation linked bonds	0.0
USD corporate bonds	5.0
EUR corporate bonds	3.0
USD high yield bonds	3.0
EUR high yield bonds	2.0
Emerging market sovereign bonds	4.0
Emerging market corporate bonds	3.0
Cash synth	0.0
Other fixed income	0.0
Bonds	27.0
Switzerland	2.0
United States	13.0
Eurozone	17.0
United Kingdom	7.0
Emerging markets	4.0
Japan	2.0
Canada	0.0
Australia	0.0
Sweden	0.0
Hong Kong	0.0
Singapore	0.0
Global	2.0
Equities	47.0
Hedge funds	18.0
Risk Parity	2.0
Commodity	2.0
Alternative Investments	22.0
Total	100.0

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 are overweight in emerging market and corporate bonds at the expense of high-grade bonds. Our equity view is constructive, with some of the exposure held in options. Underweights in the USD, AUD and TWD are financing a basket of Asian emerging market currencies. Tactically, we currently also hold gold.

Risks

The fund invests in equities, bonds of varying credit quality, money market securities on a global basis, as well as in alternative forms of investment such as hedge funds. It may therefore be subject to 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 fund can invest in less liquid assets that may be difficult to sell in the case of distressed markets. It therefore cannot be ruled out that the daily issue and redemption of fund units may be suspended temporarily. 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
Microsoft Corp	0.24
Amazon.com Inc	0.21
Continental AG	0.11
AIA Group Ltd	0.11
Mastercard Inc	0.11
Facebook Inc	0.11
Wells Fargo & Co	0.11
Dollar Tree Inc	0.10
Ameriprise Financial Inc	0.10
Southwest Airlines Co	0.10

5 largest bond issuers (%)

	Fund
United States Treasury Note/Bond	2.95
French Republic Government Bond OAT	1.46
Bundesrepublik Deutschland Bundesanleihe	1.01
Kingdom of Belgium Government Bond	0.39
China Government International Bond	0.23

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. For a definition of financial terms refer to the glossary available at www.ubs.com/am-glossary.

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