



















**Building a better  
working world**

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## **Auditor's independence declaration to the directors of UBS Asset Management (Australia) Ltd, as Responsible Entity for the UBS Investment Funds**

For the following UBS Investment Funds ("the Schemes"):

- ▶ UBS CBRE Property Securities Fund
- ▶ UBS Australian Share Fund
- ▶ UBS International Share Fund
- ▶ UBS Australian Small Companies Fund
- ▶ UBS Defensive Investment Fund
- ▶ UBS Balanced Investment Fund
- ▶ UBS CBRE Global Property Securities Fund
- ▶ UBS Tactical Beta Fund - Conservative
- ▶ UBS Tactical Beta Fund - Growth
- ▶ UBS Tactical Beta Fund - Balanced
- ▶ UBS Microcap Fund
- ▶ UBS Australian Small Companies SIV Fund
- ▶ UBS CBRE Global Infrastructure Securities Fund
- ▶ UBS Emerging Markets Equity Fund
- ▶ UBS Global Dynamic Bond Fund
- ▶ UBS Future Leaders Global Small Companies Fund

As lead auditor for the audit of the financial report of the Schemes for the financial year ended 30 June 2023, I declare to the best of my knowledge and belief, there have been:

- a. No contraventions of the auditor independence requirements of the *Corporations Act 2001* in relation to the audit;
- b. No contraventions of any applicable code of professional conduct in relation to the audit; and
- c. No non-audit services provided that contravene any applicable code of professional conduct in relation to the audit.

Ernst & Young

Elliott Shadforth  
Partner  
25 September 2023











































































































































































**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(d) Concentration risk (continued)**

UBS International Share Fund	%
As at 30 June 2022	
Information Technology	19.93
Health Care	17.02
Financials	15.67
Consumer Staples	11.19
Consumer Discretionary	10.24
Industrials	9.28
Communication Services	8.82
Energy	5.29
Others - aggregated concentration made up of other securities less than 5%	<u>2.56</u>
<b>Total</b>	<u><b>100.00</b></u>

**UBS Australian Small Companies Fund**

%

**As at 30 June 2023**

Financials	<b>20.62</b>
Materials	<b>18.01</b>
Health Care	<b>11.99</b>
Industrials	<b>11.37</b>
Real Estate	<b>10.72</b>
Consumer Discretionary	<b>10.47</b>
Communication Services	<b>7.38</b>
Information Technology	<b>5.43</b>
Others - aggregated concentration made up of other securities less than 5%	<u><b>4.01</b></u>
<b>Total</b>	<u><b>100.00</b></u>

UBS Australian Small Companies Fund

%

As at 30 June 2022

Financials	20.13
Industrials	15.36
Materials	14.24
Health Care	11.59
Consumer Discretionary	9.34
Communication Services	9.12
Real Estate	8.90
Information Technology	5.51
Others - aggregated concentration made up of other securities less than 5%	<u>5.81</u>
<b>Total</b>	<u><b>100.00</b></u>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(d) Concentration risk (continued)**

<b>UBS Defensive Investment Fund</b>	<b>%</b>
<b>As at 30 June 2023</b>	
Managed Investment Scheme - UBS Diversified Fixed Income Fund	<b>44.67</b>
Managed Investment Scheme - UBS Australian Share Fund	<b>9.16</b>
Managed Investment Scheme - UBS Income Solution Fund	<b>8.52</b>
Managed Investment Scheme - UBS International Share Fund	<b>6.62</b>
ISHARES USD SHORT DUR USD A	<b>6.44</b>
Managed Investment Scheme - UBS CBRE Property Securities Fund	<b>5.86</b>
Others - aggregated concentration made up of other securities less than 5%	<b>18.73</b>
<b>Total</b>	<b>100.00</b>

UBS Defensive Investment Fund	<b>%</b>
<b>As at 30 June 2022</b>	
Managed Investment Scheme - UBS Diversified Fixed Income Fund	48.63
Managed Investment Scheme - UBS Australian Share Fund	8.27
Managed Investment Scheme - UBS International Share Fund	6.04
Managed Investment Scheme - UBS Income Solution Fund	5.40
Managed Investment Scheme - UBS CBRE Property Securities Fund	5.07
Others - aggregated concentration made up of other securities less than 5%	<u>26.59</u>
<b>Total</b>	<u>100.00</u>

<b>UBS Balanced Investment Fund</b>	<b>%</b>
<b>As at 30 June 2023</b>	
Managed Investment Scheme - UBS Australian Share Fund	<b>15.06</b>
Managed Investment Scheme - UBS International Share Fund	<b>9.88</b>
Street Tracks S AND P 50 FUND	<b>9.46</b>
Managed Investment Scheme - UBS Diversified Fixed Income Fund	<b>9.25</b>
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	<b>8.03</b>
Managed Investment Scheme - UBS IQ MSCI Australia Ethical ETF	<b>7.99</b>
Managed Investment Scheme - UBS Income Solution Fund	<b>6.66</b>
Managed Investment Scheme - UBS CBRE Global Property Securities Fund	<b>5.60</b>
Others - aggregated concentration made up of other securities less than 5%	<b>28.07</b>
<b>Total</b>	<b>100.00</b>

UBS Balanced Investment Fund	<b>%</b>
<b>As at 30 June 2022</b>	
Managed Investment Scheme - UBS Australian Share Fund	15.50
Managed Investment Scheme - UBS Diversified Fixed Income Fund	12.09
Managed Investment Scheme - UBS IQ MSCI Australia Ethical ETF	11.43
Managed Investment Scheme - UBS International Share Fund	8.71
Managed Investment Scheme - UBS CBRE Global Property Securities Fund	5.03
Others - aggregated concentration made up of other securities less than 5%	<u>47.24</u>
<b>Total</b>	<u>100.00</u>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(d) Concentration risk (continued)**

<b>UBS CBRE Global Property Securities Fund</b>	%
<b>As at 30 June 2023</b>	
Specialised Real Estate Investment Trust	22.18
Industrial Real Estate Investment Trust	19.34
Residential Real Estate Investment Trust	16.69
Retail Real Estate Investment Trust	14.04
Office Real Estate Investment Trust	6.30
Health Care Real Estate Investment Trusts	5.99
Real Estate Operating Companies	5.66
Others - aggregated concentration made up of other securities less than 5%	9.80
<b>Total</b>	<b>100.00</b>

UBS CBRE Global Property Securities Fund	%
As at 30 June 2022	
Specialised Real Estate Investment Trust	18.69
Industrial Real Estate Investment Trust	17.75
Residential Real Estate Investment Trust	16.80
Retail Real Estate Investment Trust	15.39
Office Real Estate Investment Trust	8.60
Real Estate Operating Companies	7.55
Hotel & Resort Real Estate Trust	5.53
Diversified Real Estate Investment Trust	5.39
Others - aggregated concentration made up of other securities less than 5%	4.30
<b>Total</b>	<b>100.00</b>

<b>UBS Tactical Beta Fund - Conservative</b>	%
<b>As at 30 June 2023</b>	
Exchange Traded Fund - iShares Core Global Aggregate Bond USD-H ETF	61.09
Exchange Traded Fund - iShares Core Composite Bond ETF	20.30
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	16.91
Others - aggregated concentration made up of other securities less than 5%	1.70
<b>Total</b>	<b>100.00</b>

UBS Tactical Beta Fund - Conservative	%
As at 30 June 2022	
Exchange Traded Fund - iShares Core Global Aggregate Bond USD-H ETF	40.25
Exchange Traded Fund - iShares Core Composite Bond ETF	26.95
Managed Investment Scheme - UBS IQ MSCI Australia Ethical ETF	9.81
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	9.56
Others - aggregated concentration made up of other securities less than 5%	13.43
<b>Total</b>	<b>100.00</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(d) Concentration risk (continued)**

<b>UBS Tactical Beta Fund - Growth</b>	%
<b>As at 30 June 2023</b>	
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	59.97
Exchange Traded Fund - iShares Global Aggregate Bond USD-H ETF	30.13
Exchange Traded Fund - iShares Core Composite Bond ETF	8.46
Others - aggregated concentration made up of other securities less than 5%	<u>1.44</u>
<b>Total</b>	<u><b>100.00</b></u>
UBS Tactical Beta Fund - Growth	%
As at 30 June 2022	
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	35.55
Managed Investment Scheme - UBS IQ MSCI Australia Ethical ETF	25.00
Exchange Traded Fund - iShares Global Aggregate Bond USD-H ETF	19.74
Others - aggregated concentration made up of other securities less than 5%	<u>19.71</u>
<b>Total</b>	<u><b>100.00</b></u>
<b>UBS Tactical Beta Fund - Balanced</b>	%
<b>As at 30 June 2023</b>	
Exchange Traded Fund - iShares Global Aggregate Bond USD-H ETF	41.29
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	34.83
Managed Investment Scheme - UBS IQ MSCI Australia Ethical ETF	22.69
Others - aggregated concentration made up of other securities less than 5%	<u>1.19</u>
<b>Total</b>	<u><b>100.00</b></u>
UBS Tactical Beta Fund - Balanced	%
As at 30 June 2022	
Exchange Traded Fund - iShares Global Aggregate Bond USD-H ETF	31.44
Managed Investment Scheme - UBS IQ MSCI World ex Australia Ethical ETF	23.79
Managed Investment Scheme - UBS IQ MSCI Australia Ethical ETF	17.82
Exchange Traded Fund - iShares Core Composite Bond ETF	12.89
Others - aggregated concentration made up of other securities less than 5%	<u>14.06</u>
<b>Total</b>	<u><b>100.00</b></u>
<b>UBS Microcap Fund</b>	%
<b>As at 30 June 2023</b>	
Industrials	29.41
Information Technology	20.53
Health Care	16.24
Consumer Discretionary	12.06
Materials	11.33
Others - aggregated concentration made up of other securities less than 5%	<u>10.43</u>
<b>Total</b>	<u><b>100.00</b></u>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(d) Concentration risk (continued)**

UBS Microcap Fund	%
As at 30 June 2022	
Industrials	28.80
Information Technology	20.13
Materials	13.36
Health Care	10.20
Consumer Discretionary	8.44
Financials	8.35
Consumer Staples	7.91
Others - aggregated concentration made up of other securities less than 5%	<u>2.81</u>
<b>Total</b>	<b><u>100.00</u></b>

<b>UBS Australian Small Companies SIV Fund</b>	%
<b>As at 30 June 2023</b>	
Health Care	<b>20.20</b>
Industrials	<b>19.80</b>
Materials	<b>18.48</b>
Information Technology	<b>16.43</b>
Consumer Discretionary	<b>10.56</b>
Communication Services	<b>5.41</b>
Others - aggregated concentration made up of other securities less than 5%	<u><b>9.12</b></u>
<b>Total</b>	<b><u>100.00</u></b>

UBS Australian Small Companies SIV Fund	%
As at 30 June 2022	
Materials	23.73
Industrials	18.71
Health Care	14.42
Information Technology	13.66
Consumer Discretionary	8.32
Consumer Staples	7.51
Communication Services	5.86
Others - aggregated concentration made up of other securities less than 5%	<u>7.79</u>
<b>Total</b>	<b><u>100.00</u></b>

<b>UBS CBRE Global Infrastructure Securities Fund</b>	%
<b>As at 30 June 2023</b>	
Utilities	<b>47.45</b>
Industrials	<b>27.31</b>
Energy	<b>8.88</b>
Real Estate	<b>8.57</b>
Others - aggregated concentration made up of other securities less than 5%	<u><b>7.79</b></u>
<b>Total</b>	<b><u>100.00</u></b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(d) Concentration risk (continued)**

UBS CBRE Global Infrastructure Securities Fund	%
As at 30 June 2022	
Utilities	51.19
Industrials	26.37
Energy	11.91
Real Estate	7.65
Others - aggregated concentration made up of other securities less than 5%	<u>2.88</u>
<b>Total</b>	<u><b>100.00</b></u>

**UBS Emerging Markets Equity Fund**

%

**As at 30 June 2023**

Financials	27.53
Information Technology	27.17
Consumer Discretionary	18.12
Energy	9.66
Consumer Staples	6.52
Communication Services	5.27
Others - aggregated concentration made up of other securities less than 5%	<u>5.73</u>
<b>Total</b>	<u><b>100.00</b></u>

UBS Emerging Markets Equity Fund

%

As at 30 June 2022

Financials	29.08
Information Technology	23.98
Consumer Discretionary	16.40
Consumer Staples	10.32
Energy	8.29
Communication Services	6.51
Others - aggregated concentration made up of other securities less than 5%	<u>5.42</u>
<b>Total</b>	<u><b>100.00</b></u>

**UBS Global Dynamic Bond Fund**

%

**As at 30 June 2023**

UBS (LUX) BOND SICAV GLOBAL DYNAMIC	<u>100.00</u>
<b>Total</b>	<u><b>100.00</b></u>

**UBS Future Leaders Global Small Companies Fund**

%

**As at 30 June 2023**

Information Technology	22.60
Industrials	22.46
Consumer Discretionary	17.97
Health Care	13.52
Financials	7.97
Materials	5.21
Others - aggregated concentration made up of other securities less than 5%	<u>10.27</u>
<b>Total</b>	<u><b>100.00</b></u>

13 Financial risk management (continued)

(e) Liquidity risk

Liquidity risk is the risk that an entity will encounter difficulty in meeting obligations associated with financial liabilities. This risk is controlled through the Schemes' investment in financial instruments, which under normal market conditions are readily convertible to cash. In addition, the Schemes maintain sufficient cash and cash equivalents to meet normal operating requirements.

Investors can submit redemption requests for the Schemes at any time which results in some liquidity risk. However, while the time allowed for the satisfaction of redemption requests varies from Scheme to Scheme, the Responsible Entity has the power to suspend redemptions in certain circumstances, including if the relevant Scheme is not liquid (as set out in section 601KA of the *Corporations Act 2001*).

The Schemes may, from time to time, invest in indirect physical securities and derivative contracts traded over the counter, which may be illiquid. As a result, the Schemes may not be able to liquidate quickly its investments in these instruments at an amount close to their fair value to meet its liquidity requirements or to respond to specific events such as deterioration in the creditworthiness of any particular issuer.

In accordance with the Schemes' policy, the Investment Manager monitors the Schemes' liquidity position on a daily basis.

(i) Maturity of financial liabilities including Swaps and Forward Foreign Exchange contracts

The table below analyses the Scheme's net settled financial instruments including Swaps and Forward Foreign Exchange contracts into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date. The amounts in the table are the contractual undiscounted cash flows.

To determine each Scheme's liquidity risk position as at 30 June 2023, the net basis table below should be read in conjunction with the gross basis table on page 100-105.

UBS CBRE Property Securities Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	3,520	-	-	-
Payables	440	-	-	-
<b>Total financial liabilities</b>	<b>3,960</b>	<b>-</b>	<b>-</b>	<b>-</b>
As at 30 June 2022				
Distribution payable	2,713	-	-	-
Payables	3,738	-	-	-
<b>Total financial liabilities</b>	<b>6,451</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Australian Share Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	17,706	-	-	-
Payables	448	-	-	-
<b>Total financial liabilities</b>	<b>18,154</b>	<b>-</b>	<b>-</b>	<b>-</b>
As at 30 June 2022				
Distribution payable	27,590	-	-	-
Payables	3,157	-	-	-
<b>Total financial liabilities</b>	<b>30,747</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS International Share Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	6,084	-	-	-
Payables	218	-	-	-
Financial liabilities at fair value through profit or loss	241	-	-	-
<b>Total financial liabilities</b>	<b>6,543</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 30 June 2022</b>				
Distribution payable	15,979	-	-	-
Payables	826	-	-	-
Financial liabilities at fair value through profit or loss	235	-	-	-
<b>Total financial liabilities</b>	<b>17,040</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Australian Small Companies Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	430	-	-	-
Payables	988	-	-	-
<b>Total financial liabilities</b>	<b>1,418</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 30 June 2022</b>				
Distribution payable	14,954	-	-	-
Payables	498	-	-	-
<b>Total financial liabilities</b>	<b>15,452</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Defensive Investment Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	196	-	-	-
Payables	832	-	-	-
Financial liabilities at fair value through profit or loss	246	-	-	-
<b>Total financial liabilities</b>	<b>1,274</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 30 June 2022</b>				
Distribution payable	743	-	-	-
Payables	544	-	-	-
Financial liabilities at fair value through profit or loss	499	-	-	-
<b>Total financial liabilities</b>	<b>1,786</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS Balanced Investment Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	1,443	-	-	-
Payables	6,704	-	-	-
Financial liabilities at fair value through profit or loss	2,118	-	-	-
<b>Total financial liabilities</b>	<b>10,265</b>	-	-	-

As at 30 June 2022

Distribution payable	77,055	-	-	-
Payables	492	-	-	-
Financial liabilities at fair value through profit or loss	2,848	-	-	-
<b>Total financial liabilities</b>	<b>80,395</b>	-	-	-

UBS CBRE Global Property Securities Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As At 30 June 2023</b>				
Distribution payable	407	-	-	-
Payables	1,746	-	-	-
Financial liabilities at fair value through profit or loss	1,781	-	-	-
<b>Total financial liabilities</b>	<b>3,934</b>	-	-	-

As at 30 June 2022

Distribution payable	36,919	-	-	-
Payables	7,626	-	-	-
Financial liabilities at fair value through profit or loss	15,058	-	-	-
<b>Total financial liabilities</b>	<b>59,603</b>	-	-	-

UBS Tactical Beta Fund - Conservative

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Payables	555	-	-	-
Financial liabilities at fair value through profit or loss	106	-	-	-
<b>Total financial liabilities</b>	<b>661</b>	-	-	-

As at 30 June 2022

Distribution payable	202	-	-	-
Payables	20	-	-	-
Financial liabilities at fair value through profit or loss	711	-	-	-
<b>Total financial liabilities</b>	<b>933</b>	-	-	-

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS Tactical Beta Fund - Growth

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Payables	2,704	-	-	-
Financial liabilities at fair value through profit or loss	474	-	-	-
<b>Total financial liabilities</b>	<b>3,178</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 30 June 2022</b>				
Distribution payable	9,157	-	-	-
Payables	375	-	-	-
Financial liabilities at fair value through profit or loss	1,585	-	-	-
<b>Total financial liabilities</b>	<b>11,117</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Tactical Beta Fund - Balanced

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Payables	5,922	-	-	-
Financial liabilities at fair value through profit or loss	227	-	-	-
<b>Total financial liabilities</b>	<b>6,149</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 30 June 2022</b>				
Distribution payable	2,894	-	-	-
Payables	1,616	-	-	-
Financial liabilities at fair value through profit or loss	1,387	-	-	-
<b>Total financial liabilities</b>	<b>5,897</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Microcap Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	1,340	-	-	-
Payables	246	-	-	-
<b>Total financial liabilities</b>	<b>1,586</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>As at 30 June 2022</b>				
Distribution payable	2,763	-	-	-
Payables	93	-	-	-
<b>Total financial liabilities</b>	<b>2,856</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS Australian Small Companies SIV Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	3,687	-	-	-
Payables	54	-	-	-
<b>Total financial liabilities</b>	<b>3,741</b>	<b>-</b>	<b>-</b>	<b>-</b>

As at 30 June 2022

Distribution payable	7,366	-	-	-
Payables	67	-	-	-
Total financial liabilities	7,433	-	-	-

UBS CBRE Global Infrastructure Securities Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	1,239	-	-	-
Payables	202	-	-	-
Financial liabilities at fair value through profit or loss	740	-	-	-
<b>Total financial liabilities</b>	<b>2,181</b>	<b>-</b>	<b>-</b>	<b>-</b>

As at 30 June 2022

Distribution payable	7,657	-	-	-
Payables	811	-	-	-
Financial liabilities at fair value through profit or loss	5,172	-	-	-
Total financial liabilities	13,640	-	-	-

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS Emerging Markets Equity Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Distribution payable	4,694	-	-	-
Payables	2,063	-	-	-
Financial liabilities at fair value through profit or loss	1	-	-	-
Net asset attributable to unitholders	<u>188,762</u>	-	-	-
<b>Total financial liabilities</b>	<u>195,520</u>	-	-	-

At 30 June 2022

Distribution payable	5,593	-	-	-
Payables	6,832	-	-	-
Net asset attributable to unitholders	<u>243,129</u>	-	-	-
Total financial liabilities	<u>255,554</u>	-	-	-

UBS Global Dynamic Bond Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>At 30 June 2023</b>				
Distribution payable	5,699	-	-	-
Payables	814	-	-	-
Net asset attributable to unitholders	<u>1,498,860</u>	-	-	-
<b>Total financial liabilities</b>	<u>1,505,373</u>	-	-	-

UBS Future Leaders Global Small Companies Fund

	Less than 3 months \$	3-12 months \$	12-60 months \$	Over 60 months \$
<b>At 30 June 2023</b>				
Payables	2,740	-	-	-
Net asset attributable to unitholders	<u>2,830,057</u>	-	-	-
<b>Total financial liabilities</b>	<u>2,832,797</u>	-	-	-

13 Financial risk management (continued)

(e) Liquidity risk (continued)

(ii) Maturity of financial liabilities including Futures and Options

The table below analyses the Scheme's net settled financial instruments including Futures and Options into relevant maturity groupings based on the remaining period at the end of the reporting period to the contractual maturity date. The Schemes may, at its discretion, settle financial instruments prior to their original contractual settlement date, in accordance with its investment strategy, where permitted by the terms and conditions of the relevant instruments.

UBS CBRE Property Securities Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Nil	-	-	-	-
<b>As at 30 June 2022</b>				
Nil	-	-	-	-

UBS Australian Share Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Inflows	16	-	-	-
<b>At 30 June 2022</b>				
Nil	-	-	-	-

UBS International Share Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Nil	-	-	-	-
<b>As at 30 June 2022</b>				
Nil	-	-	-	-

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS Australian Small Companies Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Inflows	<u>23</u>	<u>-</u>	<u>-</u>	<u>-</u>

As at 30 June 2022

Futures				
- Inflows	<u>22</u>	<u>-</u>	<u>-</u>	<u>-</u>

UBS Defensive Investment Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Outflows	(109)	-	-	-
- Inflows	<u>122</u>	<u>-</u>	<u>-</u>	<u>-</u>

As at 30 June 2022

Futures				
- Outflows	(227)	-	-	-
- Inflows	<u>79</u>	<u>-</u>	<u>-</u>	<u>-</u>

UBS Balanced Investment Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Outflows	(1,049)	-	-	-
- Inflows	<u>958</u>	<u>-</u>	<u>-</u>	<u>-</u>

As at 30 June 2022

Futures				
- Outflows	(1,286)	-	-	-
- Inflows	<u>502</u>	<u>-</u>	<u>-</u>	<u>-</u>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS CBRE Global Property Securities Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Nil	-	-	-	-
<b>As at 30 June 2022</b>				
Nil	-	-	-	-

UBS Tactical Beta Fund - Conservative

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Outflows	(14)	-	-	-
- Inflows	27	-	-	-
<b>As at 30 June 2022</b>				
Futures				
- Outflows	(28)	-	-	-
- Inflows	22	-	-	-

UBS Tactical Beta Fund - Growth

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Outflows	(57)	-	-	-
- Inflows	33	-	-	-
<b>As at 30 June 2022</b>				
Futures				
- Outflows	(77)	-	-	-
- Inflows	70	-	-	-

13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS Tactical Beta Fund - Balanced

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Outflows	(42)	-	-	-
- Inflows	44	-	-	-

As at 30 June 2022

Futures				
- Outflows	(48)	-	-	-
- Inflows	50	-	-	-

UBS Microcap Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Futures				
- Inflows	50	-	-	-

As at 30 June 2022

Nil	-	-	-	-
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UBS Australian Small Companies SIV Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
<b>As at 30 June 2023</b>				
Nil	-	-	-	-

As at 30 June 2022

Nil	-	-	-	-
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13 Financial risk management (continued)

(e) Liquidity risk (continued)

UBS CBRE Global Infrastructure Securities Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
As at 30 June 2023				
Nil	-	-	-	-
As at 30 June 2022				
Nil	-	-	-	-

UBS Emerging Markets Equity Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
As at 30 June 2023				
Nil	-	-	-	-
As at 30 June 2022				
Nil	-	-	-	-

UBS Global Dynamic Bond Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
As at 30 June 2023				
Nil	-	-	-	-

UBS Future Leaders Global Small Companies Fund

	Less than 3 months \$'000	3-12 months \$'000	12-60 months \$'000	Over 60 months \$'000
As at 30 June 2023				
Nil	-	-	-	-

(f) Estimation of fair values of financial assets and financial liabilities

The carrying amounts of all the Schemes' financial assets and financial liabilities at the end of the financial year approximated their fair values.

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

The Schemes' accounting policy on fair value measurement is set out in Note 2(c). The methods and assumptions used in the determination of the fair value of each class of financial instruments are also set out in Note 2(c).

Note 2(r) outlines further the nature of management's judgments, estimates and assumptions that might have been used in the determination of the fair values of these financial instruments.

13 Financial risk management (continued)

(g) Fair value hierarchy

The Schemes are required to classify fair value measurements using a fair value hierarchy that reflects the subjectivity of the inputs used in making the measurements. The fair value hierarchy has the following levels:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities.
- Level 2: Inputs other than quoted prices included within level 1 that are observable for the asset or liability, either directly (that is, as prices) or indirectly (that is, derived from prices); quoted prices for similar securities in active and/or inactive markets; market-corroborated inputs; inputs that are developed based on available market data and reflect assumptions that markets would use when pricing similar securities.
- Level 3: Inputs for the asset or liability that are not based on observable market data (that is, unobservable inputs).

The level in the fair value hierarchy within which the fair value measurement is categorised in its entirety is determined on the basis of the lowest level input that is significant to the fair value measurement in its entirety. For this purpose, the significance of an input is assessed against the fair value measurement in its entirety. If a fair value measurement uses observable inputs that require significant adjustment based on unobservable inputs, that measurement is a level 3 measurement. Assessing the significance of a particular input to the fair value measurement in its entirety requires judgement, considering factors specific to the asset or liability.

The determination of what constitutes "observable" requires significant judgement by the Schemes. The Schemes consider observable data to be that market data that is readily available, regularly distributed or updated, reliable and verifiable, not proprietary, and provided by independent sources that are actively involved in the relevant market.

All fair value measurements disclosed are recurring fair value measurements.

The table below sets out the Schemes' financial assets and financial liabilities (by class) measured at fair value according to the fair value hierarchy at the reporting date.

UBS CBRE Property Securities Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Listed equities	14,865	-	-	14,865
Listed property trusts	263,677	-	-	263,677
<b>Total</b>	<b>278,542</b>	<b>-</b>	<b>-</b>	<b>278,542</b>

UBS CBRE Property Securities Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Listed equities	2,843	-	-	2,843
Listed property trusts	256,697	-	-	256,697
<b>Total</b>	<b>259,540</b>	<b>-</b>	<b>-</b>	<b>259,540</b>

UBS Australian Share Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Futures	16	-	-	16
Listed unit trusts	5,725	-	-	5,725
Listed property trusts	4,169	-	-	4,169
Unlisted managed investment schemes	223,818	-	-	223,818
<b>Total</b>	<b>233,728</b>	<b>-</b>	<b>-</b>	<b>233,728</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(g) Fair value hierarchy (continued)**

UBS Australian Share Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Futures	9	-	-	9
Listed equities	<u>243,666</u>	<u>-</u>	<u>-</u>	<u>243,666</u>
Total	<u>243,675</u>	<u>-</u>	<u>-</u>	<u>243,675</u>

UBS International Share Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	-	23	-	23
Listed equities	<u>79,012</u>	<u>-</u>	<u>-</u>	<u>79,012</u>
Listed property trusts	<u>587</u>	<u>-</u>	<u>-</u>	<u>587</u>
Total	<u>79,599</u>	<u>23</u>	<u>-</u>	<u>79,622</u>

**Financial liabilities at fair value through profit or loss**

Forward foreign exchange contracts	<u>-</u>	<u>241</u>	<u>-</u>	<u>241</u>
Total	<u>-</u>	<u>241</u>	<u>-</u>	<u>241</u>

UBS International Share Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	-	235	-	235
Listed equities	<u>84,943</u>	<u>-</u>	<u>-</u>	<u>84,943</u>
Total	<u>84,943</u>	<u>235</u>	<u>-</u>	<u>85,178</u>
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	<u>-</u>	<u>235</u>	<u>-</u>	<u>235</u>
Total	<u>-</u>	<u>235</u>	<u>-</u>	<u>235</u>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(g) Fair value hierarchy (continued)**

**UBS Australian Small Companies Fund - as at 30 June 2023**

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Futures	23	-	-	23
Listed equities	110,357	-	-	110,357
Listed unit trusts	2,847	-	-	2,847
Listed property trusts	8,277	-	-	8,277
<b>Total</b>	<b>121,504</b>	<b>-</b>	<b>-</b>	<b>121,504</b>

UBS Australian Small Companies Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Futures	22	-	-	22
Listed equities	104,589	-	-	104,589
Listed unit trusts	1,182	-	-	1,182
Listed property trusts	7,673	-	-	7,673
<b>Total</b>	<b>113,466</b>	<b>-</b>	<b>-</b>	<b>113,466</b>

**UBS Defensive Investment Fund - as at 30 June 2023**

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	98	-	98
Futures	122	-	-	122
Listed equities	4,483	-	-	4,483
Listed unit trusts	6,210	-	-	6,210
Unlisted managed investment schemes	-	59,064	-	59,064
<b>Total</b>	<b>10,815</b>	<b>59,162</b>	<b>-</b>	<b>69,977</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	246	-	246
Futures	109	-	-	109
<b>Total</b>	<b>109</b>	<b>246</b>	<b>-</b>	<b>355</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(g) Fair value hierarchy (continued)**

UBS Defensive Investment Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	279	-	279
Futures	79	-	-	79
Swaps	-	60	-	60
Listed unit trusts	13,964	-	-	13,964
Unlisted managed investment schemes	-	77,735	-	77,735
<b>Total</b>	<b>14,043</b>	<b>78,074</b>	<b>-</b>	<b>92,117</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	499	-	499
Futures	227	-	-	227
<b>Total</b>	<b>227</b>	<b>499</b>	<b>-</b>	<b>726</b>

UBS Balanced Investment Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	773	-	773
Futures	958	-	-	958
Listed equities	74,595	-	-	74,595
Listed unit trusts	79,554	-	-	79,554
Listed property trusts	1,002	-	-	1,002
Unlisted managed investment schemes	-	389,785	-	389,785
<b>Total</b>	<b>156,109</b>	<b>390,558</b>	<b>-</b>	<b>546,667</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	2,118	-	2,118
Futures	1,049	-	-	1,049
<b>Total</b>	<b>1,049</b>	<b>2,118</b>	<b>-</b>	<b>3,167</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(g) Fair value hierarchy (continued)**

UBS Balanced Investment Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	-	1,711	-	1,711
Futures	502	-	-	502
Swaps	-	408	-	408
Listed equities	58,848	-	-	58,848
Listed unit trusts	83,164	-	-	83,164
Unlisted managed investment schemes	-	424,176	-	424,176
<b>Total</b>	<b>142,514</b>	<b>426,295</b>	<b>-</b>	<b>568,809</b>
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	-	2,848	-	2,848
Futures	1,286	-	-	1,286
<b>Total</b>	<b>1,286</b>	<b>2,848</b>	<b>-</b>	<b>4,134</b>

UBS CBRE Global Property Securities Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	9,477	-	9,477
Listed equities	74,390	-	-	74,390
Listed property trusts	236,329	-	-	236,329
<b>Total</b>	<b>310,719</b>	<b>9,477</b>	<b>-</b>	<b>320,196</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	1,781	-	1,781
<b>Total</b>	<b>-</b>	<b>1,781</b>	<b>-</b>	<b>1,781</b>

UBS CBRE Global Property Securities Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	-	1,702	-	1,702
Listed equities	78,780	-	-	78,780
Listed property trusts	297,769	-	-	297,769
Listed investment companies	6,178	-	-	6,178
<b>Total</b>	<b>382,727</b>	<b>1,702</b>	<b>-</b>	<b>384,429</b>
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	-	15,058	-	15,058
<b>Total</b>	<b>-</b>	<b>15,058</b>	<b>-</b>	<b>15,058</b>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(g) Fair value hierarchy (continued)

UBS Tactical Beta Fund - Conservative - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	107	-	107
Futures	27	-	-	27
Listed equities	124	-	-	124
Listed unit trusts	6,612	-	-	6,612
Unlisted managed investment schemes	-	1,374	-	1,374
<b>Total</b>	<b>6,763</b>	<b>1,481</b>	<b>-</b>	<b>8,244</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	106	-	106
Futures	14	-	-	14
<b>Total</b>	<b>14</b>	<b>106</b>	<b>-</b>	<b>120</b>

UBS Tactical Beta Fund - Conservative - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	102	-	102
Futures	-	15	-	15
Swaps	22	-	-	22
Listed unit trusts	18,136	-	-	18,136
Unlisted managed investment schemes	-	5,370	-	5,370
<b>Total</b>	<b>18,158</b>	<b>5,487</b>	<b>-</b>	<b>23,645</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	711	-	711
Futures	28	-	-	28
<b>Total</b>	<b>28</b>	<b>711</b>	<b>-</b>	<b>739</b>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(g) Fair value hierarchy (continued)

UBS Tactical Beta Fund - Growth - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	455	-	455
Futures	33	-	-	33
Listed equities	284	-	-	284
Listed unit trusts	6,501	-	-	6,501
Unlisted managed investment schemes	-	10,102	-	10,102
<b>Total</b>	<b>6,818</b>	<b>10,557</b>	<b>-</b>	<b>17,375</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	474	-	474
Futures	57	-	-	57
<b>Total</b>	<b>57</b>	<b>474</b>	<b>-</b>	<b>531</b>

UBS Tactical Beta Fund - Growth - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	263	-	263
Futures	70	-	-	70
Swaps	-	41	-	41
Listed unit trusts	20,315	-	-	20,315
Unlisted managed investment schemes	-	34,951	-	34,951
<b>Total</b>	<b>20,385</b>	<b>35,255</b>	<b>-</b>	<b>55,640</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	1,585	-	1,585
Futures	77	-	-	77
<b>Total</b>	<b>77</b>	<b>1,585</b>	<b>-</b>	<b>1,662</b>

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(g) Fair value hierarchy (continued)

UBS Tactical Beta Fund - Balanced - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	189	-	189
Futures	44	-	-	44
Listed equities	251	-	-	251
Listed unit trusts	11,610	-	-	11,610
Unlisted managed investment schemes	-	6,321	-	6,321
<b>Total</b>	<b>11,905</b>	<b>6,510</b>	<b>-</b>	<b>18,415</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	227	-	227
Futures	42	-	-	42
<b>Total</b>	<b>42</b>	<b>227</b>	<b>-</b>	<b>269</b>

UBS Tactical Beta Fund - Balanced - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	210	-	210
Futures	50	-	-	50
Swaps	-	30	-	30
Listed unit trusts	22,512	-	-	22,512
Unlisted managed investment schemes	-	17,230	-	17,230
<b>Total</b>	<b>22,562</b>	<b>17,470</b>	<b>-</b>	<b>40,032</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	1,339	-	1,339
Futures	48	-	-	48
<b>Total</b>	<b>48</b>	<b>1,339</b>	<b>-</b>	<b>1,387</b>

UBS Microcap Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Futures	50	-	-	50
Listed equities	42,043	-	-	42,043
Pooled development fund	1,630	-	-	1,630
<b>Total</b>	<b>43,723</b>	<b>-</b>	<b>-</b>	<b>43,723</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(g) Fair value hierarchy (continued)**

UBS Microcap Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Listed equities	53,612	-	-	53,612
Pooled development fund	<u>1,759</u>	<u>-</u>	<u>-</u>	<u>1,759</u>
<b>Total</b>	<b><u>55,371</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>55,371</u></b>

UBS Australian Small Companies SIV Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Warrants	-	7	-	7
Listed equities	<u>67,784</u>	<u>-</u>	<u>-</u>	<u>67,784</u>
<b>Total</b>	<b><u>67,784</u></b>	<b><u>7</u></b>	<b><u>-</u></b>	<b><u>67,791</u></b>

UBS Australian Small Companies SIV Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Warrants	-	6	-	6
Listed equities	<u>74,854</u>	<u>-</u>	<u>-</u>	<u>74,854</u>
<b>Total</b>	<b><u>74,854</u></b>	<b><u>6</u></b>	<b><u>-</u></b>	<b><u>74,860</u></b>

UBS CBRE Global Infrastructure Securities Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	-	3,454	-	3,454
Listed equities	135,077	-	-	135,077
Listed unit trusts	5,743	-	-	5,743
Listed property trusts	<u>7,340</u>	<u>-</u>	<u>-</u>	<u>7,340</u>
<b>Total</b>	<b><u>148,160</u></b>	<b><u>3,454</u></b>	<b><u>-</u></b>	<b><u>151,614</u></b>
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	<u>-</u>	<u>740</u>	<u>-</u>	<u>740</u>
<b>Total</b>	<b><u>-</u></b>	<b><u>740</u></b>	<b><u>-</u></b>	<b><u>740</u></b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**13 Financial risk management (continued)**

**(g) Fair value hierarchy (continued)**

UBS CBRE Global Infrastructure Securities Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Forward foreign exchange contracts	-	385	-	385
Listed equities	142,390	-	-	142,390
Listed unit trusts	7,172	-	-	7,172
Listed property trusts	4,340	-	-	4,340
<b>Total</b>	<b>153,902</b>	<b>385</b>	<b>-</b>	<b>154,287</b>
Financial liabilities at fair value through profit or loss				
Forward foreign exchange contracts	-	5,172	-	5,172
<b>Total</b>	<b>-</b>	<b>5,172</b>	<b>-</b>	<b>5,172</b>

UBS Emerging Markets Equity Fund - as at 30 June 2023

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
<b>Financial assets at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	7	-	7
Listed equities	179,652	-	-	179,652
Preference shares - redeemable	5,031	-	-	5,031
<b>Total</b>	<b>184,683</b>	<b>7</b>	<b>-</b>	<b>184,690</b>
<b>Financial liabilities at fair value through profit or loss</b>				
Forward foreign exchange contracts	-	1	-	1
<b>Total</b>	<b>-</b>	<b>1</b>	<b>-</b>	<b>1</b>

UBS Emerging Markets Equity Fund - as at 30 June 2022

	Level 1 \$'000	Level 2 \$'000	Level 3 \$'000	Total \$'000
Financial assets at fair value through profit or loss				
Listed equities	234,680	-	-	234,680
Preference shares - redeemable	5,415	-	-	5,415
<b>Total</b>	<b>240,095</b>	<b>-</b>	<b>-</b>	<b>240,095</b>

UBS Global Dynamic Bond Fund - as at 30 June 2023

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Financial assets at fair value through profit or loss</b>				
Unlisted equities	-	1,490,100	-	1,490,100
<b>Total</b>	<b>-</b>	<b>1,490,100</b>	<b>-</b>	<b>1,490,100</b>

13 Financial risk management (continued)

(g) Fair value hierarchy (continued)

UBS Future Leaders Global Small Companies Fund - as at 30 June 2023

	Level 1 \$	Level 2 \$	Level 3 \$	Total \$
<b>Financial assets at fair value through profit or loss</b>				
Listed equities	2,675,627	-	-	2,675,627
Listed property trusts	<u>87,906</u>	<u>-</u>	<u>-</u>	<u>87,906</u>
<b>Total</b>	<u>2,763,533</u>	<u>-</u>	<u>-</u>	<u>2,763,533</u>

The fair value of investments that are accounted for using quoted market prices in active markets, are classified as level 1 instruments. The level 1 instruments include all active listed equities and exchange traded derivatives that are traded on recognised stock exchanges.

Financial instruments that trade in markets that are not considered to be active but are valued based on quoted market prices, dealer quotations or alternative pricing sources supported by observable inputs are classified within level 2. The observable inputs include prices and/or those derived from prices. The level 2 instruments include investment-grade corporate bonds, and over-the-counter derivatives. As level 2 investments include positions that are not traded in active markets and/or are subject to transfer restrictions, valuations may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information.

Level 2 investments could include those that are not traded in active markets and/or are subject to transfer restrictions (e.g. redemption restrictions). Valuations for these investments may be adjusted to reflect illiquidity and/or non-transferability, which are generally based on available market information. Typically, prices of units in unlisted managed investment trusts that are either published on the investment manager's website and/or circulated among market participants as executable quotes are categorised as level 2.

Investments classified within level 3 have significant unobservable inputs, as they are infrequently traded. Level 3 instruments include certain unlisted unit trusts and corporate debt securities. As observable prices are not available for these securities, the Schemes have applied valuation techniques to derive fair value.

Level 3 instruments could include distressed debt instruments, certain private equity and real estate investments that are not based on market inputs or securities that are in an inactive/illiquid market and are valued using models and internal data. Level 3 investments may be adjusted to reflect illiquidity and/or restrictions; however, the adjustments are not based on available market information. Level 3 instruments also include those that have stale price that is, where the pricing for a particular security has remained static for an extended period of time.

Level 3 valuations are reviewed quarterly by the relevant management. The management considers the appropriateness of the valuation inputs, methods and techniques used in the valuations. The valuation inputs are generally sourced from independent third-party pricing sources without adjustment such as stock exchanges, pricing agencies and/or fund managers. Where the inputs are considered stale, unobservable, proprietary or from an inactive market, they are categorised as level 3.

Where a valuation model technique is used, the Schemes consider other liquidity, credit and market risk factors, and adjust the model as deemed necessary. There have been no changes to the valuation techniques used for financial instruments classified as levels 2 and 3.

There were no transfers between levels during the financial year ended 30 June 2023 (2022: Nil).

UBS Investment Funds  
Notes to the Financial Statements  
For the year ended 30 June 2023  
(continued)

13 Financial risk management (continued)

(g) Fair value hierarchy (continued)

The following table represents the movement in level 3 instruments by class of financial instrument during the financial year.

UBS Defensive Investment Fund As at 30 June 2023	Opening balance \$'000	Purchases \$'000	Sales \$'000	Transfers into level 3 \$'000	Transfers out of level 3 \$'000	Gains/(losses) recognised in profit or loss \$'000	Closing balance \$'000	Gains/(losses) included in the Statements of Comprehensive Income for financial assets/liabilities held at year end \$'000
Listed unit trusts	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
As at 30 June 2022	Opening balance \$'000	Purchases \$'000	Sales \$'000	Transfers into level 3 \$'000	Transfers out of level 3 \$'000	Gains/(losses) recognised in profit or loss \$'000	Closing balance \$'000	Gains/(losses) included in the Statements of Comprehensive Income for financial assets/liabilities held at year end \$'000
Listed unit trusts	7	-	-	-	-	(7)	-	7
<b>Total</b>	<b>7</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(7)</b>	<b>-</b>	<b>7</b>

\*\*The Schemes are required to classify fair value measurements using fair value hierarchy that reflects the market observable and unobservable inputs used in determining the valuation.

UBS Balanced Investment Fund As at 30 June 2023	Opening balance \$'000	Purchases \$'000	Sales \$'000	Transfers into level 3 \$'000	Transfers out of level 3 \$'000	Gains/(losses) recognised in profit or loss \$'000	Closing balance \$'000	Gains/(losses) included in the Statements of Comprehensive Income for financial assets/liabilities held at year end \$'000
Nil	-	-	-	-	-	-	-	-
<b>Total</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
As at 30 June 2022	Opening balance \$'000	Purchases \$'000	Sales \$'000	Transfers into level 3 \$'000	Transfers out of level 3 \$'000	Gains/(losses) recognised in profit or loss \$'000	Closing balance \$'000	Gains/(losses) included in the Statements of Comprehensive Income for financial assets/liabilities held at year end \$'000
Listed unit trusts	20	-	-	-	-	(20)	-	(20)
<b>Total</b>	<b>20</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(20)</b>	<b>-</b>	<b>(20)</b>

\*\*The Schemes are required to classify fair value measurements using fair value hierarchy that reflects the market observable and unobservable inputs used in determining the valuation.

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities**

The disclosures set out in the Tables below show the recognised financial instruments that are currently offset in the Statements of Financial Position and/or are subject to master netting agreements (or similar) irrespective of whether they are offset. UBS CBRE Property Securities Fund, UBS Global Dynamic Bond Fund and UBS Future Leaders Global Small Companies Fund and do not hold any recognised financial instruments under this note.

**UBS Australian Share Fund**

<b>Financial assets - 30 June 2023</b>	<b>Gross amounts \$'000</b>	<b>Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000</b>	<b>Net amounts of financial assets presented in Statements of Financial Position \$'000</b>	<b>Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000</b>	<b>Cash collateral \$'000</b>	<b>Marketable security collateral \$'000</b>	<b>Net amount \$'000</b>
Futures	16	-	16	-	-	-	16
<b>Closing balance</b>	<b>16</b>	<b>-</b>	<b>16</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>16</b>

**UBS Australian Share Fund**

<b>Financial liabilities - 30 June 2023</b>	<b>Gross amounts \$'000</b>	<b>Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000</b>	<b>Net amounts of financial liabilities presented in Statements of Financial Position \$'000</b>	<b>Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000</b>	<b>Cash collateral \$'000</b>	<b>Marketable security collateral \$'000</b>	<b>Net amount \$'000</b>
Nil	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

**UBS Australian Share Fund**

<b>Financial assets - 30 June 2022</b>	<b>Gross amounts \$'000</b>	<b>Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000</b>	<b>Net amounts of financial assets presented in Statements of Financial Position \$'000</b>	<b>Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000</b>	<b>Cash collateral \$'000</b>	<b>Marketable security collateral \$'000</b>	<b>Net amount \$'000</b>
Futures	9	-	9	-	-	-	9
<b>Closing balance</b>	<b>9</b>	<b>-</b>	<b>9</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>9</b>

**UBS Australian Share Fund**

<b>Financial liabilities - 30 June 2022</b>	<b>Gross amounts \$'000</b>	<b>Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000</b>	<b>Net amounts of financial liabilities presented in Statements of Financial Position \$'000</b>	<b>Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000</b>	<b>Cash collateral \$'000</b>	<b>Marketable security collateral \$'000</b>	<b>Net amount \$'000</b>
Nil	-	-	-	-	-	-	-
<b>Closing balance</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>

14 Offsetting financial assets and financial liabilities (continued)

UBS International Share  
Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	17,334	17,311	23	23	-	-	-
<b>Closing balance</b>	<b>17,334</b>	<b>17,311</b>	<b>23</b>	<b>23</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS International Share  
Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	17,552	17,311	241	23	-	-	218
<b>Closing balance</b>	<b>17,552</b>	<b>17,311</b>	<b>241</b>	<b>23</b>	<b>-</b>	<b>-</b>	<b>218</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS International Share  
Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	<u>20,145</u>	<u>19,910</u>	<u>235</u>	<u>235</u>	-	-	-
Closing balance	<u>20,145</u>	<u>19,910</u>	<u>235</u>	<u>235</u>	-	-	-

UBS International Share  
Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	<u>20,145</u>	<u>19,910</u>	<u>235</u>	<u>235</u>	-	-	-
Closing balance	<u>20,145</u>	<u>19,910</u>	<u>235</u>	<u>235</u>	-	-	-

14 Offsetting financial assets and financial liabilities (continued)

UBS Australian Small Companies Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Futures	23	-	23	23	-	-	-
Closing balance	23	-	23	23	-	-	-

UBS Australian Small Companies Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

UBS Australian Small Companies Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Futures	22	-	22	22	-	-	-
Closing balance	22	-	22	22	-	-	-

UBS Australian Small Companies Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

14 Offsetting financial assets and financial liabilities (continued)

UBS Defensive  
Investment Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	20,452	20,354	98	98	-	-	-
Futures	122	-	122	109	-	-	13
<b>Closing balance</b>	<b>20,574</b>	<b>20,354</b>	<b>220</b>	<b>207</b>	<b>-</b>	<b>-</b>	<b>13</b>

UBS Defensive  
Investment Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	20,600	20,354	246	98	-	-	148
Futures	109	-	109	109	-	-	-
<b>Closing balance</b>	<b>20,709</b>	<b>20,354</b>	<b>355</b>	<b>207</b>	<b>-</b>	<b>-</b>	<b>148</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS Defensive Investment  
Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	41,565	41,286	279	279	-	-	-
Futures	79	-	79	79	10	-	(10)
Swaps	60	-	60	-	-	-	60
Closing balance	<u>41,704</u>	<u>41,286</u>	<u>418</u>	<u>358</u>	<u>10</u>	<u>-</u>	<u>50</u>

UBS Defensive Investment  
Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	41,785	41,286	499	279	-	-	220
Futures	<u>227</u>	<u>-</u>	<u>227</u>	<u>79</u>	<u>-</u>	<u>-</u>	<u>148</u>
Closing balance	<u>42,012</u>	<u>41,286</u>	<u>726</u>	<u>358</u>	<u>-</u>	<u>-</u>	<u>368</u>

14 Offsetting financial assets and financial liabilities (continued)

UBS Balanced  
Investment Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	170,692	169,919	773	773	-	-	-
Futures	958	-	958	958	-	-	-
<b>Closing balance</b>	<b>171,650</b>	<b>169,919</b>	<b>1,731</b>	<b>1,731</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Balanced  
Investment Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	172,037	169,919	2,118	773	-	-	1,345
Futures	1,049	-	1,049	958	1	-	90
<b>Closing balance</b>	<b>173,086</b>	<b>169,919</b>	<b>3,167</b>	<b>1,731</b>	<b>1</b>	<b>-</b>	<b>1,435</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS Balanced Investment  
Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	246,660	244,949	1,711	1,711	-	-	-
Futures	502	-	502	502	510	-	(510)
Swaps	408	-	408	-	-	-	408
Closing balance	<u>247,570</u>	<u>244,949</u>	<u>2,621</u>	<u>2,213</u>	<u>510</u>	<u>-</u>	<u>(102)</u>

UBS Balanced Investment  
Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	247,797	244,949	2,848	1,711	-	-	1,137
Futures	1,286	-	1,286	502	-	-	784
Closing balance	<u>249,083</u>	<u>244,949</u>	<u>4,134</u>	<u>2,213</u>	<u>-</u>	<u>-</u>	<u>1,921</u>

14 Offsetting financial assets and financial liabilities (continued)

UBS CBRE Global  
Property Securities Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	<u>940,395</u>	<u>930,917</u>	<u>9,478</u>	<u>1,781</u>	-	-	<u>7,697</u>
<b>Closing balance</b>	<u>940,395</u>	<u>930,917</u>	<u>9,478</u>	<u>1,781</u>	-	-	<u>7,697</u>

UBS CBRE Global  
Property Securities Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	<u>932,698</u>	<u>930,917</u>	<u>1,781</u>	<u>1,781</u>	-	-	-
<b>Closing balance</b>	<u>932,698</u>	<u>930,917</u>	<u>1,781</u>	<u>1,781</u>	-	-	-

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS CBRE Global  
Property Securities Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	1,201,516	1,199,814	1,702	1,702	-	-	-
Closing balance	1,201,516	1,199,814	1,702	1,702	-	-	-

UBS CBRE Global  
Property Securities Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	1,214,872	1,199,814	15,058	1,702	-	-	13,356
Closing balance	1,214,872	1,199,814	15,058	1,702	-	-	13,356

14 Offsetting financial assets and financial liabilities (continued)

UBS Tactical Beta Fund -  
Conservative

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	12,192	12,085	107	106	-	-	1
Futures	27	-	27	14	-	-	13
<b>Closing balance</b>	<b>12,219</b>	<b>12,085</b>	<b>134</b>	<b>120</b>	<b>-</b>	<b>-</b>	<b>14</b>

UBS Tactical Beta Fund -  
Conservative

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	12,191	12,085	106	106	-	-	-
Futures	14	-	14	14	-	-	-
<b>Closing balance</b>	<b>12,205</b>	<b>12,085</b>	<b>120</b>	<b>120</b>	<b>-</b>	<b>-</b>	<b>-</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS Tactical Beta Fund -  
Conservative

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Swaps	15	-	15	-	-	-	15
Forward foreign exchange contracts	20,491	20,389	102	102	-	-	-
Futures	22	-	22	22	-	-	-
Closing balance	<u>20,528</u>	<u>20,389</u>	<u>139</u>	<u>124</u>	<u>-</u>	<u>-</u>	<u>15</u>

UBS Tactical Beta Fund -  
Conservative

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	21,101	20,390	711	102	-	-	609
Futures	28	-	28	22	-	-	6
Closing balance	<u>21,129</u>	<u>20,390</u>	<u>739</u>	<u>124</u>	<u>-</u>	<u>-</u>	<u>615</u>

14 Offsetting financial assets and financial liabilities (continued)

UBS Tactical Beta Fund -  
Growth

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	50,347	49,892	455	455	-	-	-
Futures	33	-	33	33	-	-	-
<b>Closing balance</b>	<b>50,380</b>	<b>49,892</b>	<b>488</b>	<b>488</b>	<b>-</b>	<b>-</b>	<b>-</b>

UBS Tactical Beta Fund -  
Growth

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	50,366	49,892	474	455	-	-	19
Futures	57	-	57	33	-	-	24
<b>Closing balance</b>	<b>50,423</b>	<b>49,892</b>	<b>531</b>	<b>488</b>	<b>-</b>	<b>-</b>	<b>43</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS Tactical Beta Fund -  
Growth

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	49,563	49,300	263	263	-	-	-
Futures	70	-	70	70	-	-	-
Swaps	41	-	41	-	-	-	41
Closing balance	<u>49,674</u>	<u>49,300</u>	<u>374</u>	<u>333</u>	<u>-</u>	<u>-</u>	<u>41</u>

UBS Tactical Beta Fund -  
Growth

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	50,885	49,300	1,585	263	-	-	1,322
Futures	77	-	77	70	-	-	7
Closing balance	<u>50,962</u>	<u>49,300</u>	<u>1,662</u>	<u>333</u>	<u>-</u>	<u>-</u>	<u>1,329</u>

14 Offsetting financial assets and financial liabilities (continued)

UBS Tactical Beta Fund -  
Balanced

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	23,545	23,356	189	189	-	-	-
Futures	44	-	44	42	-	-	2
<b>Closing balance</b>	<b>23,589</b>	<b>23,356</b>	<b>233</b>	<b>231</b>	<b>-</b>	<b>-</b>	<b>2</b>

UBS Tactical Beta Fund -  
Balanced

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	23,583	23,356	227	189	-	-	38
Futures	42	-	42	42	-	-	-
<b>Closing balance</b>	<b>23,625</b>	<b>23,356</b>	<b>269</b>	<b>231</b>	<b>-</b>	<b>-</b>	<b>38</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS Tactical Beta Fund -  
Balanced

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	40,676	40,466	210	210	-	-	-
Futures	50	-	50	48	-	-	2
Swaps	30	-	30	-	-	-	30
Closing balance	<u>40,756</u>	<u>40,466</u>	<u>290</u>	<u>258</u>	<u>-</u>	<u>-</u>	<u>32</u>

UBS Tactical Beta Fund -  
Balanced

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	41,805	40,466	1,339	210	-	-	1,129
Futures	48	-	48	48	-	-	-
Closing balance	<u>41,853</u>	<u>40,466</u>	<u>1,387</u>	<u>258</u>	<u>-</u>	<u>-</u>	<u>1,129</u>

14 Offsetting financial assets and financial liabilities (continued)

UBS Microcap Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Futures	50	-	50	50	-	-	-
Closing balance	50	-	50	50	-	-	-

UBS Microcap Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

UBS Microcap Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

UBS Microcap Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

14 Offsetting financial assets and financial liabilities (continued)

UBS Australian Small  
Companies SIV Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

UBS Australian Small  
Companies SIV Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

UBS Australian Small  
Companies SIV Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Warrants	6	-	6	-	-	-	6
Closing balance	6	-	6	-	-	-	6

UBS Australian Small  
Companies SIV Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

14 Offsetting financial assets and financial liabilities (continued)

UBS CBRE Global  
Infrastructure Securities  
Fund

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	427,145	423,691	3,454	740	-	-	2,714
<b>Closing balance</b>	<b>427,145</b>	<b>423,691</b>	<b>3,454</b>	<b>740</b>	<b>-</b>	<b>-</b>	<b>2,714</b>

UBS CBRE Global  
Infrastructure Securities  
Fund

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	424,431	423,691	740	740	-	-	-
<b>Closing balance</b>	<b>424,431</b>	<b>423,691</b>	<b>740</b>	<b>740</b>	<b>-</b>	<b>-</b>	<b>-</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS CBRE Global  
Infrastructure Securities  
Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	415,944	415,559	385	385	-	-	-
Closing balance	415,944	415,559	385	385	-	-	-

UBS CBRE Global  
Infrastructure Securities  
Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	420,731	415,559	5,172	385	-	-	4,787
Closing balance	420,731	415,559	5,172	385	-	-	4,787

**UBS Emerging Markets  
Equity Fund**

Financial assets - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	1,888	1,881	7	1	-	-	6
Closing balance	1,888	1,881	7	1	-	-	6

**UBS Emerging Markets  
Equity Fund**

Financial liabilities - 30 June 2023	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Forward foreign exchange contracts	1,882	1,881	1	1	-	-	-
Closing balance	1,882	1,881	1	1	-	-	-

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**14 Offsetting financial assets and financial liabilities (continued)**

UBS Emerging Markets  
Equity Fund

Financial assets - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial liabilities set off in the Statements of Financial Position \$'000	Net amounts of financial assets presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

UBS Emerging Markets  
Equity Fund

Financial liabilities - 30 June 2022	Gross amounts \$'000	Gross amounts of recognised financial assets set off in the Statements of Financial Position \$'000	Net amounts of financial liabilities presented in Statements of Financial Position \$'000	Amounts related to recognised financial instruments that do not meet offsetting criteria \$'000	Cash collateral \$'000	Marketable security collateral \$'000	Net amount \$'000
Nil	-	-	-	-	-	-	-
Closing balance	-	-	-	-	-	-	-

Schemes where financial assets and liabilities were not required to be disclosed in the table above held nil derivatives as at 30 June 2023 and 30 June 2022 were UBS CBRE Property Securities Fund, UBS Global Dynamic Bond Fund and UBS Future Leaders Global Small Companies Fund.

The agreements, where relevant, could include derivative clearing agreements, global master repurchase agreements and others. Similar financial instruments could include derivatives, sale and repurchase agreements, reverse sale and repurchase agreements, securities lending agreements, short sales.

The International Swaps and Derivatives Association ("ISDA"), master netting agreements or similar agreements do not generally meet the criteria for offsetting. This is because they create a right of set-off of recognised amounts that is enforceable only following an event of default, insolvency or bankruptcy of the entity or the counterparties.

From time to time, the Schemes may receive or pledge collateral which could be in the form of cash or marketable securities or both in respect of the above instruments. Such collateral, if transacted, is generally subject to the industry standard in terms of ISDA's Credit Support Annex. This means that collateral received/pledged can be re-pledged or sold during the term of the transaction but have to be returned on maturity of the transaction. The terms also generally give each counterparty the right to terminate the related transactions on the counterparty's failure to post collateral.

Financial instruments, cash collateral and securities collateral not offset in the Statements of Financial Position in the above tables have been limited to the net amount of financial assets and liabilities presented in the Statements of Financial Position to eliminate the effect of over collateralization.

## **15 Related party transactions**

### **Responsible Entity**

The Responsible Entity of the Schemes is UBS Asset Management (Australia) Ltd, whose immediate and ultimate holding company is UBS AG, a publicly listed company incorporated in Switzerland.

### **Key management personnel**

The directors of UBS Asset Management (Australia) Ltd are considered key management personnel.

Key management personnel services are provided by the Responsible Entity and included in the management fees disclosed in Responsible Entity's fees and other transactions. There was no compensation paid directly by the Schemes to any of the key management personnel.

The directors of the Responsible Entity in office at any time during the financial year and up to the date of this report are listed as follows:

#### **(a) Directors**

A Telfer, Chairman  
G W Rice  
N A Hughes  
J Benady (Appointed 20 September 2022)  
J Pieterse (Appointed 20 September 2022, Resigned 18 August 2023)  
C Charnock (Appointed 25 September 2023)

#### **(b) Other key management personnel**

In addition, the Responsible Entity, UBS Asset Management (Australia) Ltd is considered to be a key management personnel with the authority for the strategic direction and management of the Schemes.

### **Relationship with UBS AG Australia Branch and UBS Securities Australia Limited**

On a non-exclusive basis, the Schemes use the services of UBS AG Australia Branch, a related company, for futures trading and clearing, fixed income trading and underwriting services. The Schemes also use the services of UBS Securities Australia Limited, a related company for equity broking services.

Fees paid to these related companies for their services are on normal commercial terms and conditions.

### **Responsible Entity's fees and other transactions**

The Responsible Entity received a total fee of \$18,439,038 for administering and managing the Schemes in accordance with the Schemes' Constitutions for the financial year ended 30 June 2023 (2022: \$22,844,413).

The Responsible Entity received a total performance fee of \$2,061,923 for the financial year ended 30 June 2023, which includes \$1,600,082 from UBS Australian Small Companies Fund (2022: \$1,570,718), \$461,841 from UBS Microcap Fund (2022: \$1,022,194), and \$Nil from UBS Australian Small Companies SIV Fund (2022: \$2,810,617). The Scheme pays a performance fee to the Responsible Entity in accordance with the Scheme's Product Disclosure Statement. Where Schemes invest into UBS Australian Small Companies Fund, UBS Australian Small Companies SIV Fund, UBS Microcap Fund and UBS Emerging Markets Equity Fund Unhedged Fee Class and are managed by the Responsible Entity, the performance fee is calculated after rebating fees charged in the underlying Schemes.

Where the Schemes invest into other schemes managed by the Responsible Entity, the Responsible Entity's fee is calculated after rebating fees charged in the underlying Schemes.

In addition to the Responsible Entity's fees, the Responsible Entity is entitled to be reimbursed out of the Schemes for costs including expenses in connection with the keeping and preparation of accounting records and the maintenance of the registers. For the financial year ended 30 June 2023 and 30 June 2022, all these costs and expenses have been borne by the Responsible Entity.

The Responsible Entity's fees paid and payable or rebateable (inclusive of GST, net of RITC) calculated in the manner described above are disclosed in the Statements of Comprehensive Income. Amounts payable to the Responsible Entity at the financial year end are detailed in Note 11. Any fee rebates receivable from the Responsible Entity are included in Receivables - Other receivables in Note 9.

All related party transactions are conducted on normal commercial terms and conditions.

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**15 Related party transactions (continued)**

**Related party unitholdings**

The related party unitholdings (including units held by UBS Asset Management (Australia) Ltd, their related parties and other schemes managed by UBS Asset Management (Australia) Ltd) are recorded at ex-redemption price, which are recognised after provision for distributions at the financial year end. Related parties that held units in the Schemes are listed as follows:

<b>UBS CBRE Property Securities Fund 2023</b>	<b>Number of units held opening</b>	<b>Number of units held closing</b>	<b>Fair value of investment</b>	<b>Interest held</b>	<b>Number of units acquired</b>	<b>Number of units disposed</b>	<b>Distributions paid/payable by the Schemes</b>
<b>Unitholder</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>	<b>%</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>
UBS Defensive Investment Fund	3,708,679	3,116,628	4,076,613	1.46	62,211	654,262	81,304
2022							
Unitholder							
UBS Defensive Investment Fund	5,799,580	3,708,679	4,630,046	1.77	85,153	2,176,054	77,962
<b>UBS Australian Share Fund 2023</b>	<b>Number of units held opening</b>	<b>Number of units held closing</b>	<b>Fair value of investment</b>	<b>Interest held</b>	<b>Number of units acquired</b>	<b>Number of units disposed</b>	<b>Distributions paid/payable by the Schemes</b>
<b>Unitholder</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>	<b>%</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>
UBS Balanced Investment Fund	56,479,365	47,882,602	81,863,999	37.30	890,876	9,487,639	8,117,583
UBS Defensive Investment Fund	4,873,056	3,732,095	6,380,694	2.91	687,455	1,828,416	642,632
2022							
Unitholder							
UBS Balanced Investment Fund	74,778,300	56,479,365	87,539,727	39.97	914,785	19,213,720	12,807,501
UBS Defensive Investment Fund	5,382,874	4,873,056	7,552,954	3.45	480,053	989,871	1,116,260
<b>UBS International Share Fund 2023</b>	<b>Number of units held opening</b>	<b>Number of units held closing</b>	<b>Fair value of investment</b>	<b>Interest held</b>	<b>Number of units acquired</b>	<b>Number of units disposed</b>	<b>Distributions paid/payable by the Schemes</b>
<b>Unitholder</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>	<b>%</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>
UBS Balanced Investment Fund	46,395,627	44,805,761	53,723,270	71.93	1,437,146	3,027,012	4,376,361
UBS Defensive Investment Fund	5,209,427	3,841,953	4,606,602	6.17	3,497,436	4,864,910	375,259
2022							
Unitholder							
UBS Balanced Investment Fund	51,771,302	46,395,627	49,189,823	71.19	6,232,845	11,608,520	11,375,028
UBS Defensive Investment Fund	7,256,182	5,209,427	5,523,167	7.99	873,586	2,920,341	1,277,219

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**15 Related party transactions (continued)**

**Related party unitholdings (continued)**

**UBS Australian Small Companies Fund**

	Number of units held opening	Number of units held closing	Fair value of investment	Interest held	Number of units acquired	Number of units disposed	Distributions paid/payable by the Schemes
2023 Unitholder	Units	Units	\$	%	Units	Units	\$
UBS Balanced Investment Fund	11,054,599	3,557,241	5,974,655	4.82	716,560	8,213,918	73,937
UBS Defensive Investment Fund	807,756	388,059	651,774	0.53	115,562	535,259	71,709

2022

Unitholder

UBS Balanced Investment Fund	11,493,262	11,054,599	16,423,206	15.25	959,548	1,398,211	2,500,551
UBS Defensive Investment Fund	894,160	807,756	1,200,038	1.11	75,687	162,091	185,931

**UBS CBRE Global Property Securities Fund**

	Number of units held opening	Number of units held closing	Fair value of investment	Interest held	Number of units acquired	Number of units disposed	Distributions paid/payable by the Schemes
2023 Unitholder	Units	Units	\$	%	Units	Units	\$
UBS Balanced Investment fund	18,454,927	20,917,996	30,447,139	9.51	3,415,573	952,504	38,748
UBS CBRE Global Real Assets Fund	20,714,121	32,284,134	46,991,094	14.68	16,345,038	4,775,025	59,803

2022

Unitholder

UBS Balanced Investment fund	27,008,797	18,454,927	28,402,758	8.47	1,069,202	9,623,072	3,182,772
UBS CBRE Global Real Assets Fund	14,254,848	20,714,121	31,879,735	9.51	12,146,222	5,686,949	3,561,575

**UBS CBRE Global Infrastructure Securities Fund**

	Number of units held opening	Number of units held closing	Fair value of investment	Interest held	Number of units acquired	Number of units disposed	Distributions paid/payable by the Schemes
2023 Unitholder	Units	Units	\$	%	Units	Units	\$
UBS Balanced Investment Fund	16,173,971	14,771,492	18,009,403	11.92	-	1,402,479	147,715
UBS Defensive Investment Fund	2,516,993	2,038,618	2,485,483	1.65	-	478,375	20,386
UBS CBRE Global Real Assets Fund	31,284,973	35,819,911	43,671,635	28.91	16,143,882	11,608,944	358,199

2022

Unitholder

UBS Balanced Investment Fund	18,397,078	16,073,971	19,930,790	13.90	1,243,234	3,466,341	1,123,435
UBS Defensive Investment Fund	3,124,021	2,516,993	3,101,630	2.16	211,115	818,143	175,663
UBS CBRE Global Real Assets Fund	22,469,757	31,284,972	38,551,710	26.90	16,398,017	7,582,802	2,155,296

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**15 Related party transactions (continued)**

**Related party unitholdings (continued)**

<b>UBS Emerging Markets Equity Fund</b>	<b>Number of units held opening</b>	<b>Number of units held closing</b>	<b>Fair value of investment</b>	<b>Interest held</b>	<b>Number of units acquired</b>	<b>Number of units disposed</b>	<b>Distributions paid/payable by the Schemes</b>
<b>2023</b>							
<b>Unitholder</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>	<b>%</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>
UBS Balanced Investment Fund	28,717,299	27,387,128	25,954,576	14.14	-	1,330,171	986,141
UBS Defensive Investment Fund	1,990,713	1,691,271	1,602,805	0.87	76,538	375,980	60,898
<b>2022</b>							
<b>Unitholder</b>							
UBS Balanced Investment Fund	41,131,817	28,717,299	27,239,959	10.40	822,015	13,236,533	1,052,324
UBS Defensive Investment Fund	3,578,066	1,990,713	1,888,303	0.72	71,507	1,658,860	72,948
<b>UBS Global Dynamic Bond Fund</b>	<b>Number of units held opening</b>	<b>Number of units held closing</b>	<b>Fair value of investment</b>	<b>Interest held</b>	<b>Number of units acquired</b>	<b>Number of units disposed</b>	<b>Distributions paid/payable by the Schemes</b>
<b>2023</b>							
<b>Unitholder</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>	<b>%</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>
UBS Asset Management AG	-	1,503,778	1,490,890	100.00	1,503,778	-	5,670
<b>UBS Future Leaders Global Small Companies Fund</b>	<b>Number of units held opening</b>	<b>Number of units held closing</b>	<b>Fair value of investment</b>	<b>Interest held</b>	<b>Number of units acquired</b>	<b>Number of units disposed</b>	<b>Distributions paid/payable by the Schemes</b>
<b>2023</b>							
<b>Unitholder</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>	<b>%</b>	<b>Units</b>	<b>Units</b>	<b>\$</b>
UBS Asset Management AG	-	2,712,226	2,815,019	100.00	2,712,226	-	-

UBS Defensive Investment Fund, UBS Balanced Investment Fund, UBS Tactical Beta Fund - Conservative, UBS Tactical Beta Fund - Growth, UBS Tactical Beta Fund - Balanced, UBS Microcap Fund and UBS Australian Small Companies SIV Fund do not have related parties as investing unitholders as at 30 June 2023 (2022: Nil).

**Investments**

The Schemes held investments in the following schemes which are also managed by UBS Asset Management (Australia) Ltd or their related parties:

	<b>Fair value of investment</b>		<b>Interest held</b>		<b>Distributions received/receivable</b>	
	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>	<b>2023</b>	<b>2022</b>
	<b>\$</b>	<b>\$</b>	<b>%</b>	<b>%</b>	<b>\$</b>	<b>\$</b>
<b>UBS Defensive Investment Fund</b>						
UBS Australian Share Fund	6,380,694	7,552,954	2.91	3.45	642,632	1,116,260
UBS CBRE Property Securities Fund	4,076,613	4,630,046	1.46	1.77	81,304	77,962
UBS International Share Fund	4,606,602	5,523,167	6.17	7.99	375,259	1,277,219
UBS Income Solution Fund	5,931,562	4,937,581	1.83	1.46	132,770	303,076
UBS Cash Fund	3,081	3,000	-	-	89	5
UBS CBRE Global Infrastructure Securities Fund	2,485,483	3,101,630	1.65	2.16	20,386	175,663
UBS Diversified Fixed Income Fund	31,038,620	44,444,521	6.20	6.96	271,242	709,013
UBS IQ MSCI Australia Ethical ETF	2,286,972	4,453,834	5.00	4.86	435,548	1,007,369
UBS Emerging Markets Equity Fund Unhedged No Fee	1,602,805	1,888,303	0.87	0.72	60,898	72,948
UBS Australian Small Companies Fund	651,774	1,200,038	0.53	1.11	8,494	185,931
	<b>59,064,206</b>	<b>77,735,074</b>			<b>2,028,622</b>	<b>4,925,446</b>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**15 Related party transactions (continued)**

**Investments (continued)**

	Fair value of investment		Interest held		Distributions received/receivable	
	2023	2022	2023	2022	2023	2022
	\$	\$	%	%	\$	\$
<b>UBS Balanced Investment Fund</b>						
UBS Australian Share Fund	81,863,999	87,539,727	37.30	39.97	8,117,583	12,807,501
UBS Cash Fund	223,163	217,253	0.02	0.03	6,445	338
UBS IQ MSCI World ex Australia Ethical ETF	43,650,127	27,077,643	53.43	37.99	5,621,179	10,957,426
UBS International Share Fund	53,723,270	49,189,823	71.93	71.19	4,376,361	11,375,028
UBS IQ MSCI Australia Ethical ETF	43,416,321	64,556,519	95.00	70.45	7,585,662	14,112,210
UBS Diversified Fixed Income Fund	50,310,498	68,288,733	10.05	10.69	408,633	1,049,008
UBS Australian Small Companies Fund	5,974,655	16,423,206	4.82	15.25	73,937	2,500,551
UBS Emerging Markets Equity Fund Unhedged No Fee	25,954,576	27,239,959	14.14	10.40	986,141	1,052,324
UBS CBRE Global Property Securities Fund	30,447,139	28,402,758	9.51	8.47	38,748	3,182,772
UBS CBRE Global Infrastructure Securities Fund	18,009,403	19,930,790	11.92	13.90	147,715	1,123,435
UBS Income Solution Fund	36,211,879	20,812,263	11.17	6.14	735,227	1,307,997
	<u>389,785,030</u>	<u>409,678,674</u>			<u>28,097,631</u>	<u>59,468,590</u>

	Fair value of investment		Interest held		Distributions received/receivable	
	2023	2022	2023	2022	2023	2022
	\$	\$	%	%	\$	\$
<b>UBS Tactical Beta Fund - Conservative</b>						
UBS Cash Fund	-	35,281	-	-	287	55
UBS IQ MSCI Australia Ethical ETF	-	2,246,184	-	2.45	95,145	732,032
UBS IQ MSCI World ex Australia Ethical ETF	1,373,740	2,189,822	1.68	3.07	280,247	1,374,479
UBS IQ MSCI Asia APEX 50 Ethical ETF	-	899,105	-	21.40	27,074	291,777
	<u>1,373,740</u>	<u>5,370,392</u>			<u>402,753</u>	<u>2,398,343</u>

	Fair value of investment		Interest held		Distributions received/receivable	
	2023	2022	2023	2022	2023	2022
	\$	\$	%	%	\$	\$
<b>UBS Tactical Beta Fund - Growth</b>						
UBS Cash Fund	-	104,522	-	0.01	1,113	163
UBS IQ MSCI Australia Ethical ETF	-	13,492,164	-	14.72	1,667,567	3,735,991
UBS IQ MSCI World ex Australia Ethical ETF	10,102,341	19,188,205	12.37	26.92	3,174,065	9,282,396
UBS IQ MSCI Asia APEX 50 Ethical ETF	-	2,166,267	-	51.57	119,076	809,299
	<u>10,102,341</u>	<u>34,951,158</u>			<u>4,961,821</u>	<u>13,827,849</u>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**15 Related party transactions (continued)**

**Investments (continued)**

	Fair value of investment		Interest held		Distributions received/receivable	
	2023	2022	2023	2022	2023	2022
	\$	\$	%	%	\$	\$
<b>UBS Tactical Beta Fund - Balanced</b>						
UBS Cash Fund	-	13,047	-	-	139	20
UBS IQ MSCI Australia Ethical ETF	-	6,887,379	-	7.52	552,062	2,243,430
UBS IQ MSCI World ex Australia Ethical ETF	6,321,048	9,193,997	7.74	12.90	1,039,193	5,342,073
UBS IQ MSCI Asia APEX 50 Ethical ETF	-	1,135,602	-	27.03	59,369	522,918
	<b>6,321,048</b>	<b>17,230,025</b>			<b>1,650,763</b>	<b>8,108,441</b>

Schemes that hold no investments in the related parties are UBS CBRE Property Securities Fund, UBS Australian Share Fund, UBS International Share Fund, UBS Australian Small Companies Fund, UBS CBRE Global Property Securities Fund, UBS Microcap Fund, UBS Australian Small Companies SIV Fund, UBS CBRE Global Infrastructure Securities Fund and UBS Emerging Markets Equity Fund as at 30 June 2023 (2022: Nil).

**Other transactions within the Schemes**

From time to time directors of UBS Investment Funds, or their director related entities, may invest in or withdraw from the Schemes. These investments or withdrawals are on the same terms and conditions as those entered into by other Schemes' investors and are trivial in nature.

16 Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities

	UBS CBRE Property Securities Fund		UBS Australian Share Fund		UBS International Share Fund	
	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>(a) Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities</b>						
Profit/(loss) for the financial year	17,793	(41,432)	45,821	(18,888)	15,231	(5,431)
Increase/(decrease) in net assets attributable to unitholders	-	-	-	-	-	-
Proceeds from sale of financial instruments at fair value through profit or loss	137,021	289,497	133,371	184,621	42,009	63,366
Purchase of financial instruments at fair value through profit or loss	(148,757)	(310,646)	(85,329)	(118,245)	(21,822)	(40,617)
Net (gains)/losses on financial instruments at fair value through profit or loss	(8,622)	47,711	(38,467)	30,527	(14,813)	7,082
Distributions to unitholders	-	-	-	-	-	-
Net foreign exchange (gains)/losses	-	-	-	-	(24)	(1,007)
Net change in receivables	(442)	753	22	583	(18)	29
Reinvested distribution income	-	-	(66)	(265)	-	-
Net change in payables	4	(10)	(36)	(75)	(7)	(26)
<b>Net cash inflows/(outflows) from operating activities</b>	<b>(3,003)</b>	<b>(14,127)</b>	<b>55,316</b>	<b>78,258</b>	<b>20,556</b>	<b>23,396</b>
<b>(b) Components of cash and cash equivalents</b>						
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:						
Cash and cash equivalents	1,228	3,126	3,640	3,784	1,649	631
<b>(c) Non-cash financing and operating activities</b>						
Distribution payments were satisfied by the issue of units under the distribution reinvestment plans	606	809	7,543	6,489	2,509	10,818
Distribution receipts were satisfied by the issue of units under distribution reinvestment plans	-	-	66	265	-	-

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**16 Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities (continued)**

	UBS Australian Small Companies Fund		UBS Defensive Investment Fund		UBS Balanced Investment Fund	
	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>(a) Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities</b>						
Profit/(loss) for the financial year	15,729	(22,886)	847	(10,963)	36,791	(67,045)
Increase/(decrease) in net assets attributable to unitholders	-	-	-	-	-	-
Proceeds from sale of financial instruments at fair value through profit or loss	55,043	51,667	57,747	45,422	397,905	363,224
Purchase of financial instruments at fair value through profit or loss	(43,969)	(67,966)	(32,701)	(33,544)	(324,616)	(295,641)
Net (gains)/losses on financial instruments at fair value through profit or loss	(15,428)	22,928	2,017	15,593	(677)	125,283
Distributions to unitholders	-	-	-	-	-	-
Net foreign exchange (gains)/losses	-	-	(624)	578	(5,737)	3,933
Net change in receivables	37	12	2,416	1,875	34,694	(10,846)
Reinvested distribution income	(138)	(60)	(4,201)	(6,844)	(20,759)	(37,300)
Net change in payables	499	3	(9)	(2)	(25)	(27)
<b>Net cash inflows/(outflows) from operating activities</b>	<b>11,773</b>	<b>(16,302)</b>	<b>25,492</b>	<b>12,115</b>	<b>117,576</b>	<b>81,581</b>
<b>(b) Components of cash and cash equivalents</b>						
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:						
Cash and cash equivalents	3,120	5,250	4,216	2,971	76,819	42,681
<b>(c) Non-cash financing and operating activities</b>						
Distribution payments were satisfied by the issue of units under the distribution reinvestment plans	1,815	3,392	498	1,110	5,890	5,749
Distribution receipts were satisfied by the issue of units under distribution reinvestment plans	138	60	4,201	6,844	20,759	37,300

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**16 Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities (continued)**

	UBS CBRE Global Property Securities Fund		UBS Tactical Beta Fund - Conservative		UBS Tactical Beta Fund - Growth	
	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>(a) Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities</b>						
Profit/(loss) for the financial year	(18,195)	(33,694)	208	(2,676)	4,514	(4,976)
Increase/(decrease) in net assets attributable to unitholders	-	-	-	-	-	-
Proceeds from sale of financial instruments at fair value through profit or loss	320,242	485,336	35,120	62,325	84,979	113,680
Purchase of financial instruments at fair value through profit or loss	(297,770)	(471,439)	(19,222)	(15,765)	(44,681)	(41,277)
Net (gains)/losses on financial instruments at fair value through profit or loss	9,045	35,635	543	4,695	727	17,589
Distributions to unitholders	-	-	-	-	-	-
Net foreign exchange (gains)/losses	17,811	5,526	(158)	736	(23)	1,681
Net change in receivables	109	127	947	569	6,417	(19)
Reinvested distribution income	-	-	(1,438)	(1,758)	(5,408)	(6,575)
Net change in payables	(48)	(43)	(3)	(11)	(3)	(13)
<b>Net cash inflows/(outflows) from operating activities</b>	<b>31,194</b>	<b>21,448</b>	<b>15,997</b>	<b>48,115</b>	<b>46,522</b>	<b>80,090</b>
<b>(b) Components of cash and cash equivalents</b>						
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:						
Cash and cash equivalents	1,879	4,068	4,633	652	12,741	6,647
<b>(c) Non-cash financing and operating activities</b>						
Distribution payments were satisfied by the issue of units under the distribution reinvestment plans	8,595	4,150	8	56	353	428
Distribution receipts were satisfied by the issue of units under distribution reinvestment plans	-	-	(1,438)	1,758	5,408	6,575

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**16 Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities (continued)**

	UBS Tactical Beta Fund - Balanced		UBS Microcap Fund		UBS Australian Small Companies SIV Fund	
	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000
<b>(a) Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities</b>						
Profit/(loss) for the financial year	1,708	(3,837)	5,546	(12,184)	3,605	(17,059)
Increase/(decrease) in net assets attributable to unitholders	-	-	-	-	-	-
Proceeds from sale of financial instruments at fair value through profit or loss	55,222	126,606	23,261	12,376	15,840	35,321
Purchase of financial instruments at fair value through profit or loss	(30,704)	(30,495)	(6,420)	(28,196)	(5,493)	(23,729)
Net (gains)/losses on financial instruments at fair value through profit or loss	352	11,073	(5,133)	11,756	(2,013)	15,098
Distributions to unitholders	-	-	-	-	-	-
Net foreign exchange (gains)/losses	(166)	1,405	-	-	-	(16)
Net change in receivables	3,139	1,592	(5)	42	6	1
Reinvested distribution income	(4,886)	(5,024)	(97)	(301)	(92)	(102)
Net change in payables	(5)	(19)	(10)	(378)	(13)	(12)
<b>Net cash inflows/(outflows) from operating activities</b>	<b>24,660</b>	<b>101,301</b>	<b>17,142</b>	<b>(16,885)</b>	<b>11,840</b>	<b>9,502</b>
<b>(b) Components of cash and cash equivalents</b>						
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:						
Cash and cash equivalents	10,137	4,897	10,571	6,124	5,055	7,523
<b>(c) Non-cash financing and operating activities</b>						
Distribution payments were satisfied by the issue of units under the distribution reinvestment plans	100	213	143	205	426	930
Distribution receipts were satisfied by the issue of units under distribution reinvestment plans	4,886	5,024	97	301	92	102

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**16 Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities (continued)**

	UBS CBRE Global Infrastructure Securities Fund		UBS Emerging Markets Equity Fund		UBS Global Dynamic Bond Fund
	2023 \$'000	2022 \$'000	2023 \$'000	2022 \$'000	20 September 2022 to 30 June 2023 \$
<b>(a) Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities</b>					
Profit/(loss) for the financial year	(1,863)	3,459	-	-	-
Increase/(decrease) in net assets attributable to unitholders	-	-	(467)	(109,317)	(9,900)
Proceeds from sale of financial instruments at fair value through profit or loss	86,058	71,088	125,117	212,603	-
Purchase of financial instruments at fair value through profit or loss	(92,551)	(131,238)	(68,400)	(149,395)	(1,500,000)
Net (gains)/losses on financial instruments at fair value through profit or loss	(3,627)	(1,306)	1,522	109,874	9,900
Distributions to unitholders	-	-	4,694	5,593	5,699
Net foreign exchange (gains)/losses	8,399	259	(1,089)	(1,004)	(297)
Net change in receivables	(296)	(159)	(457)	(945)	-
Reinvested distribution income	-	-	-	-	-
Net change in payables	4	54	(62)	(145)	814
<b>Net cash inflows/(outflows) from operating activities</b>	<b>(3,876)</b>	<b>(57,843)</b>	<b>60,858</b>	<b>67,264</b>	<b>(1,493,784)</b>
<b>(b) Components of cash and cash equivalents</b>					
Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:					
Cash and cash equivalents	1,144	1,839	6,695	8,605	14,976
<b>(c) Non-cash financing and operating activities</b>					
Distribution payments were satisfied by the issue of units under the distribution reinvestment plans	2,109	3,801	472	1,987	-
Distribution receipts were satisfied by the issue of units under distribution reinvestment plans	-	-	-	-	-

16 Reconciliation of profit/(loss) to net cash inflows/(outflows) from operating activities (continued)

UBS Future Leaders  
Global Small  
Companies Fund

26 May 2022  
to  
30 June 2023  
\$

**(a) Reconciliation of  
profit/(loss) to net cash  
inflows/(outflows) from  
operating activities**

Profit/(loss) for the financial year	-
Increase/(decrease) in net assets attributable to unitholders	107,696
Proceeds from sale of financial instruments at fair value through profit or loss	427,579
Purchase of financial instruments at fair value through profit or loss	(3,082,827)
Net (gains)/losses on financial instruments at fair value through profit or loss	(119,626)
Distributions to unitholders	-
Net foreign exchange (gains)/losses	11,168
Net change in receivables	(4,386)
Reinvested distribution income	-
Net change in payables	2,740
<b>Net cash inflows/(outflows) from operating activities</b>	<b>(2,657,656)</b>

**(b) Components of cash  
and cash equivalents**

Cash as at the end of the financial year as shown in the Statements of Cash Flows is reconciled to the Statements of Financial Position as follows:

Cash and cash equivalents	<u>64,878</u>
---------------------------	---------------

**(c) Non-cash financing and  
operating activities**

Distribution payments were satisfied by the issue of units under the distribution reinvestment plans	-
Distribution receipts were satisfied by the issue of units under distribution reinvestment plans	<u>-</u>

**UBS Investment Funds**  
**Notes to the Financial Statements**  
**For the year ended 30 June 2023**  
**(continued)**

**17 Events occurring after the financial year**

On 13 June 2023, the directors resolved to terminate UBS Tactical Beta Fund - Conservative, UBS Tactical Beta Fund - Growth and UBS Tactical Beta Fund - Balanced following one month termination notice period ending on the termination date 13 July 2023 to wind up the Schemes. Therefore, the Schemes will terminate operations in accordance with the Constitution and will commence winding up on 13 July 2023.

No other significant events have occurred since the end of the reporting period and the date of this report which would impact on the financial position of the Schemes disclosed in the Statements of Financial Position as at 30 June 2023 or on the results and cash flows of the Schemes for the reporting period ended on that date.

**18 Contingent assets and liabilities and commitments**

There are no outstanding contingent assets and liabilities or commitments as at 30 June 2023 (2022: Nil).

**19 Investment in subsidiaries**

The Schemes have the following unconsolidated entities:

	Principal activities	Country of domicile	Fair value		Equity holding **	
			30 June 2023	30 June 2022	30 June 2023	30 June 2022
			\$'000	\$'000	%	%
<b>UBS Balanced Investment Fund</b>						
UBS International Share Fund	Listed international equities	Australia	53,723	49,190	71.93	71.19
UBS IQ MSCI Australia Ethical ETF	Listed international equities	Australia	43,416	64,557	95.00	70.45
UBS IQ MSCI World ex Australia Ethical ETF	Listed international equities	Australia	43,650	31,340	70.05	93.52
<b>UBS Tactical Beta Fund - Growth</b>						
UBS IQ MSCI Asia APEX 50 Ethical ETF	Listed international equities	Australia	-	2,166	-	51.57

\*\*The proportion of ownership or equity holding is equal to the proportion of voting power held and the exposure %.

The Schemes acquired units in the above entities at their application price and is valued at their redemption price at the reporting date which reflects the fair value of the investments.

The Schemes qualify for and have applied the investment entity exemption and therefore are no longer required to consolidate their subsidiaries.

The Schemes account for the above investments at fair value through profit or loss and include them as part of the financial statements caption of 'Financial assets at fair value through profit or loss', with any changes in its fair value taken to profit or loss and recorded as part of 'Net gains/(losses) on financial instruments at fair value through profit or loss'.

As at the reporting date, the Schemes and their subsidiaries did not impose any significant restrictions, borrowing arrangements, regulatory requirements, or contractual arrangements on the ability of an entity to transfer funds to the Schemes in the form of dividends or to repay loans or advances made to the entity by the Schemes.

As at the reporting date, the Schemes and their subsidiaries do not have any current commitments or intentions to provide financial or other support to an entity, including commitments or intentions to assist the entity in obtaining financial support.

**Directors' Declaration**

In the opinion of the directors of the Statements of Comprehensive Income Responsible Entity:

- (a) the financial statements and notes set out on pages 8 -155 are in accordance with the *Corporations Act 2001*, including:
  - (i) complying with Australian Accounting Standards, the *Corporations Regulations 2001* and other mandatory professional reporting requirements; and
  - (ii) giving a true and fair view of the financial position of the Schemes as at 30 June 2023 and of their performance, as represented by the results of their operations and cash flows, for the financial year ended on that date.
- (b) there are reasonable grounds to believe that the Schemes will be able to pay their debts as and when they become due and payable.
- (c) the financial statements are in accordance with the Schemes' Constitutions.
- (d) the financial statements also comply with International Financial Reporting Standards as issued by the International Accounting Standards Board as disclosed in Note 2(a).

This declaration is made in accordance with a resolution of the directors.



A Telfer  
Chairman



G W Rice  
Director

Sydney  
25 September 2023



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working world**

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## Independent auditor's report to the unitholders of UBS Investment Funds

For the following UBS Investment Funds (the "Schemes")

- ▶ UBS CBRE Property Securities Fund
- ▶ UBS Australian Share Fund
- ▶ UBS International Share Fund
- ▶ UBS Australian Small Companies Fund
- ▶ UBS Defensive Investment Fund
- ▶ UBS Balanced Investment Fund
- ▶ UBS CBRE Global Property Securities Fund
- ▶ UBS Tactical Beta Fund - Conservative
- ▶ UBS Tactical Beta Fund - Growth
- ▶ UBS Tactical Beta Fund - Balanced
- ▶ UBS Microcap Fund
- ▶ UBS Australian Small Companies SIV Fund
- ▶ UBS CBRE Global Infrastructure Securities Fund
- ▶ UBS Emerging Markets Equity Fund
- ▶ UBS Global Dynamic Bond Fund
- ▶ UBS Future Leaders Global Small Companies Fund

### Opinion

We have audited the financial report of the above Schemes, which comprises the Statement of Financial Position as at 30 June 2023, the Statement of Comprehensive Income, Statement of Changes in Equity and Statement of Cash Flows for the year then ended, notes to the financial statements, including a summary of significant accounting policies, and the Directors' Declaration.

In our opinion, the accompanying financial report of the Schemes is in accordance with the *Corporations Act 2001*, including:

- a) giving a true and fair view of the Schemes' financial position as at 30 June 2023 and of its performance for the year ended on that date; and
- b) complying with Australian Accounting Standards and the *Corporations Regulations 2001*.

### Basis for Opinion

We conducted our audit in accordance with Australian Auditing Standards. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Report* section of our report. We are independent of the Schemes in accordance with the auditor independence requirements of the *Corporations Act 2001* and the ethical requirements of the Accounting Professional and Ethical Standards Board's APES 110 *Code of Ethics for Professional Accountants (including Independence Standards)* (the Code) that are relevant to our audit of the financial report in Australia. We have also fulfilled our other ethical responsibilities in accordance with the Code.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

## Information Other than the Financial Report and Auditor's Report Thereon

The directors of UBS Asset Management (Australia) Ltd as Responsible Entity of the Schemes are responsible for the other information. The other information is the directors' report accompanying the financial report.

Our opinion on the financial report does not cover the other information and accordingly we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial report, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the financial report or our knowledge obtained in the audit or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## Responsibilities of the Directors for the Financial Report

The directors are responsible for the preparation of the financial report that gives a true and fair view in accordance with Australian Accounting Standards and the *Corporations Act 2001* and for such internal controls as the directors determine are necessary to enable the preparation of the financial report that gives a true and fair view and is free from material misstatement, whether due to fraud or error.

In preparing the financial report, the directors are responsible for assessing the Schemes' ability to continue as a going concern, disclosing, as applicable, matters relating to going concern and using the going concern basis of accounting unless the directors either intend to liquidate the Schemes or to cease operations, or have no realistic alternative but to do so.

## Auditor's responsibility for the Audit of the Financial Report

Our objectives are to obtain reasonable assurance about whether the financial report as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Australian Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this financial report.

As part of an audit in accordance with the Australian Auditing Standards, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial report, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Schemes' internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the directors.
- Conclude on the appropriateness of the directors' use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Schemes' ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial report or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Schemes to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial report, including the disclosures, and whether the financial report represents the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the directors regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



Ernst & Young



Elliott Shadforth  
Partner  
Sydney  
25 September 2023