

Single investor funds under Swiss law

Infrastructure concept with long-term benefits



Your challenges

In a dynamic business environment of regulatory changes, cost pressure and operational challenges it is essential to focus on **strategic issues** and be able to rely on a **strong partner**.

Fund solution

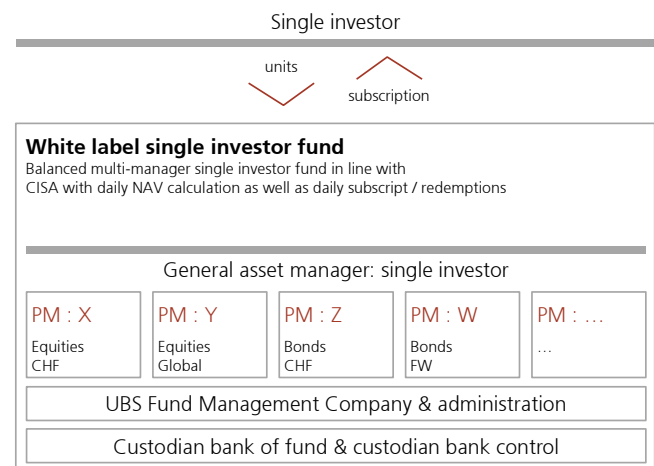
In accordance with Art. 7 Paragraph 3 CISA, so called “single investor funds” can be launched for pension schemes with professional treasury operations (pension funds, investment foundations and other 2nd pillar schemes), supervised insurance companies and public sector entities (tax-exempt social insurance and compensation funds). As a rule, the single investors in question represent **the interests of a number of final beneficiaries** and are able to **manage assets** in the fund on their own, meaning they are not subject to FINMA supervision. It is also possible **to delegate** the management of the fund to banks, securities dealers or any other external asset managers regulated by FINMA, a cantonal regulation or an equivalent level of supervision abroad.

After having selected a **Swiss fund management company** and a **custodian bank**, the Swiss single investor fund can be launched. The single investor or external asset managers are responsible for managing the fund, while **investments in kind** (contribution) or in cash can be used to launch the fund. The single investor does not make any direct investments, but instead, only **holds units of the respective single investor fund**.

Transparency and cost efficiency

The complete cost and income transparency is ensured within the fund’s accounting practices, by providing an **annual report** that is audited by the external auditor of the fund management company. In addition, **each investment**

fund employs accounting practices which enable the fund management company to provide an overview of the costs incurred.



Sustainable governance thanks to the Collective Investment Schemes Act (CISA)

The selected fund management company is **required to act in the interests of the investors** and must make all decisions in line with the duty of trust imposed upon them. As part of this duty, they must **check compliance** with the investment guidelines on a daily basis and **do regular checks on the quality of the work** carried out by the selected asset managers. In addition, they are responsible for the independent process for **exercising voting rights** as well as representing investors in class actions in accordance with internal guidelines.



Governance

Contract & distribution management (general contractor)	
Fund supervision	FINMA
Asset management supervision	FINMA or an equivalent level of supervision abroad
Legal structure	Swiss collective investment
Multi-manager / portfolio	possible
Multi-share / currency class	possible
Audit	required



Service provider

Fund management company	UBS Fund Management (Switzerland) AG
Asset manager	UBS AM or third party
Audit company	Ernst & Young AG, Basel
Custodian bank of titles	UBS Switzerland AG or third party
Custodian bank of fund units	UBS Switzerland AG or third party



Requirements for single investor funds

The following criteria must be fulfilled:

- Only for the following qualified investors:
 - Regulated life insurance companies
 - Corporations governed by public law and pension schemes with a professional finance department
- Minimum volume: CHF 100 million
- Investment concept with high proportion of direct investments



Administration

Launching your own single investor fund will result in a significantly **simpler structure and reduced costs**, as **only one securities number** instead of direct investments is required for each asset class. The net asset value (NAV) of each single investor fund contains all reclaimed withholding tax and taxes at source as well as the dividends and interest payments paid during the year, which are distributed to investors or reinvested once a year.

UBS Management Companies work with a limited number of best-in-class selected Central Administrators while you as a white labelling client will have a contract only with the UBS Management Company.

Contact us

White Labelling Solutions – Client Management

Global Head

Hubert Zeller
+41-61-288 18 90
hubert.zeller@ubs.com

Head Switzerland Wholesalers

Marc Reto Fischer
+41-44-236 28 93
marc-r.fischer@ubs.com

Head Switzerland Pension Funds

Christian Wehinger
+41-44-236 46 52
christian.wehinger@ubs.com

Head EMEA

Claudia Schulligen
+352-27-15 29 31
claudia.schulligen@ubs.com

Head Business Development Northern Europe & UK

Beat Blattner
+41-61-288 67 55
beat.blattner@ubs.com

Head Business Development Southern Europe & Benelux

Roberto Colicci
+352-27-15 67 47
roberto.colicci@ubs.com



Visit us:
ubs.com/wls

For marketing and information purposes by UBS Asset Management Switzerland AG, its subsidiary or affiliate ("UBS"). For qualified investors / professional clients only. The contents of this document shall not constitute an obligation to buy or sell a service or a product, launch a product, but are pending to the positive outcome of further investigations as well as subject to internal and external approval. Please note that UBS retains the right to change the range of services, the products and the prices at any time without prior notice and that all information and opinions indicated are subject to change. The information and opinions contained in this document have been compiled or arrived at based upon information obtained from sources believed to be reliable and in good faith, but is not guaranteed as being accurate, nor is it a complete statement or summary of the markets or developments referred to in the document. This document does not create any legal or contractual obligation with UBS. This document is intended solely for the information of the person to whom it has been delivered and is for distribution only under such circumstances as may be permitted by applicable law. It is, in particular, not intended for distribution into the US and/or to US persons. UBS specifically prohibits the redistribution, reproduction or publication of this document in whole or in part without the written permission of UBS and UBS accepts no liability whatsoever for the actions of third parties in this respect. This document was written without reference to any specific investment objectives, financial situation or particular needs of any specific recipient. Further, this document includes services and products which require an individualized and tailor made set up. Such services and products may require further UBS internal approvals on a case-by-case basis, which may depend on various client- and UBS-specific factors. This document contains statements that constitute "forward-looking statements", including, but not limited to, statements relating to our future business development. While these forward-looking statements represent our judgments and future expectations concerning the development of our business, a number of risks, uncertainties and other important factors could cause actual developments and results to differ materially from our expectations. **Tax treatment depends on the recipient's circumstances and may be subject to change in the future. UBS does not provide legal or tax advice and makes no representations as to the tax treatment of assets or the investment returns thereon, either in general or with reference to specific recipient's circumstances and needs.** UBS recommends that recipients obtain independent legal and tax advice on the implications of the products/services in the respective jurisdiction before making decisions. This document and its contents have not been reviewed by, delivered to or registered with any regulatory or other relevant supervisory authority.

UK: The document has not been prepared in line with the FCA requirements. If you receive a request under the Freedom of Information Act 2000 for information obtained from UBS we ask that you consult with us.

Singapore: This document and its contents have not been reviewed by, delivered to or registered with any regulatory or other relevant authority in Singapore. This document is for informational purposes and should not be construed as an offer or invitation to the public, direct or indirect, to buy or sell securities. This document is intended for limited distribution and only to the extent permitted under applicable laws in Singapore. No representations are made with respect to the eligibility of any recipients of this document to acquire interests in securities under the laws of Singapore.

Hong Kong: This document and its contents have not been reviewed by, delivered to or registered with any regulatory or other relevant authority in Hong Kong. This document is for informational purposes and should not be construed as an offer or invitation to the public, direct or indirect, to buy or sell securities. This document is intended for limited distribution and only to the extent permitted under applicable laws in Hong Kong. No representations are made with respect to the eligibility of any recipients of this document to acquire interests in securities under the laws of Hong Kong.