

**Report of Organizational Actions
 Affecting Basis of Securities**

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name <u>PACE SMALL/MEDIUM CO VALUE EQUITY INVESTMENTS - CLASS C</u>		2 Issuer's employer identification number (EIN) <u>13-7067509</u>	
3 Name of contact for additional information <u>UBS</u>	4 Telephone No. of contact <u>800-647-1568</u>	5 Email address of contact <u>WWW.UBS.COM/US/EN/ASSET_MANAGEMENT</u>	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact <u>1285 AVENUE OF THE AMERICAS, 12TH FLOOR</u>		7 City, town, or post office, state, and ZIP code of contact <u>NEW YORK, NY 10019</u>	
8 Date of action <u>10/12/2018</u>	9 Classification and description <u>REGULATED INVESTMENT COMPANY CLASS C OUTSTANDING COMMON SHARES</u>		
10 CUSIP number <u>69373W665</u>	11 Serial number(s)	12 Ticker symbol <u>PEVCX</u>	13 Account number(s)

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ PACE SMALL/MEDIUM CO VALUE EQUITY INVESTMENTS IS A MULTIPLE CLASS OPEN END REGULATED INVESTMENT COMPANY ("RIC") UNDER SUBCHAPTER M OF THE INTERNAL REVENUE CODE. ON OCTOBER 12, 2018, ALL SHARES OF CLASS C OF PACE SMALL/MEDIUM CO VALUE EQUITY INVESTMENTS WERE CONVERTED INTO CLASS A SHARES OF THE SAME FUND IN A TAX-FREE EXCHANGE.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶ SHAREHOLDERS OF CLASS C EXCHANGED THESE SHARES FOR SHARES IN CLASS A AS OF THE CLOSE OF BUSINESS ON 10/12/2018. FOR EACH CLASS C SHARE (PEVCX), SHAREHOLDERS RECEIVED 0.81689 SHARES OF CLASS A (PEVAX). CLASS C SHAREHOLDERS' TOTAL BASIS IN CLASS A SHARES RECEIVED IS THE SAME AS THEIR TOTAL BASIS IN THE OLD CLASS C SHARES. PER SHARE, EACH NEW CLASS A SHARE RECEIVED IN THE EXCHANGE WILL HAVE A BASIS EQUAL TO 122.42% OF THE CLASS C SHARE SURRENDERED.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶ THE PER SHARE BASIS CALCULATIONS ARE BASED ON THE RESPECTIVE NET ASSET VALUES OF THE CLASS C AND CLASS A SHARES AS OF THE CLOSE OF BUSINESS ON THE EXCHANGE DATE OF 10/12/2018. THESE NET ASSET VALUES ("NAVS") ARE DETERMINED BASED ON THE MARKET VALUE OF THE UNDERLYING SECURITIES HELD BY THE FUNDS. THE NAV OF CLASS C WAS 16.06 PER SHARE AND NAV OF CLASS A WAS 19.66 PER SHARE ON 10/12/2018. THUS THE EXCHANGE RATIO IS 0.81689 SHARES OF CLASS A RECEIVED FOR EACH 1.00000 SHARE OF CLASS C SURRENDERED.

Part II Organizational Action *(continued)*

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶ _____

IRC SECTION 1036(a)- NO GAIN OR LOSS IS RECOGNIZED

IRC SECTION 1031(d)- THE AGGREGATE BASIS OF THE SHARES EXCHANGED EQUALS THE AGGREGATE BASIS OF THE SHARES RECEIVED.

18 Can any resulting loss be recognized? ▶ NO

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶ _____

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Signature ▶ _____ Date ▶ _____

Print your name ▶ _____ Title ▶ _____

Paid Preparer Use Only

Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
Firm's name ▶	Firm's EIN ▶		Phone no.	
Firm's address ▶				