(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 HIGH YIELD INVESTMENTS - CLASS C 20-4430162 3 Name of contact for additional information 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) PHYCX 69373W814 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 HIGH YIELD 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 HIGH YIELD 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 (PHYCX), SHAREHOLDERS RECEIVED 0.99897 SHARES OF CLASS A (PHIAX). 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 100.10% 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 9.74 PER SHARE AND NAV OF CLASS A WAS 9.75 PER SHARE ON 10/12/2018. THUS THE EXCHANGE RATIO IS 0.99897 SHARES OF CLASS A RECEIVED FOR EACH 1.00000 SHARE OF CLASS C SURRENDERED.

Part	Ш	Organizational Action (contin	nued)		
17 L	ict the	applicable Internal Povenue Code s	ection(s) and subsection(s) upon whic	oh the tay treatment is based	_
		i 1036(a)- NO GAIN OR LOSS IS RI		on the tax treatment is based	
•			S OF THE SHARES EXCHANGED E	OUALS THE AGGREGATE	RASIS
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10 (`an an	resulting loss be recognized? ► N	0		
18 C	an any	resulting loss be recognized?	0		
19 P	rovide	any other information necessary to	implement the adjustment, such as th	ne reportable tax year ▶	
Sign	Unde belief	r penalties of perjury, I declare that I hav, it is true, correct, and complete. Declara	re examined this return, including accomp ttion of preparer (other than officer) is base	nanying schedules and statement and on all information of which prep	s, and to the best of my knowledge an parer has any knowledge.
Here	Signature ▶ Date			Date ►	
	Print	your name ► Print/Type preparer's name	Preparer's signature	Title ► Date	OL L D : PTIN
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Use (Firm's name			Firm's EIN ▶
-		Firm's address ►			Phone no.

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