

UBS IQ MSCI USA Ethical ETF

September 2019

Fund description

UBU is an ETF that provides a core diversified exposure to the US equity market and aims to replicate the performance of the MSCI USA ex Tobacco ex Controversial Weapons Index, before fees and expenses by physically holding the shares within the underlying Index.

Fund details

Currency	AUD (Unhedged)
Launch date	18 February 2015
ETF share class NAV	\$8.0 m
Typical number of holdings	625
Management costs (p.a.)	0.20%
Distribution frequency	Annually
Domicile	Australia

Trading information

ASX Code	UBU
ISIN	AU000000UBU7
ETF Bloomberg ticker	UBU AU
ETF IRESS ticket	UBU.AXW
Trading hours	10am–4.10pm
Market maker	Susquehanna Pacific Pty Ltd

Top 10 fund holdings (%)

Apple	4.1
Microsoft	4.0
Amazon.com	2.8
Facebook	1.7
Alphabet C	1.5
JPMorgan Chase & Company	1.5
Alphabet A	1.4
Johnson & Johnson	1.3
Procter & Gamble Co	1.2
Visa	1.2

As at 30 September 2019

Investment performance

As at 30 September 2019

Fund	1 month %	3 months %	6 months %	1 year %	2 years % pa	3 years % pa	Since inception* % pa
Total return (net of fee)	1.62	5.52	11.35	11.13	19.01	17.51	12.74
Total return (gross of fee)	1.64	5.57	11.46	11.36	19.25	17.74	12.97
Benchmark**	1.62	5.51	11.38	11.22	19.03	17.50	12.71

*Inception date: 18 February 2015. **MSCI USA ex Tobacco ex Controversial Weapons Index.

Performance data has been prepared in accordance with 2018 GIPS standards. The performance figures quoted are historical, calculated using end of month prices, and do not allow for the effects of income tax or inflation. Total returns assume the reinvestment of all distributions. Performance can be volatile and future returns can vary from past returns.

Key benefits

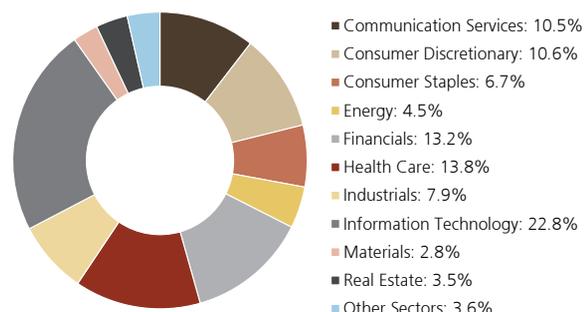
The ETF can be used by a variety of investors including institutions, SMSF and retail investors who are looking to gain access to a diversified core portfolio of US equities.

- **International Exposure:** Gain exposure to securities listed in the US.
- **Diversification:** Access a diversified portfolio of US shares in one ASX transaction.
- **Low Cost:** ETFs are generally cheaper than traditional managed funds.
- **Transparency:** View the ETFs underlying portfolio of shares and the price daily.
- **Ease of access & Liquidity:** Trade units in the ETF as simply as trading any other ASX listed share.
- **No W-8 BEN form:** Simplified tax administration compared to cross-listed ETF's.

Index details

Index name	MSCI USA ex Tobacco ex Controversial Weapons Index
Typical number of holdings	625
Reweighting frequency	Quarterly
Index ticker (Bloomberg)	M7CXUBSG Index

Fund sector allocation (%)



As at 30 September 2019

Note: May not equal 100% due to rounding.

Index description

The MSCI USA ex Tobacco ex Controversial Weapons Index ('Index') is designed to measure the performance of the large and mid cap segments of the US market. With approximately 625 constituents, the Index covers approximately 85% of the free float-adjusted market capitalisation in the US. The Index excludes companies with significant business activities involving tobacco and those engaged in the production of cluster bombs, landmines, chemical and biological weapons and depleted uranium weapons. Constituent selection is based on data from MSCI research.

Ethical and environmental considerations

UBS Asset Management (Australia) Ltd selection of investments in the Fund is based on the composition of the underlying Index.

The Fund adopts a passive investment strategy, designed to track the performance of the MSCI USA ex Tobacco ex Controversial Weapons Index (before fees and expenses). The UBS IQ MSCI USA Ethical ETF includes the word 'ethical' solely because the underlying Index excludes from its Parent Index securities issued by companies with significant business activities involving tobacco and those engaged in the production of cluster bombs, landmines, chemical and biological weapons and depleted uranium weapons.

This exclusion is the sole difference between the Index for the Fund and its Parent Index.

UBS Exchange Traded Funds

UBS Asset Management has a long-term track record of providing index-based investment solutions to clients. The first UBS ETF was launched in Europe in 2001. Since then UBS has launched over 288 ETFs globally, with funds under management in excess of AUD 77 billion at 30 June 2019. The UBS Australian ETF platform was established in 2012.

UBS ETFs are managed by an experienced asset manager, UBS Asset Management, with a long-term commitment to passive management (managing passive assets for 30 years).

Registry and administration

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The fund referred to herein is not sponsored, endorsed, or promoted by MSCI, and MSCI bears no liability with respect to any such fund. The Product Disclosure Statement contains a more detailed description of the limited relationship MSCI has with UBS Asset Management (Australia) Ltd.

UBS Asset Management

UBS Asset Management (UBS) is a large scale asset manager with well diversified businesses across regions, capabilities and distribution channels, with invested assets of AUD 1,184 billion globally at 30 June 2019. In Australia, UBS was established in 1985 and has invested assets of AUD 49 billion at 30 June 2019. UBS provides investment management solutions to private clients, financial intermediaries and institutional investors across the world.

UBS Asset Management is present in 23 countries through local office or joint venture.

MSCI

For more than 40 years, MSCI research-based indexes and analytics have helped the world leading investors build and manage better portfolios. Clients rely on our offerings for deeper insights into the drivers of performance and risk in their portfolios, broad asset class coverage and innovative research. Our line of products and services includes indexes, analytical models, data, real estate benchmarks and ESG research. MSCI serves 99 of the top 100 largest money managers, according to the most recent P&I ranking. For more information, visit us at www.msci.com.

Product information

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