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UBS Investor Watch on the Year Ahead APAC Insights

Decisions, decisions

APAC investors uncertain now, but optimistic for the future

Investors look to the year ahead with caution …

76% "I think we'll see **more volatility**."

73% "The investment environment is **more challenging** today than it was five years ago."

51% "I see a **big market drop** before the end of 2020."

… as geopolitical events create uncertainty

64% "**Geopolitics are driving markets** more than business fundamentals."

SINCE

81% "The world is more **interconnected** than ever."

How investors plan to protect their portfolios

63% "**Increase cash** …

EVEN THOUGH

31% … of my assets are **already in cash**."

71% "Buy more **high quality stocks**."

67% "**Increase diversification** across asset classes."

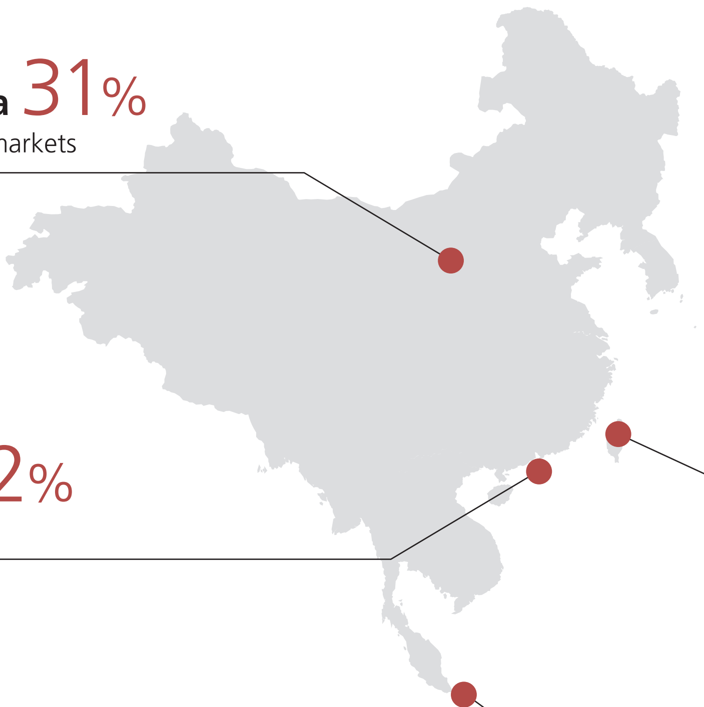
Geopolitical concerns in APAC vs. global

40% **US-China trade conflict**
vs. 44% globally

29% **2020 US Presidential election**
vs. 37% globally

27% **Political environment**
vs. 41% globally

Top concerns across the APAC markets



Mainland China 31%
Downturn in financial markets

Stock market globally 30%
Cyber security 30%

Hong Kong 62%
Economic recession

Political environment 54%
US-China trade conflict 54%

Japan 42%
US-China trade conflict

Economic recession 36%
Tax increases 35%

Taiwan 48%
US-China trade conflict

Market volatility 40%
Political environment 39%

Singapore 48%
Stock market globally

US-China trade conflict 44%
Rising healthcare cost 42%

On the future >

Investors see "mega trends" impacting life in the next 10 years

85% Aging population

84% Smart technology

83% Artificial intelligence

82% Automation

82% Diminishing natural Resources

Investors embrace the future

65% **optimistic** about returns in the next decade

AND

91% Interested in aligning their portfolios with **future trends**

Mainland China: 100%
Singapore: 94%
Taiwan: 93%
Hong Kong: 92%
Japan: 78%

Sustainable investing interest is high, and adoption in APAC is ahead of other regions

86% are **interested**

AND

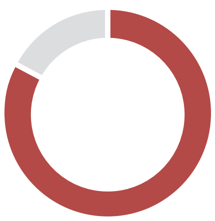
55% are **invested**

US: 27%
Switzerland: 48%
EMEA: 50%
Latin America: 69%

Age matters

Younger investors most interested in aligning portfolios with "mega trends"

Percentage "highly" interested in aligning their portfolios with anticipated trends



83% Age 18–34

58% Age 35–50

46% Age 51+

Do you have clear direction for the year (and decade) ahead? Talk to your UBS Client Advisor today.

About the survey: For this edition of *UBS Investor Watch,* we surveyed more than 3,400 high net worth investors (with at least $1 million in investable assets). The global sample was split across 13 markets: Brazil, mainland China, Germany, Hong Kong, Italy, Japan, Mexico, Singapore, Switzerland, Taiwan, UAE, the UK and the US. The APAC sample consisted of 980 investors. The research was conducted between August 2019 and October 2019.

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