(December 2017

Department of the Treasury

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

OMB No. 1545-0123

Internal Revenue Service Reporting Issuer Part I 2 Issuer's employer identification number (EIN) Issuer's name PACE ALTERNATIVE STRATEGIES INVESTMENTS - CLASS C 20-4430251 3 Name of contact for additional information 4 Telephone No. of contact 5 Email address of contact **UBS** 800-647-1568 WWW.UBS.COM/US/EN/ASSET MANAGEMENT 6 Number and street (or P.O. box if mail is not delivered to street address) of contact 7 City, town, or post office, state, and ZIP code of contact 1285 AVENUE OF THE AMERICAS, 12TH FLOOR NEW YORK, NY 10019 8 Date of action 9 Classification and description 10/12/2018 REGULATED INVESTMENT COMPANY CLASS C OUTSTANDING COMMON SHARES 10 CUSIP number 11 Serial number(s) 12 Ticker symbol 13 Account number(s) PASOX 69373W509 Organizational Action Attach additional statements if needed. See back of form for additional questions. Part II 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 ALTERNATIVE STRATEGIES 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 ALTERNATIVE STRATEGIES INVESTMENTS WERE CONVERTED INTO CLASS A SHARES OF THE SAME FUND IN A TAX-FREE EXCHANGE 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 15 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 (PASOX), SHAREHOLDERS RECEIVED 0.93246 SHARES OF CLASS A (PASIX). 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 107.24% OF THE CLASS C SHARE SURRENDERED. 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 9.94 PER SHARE AND NAV OF CLASS A WAS 10.66 PER SHARE ON 10/12/2018. THUS THE EXCHANGE RATIO IS 0.93246 SHARES OF CLASS A RECEIVED FOR EACH 1.00000 SHARE OF CLASS C SURRENDERED.

Part	Ц (Organizational Action (contin	nued)		
		applicable Internal Revenue Code se		ich the tax treatment is based	
		1036(a)- NO GAIN OR LOSS IS RI			
IRC SE	CHON	1031(d)- THE AGGREGATE BASI		EQUALS THE AGGREGATE	BASIS
		OF THE SHARES RECEI	VED.		
18 C	an anv	resulting loss be recognized? ► N	0		
	,				
19 Pi	rovide	any other information necessary to i	implement the adjustment, such as	the reportable tax year ►	
	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	belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.			
Sign					
Here	Signature ▶ Date ▶				
	Print	your name ►	Dramavaria ai t	Title ▶	
Paid		Print/Type preparer's name	Preparer's signature	Date	Check if PTIN
Preparer Use Only		Fi			self-employed
		Firm's name ► Firm's address ►			Firm's EIN ►

Send Form 8937 (including accompanying statements) to: Department of the Treasury, Internal Revenue Service, Ogden, UT 84201-0054