



# Quarterly Letter

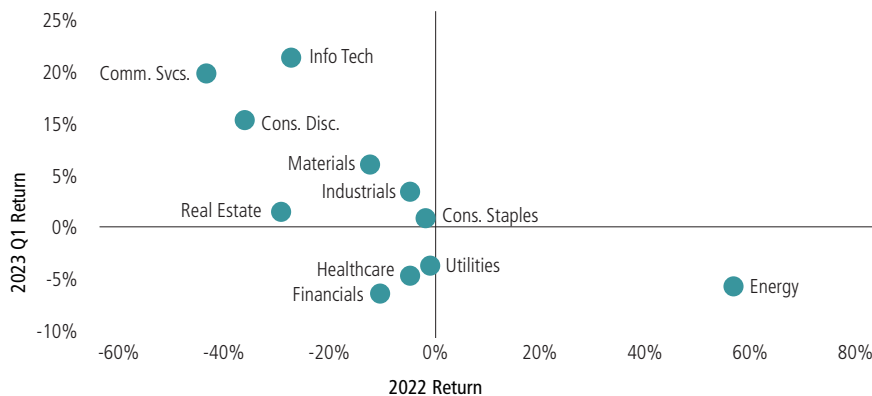
O'Connor Global Multi-Strategy Alpha | [Second Quarter 2023](#)



For anyone travelling over the Easter holiday, labor strikes and weather disruptions served as a reminder that the best laid plans don't always work out and you have to be flexible and adaptable.

The events and performance of financial markets this year have delivered a similar message to investors as we need to be dynamic and respond to a rapidly changing macro backdrop. For example, looking at Q1 2023 S&P 500 returns by sector, compared to 2022, we can see how performance has been largely turned upside down – a scenario that few were predicting at the start of the year.

Figure 1: 2022 vs. Q1 2023 S&P 500 returns by sector



Source: Bloomberg, as of March 31, 2023.



**Bernard (Bernie) Ahkong**  
Co-CIO O'Connor Global Multi-Strategy Alpha,  
Head of O'Connor in Europe

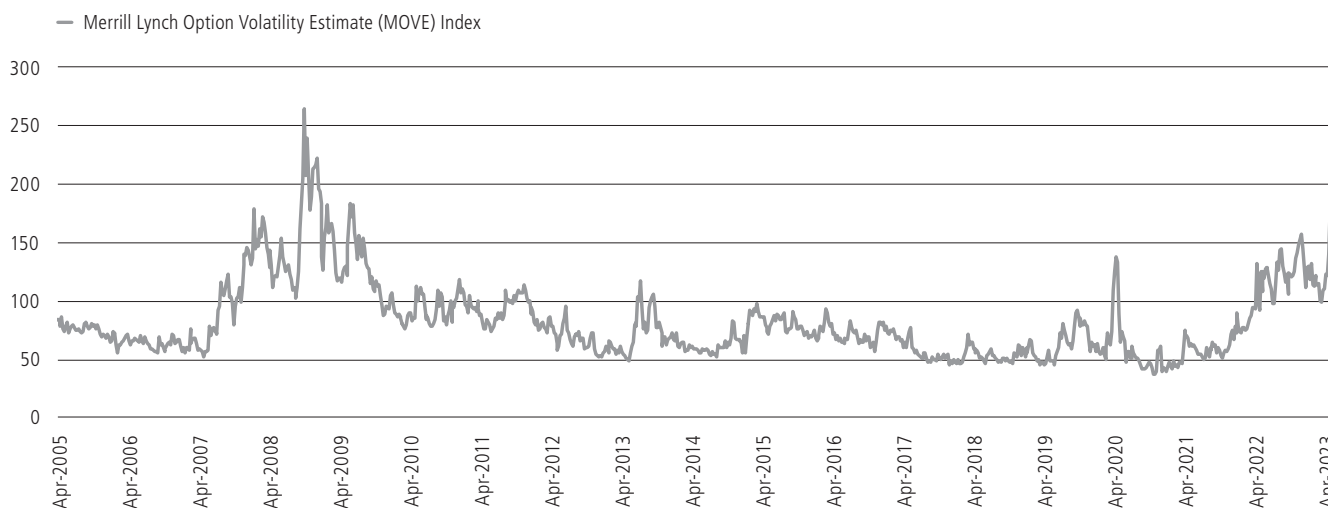


**Casey Talbot**  
Co-CIO O'Connor Global Multi-Strategy Alpha,  
Head of the Credit Strategies for the  
Global Multi-Strategy Fund

The collapse of Silicon Valley Bank (SVB) and turmoil in the wider banking system illustrate that the rapid monetary tightening cycle of the last few quarters has significant consequences for financial markets. The MOVE Index of Treasury volatility hit levels in March last seen during the GFC,

although we have seen a rapid sell-off in volatility across asset classes in subsequent weeks. That said, we do think the speed at which authorities have been willing to intervene to stabilize markets in potentially critical situations like this one has been noteworthy and limits contagion risk.

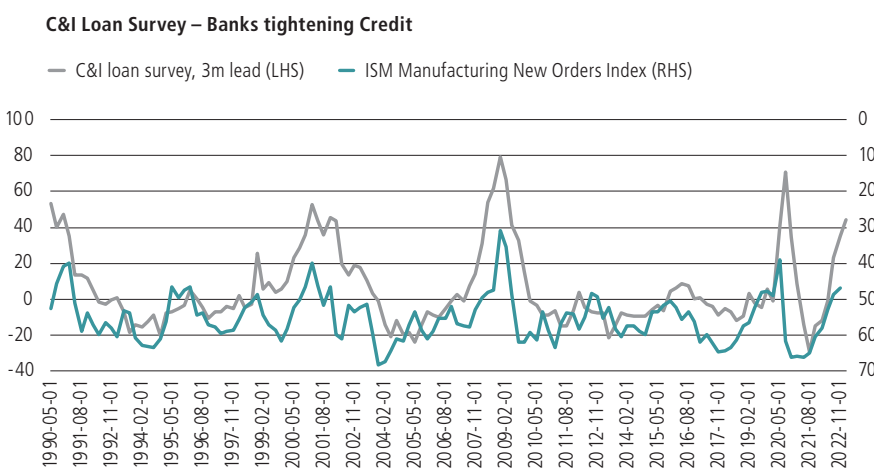
**Figure 2: Treasury volatility reaches highest levels since Global Financial Crisis**



Source: Data from Bloomberg, UBS Asset Management analysis. As of April 16, 2023.

We are mindful of, and in some strategies positioning for, the future fallout of these recent events. Even prior to SVB’s collapse, we have been seeing a tightening of financial lending standards which will continue to impact parts of the economy like manufacturing directly. The C&I loan survey moving higher indicates banks tightening credit, which typically leads ISM new orders lower.

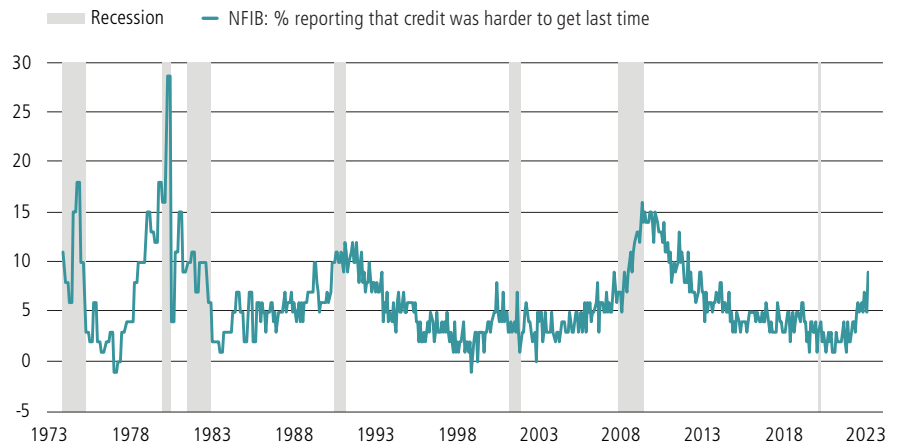
**Figure 3: Loan survey leads ISM new orders by a year**



Source: Refinitiv Datastream, Credit Suisse Research as of 21 April 2023 for the time frame of May 15, 1990 – February 15, 2023.

In the recent National Federation of Independent Business (NFIB) survey conducted during March 9% of US small businesses reported their last loan was harder to get than in previous attempts – the most significant deterioration in over two decades.

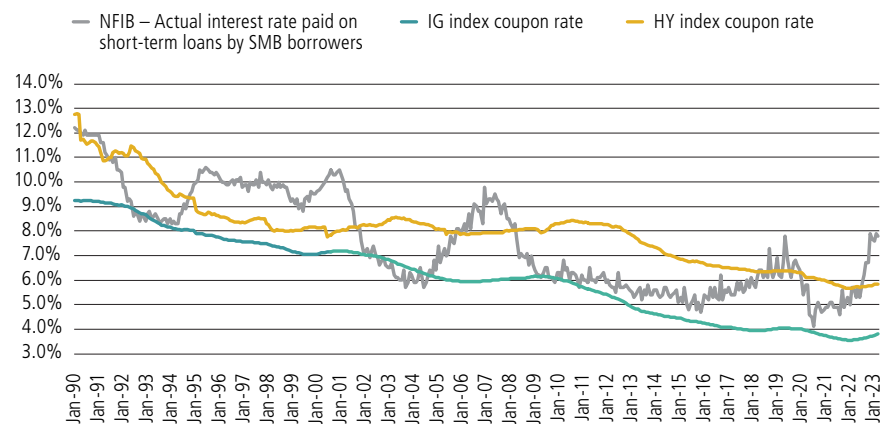
**Figure 4: NFIB credit availability survey**



Source: BofA Global Research, Haver as of March 31, 2023.

When you compare the actual interest rate paid on short-term loans by small- and medium-sized business (SMB) borrowers to the high yield index coupon rate, rarely has the spread been wider. Such instances have often coincided with more painful economic periods.

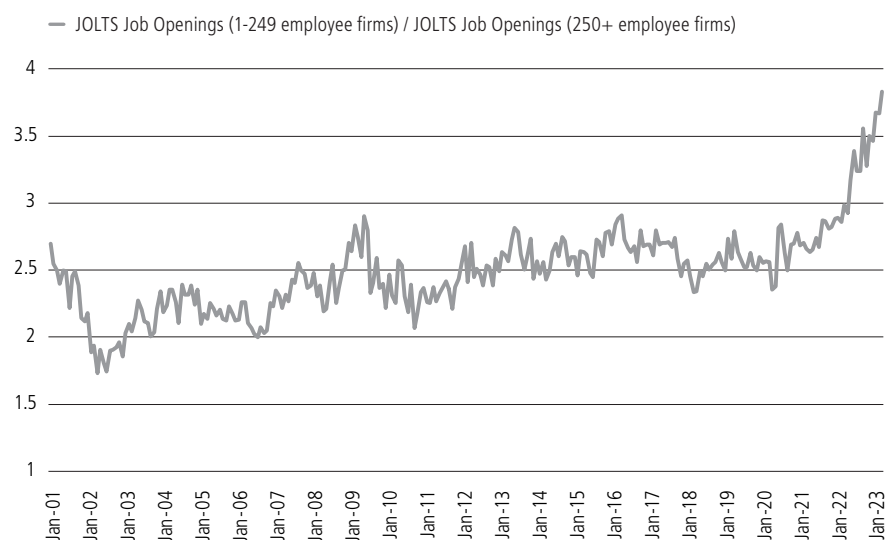
**Figure 5: Spread widening between actual interest rate paid on short-term loans by SMB borrowers and High Yield Index Coupon Rate**



Source: Bloomberg, Jefferies as of March 31, 2023.

One problem for the future development of the US economy is the tightness in the country's labor market is being exacerbated by the hiring needs of smaller businesses: SMB labor demand is nearly four times of larger companies.

**Figure 6: Job Openings and Labor Turnover Survey (JOLTS) – Small- and medium- sized business labor demand is higher than larger businesses**



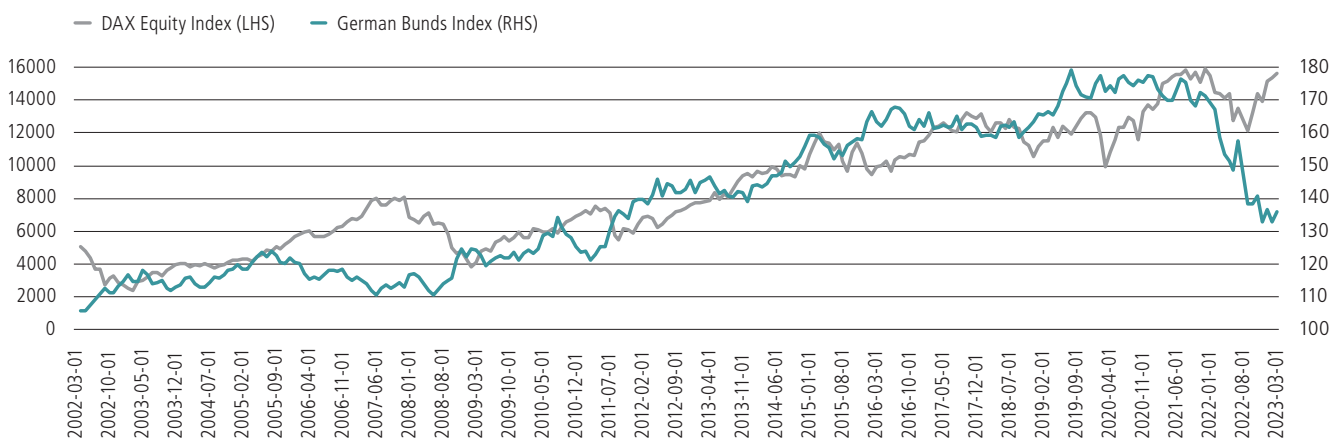
Source: Bloomberg, Jefferies as of February 28, 2023.

In some of our equity strategies we have been expressing a more cautious view on names more tied to the US economy, as we see pockets of weakness appearing in credit card data and corporate commentary. Industrials and materials companies – companies reliant on low- and middle-income consumers or the easy availability of credit – are specific focal points. In contrast, we continue to see strength in the high-end consumer areas like luxury, which are supported by China’s reopening and related travel trends. We also see opportunity in cyclicals, especially within energy transition,

where there appears to be visible and de-risked earnings growth for the coming years.

The recent divergence between the German DAX Equity Index and German Bunds intrigues our European team. We are finding more interesting opportunities on the long side in more defensive bond proxy subgroups like consumer staples, infrastructure and utilities, while worrying about 2023 and 2024 revenue and margin expectations for a number of German industrial cyclicals.

**Figure 7: German DAX Equity Index and German Bunds Index levels are diverging**



Source: Data from Bloomberg, UBS Asset Management analysis. As of March 31, 2023.

In credit, the US regional banking issues are leading to tighter and higher priced credit, and a greater dispersion in the availability of credit for corporates, which we believe should help our strategies. Credit and credit betas have underperformed equities, and at a single issuer level that also presents interesting relative value opportunities. Companies are spending more time scrutinizing their debt stack and financing plans – which we think can help some of our idiosyncratic situations in convertibles as issuers look to buy back certain maturities. Furthermore, we have seen how recent M&A activity can also catalyze value for our holdings.

In broader merger arbitrage, we have seen a notable pickup in recent weeks of both strategic- and PE-led activity, and some more favorable deals close amid anti-trust news flow. Yet the complexity of many deals lately has meant a blanket approach to harvesting merger arbitrage risk premia has not been straightforward, and requires a more discerning and discretionary approach.

We continue to expect a rapidly evolving macro landscape with varying ramifications for different industries and corporates, which empowers our teams’ idiosyncratic alpha generation process. The exact journey for markets from here remains uncertain, plans will need to be changed and adjusted – but we are prepared to react and adapt quickly.

As always, we thank you for your continued support.

**Bernie Ahkong**

**Casey Talbot**

---

## Contact Us

### Global Head of Sales and Distribution

#### Jay Raffaldini

jerome.raffaldini@ubs.com

Tel. +1-203-570 3849

---

#### North America

##### Peter Stevens

peter.stevens@ubs.com

Tel. +1-415-352 5574

##### Matt Moran, CFA

matthew.moran@ubs.com

Tel. +1-203-719 1514

##### Cassandra Engler

cassandra.engler@ubs.com

Tel. +1-212-882 6526

##### Julie Trent

julie.trent@ubs.com

Tel. +1-203-719 0011

#### EMEA

##### Andrea Albert

andrea.albert@ubs.com

Tel. +41-44-236 22 29

##### Sandra Baechtold

sandra.baechtold@ubs.com

Tel. +41-44-237 83 49

#### Asia Pacific (ex-Japan)

##### Mariana Paul, CAIA

mariana.paul@ubs.com

Tel. +65-649 52329

##### Kirsty Yu

kirsty.yu@ubs.com

Tel. +852 2971 8806

#### Japan

##### Tetsuya (Ted) Yoshii

tetsuya-ted.yoshii@ubs.com

Tel. +81-352 087403

---

### Index descriptions

**DAX Equity Index** – The DAX is a stock market index consisting of the 40 major German blue chip companies trading on the Frankfurt Stock Exchange. It is a total return index. Prices are taken from the Xetra trading venue.

**Euro-Bund Futures (Rx1)** – The Euro-bond future is an interest rate futures contract on a notional long-term German government bond (Bundesanleihe)

**ISM Manufacturing New Orders Index** – ISM New Order Index shows the number of new orders from customers of manufacturing firms reported by survey respondents compared to the previous month. A reading over 50 shows orders have risen from the previous month while a reading below 50 shows a decline in orders.

**JOLTS Job Openings** – The Job Openings and Labor Turnover Survey (JOLTS) program produces data on job openings, hires, and separations. Data from a sample of approximately 21,000 U.S. business establishments are collected by the Bureau of Labor Statistics through the Atlanta JOLTS Data Collection Center. The JOLTS survey covers all nonagricultural industries in the public and private sectors for the 50 States and the District of Columbia.

**LF98TRUU Index** – The Bloomberg US Corporate High Yield Bond Index measures the USD-denominated, high yield, fixed-rate corporate bond market. Securities are classified as high yield if the middle rating of Moody's, Fitch and S&P is Ba1/BB+/BB+ or below. Bonds from issuers with an emerging markets country of risk, based on the indices' EM country definition, are excluded. The US Corporate High Yield Index is a component of the US Universal and Global High Yield Indices. The index was created in 1986, with history backfilled to July 1, 1983.

**LUACTRUU Index** – The Bloomberg Barclays US Corporate Bond Index measures the investment grade, fixed-rate, taxable corporate bond market. It includes USD-denominated securities publicly issued by US and non-US industrial, utility and financial issuers. The US Corporate Index is a component of the US Credit and US Aggregate Indices, and provided the necessary inclusion rules are met, US Corporate Index securities also contribute to the multi-currency Global Aggregate Index. The index was launched in July 1973, with index history backfilled to January 1, 1973

**MOVE Index** – The Merrill Lynch Option Volatility Estimate (MOVE) Index is a yield-curve weighted index of the normalized implied volatility on 1-month Treasury options, expressed in basis points. It is the weighted average of volatilities on the CT2, CT5, CT10, and CT30. Index values are stored as NAVs.

**S&P 500** – The S&P 500® is widely regarded as the best single gauge of large-cap U.S. equities and serves as the foundation for a wide range of investment products. The index includes 500 leading companies and captures approximately 80% coverage of available market capitalization. Merrill Lynch Option Volatility Estimate (MOVE) Index is a yield-curve weighted index of the normalized implied volatility on 1-month Treasury options, expressed in basis points. It is the weighted average of volatilities on the CT2, CT5, CT10, and CT30. Index values are stored as NAVs.

### Additional Considerations

UBS Group AG has agreed to acquire Credit Suisse Group AG. UBS O'Connor LLC may engage its affiliates as prime brokers for the master fund. UBS O'Connor LLC may engage its affiliates as selling agents for the Fund. None of these entities will bear any losses of the Fund.

This document is for informational purposes only and is not intended to be construed as an invitation or offer of securities or to conclude a contract or to buy and sell any security or related financial instrument. Such an offer will only be made by means of a confidential offering memorandum. Such an offer will only be made by means of a confidential offering memorandum. Please read the offering material before making any final investment decision. This material is confidential and intended solely for the information of the person to whom it has been delivered and may not be distributed in any jurisdiction where such distribution would constitute a violation of applicable law or regulations or to certain categories of investors. Recipients may not reproduce or transmit it, in whole or in part, to third parties. Unless you are investing in a UCITS fund the program described herein is for sophisticated investors or professional clients as the program by its nature involves a substantial degree of risk if this material concerns a UCITS fund please see the UCITS information listed below. This document is not to be distributed to or relied upon by retail clients under any

circumstances. The information in this document does not constitute advice and does not take into consideration your investment objectives, legal, financial or tax situation or particular needs in any other respect. Investors should seek professional advice as to the suitability of the program. Note while UBS does not provide tax advice, future performance is subject to taxation which depends on the personal situation of each investor, and which may change in the future, therefore investor should consult with their own tax advisor for further guidance. If conflicts exist between this document and the applicable offering memorandum, the offering memorandum takes precedence. Any returns presented may or may not be indicative of the returns of the share class, series, and/or fund offered to you. Commissions and costs have a negative impact on performance. Should the currency of a financial product or service not match your reference currency, performance may rise or fall due to currency fluctuations. Your actual returns may be different and can be determined from the statements sent by the fund's administrator.

Unless otherwise noted, the information used to create information presented was based solely on information collected and retained by the investment manager and is believed to be reliable, but its accuracy cannot be guaranteed. Information used herein may have been obtained from third party sources including affiliates and as such the investment manager makes no representations as to the accuracy of such source or information which is subject to change without notice to the recipient. Notwithstanding the foregoing, third party funds and managers have neither reviewed nor approved any of the charts, graphs or other materials prepared by UBS based on information contributed by such third party funds and managers. If contained in a presentation, the information herein is not intended to be read in isolation and may not provide a full explanation of all of the topics that were presented and discussed. All such information and opinions are subject to change without notice. Neither this document nor the securities nor any other financial instruments referred to herein have been registered or filed with or approved or disapproved by any regulatory authority of any country or jurisdiction, and no regulatory authority has passed upon or endorsed upon the merits of this product or the accuracy or

adequacy of this document. UBS may have a position in and may make a purchase and/or sale of any of the securities or other financial instruments mentioned in this document. This document may contain 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. Any market or investment views expressed are not intended to be investment research. Source for all data and charts (if not indicated otherwise): UBS Asset Management, a business division of UBS AG.

The securities offered hereby (if this presentation concerns a Fund) are not deposits or other obligations of UBS or any other Bank, are not endorsed or guaranteed by UBS or any other Bank, are not insured by the Federal Deposit Insurance Corporation (FDIC) or any other Governmental Agency and involve investment risks, including loss of principal invested.

As an investor, you should read the Fund Documentation prior to investing in the Fund. An affiliate of the Investment Manager may serve as the Administrator of the Fund, and the Investment Manager may engage affiliates as Prime Brokers for the Fund. Past performance (whether simulated or actual) is not indicative of future results. Potential for profit is accompanied by possibility of loss.

ANY LOSSES IN THE FUND WILL BE BORNE SOLELY BY INVESTORS IN THE FUND AND NOT BY UBS O'CONNOR LLC OR ITS AFFILIATES; THEREFORE, UBS O'CONNOR LLC'S LOSSES IN THE FUND WILL BE LIMITED TO LOSSES ATTRIBUTABLE TO THE OWNERSHIP INTERESTS IN THE FUND HELD BY UBS O'CONNOR LLC AND ANY AFFILIATES IN ITS CAPACITY AS INVESTOR IN THE FUND OR AS BENEFICIARY OF A RESTRICTED PROFIT INTEREST HELD BY UBS O'CONNOR LLC OR ANY AFFILIATE.

**For Switzerland:** For marketing and information purposes. This document has been issued by UBS Asset Management Switzerland AG, a company registered under the Laws of Switzerland, and its affiliates. The following paragraph refers only to fund(s) mentioned in this document, which are distributed in or from Switzerland, which are managed by UBS and/or any of its affiliates and having UBS Fund Management (Switzerland) AG as Representative in Switzerland. Any such fund(s) referenced herein are intended only for Swiss qualified investors pursuant to Art 10 of the Collective Investment Schemes Act (CISA) and are not allowed to be distributed to the retail public (i.e. non-qualified investors).

Information for Swiss qualified Investors: Representative in Switzerland is UBS Fund Management (Switzerland) AG, Aeschenplatz 6, 4052 Basel. Paying Agent in Switzerland: UBS Switzerland AG, Bahnhofstrasse 45, 8001 Zürich. The relevant Legal Fund Documents to this fund (s) are available free of charge from the Representative in Switzerland. Before any investment, please read the latest Legal Fund Documents. The information herein is not intended to be construed as a solicitation or an offer to invest in the fund(s). Past performance is not a reliable indicator of future results. The performance shown does not take account of any commissions and costs charged when subscribing and redeeming. If the currency of the fund(s) is different from your reference currency, the return can increase or decrease as a result of currency fluctuations. This information pays no regard to the specific or future investment objectives, financial or tax situation or particular needs of any specific recipient. The details and opinions contained in this document are provided by UBS O'Connor LLC without any guarantee or warranty and are for the recipient's personal use and information

purposes only. This document and its contents have not been reviewed by any regulatory authority in Switzerland.

**For USA:** This document has been issued by UBS O'Connor LLC for distribution to professional clients or sophisticated investors only. Funds are offered through UBS Asset Management (US) Inc./UBS Financial Services Inc. (a member of FINRA and SIPC). UBS O'Connor LLC (an investment adviser registered with the US Securities and Exchange Commission) and UBS Financial Services Inc./UBS Asset Management (US) Inc. are wholly-owned subsidiaries of UBS AG.

**For UK and EMEA:** This document has been issued by UBS Asset Management (UK) Ltd, a company registered under the laws of the United Kingdom, however it has not been prepared in line with the Financial Conduct Authority of the UK (FCA) requirements designed to promote the independence of investment research and is not subject to any prohibition on dealing ahead of the dissemination of investment research. In relation to each member state of the EEA which has implemented the Alternative Investment Fund Managers Directive (Directive (2011/61/EU), the "AIFMD"), this document may only be distributed, and Shares in the Fund may only be offered or placed, in a member state to the extent that: (i) the Fund is permitted to be marketed to professional investors in the relevant member state (as implemented in the local law/regulation of that member state); or (ii) this document may otherwise be lawfully distributed and/or the Shares in the Fund may otherwise be lawfully offered or placed in that member state (including at the initiative of the investor). Such an offer will only be made by means of a confidential offering memorandum. Please read the offering material before making any final investment decision. Any decision to invest should be based on all the characteristics or objectives described in the prospectus or other legal documentation or information. In relation to each member state of the EEA which, at the date of this document, has not implemented the AIFMD, this document may only be distributed, and Share in the Fund may only be offered or place, to the extent that this document may be lawfully distributed and the Shares in the Fund may be lawfully offered or placed in that member state.

Such an offer will only be made by means of a confidential offering memorandum. Please read the offering material before making any final investment decision. Any decision to invest should be based on all the characteristics or objectives described in the prospectus or other legal documentation or information. If applicable the product(s) described herein align(s) to Article 6 of Regulation (EU) 2019/2088. Information on sustainability-related aspects pursuant to that regulation can be found on [www.ubs.com/funds](http://www.ubs.com/funds). Funds are offered to Professional Client and Eligible Counterparty customers in the UK through UBS Asset Management (UK) Ltd, a direct wholly-owned subsidiary of UBS AG, and UBS Asset Management (US) Inc. (a member of FINRA and SIPC), an indirect wholly-owned subsidiary of UBS AG.

**For UCITS, Irish ICAVs and funds domiciled in Luxembourg, please reference the below disclaimers:**

Before investing in a product please read the latest prospectus and key investor information document carefully and thoroughly. 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 securities, markets or developments referred to in the document. Members of the UBS Group may have a position in and may make a purchase and / or sale of any of the securities or other financial instruments mentioned in this document. Units of UBS funds mentioned herein may not be eligible for sale in all jurisdictions or to certain categories of investors

and may not be offered, sold or delivered in the United States. The information mentioned herein is not intended to be construed as a solicitation or an offer to buy or sell any securities or related financial instruments. Past performance is not a reliable indicator of future results. The performance shown does not take account of any commissions and costs charged when subscribing to and redeeming units. Commissions and costs have a negative impact on performance. If the currency of a financial product or financial service is different from your reference currency, the return can increase or decrease as a result of currency fluctuations. This information pays no regard to the specific or future investment objectives, financial or tax situation or particular needs of any specific recipient. The details and opinions contained in this document are provided by UBS without any guarantee or warranty and are for the recipient's personal use and information purposes only. This document may not be reproduced, redistributed or republished for any purpose without the written permission of UBS Asset Management Switzerland AG or a local affiliated company. Source for all data and charts (if not indicated otherwise): UBS Asset Management A summary of investor rights in English can be found online at [www.ubs.com/funds](http://www.ubs.com/funds). More explanations of financial terms can be found at [ubs.com/am-glossary](http://ubs.com/am-glossary)

- For registered funds under Luxembourg, Swiss, German and Irish law: Arrangements for marketing fund units mentioned in this document may be terminated at the initiative of the management company of the fund(s).
- For Austria: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from the Austrian branch of UBS Europe SE, Niederlassung Österreich, Wächtergasse 1, A-1010 Wien and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Cyprus: Official Bank of Payments and Official Representative in the Republic of Cyprus for UBS funds established under foreign law: Bank of Cyprus PLC, Private Banking, Eurolife House, 4 Evrou Street, Strovolos, CY-2003 Nicosia. Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Asset Management Switzerland AG, c/o UBS AG, Bahnhofstrasse 45, 8001 Zürich or from Bank of Cyprus PLC and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Denmark: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Asset Management, Regeringsgatan 38, 11153 Stockholm or from UBS Europe SE, Denmark Branch, filial af UBS Europe SE, Sankt Annæ Plads 13, 1 TH, 1250 Copenhagen, Denmark and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Finland/Iceland/Norway: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Asset Management, Regeringsgatan 38, S-11153 Stockholm and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For France: This fund has obtained authorization for marketing in France. Representative in France for UBS investment funds under foreign law: BNP Paribas at 16 Bd des Italiens, F-75009 Paris. Prospectuses, Key Investor Information (KIID), the articles of association or the investment regulations and the annual and semi-annual reports of the UBS Funds may be obtained free of charge from the management company of the Fund, the Autorité

des Marchés Financiers or, as the case may be, UBS (France) SA, 69, boulevard Haussmann, 75008 Paris, and online at [www.ubs.com/funds](http://www.ubs.com/funds). France: This document has been published (unamended) by UBS (France) S.A., a wealth management company, a subsidiary of UBS Holding (France) SA Company with Management Board and Supervisory Board and a capital of € 132,975,556. Registered office: 69, Bd Haussmann, 75008 PARIS. tel. 01 44 56 45 45 R.C.S. Paris B 421 255 670 NAF code 6419Z. Approved for insurance brokerage (financial guarantee and professional indemnity insurance in accordance with articles L 512-6 and L 512-7 of the French Insurance Code). Registration number ORIAS: 07 004 822. Telephone 01.44.56.45.45 - Fax 01.44.56.45.54. [www.ubs.com/france](http://www.ubs.com/france).

- For Greece: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Asset Management Switzerland AG, c/o UBS AG, Bahnhofstrasse 45, 8001 Zürich or from Bank of Cyprus Ltd, Asset Management, 170 Alexandras Av., 115 21 Athens and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Hungary: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from securities broker (forgalmazó): OTP Bank Nyrt., or from UBS Asset Management Switzerland AG, c/o UBS AG, Bahnhofstrasse 45, 8001 Zürich, Switzerland and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Italy: Representative in Italy for UBS funds, UBS Asset Management (Italia) – SGR S.p.A., Via del Vecchio Politecnico, n. 3, 20121 Milano (MI), Italy. Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports may be obtained in a language required by the local applicable law free of charge from UBS Asset Management (Italia) – SGR S.p.A., Via del Vecchio Politecnico, n. 3, 20121 Milano (MI), Italy and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Ireland: Prospectuses, supplements, key investor information documents (KIID), the memorandum and articles of association as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from MUFG Alternative Fund Services (Ireland) Limited, 12-13 Leeson Street Lower, Saint Kevin's, Dublin, Ireland and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Liechtenstein: The representative and paying agent in Liechtenstein for UBS Funds under foreign law is Liechtensteinische Landesbank Aktiengesellschaft, Städtle 44, FL-9490 Vaduz. Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds in German are available in a language required by the local applicable law free of charge from Liechtensteinische Landesbank Aktiengesellschaft and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Luxembourg: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from Northern Trust Global Services Limited, Luxembourg Branch, 6, rue Lou Hemmer, L-1748 Senningerberg or from UBS Europe SE, Luxembourg Branch, P.O. Box 2, L-2010 Luxembourg and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Malta: Representative in Malta for UBS funds established under foreign law: Calamatta Cuschieri Investment Services Ltd, Ewropa Business Centre, Triq Dun Karm, Birkirkara, BKR9034, Malta. UBS

(Irl) Investor Selection and all cells underneath the umbrella managed by UBS O'Connor, are regulated by the Commission de Surveillance du Secteur Financier (CSSF) in Luxembourg. The funds are marketed in Malta under the terms of the EU UCITS directives. Calamatta Cuschieri Investment Services Ltd is licensed to conduct Investment Services business by the Malta Financial Services Authority. Investments by Maltese residents in funds denominated in foreign currency are subject to the External Transactions Act (Cap 233). Prospectuses, key investor information (KIID), the articles of association and the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from CRYSTAL Finance Investments Ltd and other authorised intermediaries and online at [www.ubs.com/funds](http://www.ubs.com/funds).

- For Netherlands: UBS (Irl) Investor Selection and all cells underneath the umbrella managed by UBS O'Connor is an investment institution (beleggingsinstelling) within the meaning of the AFM and registered in the Dutch register held with the Dutch Authority for the Financial Markets (Stichting Autoriteit Financiële Markten). Representative in the Netherlands for UBS funds established under foreign law: UBS Asset Management, UBS Europe SE Nederlandse Vestiging Rembrandt Tower – 18e verdieping, Amstelplein 1, 1096 HA AMSTERDAM, The Netherlands. Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Europe SE Nederlandse Vestiging or on the internet at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Portugal: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from Northern Trust Global Services Limited, Luxembourg Branch, 6, rue Lou Hemmer, L-1748 Senningerberg or from UBS Europe SE, Luxembourg Branch, P.O. Box 2, L-2010 Luxembourg and online at [www.ubs.com/funds](http://www.ubs.com/funds). For more information on the distribution of UBS funds, in particular the applicable tax regime, please consult the Supplementary Information Memorandum for Portugal, available free of charge from the placing agent.
- For Spain: CNMV registration number Representative in Spain for UBS funds established under foreign law: UBS Europe SE, sucursal en España, MARÍA DE MOLINA, 4, E-28006 MADRID. Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Europe SE, sucursal en España, MARÍA DE MOLINA Nº 4, E-28006 MADRID / AVENIDA DIAGONAL Nº 640, 2º A, E-08017 BARCELONA / FERNÁNDEZ Y GONZÁLEZ Nº 2, PLANTA PRINCIPAL, E-41001 SEVILLA / C/ROGER DE LAURIA Nº 7, 1º PLANTA, E-46002 VALENCIA / COSO Nº 33, 5º A, E-50003 ZARAGOZA, CANTÓN PEQUEÑO 15, 4º, E-15003 A CORUÑA and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For Sweden: Prospectuses, key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available in a language required by the local applicable law free of charge from UBS Asset Management, Regeringsgatan 38, 11153 Stockholm and online at [www.ubs.com/funds](http://www.ubs.com/funds).
- For United Kingdom: UBS Asset Management (UK) Ltd is authorized & regulated by the Financial Conduct Authority. Prospectuses, Key investor information (KIID), the articles of association or the management regulations as well as annual and semi-annual reports of UBS funds are available free of charge from UBS

Asset Management (UK) Ltd, 5 Broadgate, London, EC2M 2QS. The fund documentation is available free of charge in English and, where relevant, in one of the local language(s) where the fund is registered and online at [www.ubs.com/funds](http://www.ubs.com/funds).

**For Hong Kong:** This document and its contents have not been reviewed by any regulatory authority in Hong Kong. No person may issue any invitation, advertisement or other document relating to the Interests whether in Hong Kong or elsewhere, which is directed at, or the contents of which are likely to be accessed or read by, the public in Hong Kong (except if permitted to do so under the securities laws of Hong Kong) other than with respect to the Interests which are or are intended to be disposed of only to persons outside Hong Kong or only to "professional investors" within the meaning of the Securities and Futures Ordinance (Cap. 571) and the Securities and Futures (Professional Investor) Rules made thereunder.

**For Thailand:** NOTICE TO RESIDENTS OF THAILAND – the securities will not be offered or sold, directly or indirectly, in Thailand. UBS Asset Management is not licenced to publically offer securities in Thailand. Thai investors must be authorised to engage in the purchase of Securities of the type being offered or sold. Thai investors are responsible for obtaining all relevant government regulatory approvals/licences, consents, verification and/or registrations from relevant Thai governmental and regulatory authorities required to invest in the securities and required for the purposes of remitting any amounts in foreign currencies for the investment.

**For Korea:** The securities may not be offered, sold and delivered directly or indirectly, or offered or sold to any person for re-offering or resale, directly or indirectly, in Korea or to any resident of Korea except pursuant to the applicable laws and regulations of Korea, including the Capital Market and Financial Investment Business Act and the Foreign Exchange Transaction Law of Korea, the presidential decrees and regulations thereunder and any other applicable laws, regulations or rules of Korea. The securities have not been registered with the Financial Services Commission of Korea (FSC) for a public offering in Korea nor has it been registered with the FSC for distribution to non-qualified investors in Korea.

**For Singapore:** For professional/institutional investors only. This document and its contents have not been reviewed by, delivered to or registered with any regulatory or other relevant authority in any jurisdiction. 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 any jurisdiction. No representations are made with respect to the eligibility of any recipients of this document to acquire interests in securities under the laws of any jurisdiction. Using, copying, redistributing or republishing any part of this document without prior written permission from UBS Asset Management (Singapore) Ltd. is prohibited. Any statements made regarding investment performance objectives, risk and/or return targets shall not constitute a representation or warranty that such objectives or expectations will be achieved or risks are fully disclosed. The information and opinions contained in this document is based upon information obtained from sources believed to be reliable and in good faith but no responsibility is accepted for any misrepresentation, errors or omissions. All such information and opinions are subject to change without notice. A number of comments in this document are based on current expectations and are considered "forward-looking statements". Actual future results may prove to be different from expectations and any unforeseen risk or event may arise in the future. The opinions expressed are a reflection of UBS Asset



Management (Singapore) Ltd's judgment at the time this document is compiled and any obligation to update or alter forward-looking statements as a result of new information, future events, or otherwise is disclaimed. You are advised to exercise caution in relation to this document. The information in this document does not constitute advice and does not take into consideration your investment objectives, legal, financial or tax situation or particular needs in any other respect. Investors should be aware that past performance of investment is not necessarily indicative of future performance. Potential for profit is accompanied by possibility of loss. If you are in any doubt about any of the contents of this document, you should obtain independent professional advice. Source for all data and charts (if not indicated otherwise): UBS Asset Management (Singapore) Ltd. (UEN 199308367C).

This document has not been registered with the Monetary Authority of Singapore pursuant to the exemptions under Sections 304 and 305 of the SFA. Accordingly, this document may not be circulated or distributed, nor may the Securities be offered or sold, whether directly or indirectly, to any person in Singapore other than (i) to an institutional investor pursuant to Section 304 of the SFA, (ii) to a relevant person (as defined in Section 305(5) of the SFA) pursuant to Section 305(1), and in accordance with the conditions specified in Section 305 of the SFA, and where applicable, the conditions specified in Regulation 3 of the Securities and Futures (Classes of Investors) Regulations 2018 or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA.

**For Australia:** This document has been prepared and issued by UBS O'Connor LLC. UBS O'Connor LLC is an investment adviser registered with the US Securities and Exchange Commission and such is regulated under a regulatory regime that differs from the Australian regulatory regime. UBS O'Connor does not hold an Australian Financial Services Licence and is not authorised and regulated by the Australian Securities and Investments Commission ("ASIC"). UBS O'Connor is permitted to provide financial services to wholesale clients in Australia in reliance on Class Order CO 03/1100 issued by ASIC. This document is intended for limited distribution to professional investors only. It is not to be distributed to or relied upon by retail clients. This document is general information only and does not take into account your objectives, financial situation or needs. Before investing you should seek professional advice. Any investment involves risk. UBS O'Connor LLC does not guarantee the performance of any investment.

**For Brunei:** This document has not been delivered to, licensed or permitted by the Authority as designated under the Brunei Darussalam Mutual Funds Order 2001. Nor has it been registered with the Registrar of Companies. This document is for informational purposes only and does not constitute an invitation or offer to the public. As such it must not be distributed or redistributed to and may not be relied upon or used by any person in Brunei other than the person to whom it is directly communicated, (i) in accordance with the conditions of section 21(3) of the International Business Companies Order 2000, or (ii) whose business or part of whose

business is in the buying and selling of shares within the meaning of section 308(4) of the Companies Act Cap. 39. For Malaysia: This document is sent to you, at your request, merely for information purposes only. No invitation or offer to subscribe or purchase securities is made by UBS Asset Management as the prior approval of the Securities Commission of Malaysia or other regulatory authorities of Malaysia have not been obtained. No prospectus has or will be filed or registered with the Securities Commission of Malaysia.

**For Vietnam:** This document does not contemplate an offer to sell the securities in Vietnam and has not been approved by the State Securities Commission of Vietnam which takes no responsibility for its contents. No offer to purchase the securities will be made in Vietnam and this document is intended to be read by the addressees only. Investors should themselves carefully balance the risks and the level of those risks before they make any decision to invest in the securities. Investors are responsible for obtaining all approvals required by the laws of Vietnam.

**For People's Republic of China:** This document and its contents have not been reviewed by, delivered to or registered with any regulatory or other relevant authority in the People's Republic of China (the "PRC"). 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 the PRC. No representations are made with respect to the eligibility of any recipients of this document to acquire interests in securities under the laws of the PRC.

The securities may not be offered or sold directly or indirectly in the People's Republic of China (the "PRC"). Neither this document or information contained or incorporated by reference herein relating to the securities, which have not been and will not be submitted to or approved/verified by or registered with the China Securities Regulatory Commission ("CSRC") or other relevant governmental authorities in the PRC pursuant to relevant laws and regulations, may be supplied to the public in the PRC or used in connection with any offer for the subscription or sale of the Securities in the PRC. The Securities may only be offered or sold to the PRC investors that are authorized to engage in the purchase of Securities of the type being offered or sold. PRC investors are responsible for obtaining all relevant government regulatory approvals/licenses, verification and/or registrations themselves, including, but not limited to, any which may be required from the CSRC, the State Administration of Foreign Exchange and/or the China Banking Regulatory Commission, and complying with all relevant PRC regulations, including, but not limited to, all relevant foreign exchange regulations and/or foreign investment regulations.

**For Taiwan:** This document and its contents have not been reviewed by, delivered to or registered with any regulatory or other relevant authority in the Republic of China (R.O.C.). 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 the Republic of China (R.O.C.). No representations are made with respect to the eligibility of any recipients of this document to acquire interests in securities under the laws of the Republic of China (R.O.C.).

**For Canada:** Services to Canadian persons for any strategy herein are provided by UBS Asset Management (Canada) Inc., a Nova Scotia corporation and a member of the UBS Asset Management business division of UBS AG, a publicly traded Swiss bank (NYSE: UBS). UBS Asset Management (Canada) Inc. is an indirect wholly-owned subsidiary of UBS AG and is registered as a portfolio manager and exempt market dealer (in all provinces of Canada), commodity trading manager (Ontario), adviser – commodity futures (Manitoba) and investment fund manager (Ontario, Quebec and Newfoundland), all pursuant to Canadian securities law. This document can be distributed in Canada to Accredited Investors who qualify as Permitted Clients only. UBS O'Connor LLC may be considered a connected or related issuer of UBS Asset Management (Canada) Inc. in connection with a distribution of the strategy herein to investors in Canada.

**For Brazil:** UBS O'Connor LLC is not accredited with the Brazilian Securities Commission ("CVM") to perform Asset Management Services. The Asset Management Services and the fund mentioned in this material ("Fund") may not be publicly offered or sold to the public in Brazil. The offering of the Fund shares is not a public offering of securities in Brazil therefore Fund shares have not been nor will be registered with CVM nor have they been submitted to the foregoing agency for approval. Documents relating to the Asset Management Services or the Fund as well as the information contained therein may not be supplied to the public in Brazil nor used in connection with any offer for subscription or sale of securities to the public in Brazil.

As a firm providing wealth management services to clients, UBS Financial Services Inc. offers investment advisory services in its capacity as an SEC-registered investment adviser and brokerage services in its capacity as an SEC-registered broker-dealer. Investment advisory services and brokerage services are separate and distinct, differ in material ways and are governed by different laws and separate arrangements. It is important that clients understand the ways in which we conduct business, that they carefully read the agreements and disclosures that we provide to them about the products or services we offer. A small number of our financial advisors are not permitted to offer advisory services to you, and can only work with you directly as UBS broker-dealer representatives. Your financial advisor will let you know if this is the case and, if you desire advisory services, will be happy to refer you to another financial advisor who can help you. Our agreements and disclosures will inform you about whether we and our financial advisors are acting in our capacity as an investment adviser or broker-dealer. For more information, please review the PDF document at [ubs.com/relationshipssummary](https://ubs.com/relationshipssummary)

© Copyright UBS 2023. The key symbol and UBS are among the registered and unregistered trademarks of UBS. All rights reserved.