

# U ASSET ALLOCATION

SICAV

287-289, Route d'Arlon, L-1150 Luxembourg

R.C. Luxembourg N° B 173.640

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## INFORMATION AND NOTICE TO THE SHAREHOLDERS OF

### U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD U ASSET ALLOCATION - DYNAMIC USD

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Dear Shareholders,

The Board of Directors of U ASSET ALLOCATION informs you of the decision taken by circular resolution, i.e.:

The sub-fund U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD (the "Absorbed Sub-Fund") will merge with the sub-fund U ASSET ALLOCATION - DYNAMIC USD (the "Absorbing Sub-Fund"), the latter absorbing the former, in accordance with the type of merger described in article 1 point 20 a) of the law of 17<sup>th</sup> December 2010.

This Merger is motivated by the fact that the Absorbed Sub-Fund's assets under management have reached a significantly low level and hence cannot be efficiently managed anymore.

The Absorbed Sub-Fund and the Absorbing Sub-Fund share the same investment approach with the exception that the Absorbed Sub-Fund displays an Asian bias by investing specifically in this geographic zone at least 30% of its assets, as detailed below. By merging into the Absorbing Sub-Fund, the shareholders will not be subject to such Asian bias anymore as the Absorbing Sub-Fund invests on a global scale worldwide.

The Absorbing Sub-Fund has lower ongoing charges than the Absorbed Sub-Fund.

Both sub-funds are classified as Article 6 under the Sustainable Finance Disclosure Regulation ("SFDR").

The merger will become effective on 25 November 2024 (the "Effective Date").

The investment policies and objectives of the Absorbing and the Absorbed Sub-Funds differ as follows (differences highlighted in **bold** in the Absorbed Sub-Fund's part of the table below):

U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD	U ASSET ALLOCATION - DYNAMIC USD
<p>The investment objective of U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD is to generate a high level of capital gain across the investment horizon mentioned below.</p> <p>The investment process starts with a strategic asset allocation built to achieve the investment objective of the Sub-Fund. This is done using the long-term Investment Manager's view, which serves as a framework to determine the market exposure over the long run. In order to improve the risk-adjusted return, the Investment Manager uses a tactical asset allocation strategy by overweighting those asset classes that he expects will outperform on the short to medium term. The final parts of the investment process consist of security selection (to deliver excess return) and portfolio construction (to provide sufficient diversification in order to reduce specific risk).</p> <p>To pursue this objective, the Sub-Fund may be invested directly or indirectly* as follows:</p>	<p>The investment objective of U ASSET ALLOCATION - DYNAMIC USD is to generate a high level of capital gain across the investment horizon mentioned below.</p> <p>The investment process starts with a strategic asset allocation built to achieve the investment objective of the Sub-Fund. This is done using the long-term Investment Manager's view, which serves as a framework to determine the market exposure over the long run. In order to improve the risk-adjusted return, the Investment Manager uses a tactical asset allocation strategy by overweighting those asset classes that he expects will outperform on the short to medium term. The final parts of the investment process consist of security selection (to deliver excess return) and portfolio construction (to provide sufficient diversification in order to reduce specific risk).</p> <p>To pursue this objective, the Sub-Fund may be invested directly or indirectly* as follows:</p>

U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD			U ASSET ALLOCATION - DYNAMIC USD		
Asset type	Direct exposure (up to)	Indirect* exposure (up to)	Asset type	Direct exposure (up to)	Indirect* exposure (up to)
Fixed income instruments including without limitation: notes, time-deposits and all types of bonds such as corporate bonds, sovereign bonds with the following exceptions:	100%		Fixed income instruments including without limitation: notes, time-deposits and all types of bonds such as corporate bonds, sovereign bonds with the following exceptions:	100%	
<i>Contingent Convertible bonds (Cocos)</i>	10%		<i>Contingent Convertible bonds (Cocos)</i>	10%	
<i>Asset-backed securities (ABS)</i>	-	10%	<i>Asset-backed securities (ABS)</i>	-	10%
<i>Mortgage-backed securities (MBS)</i>			<i>Mortgage-backed securities (MBS)</i>		
<i>CAT bonds</i>			<i>CAT bonds</i>		
Money Market instruments	50%		Money Market instruments	50%	
Equities, equity like instruments including but not limited to US, Europe, Japan and Emerging Countries equities	100%		Equities, equity like instruments including but not limited to US, Europe, Japan and Emerging Countries equities	100%	
Convertible bonds	20%		Convertible bonds	20%	
Alternative investments including but not limited to indirect* investments in hedge fund strategies and investments in commodities (including but not limited to gold, silver, platinum) via ETCs, as further defined under the section <a href="#">"INVESTMENT STRATEGY OF THE FUND"</a> of the prospectus	35%		Alternative investments including but not limited to indirect* investments in hedge fund strategies and investments in commodities (including but not limited to gold, silver, platinum) via ETCs, as further defined under the section <a href="#">"INVESTMENT STRATEGY OF THE FUND"</a> of the prospectus	35%	

  

\* Indirect should be understood as follows: Investments will be made through a regulated UCITS or other regulated open-ended investment funds having an investment policy and risk exposure similar to a UCITS and being submitted to an equivalent regulatory supervision.

Regulated UCITS or other regulated open-ended investment funds investing only on an ancillary basis in the above-mentioned asset type or with the above-mentioned constraints are not taken into account for the calculation of the relevant limit(s).

The maximum of 50% mentioned above for investments in Money Market instruments will only be reached in exceptional market situations and for a limited period of time.

Financial derivatives (such as, although this list is not intended to be exhaustive, CDS, futures and options) as defined in chapter ["INVESTMENT LIMITS"](#) of the prospectus may be used for efficient portfolio management and/or for hedging purposes.

In addition, the Sub-Fund can invest in structured products which will be classified according to the nature of their underlyings for the calculation of the above limits.

Direct or indirect investments in fixed-income instruments or issuers with a rating below BBB- (Fitch Ratings Ltd.) or BBB- (Standards & Poor's) or Baa3 (Moody's) or no rating are allowed up to 40% of the total net assets of the Sub-Fund.

Investments in fixed income instruments are authorized in assets with a minimum rating of B- (S&P or FITCH), B3 (Moody's), or an equivalent rating by another rating agency. In case a rating is not available for a security the issuer's rating will be considered instead. If the rating of a security/issuer is

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U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD	U ASSET ALLOCATION - DYNAMIC USD
<p>downgraded below B- / B3 or equivalent, the security may be kept or sold at the Investment Manager's discretion and in the best interest of the shareholders.</p> <p><b>This Sub-Fund invests more than 30% of its net assets directly or indirectly* in all the asset types indicated in the above table and within the mentioned limits issued by companies (i) having their registered office, or (ii) carrying on a major part of their commercial activity, or (iii) as holding companies owning predominant interests in companies having their registered office, or (iv) listed on qualified exchanges of Regulated Markets or (v) primarily operate or (vi) have a majority of their income, profits, assets, production activities or other commercial interests, in South Pacific or Asian countries.</b></p> <p>Besides, for all asset types, there is no restriction as to the country of the issuer including Emerging Countries. <b>The Emerging Countries part may include investments in China indirectly or directly through Bond Connect. Please refer to the related risks in the "<a href="#">RISK FACTORS</a>" chapter of the prospectus</b></p> <p>The Sub-Fund is allowed to invest in other currencies than the Sub-Fund's base currency. The currency risk associated may or may not be hedged at the Investment Manager's discretion. However, in any cases, the portfolio base currency exposure will range from 30% to 110%.</p> <p>The Sub-Fund's performance can therefore be affected by fluctuations in those currencies against the base currency.</p> <p>The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities. (Article 7 of EU Taxonomy Regulation).</p> <p><b>Standard investor profile</b></p> <p>This Sub-Fund is suitable for investors willing to take higher risks linked to investments on stock markets in order to maximise their returns. In this way, investors should have knowledge in volatile products and should be able to accept significant losses. Investors should have knowledge in volatile products and financial markets, and particularly in High Yield, CAT bonds, CoCos, MBS, ABS and Emerging Countries. Investors should consider a long-term investment horizon of at least 5 years in order to overcome potentially unfavourable market trends.</p>	<p>downgraded below B- / B3 or equivalent, the security may be kept or sold at the Investment Manager's discretion and in the best interest of the shareholders.</p> <p>Besides, for all asset types, there is no restriction as to the country of the issuer including Emerging Countries.</p> <p>The Sub-Fund is allowed to invest in other currencies than the Sub-Fund's base currency. The currency risk associated may or may not be hedged at the Investment Manager's discretion. However, in any cases, the portfolio base currency exposure will range from 30% to 110%.</p> <p>The Sub-Fund's performance can therefore be affected by fluctuations in those currencies against the base currency.</p> <p>The investments underlying this financial product do not take into account the EU criteria for environmentally sustainable economic activities. (Article 7 of EU Taxonomy Regulation).</p> <p><b>Standard investor profile</b></p> <p>This Sub-Fund is suitable for investors willing to take higher risks linked to investments on stock markets in order to maximise their returns. In this way, investors should have knowledge in volatile products and should be able to accept significant losses. Investors should have knowledge in volatile products and financial markets, and particularly in High Yield, CAT bonds, CoCos, MBS, ABS and Emerging Countries. Investors should consider a long-term investment horizon of at least 5 years in order to overcome potentially unfavourable market trends.</p>

**SFDR\***

<b>Absorbed Sub-Fund</b> <b>U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD</b>	<b>Absorbing Sub-Fund</b> <b>U ASSET ALLOCATION - DYNAMIC USD</b>
Article 6	Article 6

**The management fees and ongoing charges are mentioned in the below table.**

The shareholders of the Absorbed Sub-Fund will receive shares of the Absorbing Sub-Fund of the same Type and having the same characteristics (currency, capitalisation, distribution) as the shares held in the Absorbed Sub-Fund, as shown in the below table:

<b>Absorbed Sub-Fund</b> <b>U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD</b>				<b>Absorbing Sub-Fund</b> <b>U ASSET ALLOCATION - DYNAMIC USD</b>			
<b>ISIN</b>	<b>Class</b>	<b>Applicable Management fee</b>	<b>Ongoing costs (excluding transactions costs)</b>	<b>ISIN</b>	<b>Class</b>	<b>Applicable Management fee</b>	<b>Ongoing costs (excluding transactions costs)</b>
LU2262129906	AC USD	1.15%	2.72%	LU2262127876	AC USD	1.15%	2.24%

Other fees charged to the Absorbing Sub-Fund are identical to those applied to the Absorbed Sub-Fund.

Part of the Absorbed Sub-Fund's assets (around 40%) will be sold by the Effective Date, while the remaining portion of such assets will be transferred to the Absorbing Sub-Fund on the same date. The proceeds of those sales will be immediately reinvested in the Absorbing Sub-Fund with no incidence on its asset allocation. As such, no significant or material rebalancing of the portfolios are expected before the merger (for both sub-funds) and after the merger (for the Absorbing Sub-Fund).

The contribution of the assets of the Absorbed Sub-Fund being done in compliance with the investment policy of the Absorbing Sub-Fund, the merger will have no negative impact on the performance and the composition of the Absorbing Sub-Fund's portfolio.

<b>Absorbed Sub-Fund</b> <b>U ASSET ALLOCATION - DYNAMIC ASIAN BIASED USD</b>	<b>Absorbing Sub-Fund</b> <b>U ASSET ALLOCATION - DYNAMIC USD</b>
SRI = 3	SRI = 3

The Absorbed and the Absorbing Sub-Fund have the same SRI (3).

The Absorbed Sub-Fund and the Absorbing Sub-Fund being 2 sub-funds of the same legal entity, their taxation is identical. The shareholders are however advised to seek information on the potential impact the planned merger may have on their personal taxation.

The cost of this merger will be borne by UBP Asset Management (Europe) S.A., Luxembourg. Nevertheless, tax event at shareholder level, if any, will be born by the shareholder.

As from the date of this notification and until the carrying out of the merger decision, (i) no shares of the Absorbed Sub-Fund will be issued but (ii) it shall continue to buy back its shares.

Shareholders of both the Absorbed Sub-Fund and the Absorbing Sub-Fund who do not agree with the merger can ask for the redemption of their shares free of charge until 1pm on 18 November 2024.

Shareholders of the Absorbed Sub-Fund who have not requested the redemption of their shares by 1pm on 18 November 2024 will be allocated corresponding shares of the Absorbing Sub-Fund according to the above table, and will be considered, starting from 25 November 2024, as shareholders of the Absorbing Sub-Fund, with the full rights associated with such status.

The calculation of the exchange ratio will be made on 25 November 2024 by dividing the net asset value (NAV) per share of the Absorbed Sub-Fund dated 22 November 2024 by the NAV of the corresponding share class of the Absorbing Sub-Fund dated 22 November 2024. The calculation of the exchange ratio will be checked by Deloitte Audit Sàrl, the auditors of U ASSET ALLOCATION.

The prospectus as well as the latest periodic reports of U ASSET ALLOCATION are available free of charge for all investors upon request at the registered office of U ASSET ALLOCATION, 287-289, route d'Arlon, L-1150 Luxembourg, Grand-Duchy of Luxembourg as well as on the website of the Management Company of U ASSET ALLOCATION ([www.ubp.com](http://www.ubp.com)). **The Key Information Documents Packaged Retail Investment and Insurance Products (PRIIPS KIDs) of the Absorbing Sub-Fund will also be available, free of charge, on [www.ubp.com](http://www.ubp.com). Shareholders of the Absorbed Sub-Fund are invited to acquaint with the Absorbing Sub-Fund's KID PRIIPS and pay particular attention to the later until 1pm on 18 November 2024 at the latest.** A copy of the auditor's report on the merger as well as all additional information will be available at the registered office of U ASSET ALLOCATION.

The prospectus, the key information document, the articles of association and the annual and semi-annual reports can be obtained free of charge on request at the registered office of the Company or the representative in Switzerland as well as on the website of UBP ([www.ubp.com](http://www.ubp.com)).

Geneva, 16 October 2024

The Representative and Paying Agent of the Company in Switzerland:  
Union Bancaire Privée, UBP SA, rue du Rhône 96-98, P.O. Box 1320, 1211 Geneva 1.