

UBS Life Pacific Ex-Japan Equity Tracker Fund

Fund Type

Passive Pacific ex-Japan equities for exempt approved UK pension funds.

Fund objective

The Fund aims to match the performance of the FTSE Developed Asia Pacific ex-Japan Index measured in Sterling.

Fund description

The Fund invests in the shares of a range of Asian companies.

Past performance is not a guide to future performance. The value of investments and the income from them can go down as well as up and are not guaranteed. You may not get back the amount originally invested.

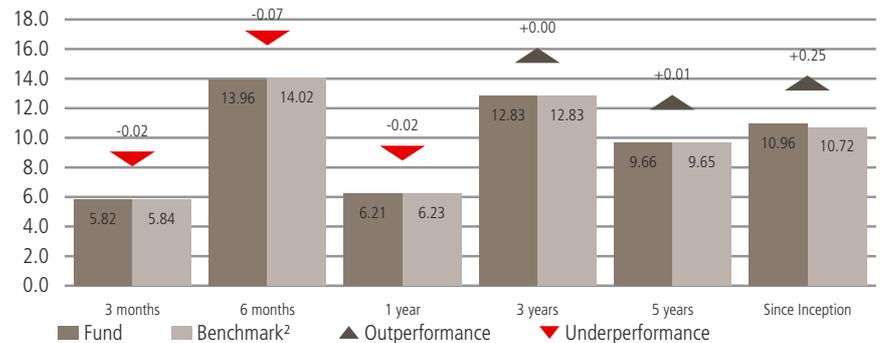
Performance is based upon the underlying net asset value (NAV) price of 'A' Units. 'A' Units do not incur any fees or charges levied by the manager. The Fund is priced as at month end for performance and reporting purposes.

Changes in rates of exchange may cause the value of this investment to fluctuate.

As at 1 July 2015 companies involved in controversial weapons were banned from the passive market capitalisation weighted life funds. The stocks are identified by Ethix SRI Advisors. Given their relatively low number and index weightings, the ban has a minimal impact on expected tracking errors⁴. However, for the affected funds, at an individual stock level there may be a few larger weight deviations relative to the index than observed previously.

Quick facts

Status	Unit Linked Insurance Fund
Launch date	08 June 1998
Fund size	GBP 668.6m
Predicted tracking accuracy	± 0.50% p.a.
Indexation method	Full replication
Initial charge	None
Exit charge	None
Pricing basis ¹	Swinging single price. Mid-pricing basis, based on close of business previous working day
Dealing	Daily
Sedol codes	0268080 (A Units) 0268091 (B Units)

Performance (%)


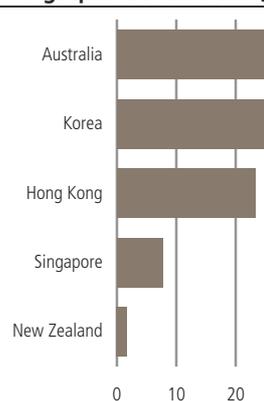
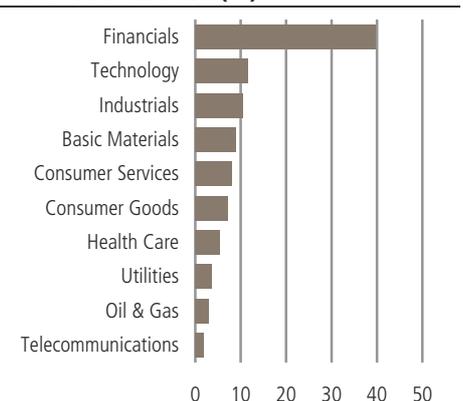
For periods greater than 1 year, annualised returns are shown. Rounding may occur.

Rolling 12 Months (%)

	Q2 2018 to Q2 2019	Q2 2017 to Q2 2018	Q2 2016 to Q2 2017	Q2 2015 to Q2 2016	Q2 2014 to Q2 2015
Fund	6.21	5.91	27.70	11.20	-0.73
Benchmark ²	6.23	5.89	27.68	11.15	-0.71

Calendar year performance (%)

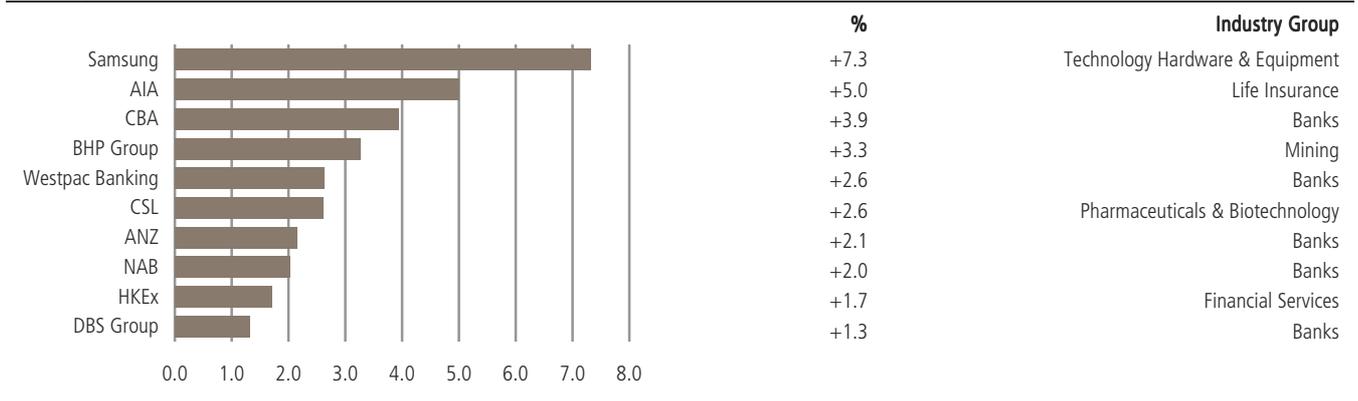
	2018	2017	2016	2015	2014
Fund	-8.70	21.01	29.81	-2.80	2.54
Benchmark ²	-8.78	21.09	29.73	-2.75	2.69

Geographic breakdown (%)³

Sector breakdown (%)³

Fund risk analysis

	1 year	3 years	5 years
Annualised Standard Deviation of Fund ⁵	13.12	11.28	13.49
Annualised Standard Deviation of Index ⁵	13.17	11.32	13.53
Tracking Error ⁶	0.09	0.09	0.09

⁵For periods greater than 1 year, the annualised standard deviation is based on monthly logarithmic returns. ⁶Tracking error is the standard deviation of the difference between the monthly portfolio and benchmark returns, based on logarithmic returns and is annualised for periods greater than 1 year. Please note that historical tracking error is not a guide to the future. Tracking error levels will vary according to market conditions. For periods greater than 1 year, annualised returns are used to calculate the value added and the tracking error. ⁴Ex-ante tracking error is calculated using an appropriate risk system and risk model. The ex-ante tracking error is an indicative forecast only and may not reflect the realised (ex-post) tracking error experienced by the Portfolio.

Ten largest stocks in the benchmark (%)³



Source for all data UBS Asset Management unless otherwise specified.

Details of fees and charges for institutional investors are available on request. Scheme members should consult their scheme administrator if they require details of how charges affect their plan or how to invest in the Fund. The fund invests in developing overseas markets where the arrangements in relation to regulations, dealing, liquidity and custody may be less secure than in the UK. These funds may therefore be higher risk.

"FTSE Russell®" is a trade mark of the London Stock Exchange Plc and The Financial Times Limited and is used by FTSE Russell International Limited ("FTSE Russell") under licence. "All-Share" is a trade mark of FTSE Russell. The FTSE Russell Indices are calculated by FTSE Russell. FTSE Russell does not sponsor, endorse or promote this product and is not in any way connected to it and does not accept any liability in relation to its issue, operation and trading. All copyright in the Index vests in FTSE Russell. UBS Asset Management (UK) Ltd has obtained full licence from FTSE Russell to use the Index in the creation of this product.

¹ Investing and disinvesting charges reflecting the actual cost of dealing in the assets will be borne by the investor.

² As of January 2015, the official FTSE Russell net GBP index is shown, for periods prior to that date the benchmark was internally calculated net of appropriate withholding tax where applicable.

³ Information shown is that of the index. The Fund seeks to track the index using full replication, rebalancing where required. For practical reasons, on a day to day basis, Fund weights may be marginally different from the index. Source: RIMES.

Economic overview

India's equity markets swept to new highs over the quarter as Prime Minister Modi's BJP looked to have comprehensively retained power in a general election.

Meanwhile Thailand and Singapore posted positive returns, with strong momentum in June, as these markets were seen as relative safe havens amid the volatility. The Reserve Bank of Australia (RBA) cut rates in June.

Fund manager comment

Following the FTSE quarterly review in June, no stocks were added or deleted from the index, along with various changes in the shares in issue of the index constituents. Two-way turnover totalled 0.71%.

Also during the quarter, Amcor's weighting in the index increased following acquisition of small cap. Healthscope was acquired for cash. Hopewell Holdings was deleted from the index following privatisation.

Activity in the Fund reflected these changes.

Rachel Perini, CFA

Business Development Director
rachel.perini@ubs.com
020 7901 5776

www.ubs.com/am-uk

This document is a marketing communication. Any market or investment views expressed are not intended to be investment research. **The document has not been prepared in line with the 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.** The information contained in this document should not be considered a recommendation to purchase or sell any particular security and the opinions expressed are those of UBS Asset Management and are subject to change without notice. Furthermore, there can be no assurance that any trends described in this document will continue or that forecasts will occur because economic and market conditions change frequently. The Fund is offered by UBS Asset Management Life Ltd and is only available to exempt approved UK pension schemes. All details set out above are provided by UBS Asset Management Life Ltd, 5 Broadgate, London EC2M 2QS, tel: 020 7901 5000. Registered in England no. 3280762. All details are for information only and do not constitute a recommendation. UBS Asset Management Life Ltd is a member of UBS AG and is authorised by the Prudential Regulation Authority and regulated by the Financial Conduct Authority and the Prudential Regulation Authority. Telephone calls may be recorded. © UBS 2019. The key symbol and UBS are among the registered and unregistered trademarks of UBS. All rights reserved.